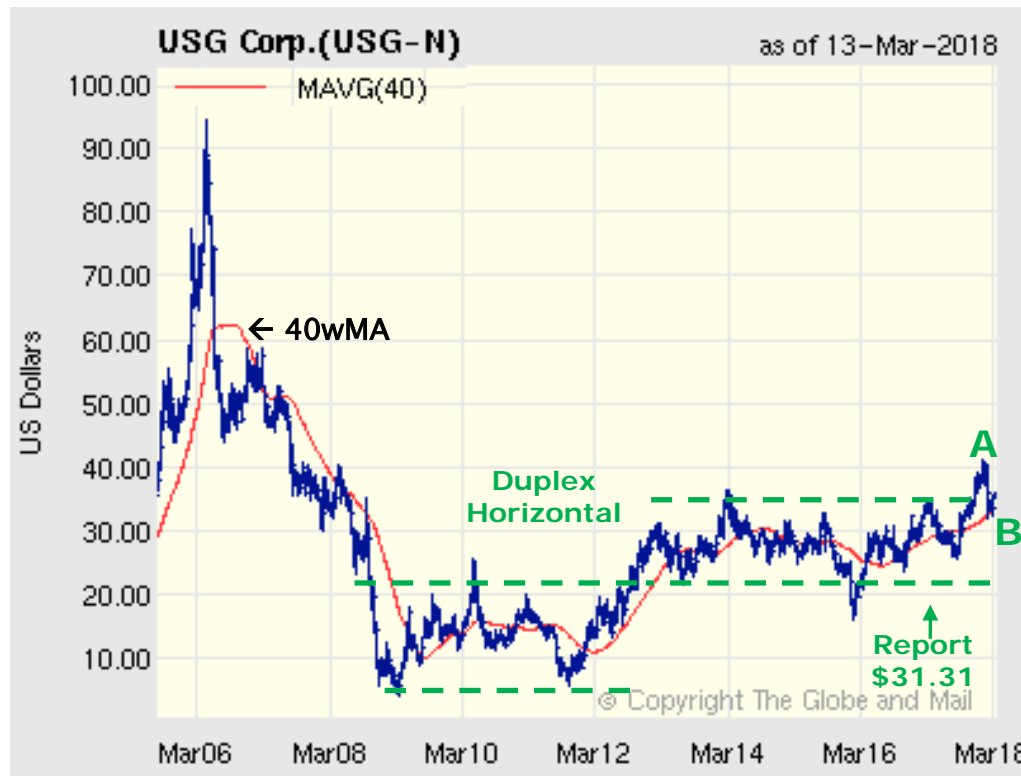


PHASES & CYCLES®

USG CORP. UPDATE*

Sector: Material – Construction Materials

(USG-N: US\$35.25 Dividend: \$0.00; Yield: 0.00%; Market Cap \$4.97B)



This stock is on our List of Investment Ideas.

In our previous publication, we suggested that USG was on the verge of a major breakout from a large *Duplex Horizontal* formation (dashed lines) and provided targets of \$39 and \$43. Soon after our report, the stock had a breakout from said pattern and reached a high of \$41.18 (A).

USG has since pulled back to support near its rising 40-week Moving Average (40wMA – B) where it should continue to find support and eventually continue its uptrend.

Behaviour indicators including the rising 40wMA confirm the positive status. Only a sustained decline below \pm \$32 would be negative.

Point & Figure measurements provide targets of \$43 and \$47 (22% and 33% appreciation potentials from current levels). The large *Duplex Horizontal* formation supports higher targets.

**Monica Rizk
Ron Meisels**

PAC-18-37; USG-2; March 13, 2018

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