Market Observations - as of March 7, 2025

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

Last week we saw a small gap up at the open on Monday that quickly failed and sold off to lower lows. A mid day bounce failed and the day ended with a lower close. Tuesday saw strong selling resume the first half of the day with a small bounce the last half of the day that again delivered a lower close. Wednesday saw a mild rally that failed to reach Monday's highs and then dropped mid day with a small bounce late in the day to close the day nearly flat. Thursday saw a failed gap up that quickly sold off to lower lows. The last two hours on Thursday we saw strong selling down to lower lows for the week. Friday saw a small bounce the first 90 min. that failed and dropped mid day to lower lows. The last 90 min. on Friday saw a rally that delivered a small gain that day but failed to reach the prior day's highs.

This week we again saw a failed gap up Monday that sold off all day to lower lows. Tuesday began with continued selling than saw a failed rally mid day that ended lower at the close. Wednesday saw a pause and an Inside day with some oscillations lower and higher but with little change at the close. Thursday saw a gap down and a rally that failed the first hour that was followed with selling to lower lows. Friday saw continued selling lower in the first half of the day then a small rally the last half of the day that closed a little higher but failed to reach the prior day's highs.

This week we saw the 3rd week of the current decline and this week was also the strongest decline when compared to the prior 2 weeks.

The US Dollar saw a strong decline every day this week while the US 10 year Treasury saw a failed rally Monday that was followed with a decline each day for the rest of this week.

Oil saw a sharp decline this week with only a small bounce on Friday. Gold saw a small rally on Monday then paused the rest of this week.

This week we saw an 'expansion' of volatility as the VIX rose and the markets reacted multiple times each day to news.

Leadership changed again this week as we follow the money between the strongest (and weakest) sectors and stocks.

Let's look at the charts to see what they are telling us.

S&P 500 weekly chart as of Mar 7, 2025 – Here we see a 3rd down week in a row with this week being larger than the prior two weeks. The S&P also broke below the 16-month Trend Line Support (Yellow line) this week and nearly reached the 50 week SMA (Blue).

S&P 500 daily chart as of Mar 7, 2025 – On Monday the S&P closed below the 16-month Trend Line (Yellow line) and continued lower this week, testing its 200 day SMA Tuesday and Thursday, breaking below the 200 day SMA briefly on Thursday and Friday before ending the week back above this SMA, down -3.10% for this week.

S&P 500 15 min. chart as of Mar 7, 2025 – Monday saw the S&P drop below its lower weekly Expected Move late in the day then bounce back above in the last 20 min. Tuesday gapped down and opened below the lower Expected Move and continued lower the first hour or so. A mid-day rally crossed back above the lower Expected Move then failed and dropped hard the last hour to end the day below the lower Expected Move. Wednesday saw a dip and rally that formed an 'Inside' day with little change. Thursday gapped down at the open, saw a failed bounce then dropped to lower lows, coming within 1.4 points of the -2x (twice) the lower Expected Move (Purple line) then bounced a bit before the close. Friday saw a decline the first half of the day the broke below the -2x Expected Move, below the 200 day SMA, below the Nov. 4th prior lows and below the Oct. 31st prior lows before it rallied the last half of the day to close back above these levels and above the -2x Expected Move. The Rally late Friday failed to reach the prior day's highs.

The S&P Expected Move for next week is even larger at +/- $152.35 from Friday's close at $5770.20.

DJIA weekly chart as of Mar 7, 2025 – We saw a very small bounce last week then a larger decline this week below the 20 week SMA (Yellow).

DJIA daily chart as of Mar 7, 2025 – We saw a strong drop Monday below its 50 day SMA that continued lower Tuesday. The rest of this week was mostly horizontal with only a brief lower dip on Friday that was recovered with a higher close that day, ending the week down -2.37%.

Nasdaq weekly chart as of Mar 7, 2025 – We see three declining weeks in a row with this week nearly as large as last week's decline. Last week crossed below its 20 week SMA (Yellow) and this week briefly dipped below its 50 week SMA (Blue) but closed back above.

