

Tech Talk for Saturday June 17th 2023

The Bottom Line

Changes in currencies are having an important impact on equity and commodity prices.

The U.S. Dollar Index and its related Exchange Traded Note (Symbol: UUP) moved significantly lower following news on Wednesday from the Federal Reserve that it plans to maintain the Fed Fund Rate at 5.00%-5.25% for now. In response, world currencies and commodities priced in U.S. Dollars moved significantly higher, led by strength in grain prices and the Canadian Dollar.

Consensus for Earnings and Revenues for S&P 500 Companies

Source: www.Factset.com

Earnings and revenue estimates for remainder of the year were unchanged from last week.

Consensus for the second quarter calls for a drop of 6.4% in earnings and a drop of 0.4% in revenues. Consensus for the third quarter calls for an increase of 0.8% in earnings and a 1.2% increase in revenues. Consensus for the fourth quarter calls for an 8.2% increase in earnings and a 3.2% increase in revenues. For all of 2023, consensus calls for an increase of 1.2% in earnings and a 2.4% increase in revenues.

Earnings and revenue growth continues beyond the fourth quarter of 2023. Consensus for 2024 calls for a 12.3% increase in earnings and a 4.9% increase in revenues.

Economic News This Week

Source: www.Investing.com

May U.S. Housing Starts released at 8:30 AM EDT on Tuesday are expected to increase to 1.405 million units from 1.401 million units in April.

Canadian May Retail Sales are released at 8:30 AM EDT on Wednesday.

Federal Reserve Chairman Powell gives testimonies to Congress at 10:00 AM EDT on Wednesday and Thursday.

May U.S. Existing Home Sales released at 10:00 AM EDT on Thursday are expected to slip to 4.24 million units from 4.28 million units in April.

Selected Earnings News This Week

Source: www.Investing.com

Quiet week! Focus is on FedEx, a leader in the Transportation sector

Tuesday: FedEx

Wednesday: KB Homes

Thursday: Accenture, Darden Restaurants, Carnival, BlackBerry

Friday: Carmax

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 June 16th 2023

Unit	Seasonal	Until	Trend	Strength Relative To S&P	20 Day MA	Momentum	Tech Score	Score Last Week
SPX	Neutral	Oct.28	Up	Neutral	Above	Up	4	4
TSX	Neutral	Dec. 12	Neutral	Negative	Above	Up	0	-2
DJIA	Neutral	Sept.20	Neutral	Negative	Above	Up	0	0
COMPQ	Neutral	Oct.10	Up	Positive	Above	Up	6	4
TRAN	Neutral	Aug.27	Neutral	Positive	Above	Up	4	0
AORD	Neutral	July 15	Neutral	Negative	Above	Up	0	-4
NIKK	Neutral	Nov.8	Up	Positive	Above	Up	6	6
IEV	Neutral	Dec.9	Up	Negative	Above	Up	2	0
SSEC	Neutral	Sept.26	Down	Negative	Above	Up	-2	-4
EEM	Neutral	Nov.29	Up	Neutral	Above	Up	4	4

Green: Increase from previous day

Red: Decrease from previous day

Commodities

Daily Seasonal/Technical Commodities Trends for June 16th 2023

Unit	Seasonal	Until	Trend	Strength Relative To S&P	20 Day MA	Momen tum	Tech Score	Score Last Week
CRB Index	Neutral	Jan.14	Down	Neutral	Above	Up	0	-4
Gasoline	Positive	June 29	Neutral	Neutral	Above	Up	2	0
Crude Oil	Neutral	Jan.20	Down	Negative	Above	Up	-2	-2
Natural Gas	Positive	June 20	Up	Positive	Above	Up	4	0
S&P Energy	Neutral	Mar.23	Down	Negative	Above	Down	-4	-2
Oil Services	Neutral	Dec.28	Down	Neutral	Above	Up	0	0
Gold	Neutral	Dec. 23	Neutral	Negative	Above	Up	0	-2
Silver	Neutral	Nov.29	Neutral	Negative	Above	Up	0	-2
Gold Bug	Neutral	June 15	Neutral	Negative	Below	Up	-2	-4
Platinum	Neutral	Dec.9	Down	Negative	Below	Up	-4	-6
Palladium	Neutral	Nov.26	Down	Negative	Above	Up	-2	-4
Copper	Neutral	Nov.22	Down	Neutral	Above	Up	0	-2
Agriculture	Neutral	Oct.9	Down	Negative	Above	Up	-2	-4

