

Tech Talk for Saturday April 15th 2023

The Bottom Line

Focus this week shifts to first quarter earnings reports. Financial services dominate the list of reporting companies. Responses to results released by JP Morgan and Citigroup on Friday were encouraging. As Jim Cramer noted on Fast Money on Friday, “I think that we will see a pleasant surprise”.

Consensus for Earnings and Revenues for S&P 500 Companies

Source: www.Factset.com

Better than expected first quarter reports prompted analysts to increase slightly their first quarter earnings and revenue estimates: Six percent of S&P 500 companies have reported to date. Consensus calls for a year-over-year drop in first quarter earnings of 6.5% (up from a drop of 6.8% last week) and an increase in first quarter revenues of 2.0% (up from a gain of 1.8% last week).

Estimates for the remainder of the year recorded minor changes. Consensus for the second quarter calls for a drop of 4.6% in earnings (unchanged from last week) and a drop of 0.1% in revenues (unchanged from last week). Consensus for third quarter earnings calls for a 1.9% increase (down from 2.1% last week) and a 1.5% increase in revenues (up from 1.4% last week). Consensus for the fourth quarter calls for an 8.8% increase in earnings (down from 9.0% last week) and a 3.7% increase in revenues (unchanged from last week). For all of 2023, consensus calls for an increase of 0.9% in earnings (down from 1.2% last week) and a 2.1% increase in revenues (unchanged from last week).

Economic News This Week

Source: www.Investing.com

March U.S. Housing Starts released at 8:30 AM EDT on Tuesday are expected to slip to 1.420 million units from 1.450 million units in February.

Canadian March Consumer Price Index released at 8:30 AM EDT on Tuesday is expected to increase 0.6% versus a gain of 0.4% in February. On a year-over-year basis, March CPI is expected to increase 4.3% versus a gain of 5.2% in February. On a year-over-year basis, core CPI is expected to increase 4.8% versus a gain of 4.7% in February.

Beige Book is released at 2:00 PM EDT on Wednesday.

April Philly Fed Index released at 8:30 AM EDT on Thursday is expected to improve to -20.0 from -23.2 in March.

March Existing Home Sales released at 10:00 AM EDT on Thursday are expected to slip to 4.50 million units from 4.58 million units in February.

March Leading Economic Indicators released at 10:00 AM EDT on Thursday is expected to drop 0.4% versus a decline of 0.3% in February.

Canadian February Retail Sales released at 8:30 AM EDT on Friday are expected to drop 0.6% versus a gain of 1.4% in January.

Selected Earnings News This Week

Source: www.Investing.com

Another 60 S&P 500 companies are scheduled to report quarterly results this week (including six Dow Jones Industrial Average companies). No TSX 60 companies are scheduled to report.

Monday: Charles Schwab, State Street, M&T Banks, JB Hunt,

Tuesday: Johnson & Johnson, Bank of America, Netflix, Lockheed Martin, Goldman Sachs, Bank of New York Mellon, United Airlines.

Wednesday: Tesla, ASML, Abbot Labs, Morgan Stanley, IBM, Rio Tinto, Lam Research, US Bancorp, Kinder Morgan, Travelers, Steel Dynamic, Alcoa

Thursday: BHP, Philip Morris, Union Pacific, American Express, Intuitive Surgical, CSX, Nucor, DR Horton, PPG Industries, Genuine Parts, Keycorp, Auto Nation

Friday: Procter & Gamble, Schlumberger, Freeport McMoran

Trader's Corner

Technical scores range from +6 (Most Bullish) to -6 (Most Bearish). A score of 0 is neutral. Preferred purchase candidates have a rising technical score. Preferred sell/short candidates have a falling technical score.

Technical scores for Trend and Relative Strength range from +2 to -2. Scores for 20 day moving average and daily momentum range from +1 to -1. Color change to red means lower daily score. Color change to green means higher daily score..

Equity Indices and Related ETFs

Daily Seasonal/Technical Equity Trends for April 14th 2023

Unit	Seasonal	Until	Trend	Relative Strength To SPX	20 Day MA	Momentum	Tech Score	Score Last Week
SPX	Positive	May 5	Up	Neutral	Above	Up	4	4
TSX	Neutral	Dec. 12	Neutral	Positive	Above	Up	4	0
DJIA	Positive	May. 5	Down	Neutral	Above	Up	0	0
COMPQ	Positive	May 5	Up	Negative	Above	Up	2	4
TRAN	Neutral	Aug.27	Down	Neutral	Above	Up	0	-4
AORD	Neutral	July 15	Neutral	Neutral	Above	Up	2	0
NIKK	Positive	Apr.30	Neutral	Neutral	Above	Up	2	-4
IEV	Positive	Apr.30	Up	Positive	Above	Up	6	6
SSEC	Positive	May 30	Up	Negative	Above	Up	2	2
EEM	Neutral	Nov.29	Neutral	Neutral	Above	Up	2	0