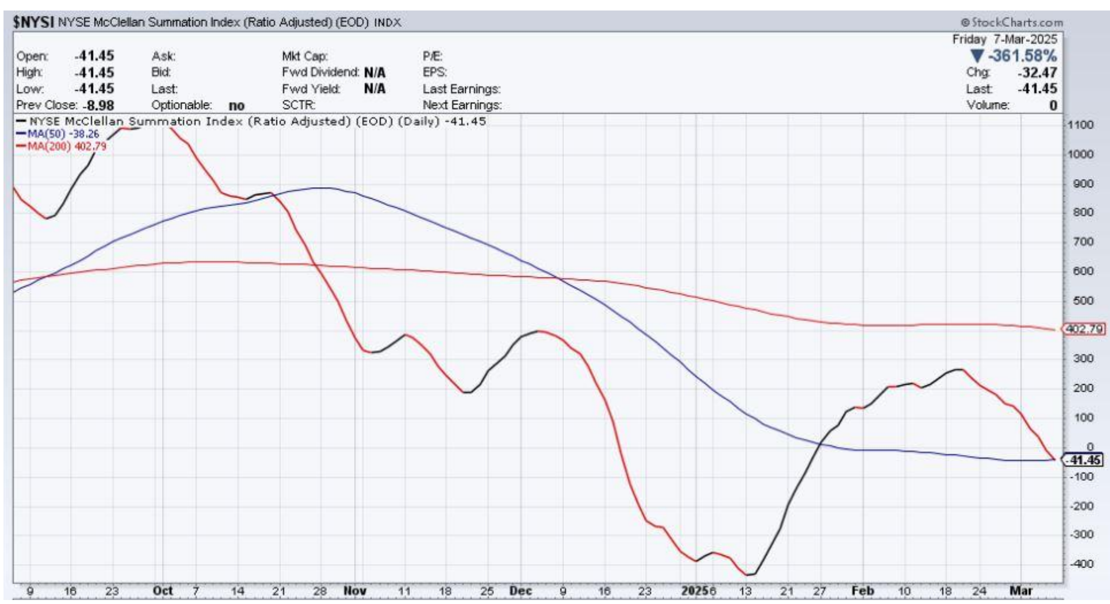
Nasdaq daily chart as of Mar 7, 2025 – On Monday we saw the largest decline of this week that crossed and closed below its 200 day SMA. Tuesday saw lower lows, lower highs and a lower close. Wednesday saw a failed rally above its 200 day SMA that was followed by lower lows on Thursday. Friday saw lower lows then a bounce to close the day higher, but was down -3.45% for the week. The Nasdaq Composite is now below all 3 of its key daily SMAs.

Russell 2000 weekly chart as of Mar 7, 2025 – We see 4 declining weeks in a row with this week delivering the largest weekly decline this year with a 139.87 point weekly True Range.

Russell 2000 daily chart as of Mar 7, 2025 – Monday saw the strongest decline day of this week. Tuesday saw lower lows and a lower close. Wednesday saw a small bounce and an ‘Inside’ day. Thursday declined lower. Friday was lower lows for the week and year with a higher close, ending this week down -4.05%.

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

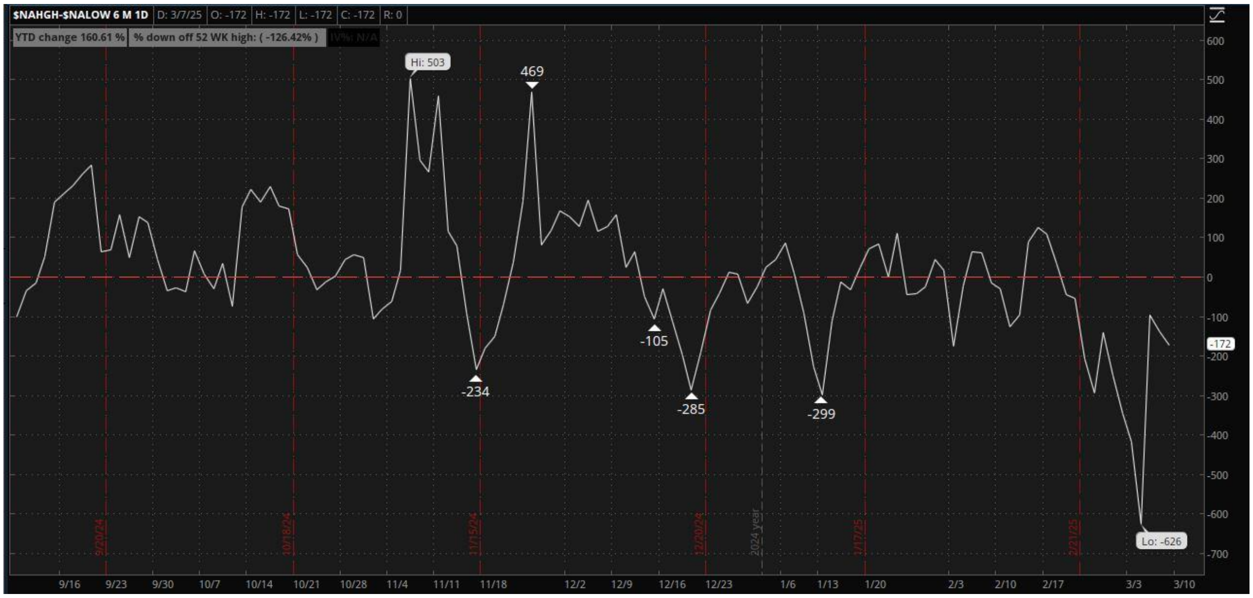
McClellan Summation Index weekly chart as of Mar 7, 2025 – We saw a small decline last week to +142.36. This week we see a stronger decline to -41.45.



