



Technical Update

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Market Comment

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I am out of the office visiting branches until Thursday.

Wednesday Already. The market is holding up well since moving up above the 10,500 area on Friday, and during this time the advance-decline line moved up to new recovery highs. That means the broader list of stocks has been performing better than the indices, which is a bullish indication. Since the bear market low of a year ago, all of the S&P sectors are up significantly, which is typical bull market action. At this time it is difficult to say which sectors will do best since most still appear to have some very good upside potential ahead of them. Growth and value stocks have similar bullish trends, but small-caps continue to have a momentum edge over large-cap stocks. Other than that, we believe the market will continue to deliver some upside surprises in the months ahead, leaving cash as the most significant under-performer.



Chart courtesy Bigcharts.com and RBC Wealth Management

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