



TFR

Trading Floor Research

Welcome to the
— Trading Floor —

05/21/23



This Trading Floor Research report contains:

S&P 500 (SPX). Update

Symbotic Inc. (SYM)

X4 Pharmaceuticals Inc. (XFOR)

ProShares UltraPro Short Dow 30 (SDOW)

S&P 500 & NASDAQ 100 (QQQ)

Market Comments

The S&P 500 and the NASDAQ 100 (QQQ) have been out of sync concerning their Fibonacci numbers throughout the bear market.

That is, until Wednesday, they both rallied to their most substantial January 2022 high to October 2022 low 50% numbers on the same day. After hitting the numbers, the QQQ closed slightly below its 50% number at 331.59, and the S&P 500 closed slightly above its 50% number at 4155.10.

The S&P 500 initially hit its 50% number on February 2 and has moved sideways under 4155.10 for the past three and a half months allowing the NASDAQ 100 to play catchup. The SPX and the QQQ tagged the most decisive bear market number on the same day. During the last two days of trading, the market continued to rally, and both markets closed above their significant 50% numbers.

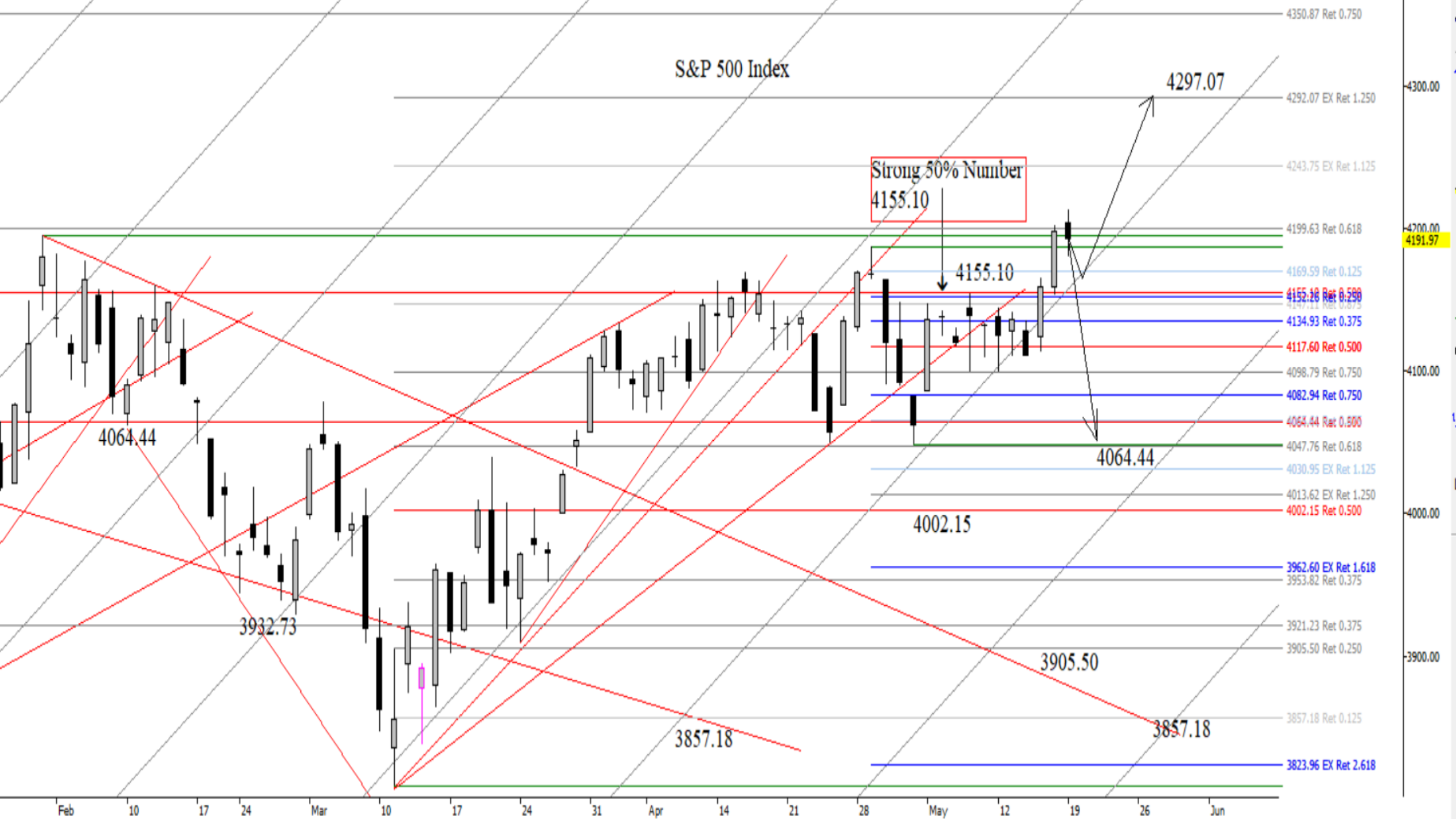
If they both close below their 50% numbers, it will indicate the highest probability of a reversal since the bottom in October 2022.