McClellan Summation Index daily chart as of Mar 7, 2025 – Here we can see the decline continue but with a bit steeper slope down this week, ending this week at -41.45 near its 50 day SMA.

NYSE Percent above 200 day SMA daily chart as of Mar 7, 2025 – We saw a small bounce late last week to end the week at 55.01%. We see a sharp decline on Monday with some oscillations late this week to end this week at 48.12%.

NYSE Percent above 50 day SMA daily chart as of Mar 7, 2025 – Last week ended at 51.03%. This week we saw a sharp decline Monday and oscillations late this week to end this week at 40.77%.



Nasdaq New Highs minus New Lows daily chart as of Mar 7, 2025 – We saw more new lows than new highs in the Nasdaq Composite every day this week and last week. On Tuesday of this week we saw a low of -626 more new lows than new highs.

VIX daily chart as of Mar 7, 2025 – The VIX continued higher this week with wide range days seen nearly every day since Feb. 21st. You can see this easily in the lower panel of the above chart where the daily True Range (White) is higher than the 20 day Average True Range (Yellow) every day since Feb. 21st. In prior 'quiet' markets periods this year the Daily True Range (White) is below the 20 day ATR (Yellow).

Elevated Volatility shows us that 'Uncertainty' in the markets continues to grow.

VVIX daily chart as of Mar 7, 2025 – Note that the Volatility of the VIX increased above its 50 day SMA on Feb. 21st and then higher with highs above the 112 level beginning on Feb. 24th and has continued elevated this week.

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

Oil daily chart as of Mar 7, 2025 – Oil prices saw a sharp decline Monday, Tuesday and Wednesday then paused Thursday. Friday saw a small bounce.

Gold daily chart as of Mar 7, 2025 – Gold prices rallied a bit on Monday and Tuesday then paused the rest of this week as it straddled its 20 day SMA.

Bitcoin daily chart as of Mar 7, 2025 – Bitcoin saw a failed rally Monday up to its 20 day SMA and back down. Tuesday and Wednesday saw a small bounce then a pause Thursday after testing its 20 day SMA again. Friday saw a decline and lower close for this week.

US Dollar Index daily chart as of Mar 7, 2025 – The US Dollar Index saw a sharp decline Monday, Tuesday and Wednesday that continued lower Thursday and Friday at a reduced pace. The US dollar returns to levels seen in mid October of last year.

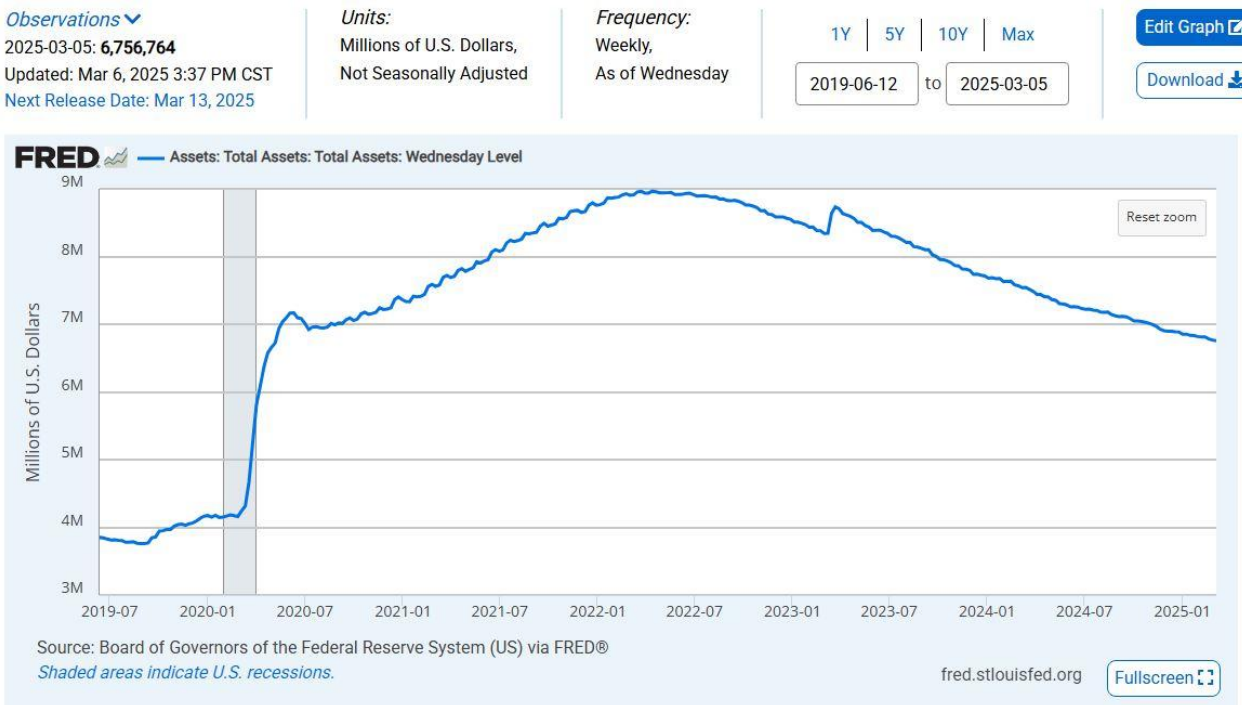
US 10 year Treasury daily chart as of Mar 7, 2025 – Monday saw a rally higher that was all given back Tuesday as the 10 year returned to its 200 day SMA. Wednesday broke below the 200 day SMA and decline to lower lows Thursday but bounce to close the day nearly flat. Friday saw a failed rally above and back below its 200 day SMA with the lowers close for this week.

