



(NYSE: MX)

**Bullish**

## MagnaChip Semiconductor

### Overview

Recent Price	\$14.33
52 Week Range	\$12.50 - \$23.89
1 Month Range	\$12.50 - \$16.48
Avg Daily Volume	583490.0
PE Ratio	3.03

### Earnings Per Share

Year	EPS
2014(E)	\$4.553

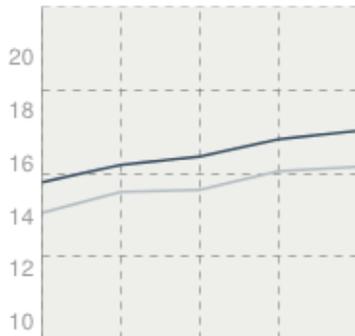
### Capitalization

Shares Outstanding	34MM
Market Capitalization	\$494.50MM

### Predictive Range

Expected Movement	\$14.66 - \$16.51
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March 05, 2014      April 16, 2014



MagnaChip Semiconductor Corporation designs and manufactures analog and mixed-signal semiconductor products for high-volume consumer applications. It operates in three segments: Display Solutions, Power Solutions, and Semiconductor Manufacturing Services. The Display Solutions segment offers source and gate drivers, and timing controllers that cover a range of flat panel displays used in liquid crystal displays (LCDs), light emitting diodes (LEDs), 3D and organic light emitting diode televisions and displays, notebooks, and mobile communications and entertainment devices. The Power Solutions segment develop, manufactures, and markets power management solutions, including metal oxide semiconductor field effect transistors, power modules, analog switches, LED drivers, DC-DC converters, voice coil motor drivers, and linear regulators. This segment offers its products for a range of devices, including LCD, LED, 3D televisions, smartphones, mobile phones, desktop PCs, notebooks, tablet PCs, and other consumer electronics, as well as for industrial applications, such as power suppliers, LED lighting, and home appliances. The Semiconductor Manufacturing Services segment manufactures various products comprising display drivers, LED drivers, audio encoding and decoding devices, microcontrollers, touch screen controllers, RF switches, park distance control sensors for automobiles, electronic tag memories, and power management semiconductors. This segment offers semiconductor manufacturing services to fabless analog and mixed-signal semiconductor companies. MagnaChip Semiconductor Corporation provides its products and services to consumer electronics OEMs, subsystem designers, and contract manufacturers through a direct sales force, as well as through a network of authorized agents and distributors in the United States, Korea, Taiwan, China, Japan, Hong Kong, and Macau. The company is headquartered in Seoul, South Korea.

## Investment Highlights

- **PATTERN SCAN** predicts the price of MX expected to move up in the coming weeks based on the appearance of a 'Broadening Continuation' pattern. Specifically, a ACT EOD variant of Broadening Continuation has been detected. The target is \$15.83.
- **SQUEEZETRIGGER** predicts that when MX closes above \$15.22, we expect a short squeeze to begin that could quickly drive the price of MX considerably higher.
- **VALUATION** MX has a current value of \$29.56 which means the stock is undervalued compared to

its Price of \$14.33.

## How WealthMakers Market Reads Work:

WealthMakers Market Reads™ provide you with market performance predictions based on proprietary technologies, trading algorithms and data to help you make better, more informed investment decisions. Here's a quick review of our predictive technologies:

