



TFR

Trading Floor Research

Welcome to the
— Trading Floor —

07/24/22



This Trading Floor Research report contains:

- *LGL Group Inc. (LGL)*. A confirmed BUY in the Machinery Gen Industrial industry group.
- International Money Express Inc. (IMXI). A new BUY candidate in the Financial Services Specialty industry group.



Trading
Floor Research
Welcome to the
Trading Floor

Essential Lessons for Stock Market Success

Join Our Next Class

In

Burns Harbor, IN

Contact Sara to reserve a seat: 219-787-3101

David Wozniak, CMT

Chief Market Strategist at Trading Floor Research

4th Class meets: Thursday August 4, 2022

Location: Career Development Center Burns
Harbor

Sectors, Industry Groups & Leadership Stocks

The S&P 500 capped off an impressive week with a day of selling. My first S&P 500 Fibonacci target for the bear market rally is 4043.85. Friday, the S&P 500 topped out at 4012.44. The declining trendline from the March 29, 2022, top undercut the target. Friday, the S&P 500 began to sell off after testing that trendline. (Refer to S&P 500 chart)

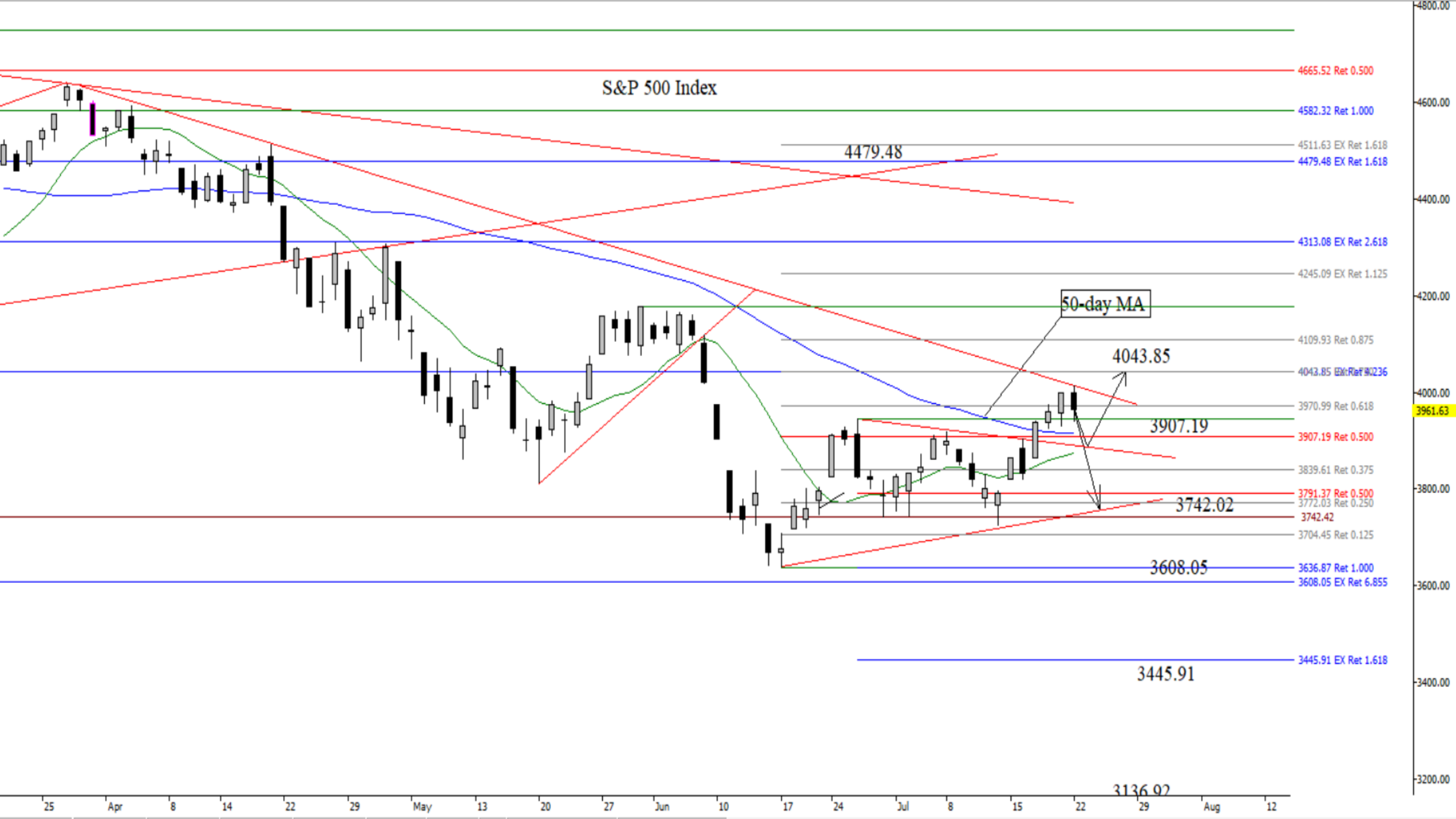
The most important thing I will focus on next week is the ability of the bulls to stay in control. As the S&P 500 pulls back, it must not close below 50% of the recent range at 3907.19. A close below this number will put the bears back in control and jeopardize any forward progress of this rally. Simultaneously, a finish below 3907.19 will put the S&P 500 back below the 50-day moving average and indicate that the institutions used this rally to unload more stock.(Refer to S&P 500 chart)