US 10 year Yield daily chart as of Mar 7, 2025 – Inverse to the 10 year Treasury, the 10 year Yields saw a dip and bounce this week to end this week higher.

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
1/31/2025	4.37	4.37	4.31	4.33	4.28	4.17	4.22	4.27	4.36	4.47	4.58	4.88	4.83	0.36
2/3/2025	4.37	4.38	4.34	4.35	4.28	4.20	4.26	4.28	4.35	4.45	4.54	4.82	4.77	0.28
2/4/2025	4.36	4.38	4.33	4.35	4.27	4.18	4.21	4.25	4.31	4.42	4.52	4.81	4.75	0.31
2/5/2025	4.35	4.37	4.33	4.35	4.27	4.17	4.17	4.19	4.24	4.33	4.43	4.69	4.64	0.26
2/6/2025	4.37	4.38	4.34	4.36	4.28	4.19	4.21	4.23	4.28	4.36	4.45	4.70	4.65	0.24
2/7/2025	4.37	4.38	4.35	4.37	4.30	4.25	4.29	4.31	4.34	4.42	4.49	4.75	4.69	0.20
2/10/2025	4.38	4.40	4.35	4.37	4.31	4.24	4.28	4.30	4.34	4.42	4.51	4.76	4.71	0.23
2/11/2025	4.38	4.40	4.35	4.37	4.31	4.25	4.29	4.28	4.37	4.45	4.54	4.80	4.75	0.25
2/12/2025	4.38	4.39	4.35	4.36	4.33	4.30	4.36	4.37	4.48	4.56	4.62	4.90	4.83	0.26
2/13/2025	4.37	4.39	4.34	4.35	4.33	4.27	4.31	4.31	4.39	4.46	4.52	4.79	4.72	0.21
2/14/2025	4.37	4.38	4.34	4.35	4.32	4.23	4.26	4.26	4.33	4.41	4.47	4.75	4.69	0.21
2/18/2025	4.38	4.38	4.34	4.37	4.34	4.24	4.29	4.33	4.40	4.48	4.55	4.83	4.77	0.26
2/19/2025	4.38	4.38	4.34	4.35	4.34	4.22	4.28	4.30	4.37	4.46	4.53	4.79	4.76	0.25
2/20/2025	4.37	4.38	4.33	4.35	4.33	4.20	4.28	4.27	4.34	4.43	4.50	4.77	4.74	0.22
2/21/2025	4.36	4.38	4.32	4.34	4.30	4.15	4.19	4.19	4.26	4.35	4.42	4.69	4.67	0.23
2/24/2025	4.36	4.37	4.31	4.34	4.30	4.15	4.13	4.17	4.23	4.32	4.40	4.69	4.66	0.27
2/25/2025	4.34	4.37	4.30	4.33	4.28	4.12	4.07	4.08	4.12	4.21	4.30	4.59	4.55	0.23
2/26/2025	4.35	4.37	4.31	4.32	4.28	4.12	4.05	4.04	4.06	4.16	4.25	4.55	4.51	0.20
2/27/2025	4.38	4.38	4.32	4.32	4.28	4.13	4.07	4.05	4.09	4.19	4.29	4.59	4.56	0.22
2/28/2025	4.38	4.38	4.32	4.32	4.25	4.08	3.99	3.99	4.03	4.14	4.24	4.55	4.51	0.25
3/3/2025	4.38	4.37	4.35	4.31	4.31	4.06	3.96	3.93	3.97	4.06	4.16	4.49	4.45	0.20
3/4/2025	4.39	4.37	4.34	4.31	4.28	4.04	3.96	3.94	4.01	4.11	4.22	4.56	4.53	0.26
3/5/2025	4.38	4.36	4.35	4.30	4.30	4.06	3.99	4.01	4.08	4.18	4.28	4.61	4.57	0.29
3/6/2025	4.38	4.34	4.34	4.28	4.27	4.02	3.96	3.98	4.06	4.18	4.29	4.63	4.58	0.33
3/7/2025	4.38	4.33	4.34	4.29	4.29	4.05	3.99	4.01	4.09	4.21	4.32	4.66	4.62	0.33

US Yield Rates daily table as of Mar 7, 2025 – The short-term Yields saw little change this week. The mid-term Yields saw a small dip and bounce with little change for the week. The long-term Yields saw a dip Monday then a bounce higher the rest of this week to end this week higher than last week.

