# Market Observations - as of September 27, 2024

By Carl Jorgensen - For Objective Traders - For educational purposes only.  Not Financial Advice.

Last week we saw a mostly quiet and horizontal market until the Fed Rate Drop Notice came out on Wednesday two hours before the close. The reactions were mostly positive in the first half hour then slowly became negative as Jay Powell did his press conference with the S&P and Nasdaq closing Wednesday lower. Thursday saw a large gap up and rally higher most of the day with the Dow Industrials and S&P-500 both delivering new all time highs before the decline the last 2 hours of the day.  The decline continued about 2 hours into Friday before we saw some oscillations and consolidation as is common to see on a Quad Witching Expiration Friday.

This week we saw a mild rally continue with higher highs Monday, Tuesday and Wednesday. Thursday saw a strong gap up at the open that sold off the next 4 hours then saw a mild bounce the last 2 hours of the day to close the day higher. Friday saw an Inside day with a mild rally the first hour, selling for about four hours then a small bounce late in the day to close the day lower.

The Dow Industrials, the S&P-500 and Gold saw multiple new all time highs this week.

Oil prices paused for two days then dropped for two days and saw a small bounce on Friday. The 10 year Treasury saw some selling on Wednesday and Thursday as money flowed into other sectors that day.


S&P 500 weekly chart as of Sep 27, 2024 – We see a third week of gains that is smaller than the prior two weeks and again delivered more new all time highs.


S&P 500 daily chart as of Sep 27, 2024 – We saw a higher high every day this week except on Friday and we saw a higher close each day except on Wednesday and Friday, ending the week up +0.62%.


S&P 500 15 min. chart as of Sep 27, 2024 – Monday and Tuesday saw small gains with a higher high, higher low and higher close. Wednesday saw a higher high but a lower close as we saw selling most of the day after the first hour. Thursday saw a strong gap up that sold off immediately to fill that large gap by mid-day followed by a small bounce the last two hours. Friday saw a mild rally the first hour that was followed by selling most of the day.

The S&P closed this week 'Inside' its weekly Expected Move. Next week's weekly move is +/- $99.35 from Friday's close at $5738.17.


DJIA weekly chart as of Sep 27, 2024 – The Dow Industrials saw a third week of gains that was smaller than the prior two weeks but still delivered new all time highs.


DJIA daily chart as of Sep 27, 2024 – We saw the rally continue Monday and Tuesday. Wednesday saw a sharp decline after opening with new all time highs. Thursday saw an 'Inside' day followed by Friday as the rally resumed to more new all time highs in the first 2 hours then sold off the rest of the day to end the week up +0.59%.


Nasdaq weekly chart as of Sep 27, 2024 – We see a third week of gains that are smaller than the prior two weeks.


Nasdaq daily chart as of Sep 27, 2024 – Monday saw a pause and an ‘Inside’ day. Tuesday saw the rally resume with a large dip and bounce and higher close. Wednesday saw higher highs continue. Thursday saw a large gap up and selling most of the day that still resulted in a higher close. Friday saw a lower high, lower low and lower close to end the week up +0.95%.


Russell 2000 weekly chart as of Sep 27, 2024 – After a two week rally we see an 'Inside' week this week with a lower close.


Russell 2000 daily chart as of Sep 27, 2024 – Last Friday's decline continued Monday, Tuesday and Wednesday this week with lower highs, lower lows and lower closes. Thursday and Friday saw higher highs, higher lows and higher closes to recover a lot of this week's decline, ending this week down -0.14%.

Next we will look at a few key '**Market Internals**'.


McClellan Summation Index weekly chart as of Sep 27, 2024 – This Index rose up to 1045.14 last week and continued higher to new 2024 highs, ending this week at 1104.78.


McClellan Summation Index daily chart as of Sep 27, 2024 – We saw a pause early this week then this Index continued higher Thursday and Friday to end this week with new 2024 highs at 1104.78.


NYSE Percent above 200 day SMA daily chart as of Sep 27, 2024 – Last week we saw an advance on Thursday up to 71.5% followed by a small decline Friday to end last week at 70.26%. This week we saw a bounce up to 71%, a dip below 69% and then a rally Thursday and Friday up to 71.99%.