- **EARNINGS** Most stock price histories show random or unpredictable movements around earnings reports. But some repeat the same pattern quarter after quarter, year after year. Earnings predicts probability, price move and length of move before and after all US stock earnings reports.
- **FRICTION FACTOR** Friction Factor is based on the relationship between the price of a stock and the volume at which it's bought and sold. Normal and abnormal Friction factor patterns can help you time your buying and selling decisions for maximum earnings potential.
- **GATS** The Global Automated Trading System (GATS) combines neural networks and genetic algorithms to reduce investment risks. GATS selects the highest probability trades in stocks, bonds, options, commodities, currencies and private equities, delivering precise, predictive and profitable data.
- **GROUP SECTOR** Certain institutions can exert buying or selling pressure over an entire industry group, pushing prices higher. Group Sector identifies stocks that most closely match their group's movement and generate powerful group consensus trading signals to help you profit from the herd mentality.
- **PATTERN SCAN** This technology automatically tracks "Trigger Events" that positively or negatively affect the value of a stock — or its perceived value among analysts — ranging from price fluctuations to natural disasters and political shifts. The results reveal patterns that can predict market movements.
- **EVENTS** Events describe the current technical situation in your stock. It displays the technicals, trend conditions and seasonal factors and automatically discovers how that stock has performed in the trading days following the occurrences of the event or combination of events. This technology automatically scans using complex historical queries based on what event is taking place right now in the stock. It then displays the probability, expected return and number of trading days for the expected move.
- **RegSHO NAKED SHORTS** Tracks EVERY failure to deliver in all US stocks and all Threshold Security Lists daily for which stocks have naked short positions
- **SEASONALITY** Seasonality analyzes more than 20 years of data to determine if stocks have a long or short seasonal bias, how many trading days the move is expected to last, the probability of that move and the percentage move the stock is expected to make based on the seasonal bias.
- **SQUEEZE TRIGGER** Our proprietary database of more than 3,500,000,000 short sale transactions allows us to calculate the exact price at which the total short interest is short in each stock. Squeeze Trigger Alerts let you know exactly when a short squeeze will start and how to trade profitably.
- **VALUATION** A stock's value is a function of its forecasted earnings per share and forecasted earnings growth, as well as profitability, interest and inflation rates. Valuation use these metrics to determine at what price a stock is undervalued or overvalued, so that you can make investment decisions accordingly.
- **INSIDER** Significant stock sales or purchases by company "insiders" (officers or directors) can be a predictor of future price movements — up or down. The Insider strategy tracks these actions and correlates them with historical data to give you an investment edge.

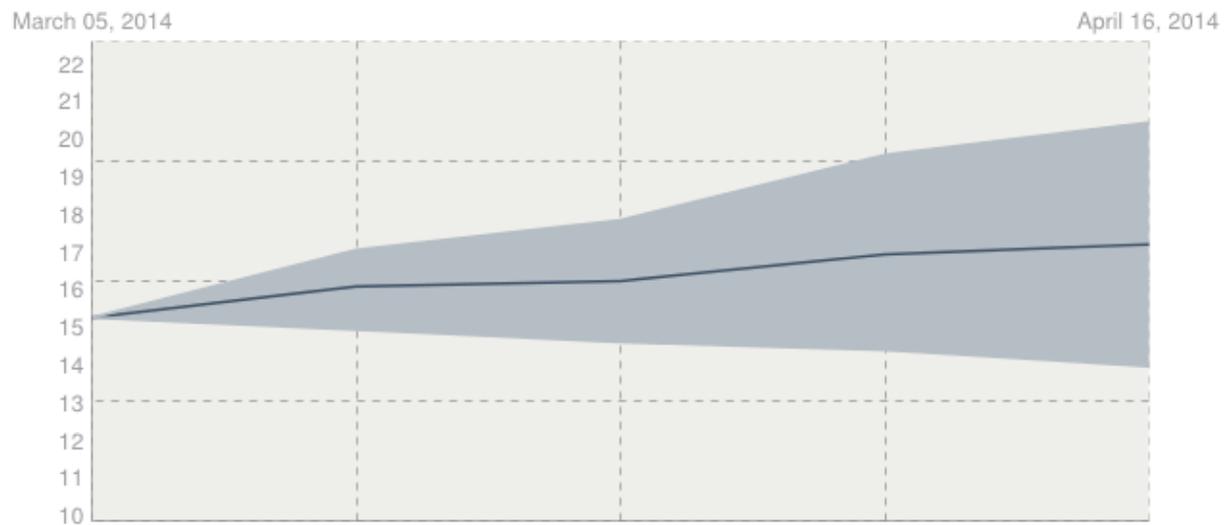
# Squeeze Trigger

Calculates the exact price at which a short squeeze will start.

METSO CP ADS (NYSE: MX) has just triggered an alert where MX is crossing above its primary SqueezeTrigger Price, the price that a short squeeze can start in any stock. Given the amount that short sellers need to cover, it is predicted that MX could go up dramatically by April 16, 2014

The Cumulative Squeeze Trigger price for MX is 15.22.

This means that when MX closes above \$15.22, we expect a short squeeze to begin that could quickly drive the price of MX considerably higher.

