

# TKL

## Chart of the Week

Week of December 4th, 2017



This week's **Chart of the Week** features a Nasdaq listed technology name, Activision Blizzard (ATVI), after a minor selloff in the technology sector last week. ATVI is looking like a great buy despite recent downward movement and this seems to be only a minor correction in an overall bullish name. The first reason that we make this claim is simply the nature in which the Nasdaq has been trading over the last two years: every time we saw a selloff like last week's in technology stocks, it was a great time to buy. We expect that to continue and ATVI will benefit. From a technical perspective, ATVI has been trading in tight-nit upward and downward based channels of the last few months and it recently ended that trend after testing the triple top at ~\$67 as shown above which lead to \$61 on Friday. The drop to ~\$61 and immediate bounce off that level (it happened within two hours on Friday) makes the seventh consecutive time ATVI has held support at that level and the trend should continue. Additionally, the RSI is showing a direct correlation with the previous six times the \$61 level has held and the indicator bounced at essentially the same exact level as previously seen. With a close on Friday at \$61.95, we are looking for \$64 in the near future with an ultimate price target of \$67, right back at all time highs for this stock.

*Farewell and Trade Well,*

Adam Kobeissi

Founder and Editor-in-Chief

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