NYSE Percent above 50 day SMA daily chart as of Sep 27, 2024 – Last Thursday we saw an advance up to about 75% before declining last Friday to end last week at 71.82%. This week we saw a small bounce up to 72.5% then a decline to about 68% and then a rally Thursday and Friday back up to end this week at 75.33%.


VIX daily chart as of Sep 27, 2024 – The VIX declined the first 4 days of this week with lower lows as it remained above its 200 day SMA (Purple). Friday saw a strong increase in the VIX up to 16.96.


VVIX daily chart as of Sep 27, 2024 – The Volatility of the VIX also declined each day this week except on Friday, remaining above its 200 day SMA. Friday saw a strong increase as if some additional 'Uncertainty' was being considered by the markets.

Next we will look at a few key **Commodities, Currency** and **Treasuries**.


Oil daily chart as of Sep 27, 2024 – Oil prices paused Monday and Tuesday then dropped sharply Wednesday and Thursday. Friday saw a small bounce to end this week at $68.64. Oil is again below all 3 of its key daily SMAs.


Gold daily chart as of Sep 27, 2024 – Gold delivered more new all time highs every day this week except on Friday, peaking at $2708.70 on Thursday and ending this week at $2680.80 on Friday.

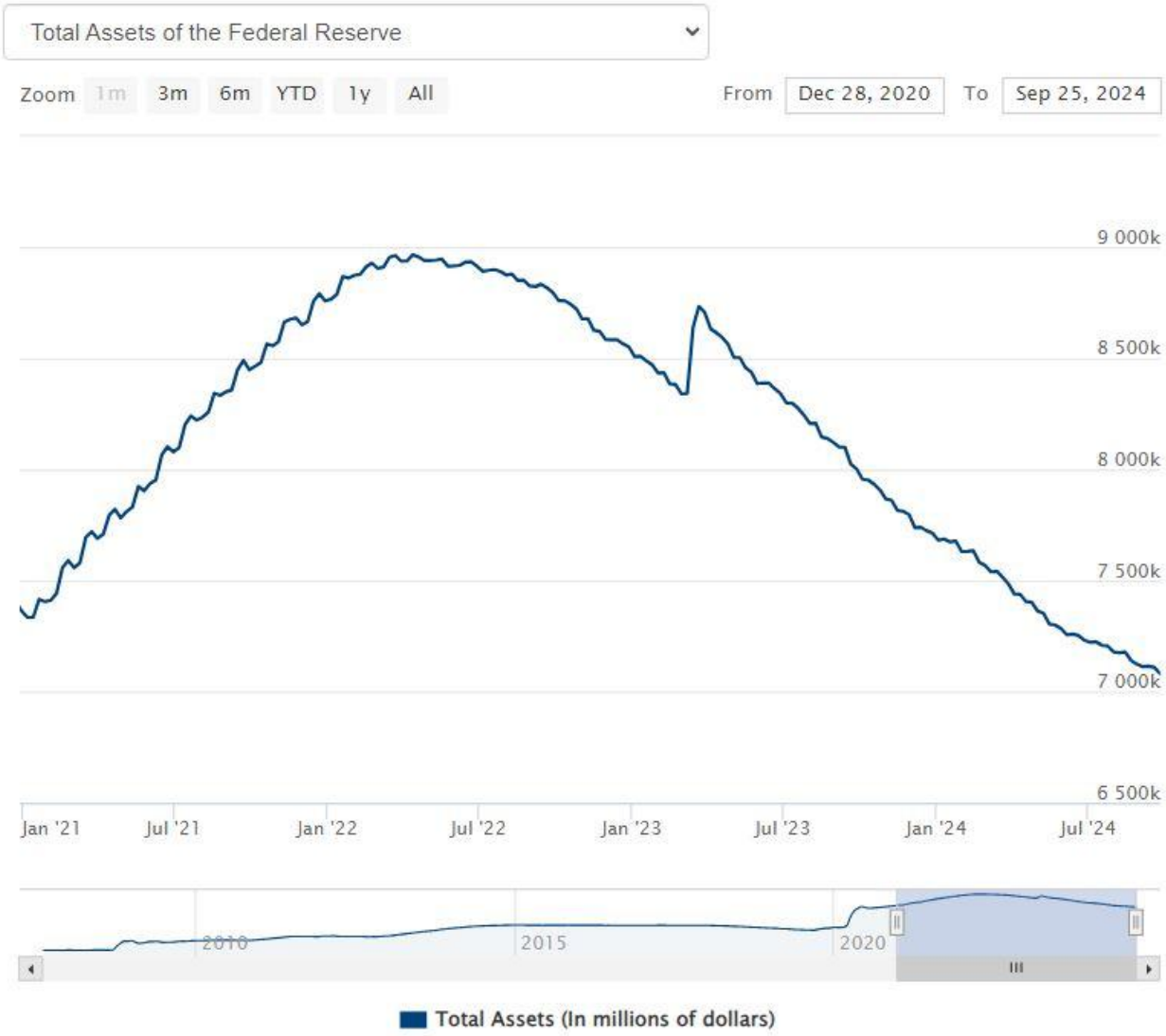

US Dollar Index daily chart as of Sep 27, 2024 – The Dollar saw wide swings each day this week, delivering a new 52 week low on Friday at 100.157 and ending the week at 100.418.


US 10 year Treasury daily chart as of Sep 27, 2024 – The 10 year Treasury saw selling continue on Monday, Wednesday and Thursday with a failed rally Tuesday and Friday, ending the week below its 20 day SMA.


US 10 year Yield daily chart as of Sep 27, 2024 – The 10 year Yields rose this week with a  pullback seen on Friday.

| Date | 1 Mo | 2 Mo | 3 Mo | 4 Mo | 6 Mo | 1 Yr | 2 Yr | 3 Yr | 5 Yr | 7 Yr | 10 Yr | 20 Yr | 30 Yr | 10yr - 2 yr |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 8/26/2024 | 5.49 | 5.34 | 5.24 | 5.13 | 4.91 | 4.38 | 3.91 | 3.74 | 3.66 | 3.72 | 3.82 | 4.19 | 4.11 | 0.09 |
| 8/27/2024 | 5.49 | 5.33 | 5.23 | 5.12 | 4.89 | 4.34 | 3.83 | 3.72 | 3.66 | 3.73 | 3.83 | 4.21 | 4.13 | 0.00 |
| 8/28/2024 | 5.47 | 5.33 | 5.21 | 5.12 | 4.87 | 4.36 | 3.83 | 3.72 | 3.63 | 3.74 | 3.84 | 4.22 | 4.13 | 0.01 |