The S&P 500 & NASDAQ 100 (QQQ) will prove their ability to move higher by maintaining above their most substantial Bear market 50% numbers—the S&P 500 needs to hold at 4155.10. Any retreat in the NASDAQ 100 must happen without closing below 331.59.

The S&P 500 and the NASDAQ 100 (QQQ) are overbought, and I anticipate a pullback this week. A successful retest of the 50% numbers will send the markets higher. Confirmation of a market decline will happen when the SPX and the QQQ close below their 50% numbers. At that point, the markets will see a substantial selloff.

I recommend caution and 90% cash in a safe U.S. Treasury money market.

S&P 500 Index



Industry Group & Sector Analysis

Industry group participation must grow as the market proves its ability to advance.

Thursday's advance was 90% attributed to the Technology sector. The 1.83% advance in the Technology sector looked impressive but, unfortunately, came with average volume and an Up/Down volume Ratio at .95, still showing the sector's distribution. The sector qualified for a buy signal but a feeble signal.

The Semiconductor Equipment and the Computer Systems industry groups in the Technology sector looked very impressive. But more technology groups will need institutional accumulation and a buy signal.

While Technology increased last week, the Utilities sector gave a sell signal, and the Real estate and Communications sectors reconfirmed sell signals.

Basic Materials once again avoided an official sell signal. The strong Building Materials industry group is holding the sector up. Every other Basic Material industry group is in a sell. I am focused on Building Materials stocks like JeldWen Holding Inc. (JELD) and Trex Co Inc. (TREX) as they complete strong bases.

I continue to favor the Healthcare sector. The sector shows the best institutional accumulation with an Up/Down Volume Ratio of 1.53 that hit 100-day highs on Friday.