Green: Increase from previous day

Red: Decrease from previous day

Sectors

Daily Seasonal/Technical Sector Trends for June 16th 2023

Unit	Seasonal	Until	Trend	Strength Relative To S&P	20 Day MA	Momen tum	Tech Score	Score Last Week
XLK	Positive	Aug.19	Up	Positive	Above	Up	6	4
XLB	Neutral	Oct.1	Up	Neutral	Above	Up	4	0
XLI	Neutral	Aug.26	Up	Positive	Above	Up	6	4
XLY	Neutral	Aug.7	Up	Positive	Above	Up	6	6
XLF	Neutral	July 7	Up	Neutral	Above	Up	4	0
XLE	Neutral	Mar.23	Down	Negative	Above	Down	-4	0
XLP	Neutral	Jan.6	Up	Negative	Above	Up	2	0
XLV	Neutral	Nov.3	Down	Negative	Above	Up	-2	-2
XLU	Positive	July 2	Down	Negative	Above	Up	-2	-2
XLC	Positive	June 14	Up	Neutral	Above	Up	4	4
XLRE	Neutral	Dec.1	Neutral	Neutral	Above	Up	2	2
TSX Financial	Neutral	Jan. 8	Neutral	Negative	Above	Up	0	0
TSX Energy	Neutral	Dec.22	Down	Negative	Below	Down	-6	0
TSX Gold	Neutral	June 14	Neutral	Negative	Below	Up	-2	-2
TSX Tech	Neutral	Nov.15	Up	Negative	Above	Down	0	0
TSX B Metals	Neutral	Nov. 28	Down	Neutral	Above	Up	0	0