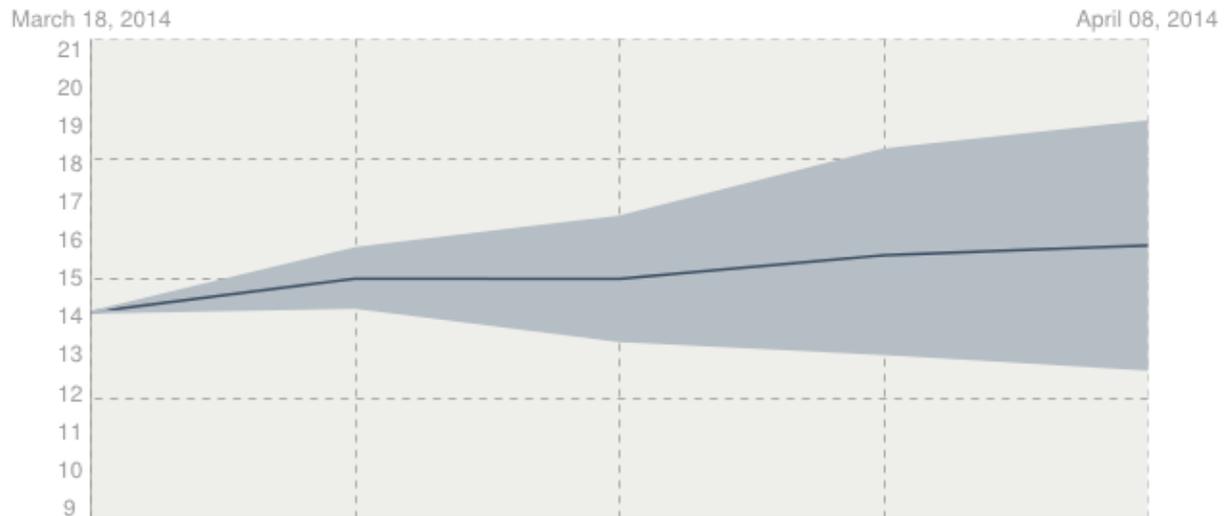


- MX has hit the Squeeze Trigger price of 15.241
- Based on the amount of value that short sellers need to cover, a short squeeze is predicted at 15.241.
- Short Sellers will be forced to buy to cover short positions, sending the price higher.

## Pattern Scan

Tracks "Trigger Events" that positively or negatively affect the value of a stock.

METSO CP ADS (NYSE: MX) is predicted to go up in coming weeks based on bullish technical trends that have appeared in the recent performance of the stock. MX has demonstrated Broadening Continuation strategy ACT EOD with a strength of 5.0/5. The higher the strength, the higher the probability of an accurate prediction.



- The price of MX expected to move up in the coming weeks.
- PatternScan has detected that a 'ACT EOD' pattern has appeared.
- Specifically, a ACT EOD variant of Broadening Continuation has been detected.
- This indicates a high probability that MX will move up in the coming weeks.

## Squeeze Trigger

We have a proprietary database of all trading in US stocks and maintain massive databases of short sale and naked short sale time and sales data, along with short squeeze SqueezeTrigger prices. We are the only firm that knows the exact price that a short squeeze will start in every US stock.

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This means that when MX closes above \$15.22, we expect a short squeeze to begin that could quickly drive the price of MX considerably higher.

<b>Date</b>	<b>Short Volume</b>	<b>Short Value</b>	<b>SqueezeTrigger</b>
2014-03-31	661203	9222723.9252	13.9484
2014-02-28	851212	13140074.5228	15.4369
2014-01-31	705961	12329679.4611	17.4651
2013-12-31	678925	12825096.9275	18.8903
2013-11-30	805795	15611472.33	19.374
2013-10-31	1561498	33352660.3812	21.3594
2013-09-30	1226549	27055708.4616	22.0584
2013-08-31	1508442	30111820.8924	19.9622
2013-07-31	1825869	34236687.0321	18.7509
2013-06-30	1397917	25392742.9299	18.1647
2013-05-31	2172972	37334049.2292	17.1811
2013-04-30	1732280	27117284.348	15.6541
2013-03-31	3071662	50206622.5562	16.3451
2013-02-28	4126563	66459122.4276	16.1052
2013-01-31	1092937	17603608.3779	16.1067
2012-12-31	1056739	14598426.5894	13.8146
2012-11-30	282611	3518619.9944	12.4504
2012-10-31	172514	2031766.3836	11.7774
2012-09-30	386870	5093453.046	13.1658
2012-08-31	636584	8118801.3608	12.7537

## Friction Factor

Friction Factor determines if there is normal or abnormal behavior in the price action of the stock when compared to the buying vs. selling trading statistics. It shows us how many more shares of buying than selling it takes to move a stock higher by 1 cent, or how many more shares of selling than buying it takes to drop a stock by 1 cent.

