

# Tech Talk for Saturday September 14<sup>th</sup> 2024

## The Bottom Line

**Focus this week is on the FOMC's economic statement released on Wednesday at 2:00 PM EDT.** Consensus calls for a 0.25% reduction in the Fed Fund Rate to 5.25%.

## Consensus for Earnings and Revenues for S&P 500 companies

Source: [www.factset.com](http://www.factset.com)

**A word of caution!** Consensus for third quarter results calls for significantly lower than the 11.3% year-over-year earnings gain recorded in the second quarter. Third quarter earnings are expected to slip to a 4.9% increase. Consensus for third quarter revenues calls for a 5.3% year-over-year increase (versus a 4.8% increase last week).

**Earnings gains accelerate in the fourth quarter.** Consensus calls for a 15.4% increase in earnings and a 5.3% increase in revenues (versus 5.4% increase last week).

**For all of 2024,** consensus calls for a 10.2% earnings increase (versus a 10.1% increase last week) and 5.1% revenue increase.

**Earnings gains remain elevated in 2025.** First quarter earnings are expected to increase 15.0 % on a year-over-year basis (versus 14.4% increase last week) and revenues are expected to increase 5.8% (versus a 5.9% gain last week). Second quarter earnings are expected to increase 14.1% and revenues are expected to increase 5.7%. For all of 2025 earnings are expected to increase 15.4% and revenues are expected to increase 6.0%.

## Economic News This Week

Source: [www.investing.com](http://www.investing.com)

**September Empire State Manufacturing Survey** released at 8:30 AM EDT on Monday is expected to improve to -3.90 from -4.70 in August.

**August U.S. Retail Sales** released at 8:30 AM EDT on Tuesday are expected to increase 0.2% versus a gain of 1.0% in July. Excluding food and energy, August Retail Sales are expected to increase 0.3% versus a gain of 0.4% in July.

**August Canadian Consumer Price Index** released at 8:30 AM EDT on Tuesday is expected to increase 0.1% versus a gain of 0.4% in July.

**August U.S. Capacity Utilization** released at 9:15 AM EDT on Tuesday is expected to increase to 77.9% from 77.8% in July. **August Industrial Production** is expected to be unchanged versus a 0.6% decline in July.

**July Business Inventories** released at 10:00 AM EDT on Tuesday are expected to increase 0.4% versus a 0.3% gain in June.

**August U.S. Housing Starts** released at 8:30 AM EDT on Wednesday are expected to increase to 1.250 million units from 1.238 million units in July.

**FOMC Economic Statement** released at 2:00 PM EDT is expected to announce a reduction in the Fed Fund Rate to 5.25% from 5.50%.

**September Philly Fed** released at 8:30 AM EDT on Thursday is expected to improve to +2.4 from -7.0 in August.

**August Existing Home Sales** released at 10:00 AM EDT on Thursday are expected to slip to 3.85 million units from 3.95 million units in July.

**August Leading Economic Indicators** released at 10:00 AM EDT on Thursday are expected to improve to -0.3% from -0.6% in July.

**Canadian July Retail Sales** released at 8:30 AM EDT on Friday are expected to increase 0.3% versus a 0.3% decline in June.

## Selected Earnings News This Week

Source: [www.investing.com](http://www.investing.com)

**Wednesday:** General Mills, KB Homes

**Thursday:** FedEx, Lennar, Darden Restaurants

## Trader's Corner

Example showing technical score for Silver Bullion (SLV)	Previous Score	New Score
Intermediate trend: Down to Up	-2	2
Strength relative to S&P 500: Remains Positive	2	2
Above/Below its 20 day moving average: Remains Above	1	1
Daily momentum (Stochastics, RSI, MACD): Remains Up	1	1
Total	2	6

See price chart in Technical Notes below

## Equity Indices and Related ETFs

### Daily Seasonal/Technical Equity Trends for September 13<sup>th</sup> 2024

Unit	Seasonal	Until	Trend	Relative Strength	20 Day MA	Momentum	Tech Score	Prev Score
SPX	Neutral	Nov.8	Up	Neutral	Above	Up	4	
TSX	Neutral	Dec.15	Up	Positive	Above	Up	6	
DJIA	Neutral	Sept.20	Up	Neutral	Above	Up	4	
COMPQ	Neutral	May 18	Up	Neutral	Above	Up	4	
IYT	Neutral	Sept.9	Down	Neutral	Above	Up	0	
AORD	Neutral	June 15	Neutral	Neutral	Above	Up	2	
NIKK	Neutral	Nov.8	Down	Negative	Below	Up	-4	-2
IEV	Neutral	Dec.8	Up	Neutral	Below	Up	2	
FXI	Neutral	Oct.4	Down	Negative	Below	Up	-4	-2
EEM	Neutral	Nov.29	Neutral	Negative	Below	Up	-2	

**Green:** Increase from previous day

**Red:** Decrease from previous day

Source for all positive seasonality ratings: [www.EquityClock.com](http://www.EquityClock.com)

