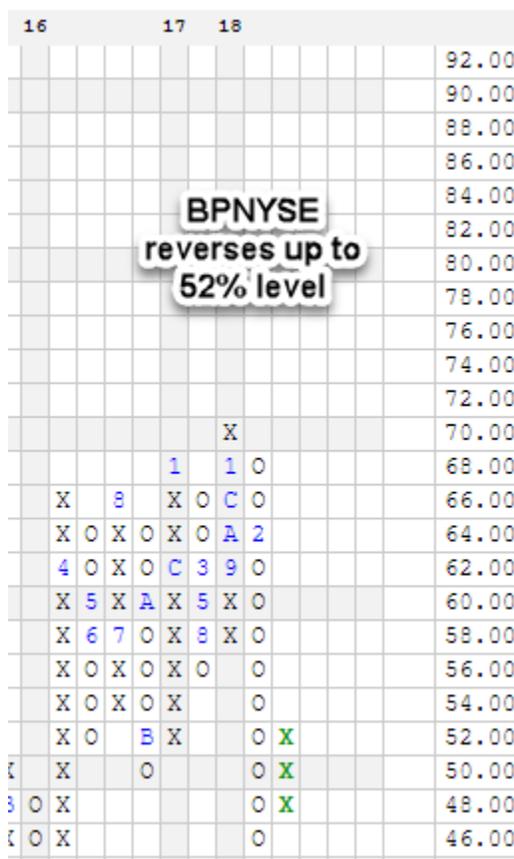


A Pause that Refreshes?

As we discussed earlier this month, it was a very quick reversal down in the BPNYSE from the 70% level to 46% in a matter of a couple of weeks. **Within a week we see a reversal back up above the 50% level for the BPNYSE.** So we now have 52% of the stocks on the NYSE on a P&F buy signal with the current direction heading north. **The move up into X's suggests an offensive posture** and we will have to wait and see if we can move back towards that 70% level again or not.



The longer term Positive Trend indicator for the NYSE – PTNYSE – did not reverse down with this regular correction although it came within 1%. The last reversal of this indicator was just prior to the US Presidential election in 2016. It remains elevated well above the 50% level.

16	17								
									94.00
									92.00
									90.00
									88.00
									86.00
									84.00
									82.00
									80.00
									78.00
									76.00
									74.00
									72.00
									70.00
									68.00
									66.00
									64.00
									62.00
									60.00
									58.00
									56.00
									54.00
									52.00
									50.00

**PTNYSE
remains
at 68%
level**

We did see a spike up in the volatility index or the VIX to a level not seen since August 2015. It is currently back on a sell signal – a lower low in O’s – at the 18% level. In August 2015, when the VIX last had a comparable spike, we did witness a move back up in January 2016 – but to a lower high. We will continue to monitor it’s movement.