Note the 10 year – 2 year spread (far right hand column) that ranged from $0.20 on Monday up to $0.33 on Thursday and Friday. This shows us a ‘steeper’ Yield Curve at the end of this week.



FOMC Balance Sheet weekly chart as of Mar 5, 2025 – The Fed reduced its Balance Sheet this week by $9.337 Billion to a new Total Assets of $6.756764 Trillion.

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

Dow Transportation Index daily chart as of Mar 7, 2025 – The Dow Transports dropped hard on Monday and Tuesday then paused Wednesday and Thursday with a small bounce seen on Friday to end this week down -2.35%.

XLE daily chart as of Mar 7, 2025 – The Energy sector dropped hard on Monday below its 20 day and 50 day SMAs and continued lower Tuesday and Wednesday. Thursday saw a small bounce that continued a little higher Friday to end this week down –3.92%.

XLF daily chart as of Mar 7, 2025 – The Financial sector delivered a new all time high at the open on Monday then declined all this week, crossing below its 20 day and 50 day SMAs on Tuesday and delivering lower lows every day this week, ending this week down -5.86%. This week saw the largest weekly decline since early 2020 when the Covid Shut Downs occurred.

QQQ daily chart as of Mar 7, 2025 – The Nasdaq-100 ETF saw a sharp decline Monday that continued lower Tuesday and briefly breaking below its 200 day SMA but closing back above. Wednesday saw a failed rally that could not exceed the prior day's highs. Thursday saw lower lows below its 200 day SMA and continued lower on Friday, breaking below its Oct. 31st prior lows then bouncing the last half of the day and closing just below its 200 day SMA, ending this week down -3.22%.

SOXX daily chart as of Mar 7, 2025 – The Semiconductor sector saw a sharp decline Monday, lower lows Tuesday with a slightly higher close. Wednesday saw a failed rally followed by lower lows and a lower close Thursday. Friday saw lower lows in the morning then bounced the last half of the day to end the week down -2.24%. Friday's lows were the lowest lows we have seen in the SOXX since Aug. 5th 2024.

XLC daily chart as of Mar 7, 2025 – The Communication Services sector saw a small gap up Monday and failure at its 20 day SMA followed by a decline a lower close Monday and crossing below its 50 day SMA on Tuesday. Wednesday saw a failed rally followed by a lower close back below the 50 day SMA on Thursday and lower lows on Friday morning. Friday afternoon saw a small rally up to its 50 day SMA but could not close above this SMA, ending this week down -1.68%.

INDEXes SECTORs	Week Ending 1/24/2025	Week Ending 1/31/2025	Week Ending 2/7/2025	Week Ending 2/14/2025	Week Ending 2/21/2025	Week Ending 2/28/2025	Week Ending 3/7/2025
$SPX	1.74%	-1.00%	-0.24%	1.47%	-1.66%	-0.98%	-3.10%
$INDU	2.15%	0.27%	-0.54%	0.55%	-2.51%	0.95%	-2.37%
$COMPQ	1.65%	-1.64%	-0.53%	2.58%	-2.51%	-3.47%	-3.45%
$NDX	1.55%	-1.36%	0.06%	2.90%	-2.26%	-3.38%	-3.27%
$RUT	1.40%	-0.87%	-0.35%	0.01%	-3.71%	-1.47%	-4.05%
QQQ	1.51%	-1.39%	0.12%	2.91%	-2.24%	-3.40%	-3.22%
$TRAN	1.06%	-1.80%	-0.98%	2.84%	-3.45%	-0.30%	-2.35%
XLE	-2.82%	-4.02%	1.05%	1.71%	0.95%	0.08%	-3.92%
XLF	1.23%	1.22%	0.68%	-0.04%	-2.03%	2.82%	-5.86%
XLK	2.22%	-3.55%	0.87%	3.07%	-2.13%	-3.98%	-3.10%
SOXX	0.39%	-5.42%	-0.58%	2.86%	0.41%	-6.90%	-2.24%
XLV	2.95%	1.77%	-0.30%	-1.11%	1.13%	1.71%	0.24%
XLY	0.34%	0.94%	-2.84%	0.63%	-3.79%	-1.11%	-4.76%
XRT	2.42%	-0.10%	-2.47%	1.39%	-5.13%	-1.53%	-3.24%
XLI	2.41%	-1.93%	-0.74%	0.16%	-1.97%	1.11%	-1.53%
XLU	0.82%	-2.03%	0.33%	1.23%	1.48%	-1.31%	-2.44%
XME	0.60%	-2.29%	1.60%	1.23%	-3.84%	-0.94%	-3.60%
XLP	0.85%	1.39%	0.47%	1.59%	1.95%	1.10%	-0.26%
XLB	0.76%	-0.24%	-0.56%	1.77%	-1.98%	0.78%	-1.06%
XLC	3.10%	1.96%	0.35%	2.50%	-2.17%	-0.99%	-1.68%
XHB	0.45%	-2.49%	-3.24%	1.73%	-5.24%	0.28%	0.48%

Weekly Percent Change US Indexes and sectors table as of Mar 7, 2025 – All Indexes closed lower this week and 4 of 7 closed with a larger decline this week than last week.