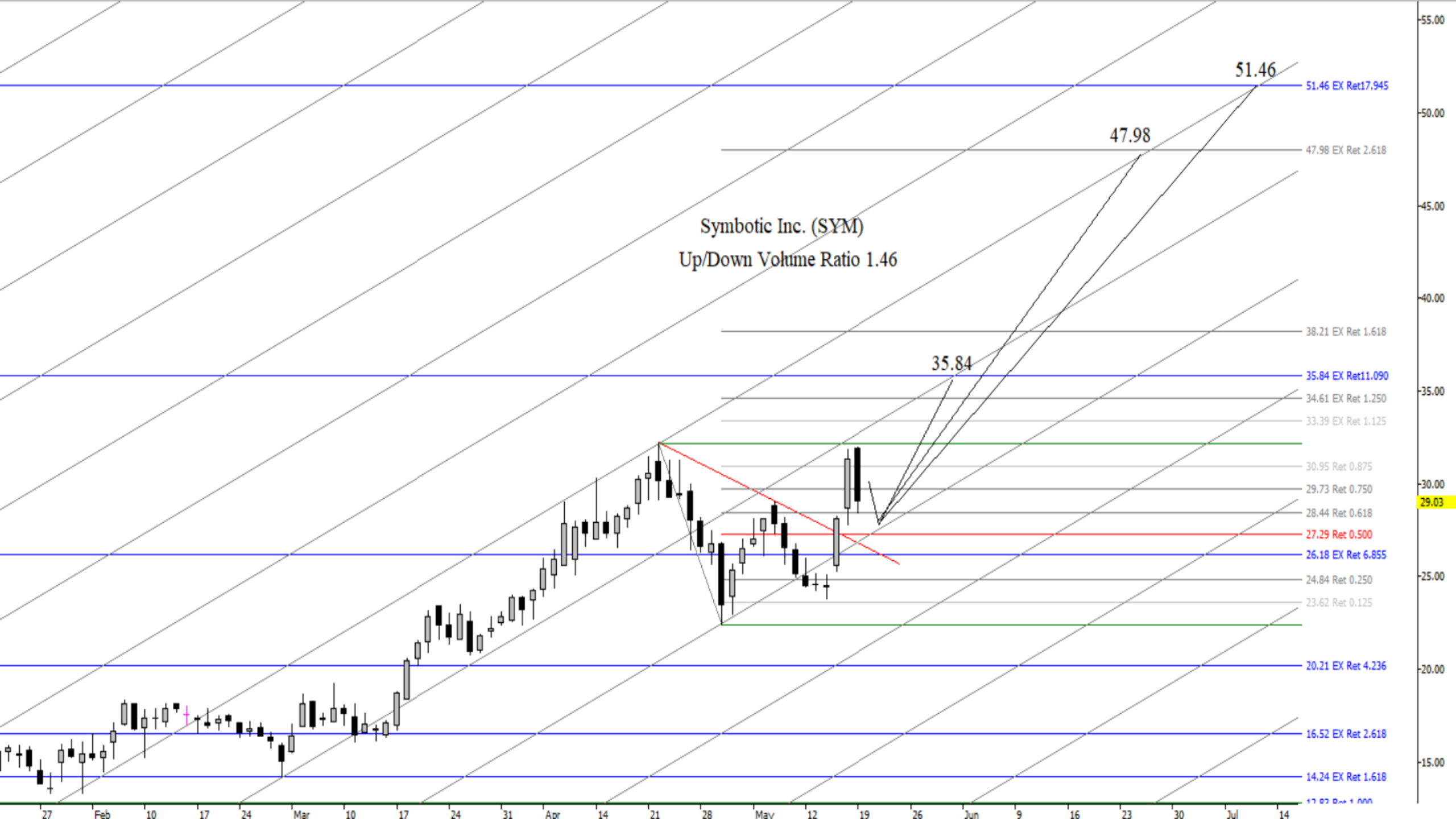
*Since the Healthcare sector's buy signal on April 5, 2023, almost all the industry groups have given a buy signal. The sector's strength comes mainly from the **Biotechnology, Drug Manufactures, Medical Instruments, and Medical Devices** industry groups.*

My focus is on strong stocks in these industry groups.

*The bears are in control Of the Russell 2000 and indicate “**Risk-Off**” in the markets.*

BUY candidate: Symbotic Inc. (SYM)