| 8/29/2024 | 5.40 | 5.33 | 5.22 | 5.12 | 4.89 | 4.38 | 3.87 | 3.76 | 3.66 | 3.76 | 3.87 | 4.24 | 4.15 | 0.00 |
| 8/30/2024 | 5.41 | 5.32 | 5.21 | 5.12 | 4.89 | 4.38 | 3.91 | 3.79 | 3.71 | 3.80 | 3.91 | 4.28 | 4.20 | 0.00 |
| 9/3/2024 | 5.38 | 5.31 | 5.19 | 5.10 | 4.80 | 4.35 | 3.88 | 3.73 | 3.65 | 3.73 | 3.84 | 4.21 | 4.13 | 0.04 |
| 9/4/2024 | 5.33 | 5.28 | 5.18 | 5.05 | 4.74 | 4.23 | 3.76 | 3.63 | 3.56 | 3.65 | 3.77 | 4.14 | 4.06 | 0.01 |
| 9/5/2024 | 5.30 | 5.29 | 5.15 | 5.04 | 4.73 | 4.21 | 3.75 | 3.61 | 3.54 | 3.63 | 3.73 | 4.11 | 4.02 | 0.02 |
| 9/6/2024 | 5.28 | 5.28 | 5.13 | 5.02 | 4.69 | 4.10 | 3.66 | 3.54 | 3.50 | 3.60 | 3.72 | 4.10 | 4.03 | 0.06 |
| 9/9/2024 | 5.25 | 5.25 | 5.11 | 4.99 | 4.68 | 4.12 | 3.68 | 3.54 | 3.49 | 3.58 | 3.70 | 4.08 | 4.00 | 0.02 |
| 9/10/2024 | 5.18 | 5.18 | 5.06 | 4.92 | 4.65 | 4.07 | 3.59 | 3.42 | 3.43 | 3.53 | 3.65 | 4.04 | 3.97 | 0.06 |
| 9/11/2024 | 5.21 | 5.19 | 5.10 | 4.99 | 4.72 | 4.12 | 3.62 | 3.45 | 3.45 | 3.54 | 3.65 | 4.03 | 3.96 | 0.03 |
| 9/12/2024 | 5.18 | 5.22 | 5.06 | 4.97 | 4.68 | 4.09 | 3.64 | 3.47 | 3.47 | 3.57 | 3.68 | 4.07 | 4.00 | 0.04 |
| 9/13/2024 | 5.15 | 5.17 | 4.97 | 4.92 | 4.60 | 4.00 | 3.57 | 3.42 | 3.43 | 3.53 | 3.66 | 4.05 | 3.98 | 0.09 |
| 9/16/2024 | 5.11 | 5.10 | 4.96 | 4.88 | 4.55 | 3.96 | 3.56 | 3.42 | 3.41 | 3.51 | 3.63 | 4.01 | 3.94 | 0.07 |
| 9/17/2024 | 5.05 | 5.05 | 4.95 | 4.87 | 4.55 | 3.99 | 3.59 | 3.45 | 3.44 | 3.53 | 3.65 | 4.02 | 3.96 | 0.06 |
| 9/18/2024 | 4.91 | 4.91 | 4.84 | 4.76 | 4.50 | 3.95 | 3.61 | 3.49 | 3.47 | 3.58 | 3.70 | 4.08 | 4.03 | 0.09 |
| 9/19/2024 | 4.89 | 4.91 | 4.80 | 4.73 | 4.46 | 3.93 | 3.59 | 3.47 | 3.49 | 3.60 | 3.73 | 4.11 | 4.06 | 0.14 |
| 9/20/2024 | 4.87 | 4.88 | 4.75 | 4.70 | 4.43 | 3.92 | 3.55 | 3.46 | 3.48 | 3.59 | 3.73 | 4.10 | 4.07 | 0.18 |
| 9/23/2024 | 4.85 | 4.84 | 4.72 | 4.65 | 4.40 | 3.91 | 3.57 | 3.47 | 3.51 | 3.62 | 3.75 | 4.12 | 4.09 | 0.18 |
| 9/24/2024 | 4.78 | 4.78 | 4.69 | 4.63 | 4.36 | 3.88 | 3.49 | 3.44 | 3.47 | 3.60 | 3.74 | 4.13 | 4.09 | 0.25 |
| 9/25/2024 | 4.79 | 4.78 | 4.69 | 4.64 | 4.36 | 3.89 | 3.53 | 3.49 | 3.52 | 3.65 | 3.79 | 4.18 | 4.14 | 0.26 |
| 9/26/2024 | 4.90 | 4.87 | 4.68 | 4.65 | 4.38 | 3.96 | 3.60 | 3.54 | 3.55 | 3.65 | 3.79 | 4.17 | 4.12 | 0.19 |
| 9/27/2024 | 4.90 | 4.87 | 4.68 | 4.64 | 4.35 | 3.90 | 3.55 | 3.49 | 3.50 | 3.60 | 3.75 | 4.15 | 4.10 | 0.20 |