Friday, the NASDAQ Composite and the Russell 2000 each had a distribution day after the follow-through they gave earlier in the week. A distribution day that happens that quickly jeopardizes the impact of the follow-through. This is another possible indication that institutions are using the rally to distribute more stock.

If the S&P 500 closes below the significant 3742.02 Fibonacci number from my long-term chart, the market will resume its downtrend.

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

I recommend a 90% cash position and caution



Sectors, Industry Groups & Leadership Stocks

The **Technology** sector gave a buy signal that sent the chart into an immediate throwback to a rising trendline that started on May 12, 2022. It can springboard higher if the sector can close back above the trendline and use it as support. Otherwise, I am very cautious of this quasi-buy signal.

The **Computer Software Enterprise** industry group is the strongest group in the Technology sector. Accumulation was powerful this past week but not enough to confirm a buy signal. I will watch software stocks very closely next week, as the chart shows some resolve.

The **Healthcare** sector continues to put in a very constructive base after its buy signal on July 7, 2022. It has spent the last week putting a handle on a double bottom base as the sector sees substantial accumulation. (Refer to Healthcare Sector Chart)

On Friday, the **Medical Outpatient/Home Care** industry group gave a buy signal with the news that **Hanger Inc. (HNGR)** will be purchased and taken private. My favorite stock in the group is **Adapthealth Corp. CL A (AHCO)**. The stock is under intense accumulation as insiders have been aggressively purchasing since May.



Healthcare Sector

Buy Signal
7/7/22

5217.43
5176.07
5054.61

4810.38

4287.64

5,300.00
5,200.00
5,100.00
5,000.00
4,900.00
4,800.00
4,700.00
4,600.00
4,500.00
4,400.00
4,300.00
4,200.00
4,100.00
4,000.00
3,900.00

Arith

2.0B
1.1B
0.00

Volume Moving Average 50

Buy Candidate: International Money Express Inc. (IMXI)

- **Industry Group: Financial Services Specialty.** *International Money Express Inc. (IMXI)* is gaining strength from the confirmed buy signal in the Financial Services Specialty industry group. The Financial Services Specialty industry group confirmed a buy signal on July 7/21/22 and currently ranks 97th out of 197. It is down -20.61% YTD.
- **International Money Express Inc. (IMXI)** *is a money transfer service that includes online money transfers, in-person wire transfers, check processing, prepaid debit cards, bill payment, and telewire services.*
- **International Money Express Inc. (IMXI)** broke out of a double bottom base last week as institutional accumulation confirms a move higher. A potential pullback between 22.86 and 22.35 will offer another chance for a low-risk entry.
- **International Money Express Inc. (IMXI)** *will provide confirmation with a 30-minute close above a trendline at 23.23 or a pullback to the 22.86-22.35 range.*
 - *Wait for text confirmation!*
 - *Start Position at 1-star(*)*
- *Under massive institutional accumulation with an Up/Down Volume ratio of 1.90*
- *International Money Express Inc. (IMXI) closed at 23.14*
- *International Money Express Inc. (IMXI) VWAP is at 14.76.*
- *Sell target prices: 1st target is 25.81; 2nd target is 27.14; 3rd target is 30.58*
- *Stop sell price: Close below 21.89.*