Here is how to understand Friction Factor:

- If Friction Factor is positive, more buying than selling caused MX's price to rise
- If Friction Factor is negative, more selling than buying caused MX's price to fall
- If Friction Factor is 0, there was no discernable activity either way
- If Friction Factor is abnormal, it means that more buying than selling caused the price to drop which is evidence of manipulative activity. In some cases more selling than buying can cause the price to increase. While this is rare, it must be noted as well. Friction Factor raw data.

Date	Change	Buy Vol	Sell Vol	Net Vol	Friction
2014-03-17	-0.07	92676	58691	33985	Bearish Bias
2014-03-14	0.34	159907	146918	12989	382.0294118
2014-03-13	-0.12	201945	197863	4082	Bearish Bias
2014-03-12	-0.53	577558	1184069	-606511	-11443.60377
2014-03-11	-2.29	166397	117557	48840	Bearish Bias
2014-03-10	-0.37	96205	73241	22964	Bearish Bias
2014-03-07	-0.06	62470	70113	-7643	-1273.833333
2014-03-06	0.06	39672	53332	-13660	Bullish Bias
2014-03-05	0.13	46461	54528	-8067	Bullish Bias
2014-03-04	0.12	486931	183130	303801	25316.75
2014-03-03	0.19	103394	100528	2866	150.8421053
2014-02-28	-0.34	51184	69628	-18444	-542.4705882
2014-02-27	0.27	822116	209868	612248	22675.85185
2014-02-26	0.42	184739	176474	8265	196.7857143
2014-02-25	-0.25	500817	399360	101457	Bearish Bias
2014-02-24	-0.7	219966	215108	4858	Bearish Bias
2014-02-21	-0.39	109262	112424	-3162	-81.07692308
2014-02-20	0.12	79316	80937	-1621	Bullish Bias
2014-02-19	-0.46	170759	99337	71422	Bearish Bias
2014-02-18	-0.07	63396	68947	-5551	-793

## Valuation

Value is a measure of a stock's current worth. MX has a current value of 29.56 per share. Therefore, it is undervalued compared to its Price of \$14.33 per share. Value is computed from forecasted earnings per share, forecasted earnings growth, profitability, interest, and inflation rates. Value increases when earnings, earnings growth rate and profitability increase, and when interest and inflation rates decrease.

## General Results

Past success in predictions regarding all predictions on the WealthMakers platform.

Our prediction engine has a track record that is second to none. See for our results.

<b>Read Type</b>	<b>Avg Return</b>	<b>Avg Maturity Days</b>	<b>Hits</b>	<b>Misses</b>	<b>% Accurate</b>
Group Correlation	7.461	15.0	1280	72	94.67%
SqueezeTrigger	12.788	22.47	7142	422	94.42%
Insider	14.813	70.56	7899	469	94.40%
Valuation	14.484	26.96	4201	302	93.29%
Seasonality	7.582	15.17	39558	3801	91.23%
PatternScan	8.364	11.3	111220	16095	87.36%
Events	7.086	11.08	3050	511	85.65%
GATS	5.478	7.94	37984	7106	84.24%
Earnings	8.737	10.23	21071	4235	83.26%
Naked Shorts	14.585	10.75	1927	540	78.11%
Friction Factor	7.415	3.64	5186	1489	77.69%

## Recent Headlines

March 13, 2014 **www.fool.com**

Why Magnachip Semiconductor Corp. Shares Temporarily Plunged Today

March 18, 2014 **online.wsj.com**

INVESTOR ALERT: Class Action Lawsuit Against MagnaChip Semiconductor ...

March 14, 2014 **seekingalpha.com**

Magnachip Semiconductor Corp (MX) news: MagnaChip: Very Attractive Risk ...

March 12, 2014 **www.thestreet.com**

Why MagnaChip Semiconductor (MX) Hit a One-year Low Today

March 11, 2014 **www.businesswire.com**

INVESTOR ALERT: Investigation of MagnaChip Semiconductor Corporation ...

March 17, 2014 **empowerednews.net**

NYSE:MX Investor Alert: Lawsuit alleges False Statements by Magnachip ...

March 12, 2014 **www.broadwayworld.com**

Investor Alert: Holzer & Holzer, LLC Announces Investigation into MagnaChip ...

March 13, 2014 **www.gaininggreen.com**

Tech Stocks Unusual Volume: Tata Communications Limited (NYSE:TCL ...

March 14, 2014 **globenewswire.com**

Gainey McKenna & Egleston Announces a Class Action Lawsuit Has Been Filed ...

March 12, 2014 **www.wkrb13.com**

MagnaChip Semiconductor Stock Rating Lowered by Zacks (MX)

## QUESTIONS?

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