## Commodities

### Daily Seasonal/Technical Commodities Trends for September 13<sup>th</sup> 2024

Unit	Seasonal	Until	Trend	Relative Strength	20 Day MA	Momentum	Tech Score	Prev Score
CRB Index	Neutral	Feb.12	Down	Negative	Below	Up	-4	
Gasoline	Neutral	Mar.30	Down	Negative	Below	Up	-4	
Crude Oil	Neutral	Jan.12	Down	Negative	Below	Up	-4	
Natural Gas	Neutral	Sept.13	Down	Positive	Above	Up	2	
S&P Energy	Neutral	Dec.9	Down	Negative	Below	Up	-4	
Oil Services	Neutral	Dec.19	Down	Negative	Below	Up	-4	
Gold	Neutral	Dec.23	Up	Positive	Above	Up	6	
Silver	Neutral	Dec.28	Up	Positive	Above	Up	6	2
Gold Bug	Positive	Oct.15	Up	Positive	Above	Up	6	4
Platinum	Neutral	Dec.24	Neutral	Positive	Above	Up	4	
Palladium	Neutral	Nov.28	Neutral	Positive	Above	Up	4	2
Copper	Neutral	Nov.22	Down	Neutral	Above	Up	0	
Agriculture	Neutral	Nov.10	Neutral	Neutral	Below	Up	0	-2

**Green:** Increase from previous day

**Red:** Decrease from previous day

## Sectors

### Daily Seasonal/Technical Sector Trends for September 13<sup>th</sup> 2024

Unit	Seasonal	Until	Trend	Relative Strength	20 Day MA	Momentum	Tech Score	Previous Score
XLK	Neutral	Oct.9	Down	Neutral	Above	Up	0	
XLB	Neutral	Oct.1	Up	Neutral	Above	Up	4	
XLI	Neutral	Oct.27	Up	Positive	Above	Up	6	
XLY	Positive	Jan.3	Down	Positive	Above	Up	2	
XLF	Positive	Nov.2	Up	Neutral	Below	Up	0	
XLE	Neutral	Dec.9	Down	Negative	Below	Up	-4	-6
XLP	Neutral	Feb.16	Up	Positive	Above	Up	6	4
XLU	Neutral	Feb.6	Up	Positive	Above	Up	6	
XLV	Neutral	Nov.11	Up	Neutral	Above	Up	4	
XLC	Neutral	Jan.8	Up	Negative	Above	Up	2	0
XLRE	Neutral	Dec.1	Up	Positive	Above	Up	6	
TSX Financial	Positive	Sept.30	Up	Positive	Above	Up	6	
TSX Energy	Neutral	Dec.11	Down	Negative	Below	Down	-6	
TSX Gold	Neutral	Dec.15	Up	Positive	Above	Up	6	4
TSX Tech	Neutral	Nov.15	Up	Neutral	Above	Up	4	2
TSX B Metals	Neutral	Oct.4	Down	Neutral	Above	Up	0	-4

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## Changes Last Week

Index	Close	Change	Percent Change
SPX	5,626.02	217.60	4.02
TSX	23,568.65	787.22	3.46
INDU	41,393.78	1,048.37	2.60
COMPQ	17,683.98	993.15	5.95
TRAN	15,729.61	302.55	1.96
AORD	8,293.10	78.30	0.95
NIKK	36,833.27	441.80	1.21
IEV	57.08	1.13	2.02
FXI	25.86	0.36	1.41
EEM	42.83	1.05	2.51

# Technical Notes for Friday

**Silver bullion ETN \$SLV** moved above US\$27.46 setting an intermediate uptrend.



**Silver Miners ETF \$SIL** moved above \$34.22 setting an intermediate uptrend.



**Junior Gold Miners ETF \$GDXJ** moved above \$49.13 extending an intermediate uptrend.



**S&P/TSX Gold iShares \$XGD.TO** moved above Cdn\$23.70 extending an intermediate uptrend.



**Barrick Gold \$ABX** a TSX 60 stock moved above Cdn\$28.26 extending an intermediate uptrend.

**Agnico-Eagle \$AEM.TO** a TSX 60 stock moved above Cdn\$112.29 to an all-time high extending an intermediate uptrend.

**Waste Connections \$WCN.TO** a TSX 60 stock moved above Cdn\$251.70 to an all-time high extending an intermediate uptrend.



**GE Aerospace \$GE** an S&P 100 stock moved above \$177.20 to an all-time high extending an intermediate uptrend.



# S&P 500 Momentum Barometers



The intermediate term Barometer added 3.00 on Friday and gained 13.80 last week to 72.80. It changed from Neutral to Overbought on a move above 60.00.



The long term Barometer added 2.80 on Friday and gained 6.00 last week to 74.20. It remains Overbought.



# TSX Momentum Barometers



The intermediate term Barometer added 1.77 on Friday and jumped 20.80 last week to 65.93. It changed from Neutral to Overbought on a move above 60.00.



The long term Barometer added 2.21 on Friday and gained 11.51 last week to 72.57. It remains Overbought.

Tech Talk is a free service available each business day at [www.timingthemarket.ca](http://www.timingthemarket.ca)

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