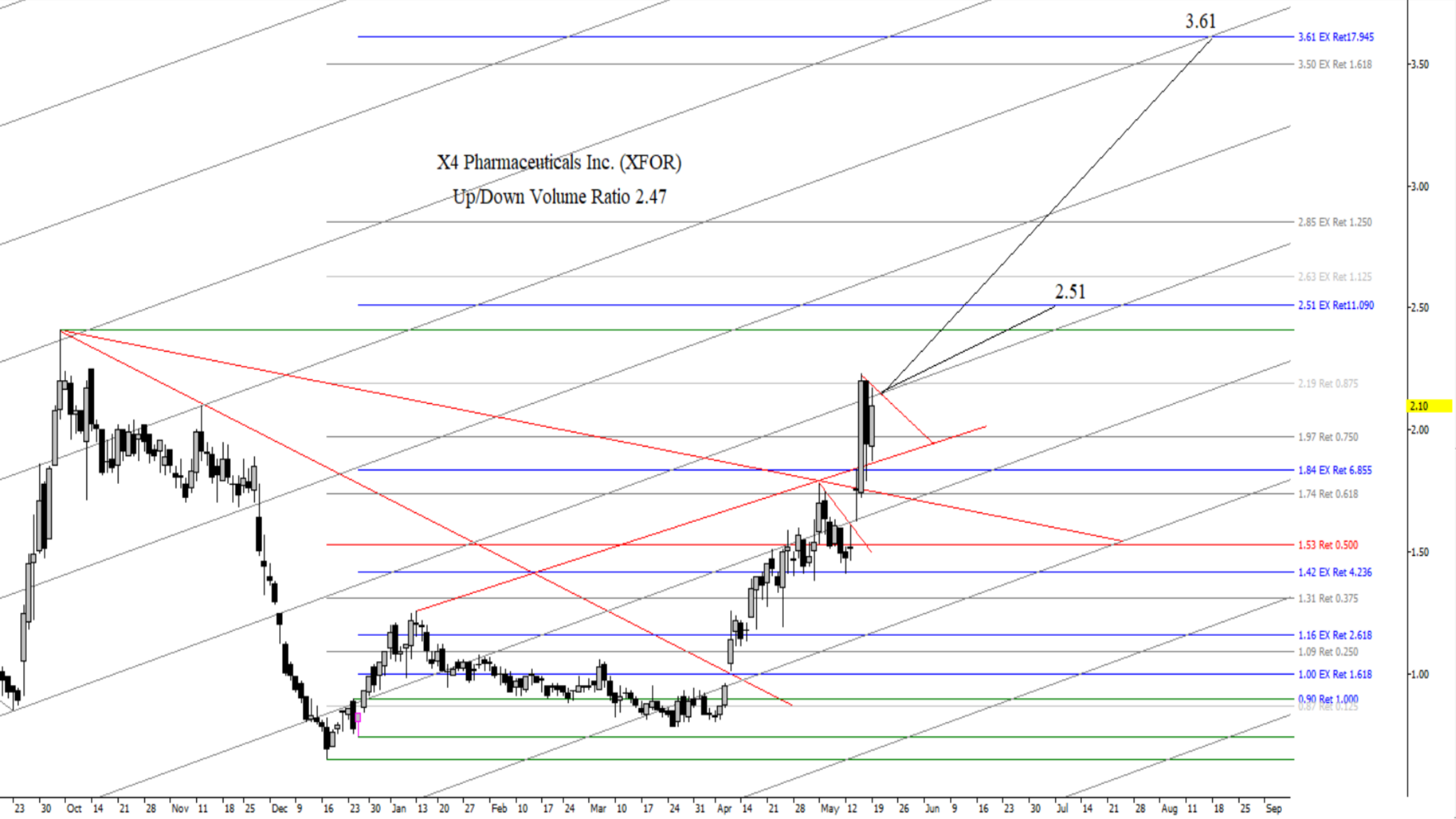
- Industry Group: **Machinery Industrial**. The group currently ranks as the 29th strongest industry group of 197, up 9.51% YTD. Symbotic Inc. (SYM) is also part of the Artificial Intelligence subgroup, which strengthens the industry group.
- **Symbotic Inc. (SYM)** provides AI-powered robotic technology that enhances how consumer goods move through the supply chain. The Primary Breakout (PBO) will complete when Symbotic Inc. (SYM) breaks out of the handle. The stock has already broken the downward-sloping trendline of the handle, and Friday began the throwback into the trendline. The retracement could take the stock to Fibonacci support between 27.95 and 26.18.
- **Symbotic Inc. (SYM)** came to the market as a SPAC. Since the SPAC merger, it has been setting up in Cup-With-Handle Primary Base. The Primary Breakout (PBO) will complete when Symbotic Inc. (SYM) breaks out of the handle. The stock has already broken the downward-sloping trendline of the handle, and Friday began the throwback into the trendline. The retracement could take the stock to Fibonacci support between 27.95 and 26.18.
- **Symbotic Inc. (SYM) will confirm with a 30-minute buy signal after the retracement to Fibonacci support between 27.95 and 26.18.**
- **Wait for text confirmation!**
- Initiate position with a 1-star(*).
- Under institutional accumulation with a Daily Up/Down Volume ratio of 1.46.
- Symbotic Inc. (SYM) closed at **29.03**
- Symbotic Inc. (SYM) VWAP is at **14.95**
- Sell target prices: **Fibonacci resistance at 32.17; 1st target is 35.84; 2nd target is 38.21; 3rd target is 47.98; 4th target is 51.46**
- Stop sell price: **Close** below **26.18**.



