

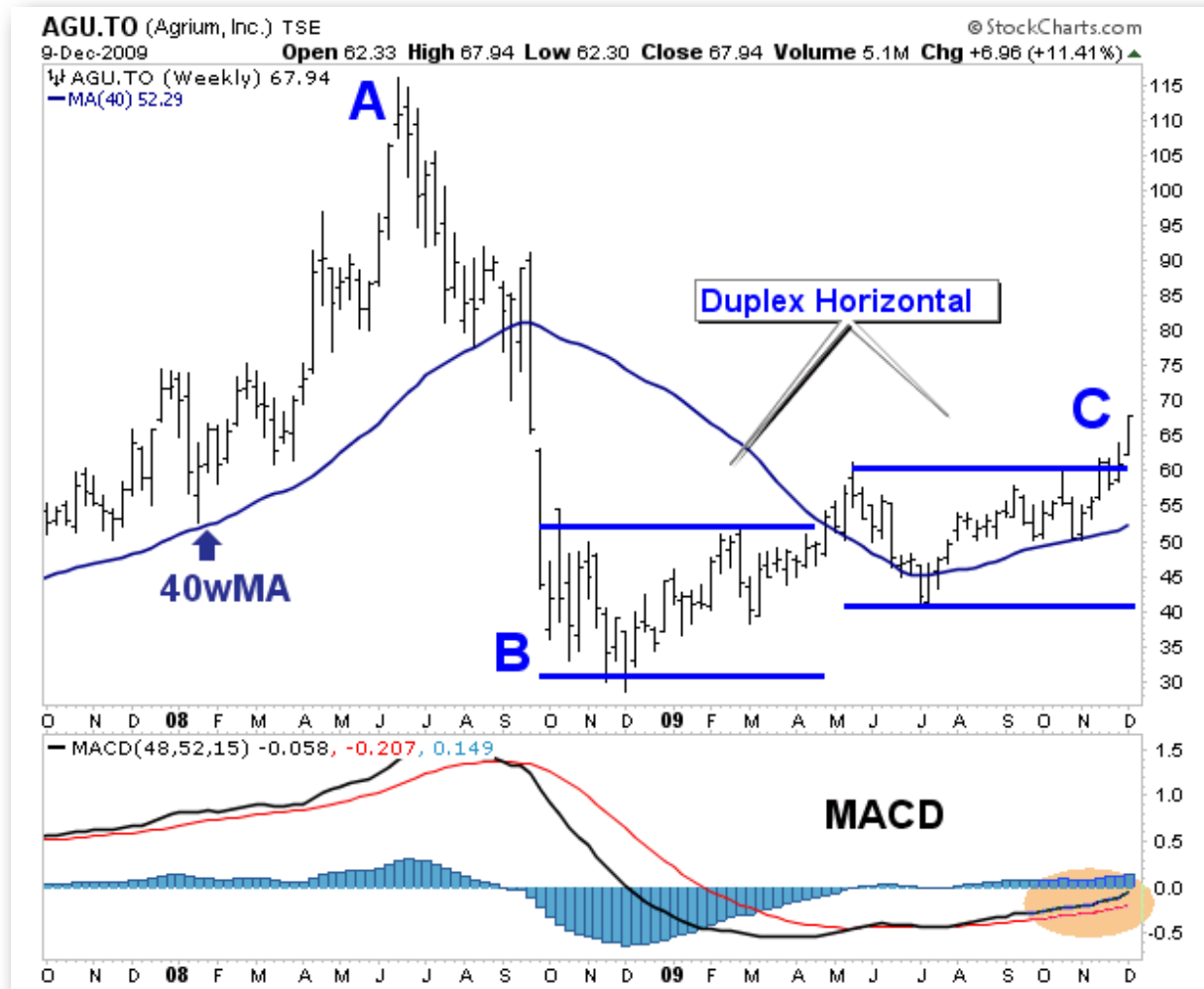


Agrium (AGU: \$67.74)

December 9, 2009

Target: \$89.00

Reversal Level: \$53.00



Agrium is starting a new up-leg.

Agrium had a sharp decline from \$116 in June 2008 to \$29 in December of the same year. The stock then settled into a horizontal trading range mostly between \$30 and \$50 and then another range between \$42 and \$60 (see solid lines). This price action describes a bullish technical pattern known as a *Duplex Horizontal* (see solid lines). The recent rise to \$67.74 signaled the breakout from this pattern and the start of a new major up-leg.

Technical indicators including the rising 40-week (200-day) moving average, the VSI and the MACD (see lower panel) support the bullish status. Only a decline below the 40wMA (currently at ±\$53) would reverse the current long-term up-side potential.

Point & Figure measurements provide targets of \$79 and \$89 (16% and 31% appreciation potentials from current levels). The large area of accumulation (see solid lines) supports higher targets. Use any weakness to acquire a full position.