Confirmed Buy: LGL Group Inc. (LGL)

- *Industry Group: Machinery Gen Industrial* . The Machinery Gen Industrial industry group ranks as the 130th strongest industry group out of 197 and is down -20.55% YTD.
- *LGL Group Inc. (LGL) is a designer and manufacturer of radio frequency & Microwave control products used in aerospace & defense, internet, and satellite links.*
- *LGL Group Inc. (LGL) broke out of a cup-with-handle base on Thursday to confirm its purchase. On June 24, institutional buying launched the right side of the cup with massive accumulation. A cup-with-handle started on September 19, 2021, during the stock's sideways movement since January 2020.*
- *LGL Group Inc. (LGL) confirmed purchase on Thursday at 13.97/share.*
- *Position is at a 1/2-star(*)*
- *Under intense institutional accumulation with an Up/Down Volume ratio of 2.45*
- *LGL Group Inc. (LGL) closed at 14.00.*
- *LGL Group Inc. (LGL)VWAP is at 9.12.*
- *Sell target prices: 1st target is 17.19-17.57; 2nd target is 22.55*
- *Stop sell price: Close below 13.10.*

LGL Group Inc. (LGL)

Up/Down Volume Ratio 2.45





Trading Floor Research

Welcome to the
Trading Floor

¹The results are not (or may not be) representative of the performance of all selections made by Trading Floor Research (TFR) newsletter.

We look for investment resources and inform you of these resources, which you may choose to use in making your own investment decisions. TFR is providing information on this resource to you subject to the TFR "Terms and Conditions of Service" disclaimer.

Past performance is no guarantee of future results. Inherent in any investment is the potential for loss. This material is being provided for informational purposes only and nothing herein constitutes investment, legal, accounting or tax advice, or a recommendation to buy, sell or hold a security. No recommendation or advice is being given as to whether any investment is suitable for a particular investor. It should not be assumed that any investments in securities, companies, sectors or markets identified and described were or will be profitable. All information is current as of the date of herein and is subject to change without notice.



Trading Floor Research

Welcome to the
Trading Floor

Disclaimer: The information, opinions and ideas expressed herein are for informational and educational purposes only and are based on research conducted and presented solely by the author. The information presented does not represent the views of the author only and does not constitute a complete description of any investment service. In addition, nothing presented herein should be construed as investment advice, as an advertisement or offering of investment advisory services, or as an offer to sell or a solicitation to buy any security. The data presented herein were obtained from various third-party sources. While the data is believed to be reliable, no representation is made as to, and no responsibility, warranty or liability is accepted for the accuracy or completeness of such information. International investments are subject to additional risks such as currency fluctuations, political instability and the potential for illiquid markets. Past performance is no guarantee of future results. There is risk of loss in all trading. Back tested performance does not represent actual performance and should not be interpreted as an indication of such performance. Also, back tested performance results have certain inherent limitations and differs from actual performance because it is achieved with the benefit of hindsight.



Trading Floor Research

Welcome to the
Trading Floor

Disclaimer

Before using this site, please make sure that you note the following important information:

Do your Own Research

Our content is intended to be used and must be used for informational purposes only. It is very important to do your own analysis before making any investment based on your own personal circumstances. You should take independent financial advice from a professional in connection with, or independently research and verify, any information that you find on our Website and wish to rely upon, whether for the purpose of making an investment decision or otherwise.

The content of this email is confidential and intended for the recipient specified in message only. It is strictly forbidden to share any part of this message with any third party, without a written consent of the sender. If you received this message by mistake, please reply to this message and follow with its deletion, so that we can ensure such a mistake does not occur in the future.