US Yield Rates daily table as of Sep 27, 2024 – We can see the spread between the 10 year and 2 year Yields increase again this week from 18 to 26 to 20 basis points of a ‘normal’ yield curve.




FOMC Balance Sheet weekly chart as of Sep 25, 2024 – The Fed decreased its Balance Sheet by $29.078 Billion this week to a new Total Assets of $7.080059 Trillion. The monthly adjustments for September come to a total reduction of $43.179 Billion (Aug 28 thru Sep 25).

Next we will look at a few key **Sectors**.


Dow Transportation Index daily chart as of Sep 27, 2024 – Last Friday the Transports saw a sharp decline thanks to FDX Earnings reactions. This week we see a partial recovery, crossing above the 20 day SMA on Monday, continued higher Tuesday, paused Wednesday and Thursday then continued higher Friday to end this week up +2.74%.


XLE daily chart as of Sep 27, 2024 – The Energy sector saw a rally Monday and early Tuesday before selling off most of the day on Tuesday and Wednesday back below the 50 day, 200 day and 20 day SMAs. Thursday saw a gap lower and pause. Friday saw a rally up to its 20 day SMA to end the week down -0.96%.


XLF daily chart as of Sep 27, 2024 – The Financial sector saw a decline Monday, Tuesday and Wednesday below its 20 day SMA. Thursday saw a small rally up to but failed to close above its 20 day SMA. Friday gapped above the 20 day SMA and closed higher, ending the week down -0.76%.