Green: Increase from previous day

Red: Decrease from previous day

Commodities

Daily Seasonal/Technical Commodities Trends for April 14th 2023

Unit	Seasonal	Until	Trend	Relative Strength To SPX	20 Day MA	Momentum	Tech Score	Score Last Week
CRB Index	Positive	June.11	Down	Positive	Above	Up	2	0
Gasoline	Positive	June 29	Up	Positive	Above	Down	4	6
Crude Oil	Neutral	Jan.20	Up	Positive	Above	Up	6	4
Natural Gas	Positive	June 20	Down	Negative	Below	Up	-4	-6
S&P Energy	Positive	June 11	Down	Positive	Above	Up	2	0
Oil Services	Positive	Apr.24	Down	Neutral	Above	Up	0	-2
Gold	Positive	Apr.27	Up	Neutral	Above	Down	2	6
Silver	Neutral	Nov.29	Up	Positive	Above	Down	4	6
Gold Bug	Neutral	June 15	Up	Positive	Above	Down	4	6
Platinum	Neutral	Dec.9	Neutral	Positive	Above	Up	4	2
Palladium	Neutral	Nov.26	Down	Neutral	Above	Up	0	0
Copper	Positive	May 10	Positive	Neutral	Above	Up	4	-5
Lumber	Neutral	Oct 1	Down	Neutral	Above	Up	0	-4
Agriculture	Neutral	Oct.9	Down	Neutral	Above	Up	0	-6

Green: Increase from previous day

Red: Decrease from previous day

Sectors

Daily Seasonal/Technical Sector Trends for April 14th 2023

Unit	Seasonal	Until	Trend	Relative Strength To SPX	20 Day MA	Momentum	Tech Score	Score Last Week
XLK	Positive	Aug.19	Up	Neutral	Above	Down	2	2
XLB	Neutral	Oct.1	Down	Neutral	Above	Up	0	-2
XLI	Neutral	Aug.26	Down	Negative	Above	Up	-2	-6
XLY	Neutral	Aug.7	Up	Negative	Above	Up	2	0
XLF	Neutral	July 7	Down	Neutral	Above	Up	0	-2
XLE	Positive	June11	Down	Positive	Above	Up	2	2
XLP	Positive	May 24	Neutral	Neutral	Above	Down	0	2
XLV	Neutral	Nov.3	Down	Positive	Above	Up	2	2
XLU	Positive	July 2	Down	Neutral	Above	Down	-2	2
XLC	Positive	June 14	Up	Positive	Above	Up	6	6
XLRE	Neutral	Dec.1	Neutral	Neutral	Above	Down	0	0
TSX Financial	Positive	Apr.18	Neutral	Neutral	Above	Up	2	0
TSX Energy	Neutral	Dec.22	Down	Positive	Above	Up	2	0
TSX Gold	Neutral	June 14	Up	Positive	Above	Down	4	6
TSX Tech	Neutral	Nov.15	Up	Neutral	Above	Down	2	2
TSX B Metals	Neutral	Nov. 28	Down	Positive	Above	Up	2	-2

Green: Increase from previous day

Red: Decrease from previous day

Source for positive seasonal ratings: www.equityclock.com

Technical Notes for Friday

Berkshire Hathaway \$BRK.B an S&P 100 stock moved above \$321.32 extending an intermediate uptrend.



Visa \$V a Dow Jones Industrial Average stock moved above \$233.84 extending an intermediate uptrend (excluding the phantom trades in late January).



Canadian Natural Resources \$CNQ.TO a TSX 60 stock moved above Cdn\$82.62 to an all-time high extending an intermediate uptrend.



Brookfield Infrastructure \$BIP.UN.TO and \$BIP moved above Cdn\$47.71 and US\$35.68 extending an intermediate uptrend.



S&P 500 Momentum Barometers



The intermediate trend Barometer slipped 0.80 on Friday, but gained 10.22 last week to 54.20. It remains Neutral. Daily trend is up.



The long term Barometer slipped 2.20 on Friday, but gained 4.80 last week to 60.20. It changed from Neutral to Overbought on a move above 60.00. Daily trend is up.

TSX Momentum Barometers



The intermediate term Barometer added 0.43 on Friday and gained 10.99 last week to 60.78. It changed from Neutral to Overbought on a move above 60.00. Daily trend remains up.



The long term Barometer slipped 0.86 on Friday, but gained 4.15 last week to 67.24. It remains Overbought. Daily trend remains up.

Tech Talk is a free daily report on equity indices, commodities, sectors and large cap individual securities. Link to the daily report is available at www.timingthemarket.ca

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