Only two sectors closed higher this week, the XHB and XLV. All other sectors closed lower.

The weakest sectors included: XLF, XLY, XLE, XME, XRT, QQQ and XLK with all seeing at least a -3% decline this week.

If we were to track sectors on a daily basis, the strongest sector each day this week was:

Monday	XLP
Tuesday	SOXX
Wednesday	XME
Thursday	XHB
Friday	SOXX

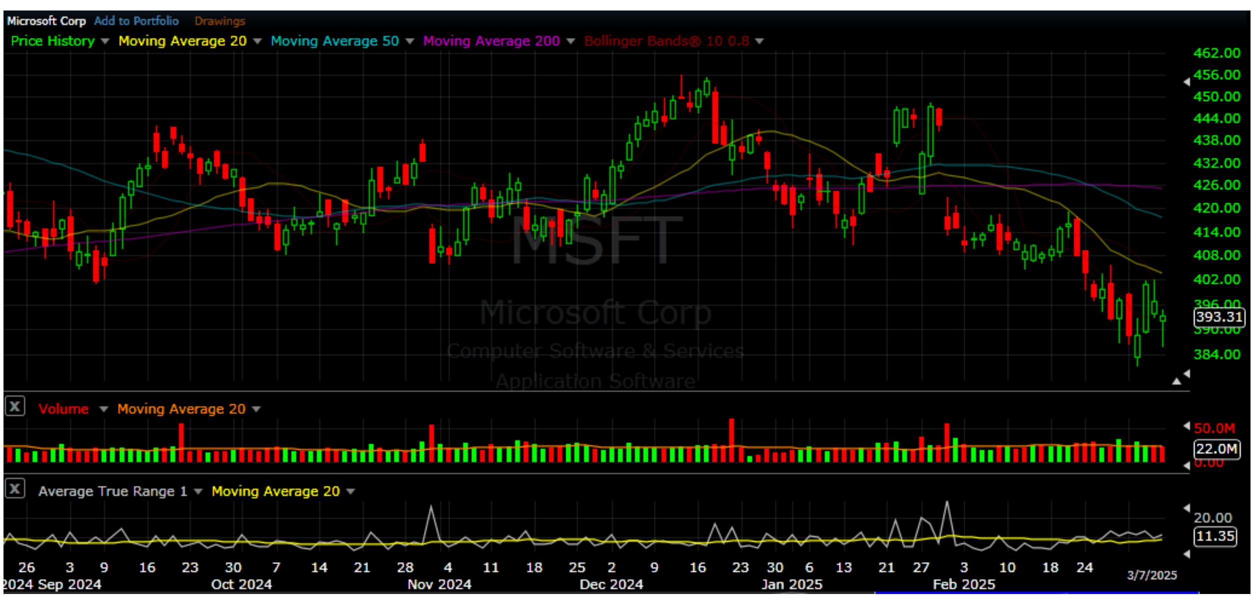
INDEXes SECTORs	Mon End of Day 02/24/25	Tue End of Day 02/25/25	Wed End of Day 02/26/25	Thur End of Day 02/27/25	Fri End of Day 02/28/25	Mon End of Day 03/03/25	Tue End of Day 03/04/25	Wed End of Day 03/05/25	Thur End of Day 03/06/25	Fri End of Day 03/07/25
$SPX	-0.50%	-0.47%	0.01%	-1.59%	1.59%	-1.76%	-1.22%	1.12%	-1.78%	0.55%
$INDU	0.08%	0.37%	-0.43%	-0.45%	1.39%	-1.48%	-1.55%	1.14%	-0.99%	0.52%
$COMPQ	-1.21%	-1.35%	0.26%	-2.78%	1.63%	-2.64%	-0.35%	1.46%	-2.61%	0.70%
$RUT	-0.78%	-0.38%	0.19%	-1.59%	1.09%	-2.81%	-1.08%	1.02%	-1.63%	0.43%
QQQ	-1.18%	-1.26%	0.24%	-2.78%	1.56%	-2.14%	-0.32%	1.30%	-2.75%	0.74%
$TRAN	-0.74%	-0.04%	-0.30%	-0.62%	1.42%	-1.78%	-2.06%	1.13%	-0.42%	0.80%

Daily Percent Change US Indexes table as of Mar 7, 2025 – Here we see changes in leadership each day with some interesting trends. The Russell 2000 was the weakest on Monday, Wednesday and Friday. The Dow Industrials showed strength on Monday and the Dow Transports showed weakness on Tuesday then strength on Thursday and Friday. The Nasdaq Composite showed strength on Wednesday while the Nasdaq-100 (QQQ) showed strength on Tuesday and weakness on Thursday.

