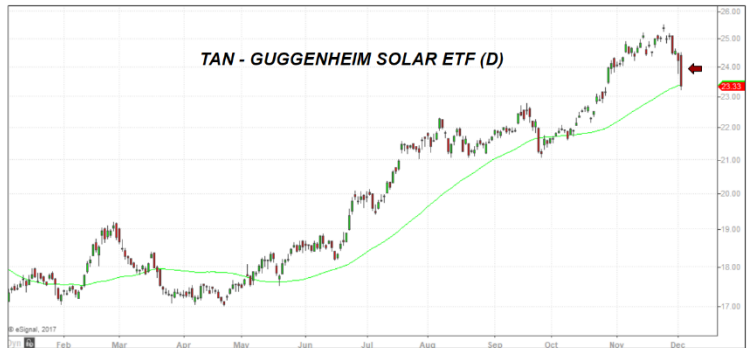


Taking half profits on TAN as precaution after sharp drop (12-05-17)

The gist: The sharp drop in TAN, mirrored by a drop in many speculative areas of the market, is concerning enough to take half profits on our long TAN position.

Actions: Taking half profits on multi-leg TAN long after Monday's drop, with remaining risk point 2.5 ATR below 50 day MA.

TAN has been a great position and solar has excellent long-term potential, not just as a viable energy source but as a future driver for investment mania.



The better the economics of solar, the more compelling solar becomes as an investment, a classic self-reinforcing trend that investors can easily latch onto.

The sudden sharp drop is worrisome, however, and could reflect wider jitters hitting the entire market (if not concerns about renewable energy specifically, as the GOP tax plan appears to have screwed up corporate AMT implications).

As such we will cash out half of our long TAN position at market, maintaining the other half with an eye for the longer-term trend (unless TAN further submerges to our 2.5 ATR line in the sand behind the 50 MA – in which case the bull trend will be considered over).