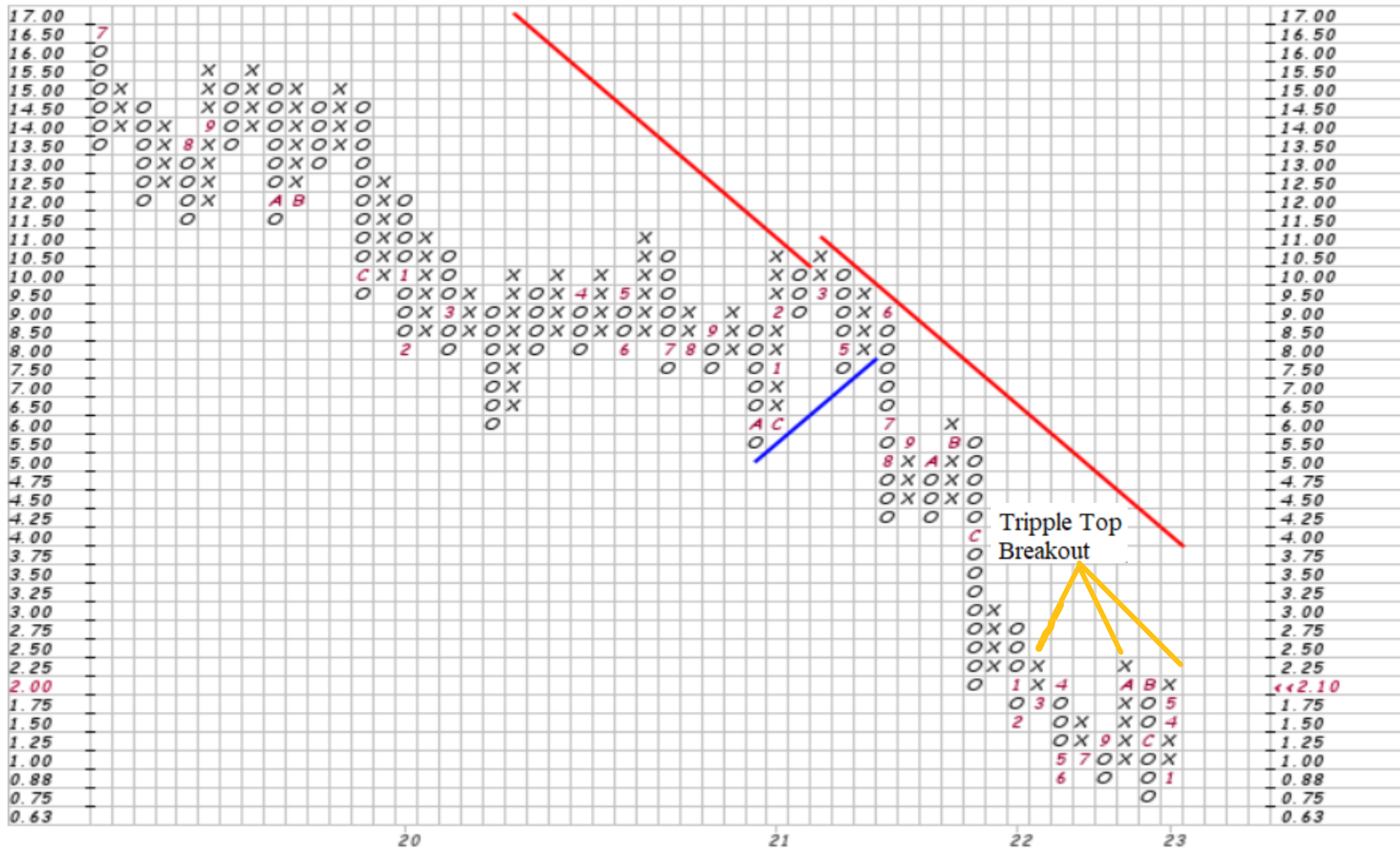


BUY candidate: X4 Pharmaceuticals Inc. (XFOR)

- Industry Group: **Medical Biomed/Biotech**. The group currently ranks as the 9th strongest industry group of 197 and is up 2.08% YTD. The **Medical sector** gave its most recent buy signal on April 05, 2023, and the Biotech industry group gave a buy signal on Thursday, April 13.
- **X4 Pharmaceuticals Inc. (XFOR)** develops novel therapies for individuals with chronic neutropenic disorders.
- **X4 Pharmaceuticals Inc. (XFOR)** is completing the handle of a Cup-with-Handle formation that started in October last year. The handle is forming above Fibonacci support at 1.84. Breaking out of the handle will produce a Triple Top breakout on the Point & Figure Chart. X4 Pharmaceuticals Inc. (XFOR) will confirm with a 30-minute buy signal at 2.17.
- **Wait for text confirmation!**
- Initiate position with a 1-star(*).
- Under institutional accumulation with a Daily Up/Down Volume ratio of 2.47.
- X4 Pharmaceuticals Inc. (XFOR) closed at **2.10**.
- X4 Pharmaceuticals Inc. (XFOR) VWAP is at 3.50
- Sell target prices: **1st target is 2.51; 2nd target is 3.61**
- Stop sell price: **Close** below **1.84**.



XFOR X4 Pharmaceuticals, Inc.