Over the past 2 to 3 weeks we have often seen the Nasdaq lead the markets up as well as down on a daily basis, not always, but much more often than not. These kinds of observations help us find the sectors and stocks that may be moving the markets each day. Sometimes that movement is a reaction to an Earnings report or to some other news.

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

AAPL daily chart as of Mar 7, 2025 – Apple saw a sharp decline Monday below its 50 day and 20 day SMA and continued lower Tuesday and early Wednesday with a bounce off of $229.23 support and higher close. Thursday and Friday continued higher, crossing above its 50 day and 20 day SMAs on Friday but closing below its 20 day SMA to end the week down -1.15%.

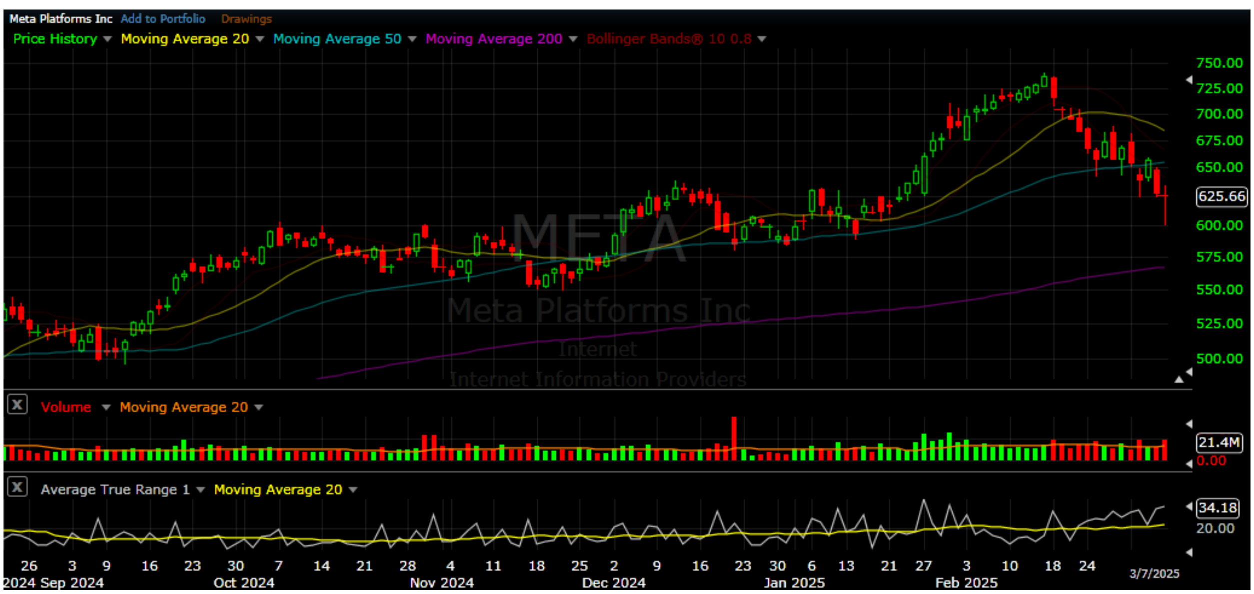


MSFT daily chart as of Mar 7, 2025 – Microsoft was a sharp decline Monday that continued lower Tuesday to deliver a new 14-month low then bounced to end the day nearly flat. Wednesday saw a higher bounce that failed to reach its 20 day SMA. Thursday and Friday saw a small decline lower to end the week down -0.93%.

NVDA daily chart as of Mar 7, 2025 – Nvidia saw a sharp decline Monday that continued lower Tuesday before a bounce closed the day higher. Wednesday saw a narrow ‘Inside’ day. Thursday saw the decline resume and continue lower on Friday morning to new 5-month lows before a bounce closed the day a little higher, ending the week down -9.79%.

GOOGL daily chart as of Mar 7, 2025 – Alphabet saw a sharp decline on Monday that was nearly fully recovered on Tuesday. Each day the followed delivered a higher high but failed to reach its 200 day SMA, ending this week up +2.10%.

AMZN daily chart as of Mar 7, 2025 – Amazon saw a sharp decline Monday that continued lower Tuesday below its 200 day SMA then bounced to close the day back above this SMA. Wednesday saw the bounce continue a little higher but failed to reach Monday's highs. Thursday saw a drop to lower low just below its 200 day SMA and continued lower Friday to find support near $192.53 before we saw a bounce and a close just 22 cents above its 200 day SMA, ending this week down -6.14%.



META daily chart as of Mar 7, 2025 – Meta saw a sharp decline Monday and Tuesday below its 50 day SMA. Wednesday saw a failed rally above its 50 day SMA that declined Thursday and Friday to lower lows. Friday's bounce ended this week down -6.37%.

