

Sector Moving Average Range Report

Ticker	Name	Price	1 Year		Trend	Status	Projected Edge	Range		
			% Change	Rel. Strength				Over Sold	Natural	Over Bought
XLY	Consumer Discretionary	102.98	16.43%	1.24	Up	Natural	-0.6%			
● XLP	Consumer Staples	50.49	-8.47%	-0.64	Down	OS	1.8%	●		
XLE	Energy	73.30	7.59%	0.57	Up	Extended	0.3%			●
XLF	Financials	27.88	19.15%	1.44	Up	Extended	2.1%	●		
● XLV	Health Care	82.09	10.75%	0.81	Down	OS	1.3%	●		
XLI	Industrials	75.60	15.68%	1.18	Up	Extended	0.8%	●		
● XLB	Materials	30.22	12.90%	0.97	Up	OS	0.8%	●		
● XLRE	Real Estate	30.22	-6.84%	-0.52	Down	OS	(No Data)	●		
● XLK	Technology	66.21	24.27%	1.83	Up	OS	1.9%	●		
XLU	Utilities	50.30	-2.27%	-0.17	Down	Natural	0.5%		●	

Commentary

Last week started strong as we gapped up and saw **VIX** index fall towards 15. However the end of the week was weaker and we retraced down. Even though the trade-wars woes are not gone, the market is starting to create rising peaks, while holding the support at ~255. This is a bullish indication.

My portfolio has a positive delta, and while I do add bearish trades for hedging, I still want to stay bullish.

There are 5 sectors that are oversold and **XLK** and **XLF** show the greatest technical edge. However I think that **XLP** shows the best edge and entry point (above 50).

I would look for bearish trades as a hedge in the **XLY** and **XLE** sectors, but I'd probably look for an increase in them and sell above 110 in **XLY** and above 80 in **XLE**.

How to Read The Report [\(Read more\)](#)

This report is designed to provide analysis on the market sectors according with their distance from Moving Average 200 days. Our research shows that this could serve as a good timing indicator on when to enter long or short positions. We recomand to combine this report with the **Option Samurai** scanner to find the individual trade ideas.

Columns

Traffic light - Indicates if the stock is either Overbought (red) or Oversold (green).

% change - The change in percentage of the stock price in the last year.

Rel strength - Relative strength is a ratio of a stock price performance to the market average performance (S&P 500)

Trend - The current stock trend.

Status - The status of the stock on day of report

OB - Overbought.

OS - Oversold.

Extended - The stock is near OB/OS condition, but not there yet.

Natural - No dominant movement

Projected edge - A projection based on backtested results in last 5 years. It shows how the stock behaved in the past when it was in similar conditions, compared with the average behaviour. For example, Stock XYZ shows an edge of 1.3%, it means that in the past the stock increased 1.3% **MORE** than it did on average in the last 5 years (In the following month)n.

Range - A visual indication of the status. The head marks the current status. The tail is last week's status.