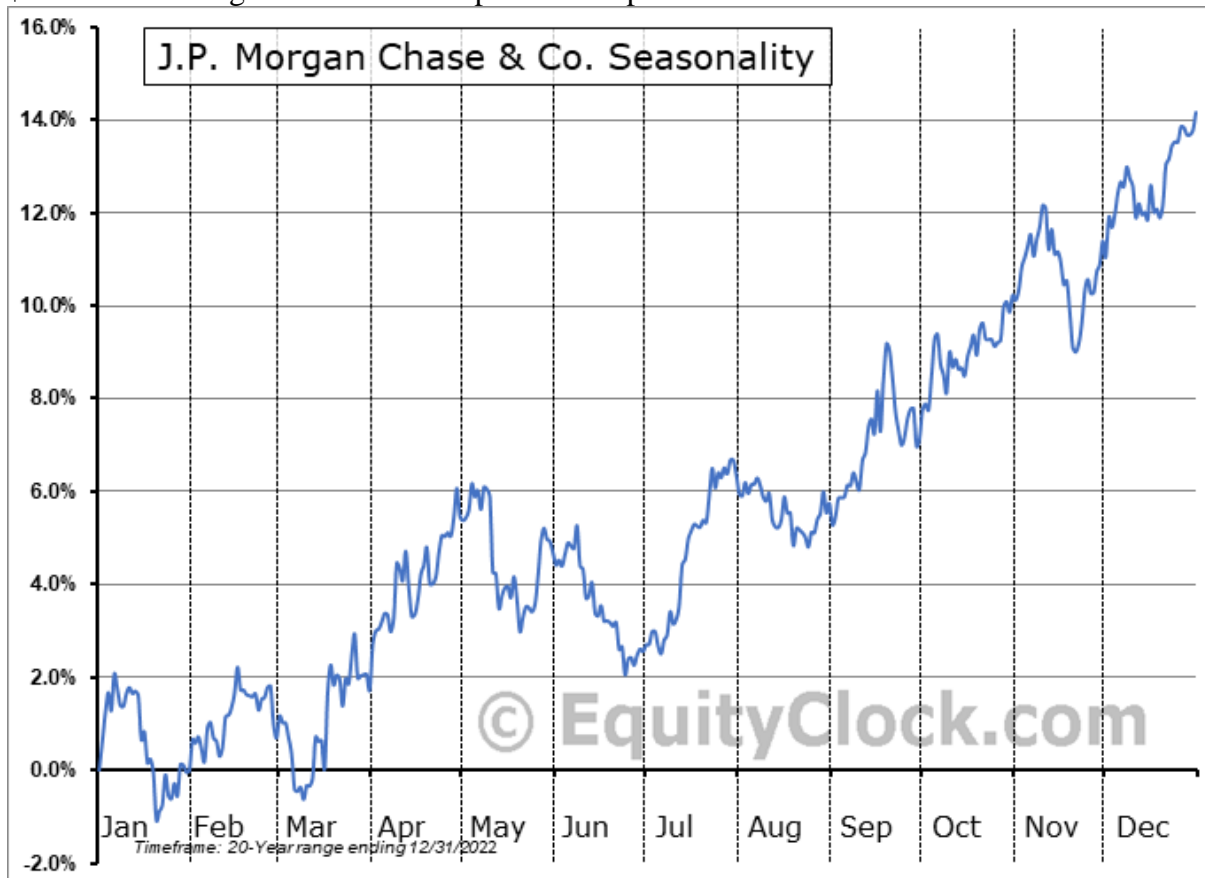
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Source for positive seasonal ratings: www.equityclock.com

Seasonality Chart of the Day

Technical profile for JP Morgan Chase improved on Friday when the stock moved above \$143.37 extending an intermediate uptrend. See price chart below.



Seasonal Chart Analysis

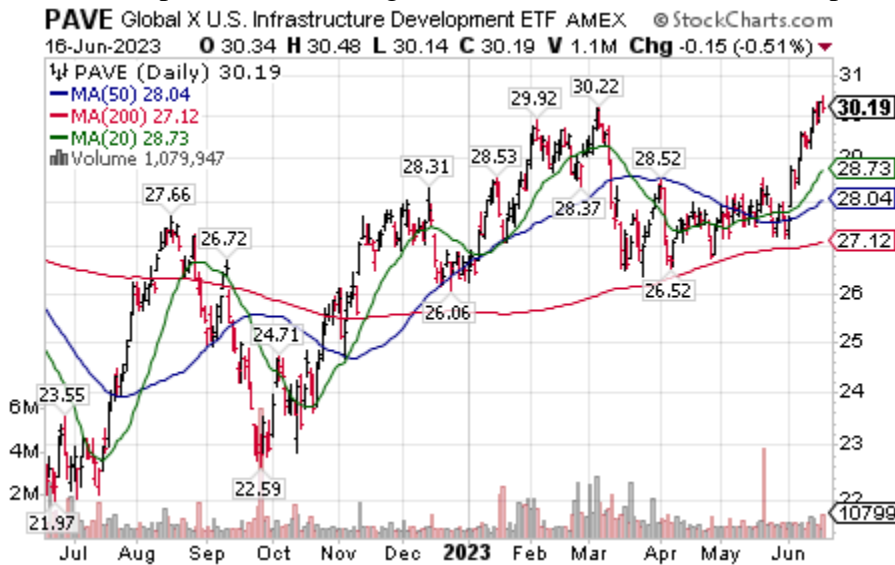
Analysis of the J.P. Morgan Chase & Co. (NYSE:JPM) seasonal charts above shows that a **Buy Date of June 22** and a **Sell Date of November 11** has resulted in a geometric average return of **4.5%** above the benchmark rate of the S&P 500 Total Return Index over the past 20 years. This seasonal timeframe has shown positive results compared to the benchmark in 15 of those periods. This is a **good** rate of success and the return **strongly outperforms** the relative buy-and-hold performance of the stock over the past 20 years by an average of **3.15%** per year.