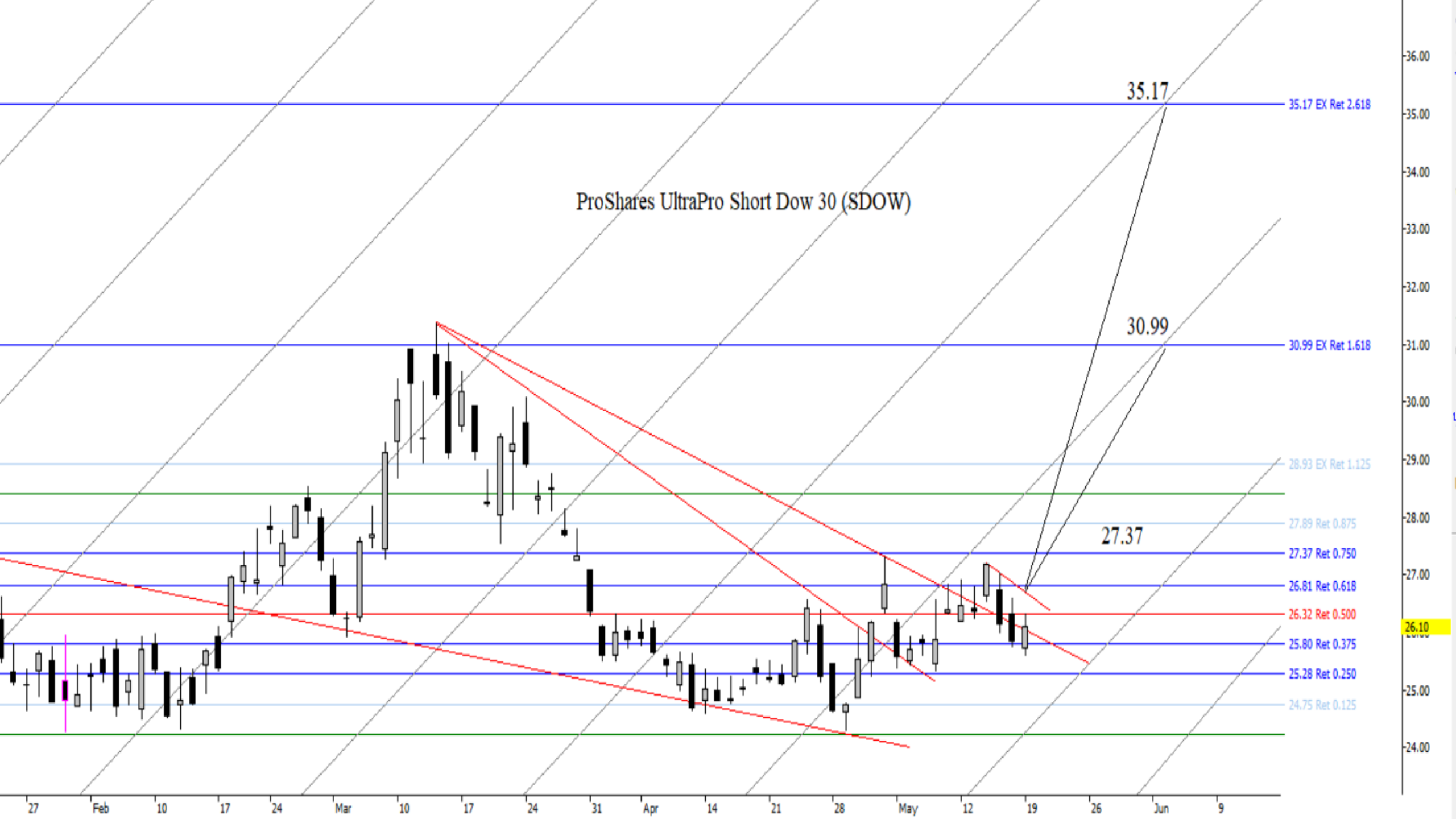
Buy candidate: ProShares UltraPro Short Dow 30 (SDOW)

- **Portfolio: Short- Dow Jones Industrial Average (DJIA).** This ETF corresponds to the move 3X the inverse move of the Dow Jones Industrial Average Index
- **ProShares UltraPro Short Dow 30 (SDOW) trade is designed to move higher at 3x the Dow Jones Index rate moving lower.**
- **The Dow Jones Industrial Average confirmed a new sell signal and an opportunity to purchase the ProShares UltraPro Short Dow 30 (SDOW).** One of the weakest indexes is the Dow Jones Industrial Average. As the S&P 500 and NASDAQ have rallied and given buy signals, the DJIA has not. When the SPX and NASDAQ close below their bear market 50% numbers at 4155.10 and 331.59. I will purchase the UltraPro Short Dow 30 (SDOW) to take advantage of the move lower.
- **ProShares UltraPro Short Dow 30 (SDOW) will be purchased with a 30-minute sell signal on the Dow Jones Industrial Average.**
- **I will send a text confirmation**
- **Start position at 3-star(***)**.

- **ProShares UltraPro Short Dow 30 (SDOW) closed at 26.10.**

- **ProShares UltraPro Short Dow 30 (SDOW) VWAP is at 52.07**
- **Sell target price on the ProShares UltraPro Short Dow 30 (SDOW): Resistance at 27.37; 1st target is 30.99; 2nd target is 35.17**
- **Stop sell price: Close below 25.06.**

ProShares UltraPro Short Dow 30 (SDOW)





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