AVGO daily chart as of Mar 7, 2025 – Broadcom saw a sharp decline Monday that continued lower Tuesday nearly to its 200 day SMA. Wednesday saw a tiny bounce and a pause. Thursday saw a gap down and selling to close just below its 200 day SMA just before reporting Earnings after the close that day. Friday saw a positive reaction to Earnings with a higher close, ending this week down -2.24%.

TSLA daily chart as of Mar 7, 2025 – Tesla continues its 2025 decline with a gap up and failed rally Monday that closed lower, crossing and closing below its 200 day SMA on Tuesday. Wednesday saw an 'Inside' day and a failed rally up to its 200 day SMA. Thursday saw lower lows and a lower close that continued lower Friday morning then bounced in the afternoon to end this week down -10.35%. Tesla is now below all 3 of its key daily SMAs.

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	-3.40%	-3.22%
AAPL	-1.51%	-1.15%
MSFT	-2.75%	-0.93%
NVDA	-7.07%	-9.79%
GOOGL	-5.22%	2.10%
AMZN	-1.99%	-6.14%
META	-2.25%	-6.37%
AVGO	-8.79%	-2.24%
TSLA	-13.27%	-10.35%

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

Observations:

Every stock was negative last week.

Only one stock was positive this week, GOOGL.

Seven stocks were negative this week.

Three stocks saw a larger decline this week than last week: NVDA, META and AMZN.

Four stocks saw a smaller decline this week than last week: AAPL, MSFT, AVGO and TSLA.

Two stocks did better than the QQQ both last week and this week: AAPL and MSFT.

We choose to carefully watch these 8 stocks each day because they have a very significant influence in the overall markets due to their size and market Weighting.

JPM daily chart as of Mar 7, 2025 – JP Morgan saw a decline Monday than a gap below its 50 day SMA on Tuesday. Wednesday saw a pause then the decline resumed Thursday and Friday with lower lows and lower closes, ending this week down -8.45%. JPM is now below its 20 day and 50 day SMAs.

GS daily chart as of Mar 7, 2025 – Goldman Sachs crossed below its 50 day SMA on Monday and gapped lower Tuesday. Wednesday saw a narrow ‘Inside’ day. The decline resumed Thursday and Friday with lower lows and lower closes, ending this week down -10.06%.

COST daily chart as of Mar 7, 2025 – Costco saw a failed rally Monday above its 20 day SMA the crossed below its 20 day SMA on Tuesday. Wednesday saw a bounce up to its 20 day SMA that failed to close above. Thursday saw a lower high, lower low and lower close before reporting Earnings after the close that day. Friday saw a negative reaction to Earnings with the largest range day COST have ever seen as far as my records go back, with a $83.84 True Range day on Friday. COST ended the week down -8.04% and is now below its 20 day and 50 day SMAs.

AMD daily chart as of Mar 7, 2025 – AMD saw a bearish engulfing candle on Monday then 14-month new lows on Tuesday before the rally up above the prior day's highs. Wednesday saw a narrow 'Inside' day followed by a small decline on Thursday. Friday saw a dip and bounce to end this week up +0.45%.

INTC daily chart as of Mar 7, 2025 – Intel saw a failed rally above its 200 day SMA Monday the dropped down to its 20 day SMA. Tuesday continued lower to its 50 day SMA. Wednesday closed below its 50 day SMA. Thursday saw a lower low and small bounce with a lower close. Friday saw a test of the 50 day SMA as Resistance and closed below, ending this week down -13.02%. Intel is now below all 3 of its key daily SMAs.

NFLX daily chart as of Mar 7, 2025 – Netflix remained mostly horizontal Monday, Tuesday and Wednesday then broke down hard on Thursday below its 50 day SMA and continued lower Friday to give back most all of its gains seen after its Jan. 21st Earnings, ending this week down -9.12%.

BA daily chart as of Mar 7, 2025 – Boeing saw a sharp decline Monday below its 50 day SMA down to its 200 day SMA. Tuesday continued lower below its 200 day SMA. Wednesday saw a pause with an ‘Inside’ day. Thursday and Friday the decline resumed to test for support below $150 on Friday and closed after a $5 bounce, ending this week down -11.71%. BA is now below all 3 of its key daily SMAs.

On many charts above we saw that Monday this week saw the largest range day and biggest decline this week. On a few other charts we saw either Thursday or Friday saw the largest range moves for the week. These are clues that we can observe to discover what stocks or sectors may be reacting to news or other events. The ‘why’ is not important to us. The action in the charts show us what the market participants are doing with their money, as they are putting on or taking off risk. These clues give us clues as to what stocks and sectors to look into where we may more likely find an opportunity that has higher odds for a bullish or bearish trade, and has proven that it can move.

We have seen a three week decline so far that has not yet shown us it is ‘done’. So we assume it may continue UNTIL we observe evidence that it is likely done. The down trend could end on Monday, or someday next week, or someday the following week. Nobody knows. We prepare for all possibilities, this way we will know exactly what to do as soon as that key evidence we are looking for it observed.

Trade Smart,

CJ