QQQ daily chart as of Sep 27, 2024 – The Nasdaq-100 ETF saw a mild rally Monday, Tuesday and Wednesday with higher highs and higher closes. Thursday saw a strong gap up with selling most of the day but still delivered a higher close that day. Friday saw a decline with a lower high, lower low and lower close to end the week up +1.04% and above the prior highs from August 22nd.


SOXX daily chart as of Sep 27, 2024 – The Semiconductor sector saw a pause Monday with a close just below its 50 day SMA. Tuesday and Wednesday saw higher highs and higher closes. Thursday saw a strong gap up and selling then a bounce for a wide range day. Friday saw a decline with a lower high and lower close to end the week up +4.28%.


XLC daily chart as of Sep 27, 2024 – The Communication Services sector saw a pause Monday, a small rally Tuesday followed by another pause on Wednesday. Thursday saw a gap up and selling to fill the gap but still close the day higher. Friday saw the rally continued with new all time highs, a higher low and a higher close to end the week up +1.54%.


NDX vs. NDXE percent change daily chart as of Sep 27, 2024 – This week we saw only mild leadership by big tech (NDX) as other sectors saw stronger gains. Late this week we saw the Equal Weighted Nasdaq-100 see greater gains than the weighted Nasdaq-100 on both Thursday and Friday as the difference between these two Indexes (Green background in the above chart) declined.

| INDEXes SECTORs | Week Ending 8/16/2024 | Week Ending 8/23/2024 | Week Ending 8/30/2024 | Week Ending 9/6/2024 | Week Ending 9/13/2024 | Week Ending 9/20/2024 | Week Ending 9/27/2024 |
|---|---|---|---|---|---|---|---|
| $SPX | 3.93% | 1.45% | 0.24% | -4.25% | 4.02% | 1.36% | 0.62% |
| $INDU | 2.94% | 1.27% | 0.94% | -2.93% | 2.60% | 1.62% | 0.59% |
| $COMPQ | 5.29% | 1.40% | -0.92% | -5.77% | 5.95% | 1.49% | 0.95% |
| $NDX | 5.38% | 1.09% | -0.74% | -5.89% | 5.93% | 1.42% | 1.10% |
| $RUT | 2.93% | 3.58% | -0.05% | -5.69% | 4.35% | 2.08% | -0.14% |
| | | | | | | | |
| QQQ | 5.47% | 1.05% | -0.78% | -5.79% | 5.94% | 1.49% | 1.04% |
| $TRAN | 2.21% | 1.90% | 0.46% | -3.84% | 1.96% | 0.16% | 2.74% |
| XLE | 1.19% | -0.09% | 0.98% | -5.77% | -0.49% | 3.70% | -0.96% |
| XLF | 3.23% | 1.51% | 2.95% | -3.17% | 0.50% | 2.58% | -0.76% |
| XLK | 7.67% | 1.16% | -1.62% | -7.45% | 8.10% | 0.95% | 1.34% |
| SOXX | 9.18% | 0.93% | -0.96% | -11.77% | 9.28% | 0.37% | 4.28% |
| XLV | 1.93% | 1.69% | 1.13% | -2.07% | 1.44% | -0.56% | -1.09% |
| XLY | 5.04% | 2.59% | -0.40% | -2.52% | 5.53% | 2.19% | 2.32% |
| XRT | 5.10% | 1.17% | -2.20% | -4.98% | 4.14% | 1.39% | 1.90% |
| XLI | 2.17% | 1.82% | 1.69% | -4.24% | 3.72% | 2.00% | 1.57% |
| XLU | 1.18% | 1.28% | 1.15% | -0.50% | 3.46% | 1.96% | 1.11% |
| XME | 2.00% | 2.13% | 0.07% | -9.43% | 8.21% | 2.95% | 6.51% |
| XLP | 1.72% | 1.65% | 0.82% | 0.58% | 1.13% | -1.05% | 0.50% |
| XLB | 2.29% | 2.36% | 1.67% | -4.66% | 3.11% | 1.49% | 3.49% |
| XLC | 1.24% | 1.44% | -0.21% | -4.07% | 3.70% | 2.34% | 1.54% |
| XHB | 2.03% | 8.21% | -1.53% | -4.40% | 6.51% | 2.26% | 1.76% |

Weekly Percent Change US Indexes and Sectors table as of Sep 27, 2024 – Note in the above Indexes that this week's gains were smaller than the prior two week's gains. Also note that only the Russell 2000 was down this week. This shows us a broad slowing of the rally which could be preparing to roll over soon – or maybe taking a pause.