Technical Notes on Friday

JP Morgan Chase \$JPM a Dow Jones Industrial Average stock moved above \$143.37 extending an intermediate uptrend. Technical score is $2+0+1+1=4$



Global X Infrastructure ETF \$PAVE moved above \$30.22 to an all-time high extending an intermediate uptrend. Benefitting from the U.S. Infrastructure Bill passed last year!

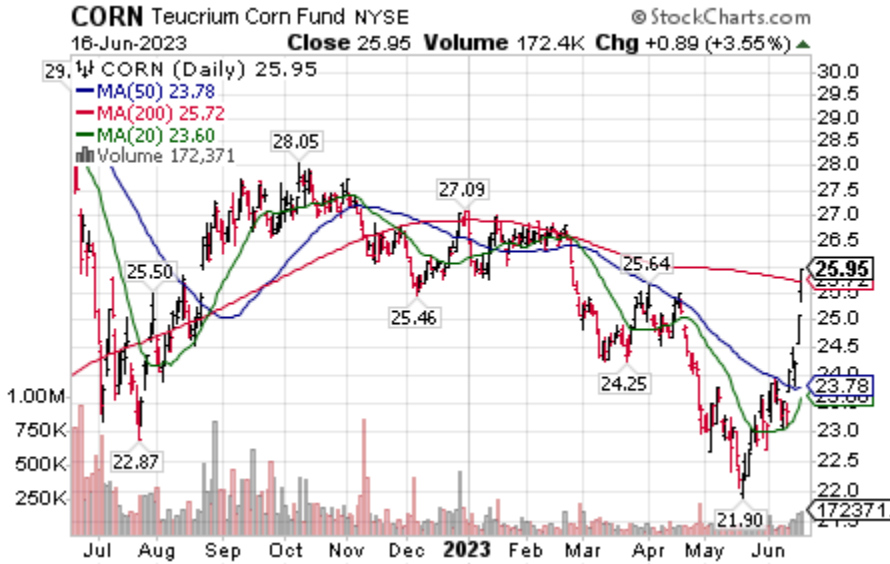


Weakness in the U.S. Dollar Index contributed to strength in U.S. grain prices and their related Exchange Traded Notes and Exchange Traded Funds

Wheat ETN \$WEAT moved above intermediate resistance at \$6.68.



Corn ETN \$CORN moved above intermediate resistance at \$25.64



Soybean ETN \$SOYB moved above intermediate resistance at \$27.54.



Agriculture ETF \$DBA moved above \$21.37 extending an intermediate uptrend.



Other Agriculture ETFs also advanced smartly last week, included MOO and COW.TO.

S&P 500 Momentum Barometers



The intermediate term Barometer added 2.40 on Friday and 13.00 last week to 70.20. It changed from Neutral to Overbought on a move above 60.00. Daily trend remains up.



The long term Barometer added 0.20 on Friday and 8.20 last week to 65.60. It changed from Neutral to Overbought on a move above 60.00. Daily trend remains up.

TSX Momentum Barometers



Intermediate Barometer dropped 3.45 on Friday, but added 1.72 last week to 37.93. It remains Oversold.



The long term Barometer added 0.86 on Friday and 1.30 last week to 52.16. It remains Neutral.

Disclaimer: Seasonality ratings and technical ratings offered in this report and at www.equityclock.com are for information only. They should not be considered as advice to purchase or to sell mentioned securities. Data offered in this report is believed to be accurate, but is not guaranteed