The Strongest sectors this week included: XME, SOXX, XLB, Transports and XLY who all delivered over +2% gains this week.

The Weakest sectors this week included: XLV, XLE and XLF with losses this week and XLP with a very small +0.50% gains this week.

The strength of the XME this week is likely related to the almost daily new all time highs seen in Gold prices.

The SOXX sector led in prior weeks, and was strong this week on Wednesday and Thursday then weak on Friday. The strong positive Earnings reactions to MU on Thursday likely drove the sector that day as other semiconductor sector stocks moved in sympathy with MU.

| INDEXes SECTORs | Mon End of Day 09/16/24 | Tue End of Day 09/17/24 | Wed End of Day 09/18/24 | Thur End of Day 09/19/24 | Fri End of Day 09/20/24 | Mon End of Day 09/23/24 | Tue End of Day 09/24/24 | Wed End of Day 09/25/24 | Thur End of Day 09/26/24 | Fri End of Day 09/27/24 |
|---|---|---|---|---|---|---|---|---|---|---|
| $SPX | 0.13% | 0.03% | -0.29% | 1.70% | -0.19% | 0.28% | 0.25% | -0.19% | 0.40% | -0.13% |
| $INDU | 0.55% | -0.04% | -0.25% | 1.26% | 0.09% | 0.15% | 0.20% | -0.70% | 0.62% | 0.33% |
| $COMPQ | -0.52% | 0.20% | -0.31% | 2.51% | -0.36% | 0.14% | 0.56% | 0.04% | 0.60% | -0.39% |
| $RUT | 0.31% | 0.74% | 0.04% | 2.10% | -1.10% | -0.34% | 0.17% | -1.19% | 0.57% | 0.67% |
| QQQ | -0.44% | 0.05% | -0.43% | 2.53% | -0.19% | 0.12% | 0.48% | 0.09% | 0.75% | -0.55% |
| $TRAN | 0.72% | 1.08% | 0.36% | 1.62% | -3.53% | 0.82% | 1.67% | -0.82% | 0.41% | 0.64% |

Daily Percent Change US Indexes table as of Sep 27, 2024 – Note that the Russell 2000 showed its weakness on Monday, Tuesday and Wednesday this week then some strength on Friday. The QQQ showed strength on Wednesday and Thursday but weakness on Friday. The Transports showed strength on Monday and Tuesday.

Next we will look at a few key **Stocks**.


AAPL daily chart as of Sep 27, 2024 – Apple saw a decline Monday, a failed bounce on Tuesday and declined Wednesday nearly to its 20 day SMA with a lower close. Thursday saw a small bounce that continued a little higher Friday to end the week down -0.18%.


MSFT daily chart as of Sep 27, 2024 – Microsoft continued its decline Monday and Tuesday then paused Wednesday with an 'Inside' day. Thursday saw a failed rally higher at the open that sold off most of the day and continued lower Friday to end the week down -1.67%.


NVDA daily chart as of Sep 27, 2024 – Nvidia paused Monday just above its 50 day SMA. Tuesday saw a strong rally that continued higher Wednesday and early Thursday before selling off the rest of the day and filling Thursday's opening gap. Friday saw selling continued lower to end the week up +4.66%.


GOOGL daily chart as of Sep 27, 2024 – Alphabet saw a mostly horizontal week as the 50 day SMA declined below price, ending the week up +0.22%.


AMZN daily chart as of Sep 27, 2024 – Amazon continued its rally Monday then Tuesday saw a wide range day with a higher high, lower low but a higher close. Wednesday saw an 'Inside' day followed by a gap up Thursday and strong selling lower that continued selling Friday to end the week down -1.89%.


META daily chart as of Sep 27, 2024 – Meta continued higher Monday then pulled back some Tuesday. Wednesday and Thursday saw new all time highs with a lower close Thursday and an 'Inside' day on Friday to end the week up +1.07%.


TSLA daily chart as of Sep 27, 2024 – Tesla continued its rally with a higher close every day this week except on Thursday. Friday saw a higher close to end the week up +9.32%.


AVGO daily chart as of Sep 27, 2024 – Broadcom saw its rally continue with a higher high and higher close every day this week except on Friday. Friday saw a decline to end the week up +0.93%.

Let's compare the above 8 stocks in the table below to help see the relative strength last week and this week. The order was changed a bit to rank from biggest to smaller current Market Cap valuation.

| Stock | % Change Last week | % Change This week |
|---|---|---|
| QQQ | 1.49% | 1.04% |
| AAPL | 2.56% | -0.18% |
| MSFT | 1.09% | -1.67% |
| NVDA | -2.60% | 4.66% |
| GOOGL | 3.89% | 0.22% |
| AMZN | 2.74% | -1.89% |
| META | 7.10% | 1.07% |
| TSLA | 3.46% | 9.32% |
| AVGO | 2.37% | 0.93% |

In the table above the green highlighted values are when the gains are greater than were the QQQ's gains for that week (or less negative).

Last week we saw one loss in this group of 8 stocks and this week we see three weekly decliners.

Note that 6 of these 8 stocks saw smaller gains this week than last week. The two exceptions are TSLA and NVDA. What were the strongest stocks this week that exceeded the QQQ? They were TSLA, NVDA and META (highlighted in green). META exceeded the QQQ by only a tiny amount this week (1.07% vs. 1.04%) but META also saw stronger gains last week than this week.

This puts TSLA and NVDA in focus this week as showing strength. The other 6 did not contribute much to the NDX as we saw the NDXE exceed the performance of the NDX on Thursday and Friday this week. This is a rare event, to see the NDXE outperform the NDX.


JPM daily chart as of Sep 27, 2024 – JP Morgan was mostly horizontal this week, straddling its 50 day SMA every day, ending the week down -0.28%.


GS daily chart as of Sep 27, 2024 – Goldman Sachs was also mostly horizontal this week, ending the week up +0.02%.


COST daily chart as of Sep 27, 2024 – Costco saw a small rally Monday then a decline to its 20 day SMA on Tuesday. Wednesday saw an 'Inside' day. Thursday saw a narrow range day just above its 20 day SMA before reporting Earnings after the close that day. Earnings reaction was negative Friday with a gap below the 20 day SMA and a drop to find support at $874 and a bounce to end the week at $885.62, down -2.36% for the week.


MU daily chart as of Sep 27, 2024 – Micron rallied above its 20 day SMA on Monday and slowly continued higher Tuesday and Wednesday before reporting Earnings after the close. Thursday saw a very strong positive reaction to Earnings with a gap above its 50 day and 200 day SMAs and tagging a high near the 100 day SMA before selling lower at the close. Friday continued a little lower but still closed above all 3 of its key daily SMAs, ending the week up +18.26%. It is very likely that this reaction on Thursday also drove the sector higher in sympathy.


INTC daily chart as of Sep 27, 2024 – Intel continued its rally with a higher high and higher close every day this week except on Friday. Intel crossed above its declining 50 day SMA on Wednesday and ended the week Friday up +9.48%.


WMT daily chart as of Sep 27, 2024 – Walmart rallied Monday, Tuesday and Wednesday to new all time highs then declined Thursday and Friday to end the week up +0.91%.


NFLX daily chart as of Sep 27, 2024 – Netflix rallied Monday, Tuesday and Wednesday then delivered a new all time high early on Thursday before selling lower Thursday and Friday to end the week up +0.90%.


CAT daily chart as of Sep 27, 2024 – Caterpillar paused Monday then gapped up Tuesday and rallied to new all time highs. Wednesday saw a decline followed by another gap up to new all time highs on Thursday. Friday saw an 'Inside' day to end the week up +5.97%. CAT has seen 3 strong weeks in a row of +4.84%, +6.81% and +5.97% after kissing its 200 day SMA good bye on September 11th.

This week we saw money flowing out of Treasuries, Medical and Staples and into Gold and mining related stocks like Caterpillar. The prior leader (two weeks ago), Semiconductors, saw a brief spark of activity Wednesday and Thursday but then gave some of that back on Friday. Last week Energy saw strength but then gave some of that back this week.

Leadership can change from week to week, but if we follow the money, we can be better prepared for higher odds opportunities when they show up.

I hope this helps.

Trade Smart.

CJ