

CHART OF THE DAY

January 26, 2017

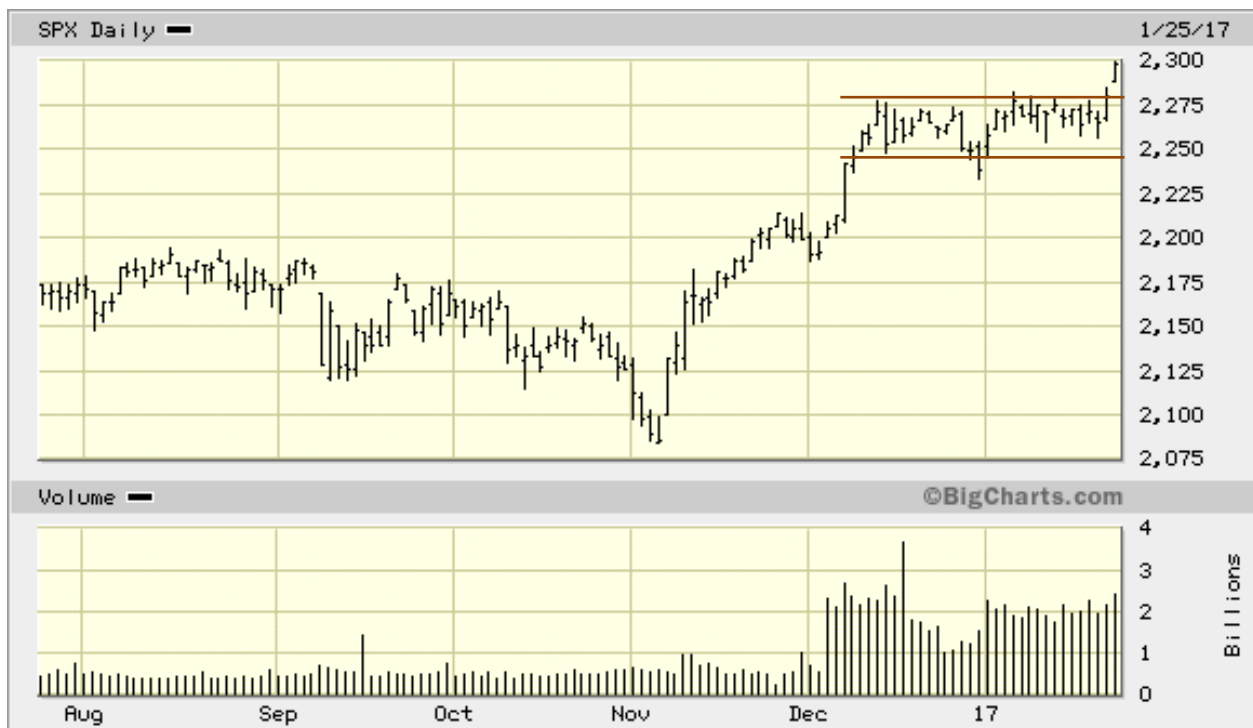
Spotlight on : S&P 500 Index

One Index made it across a psychological barrier; one didn't.

It was a momentous day on Wall Street on Wednesday. The Dow Jones Industrial Average cracked 20,000, closing at 20,068.51. The breaking of that significant psychological barrier will probably result in the DJIA Index going on a sustained up-move for the next while.

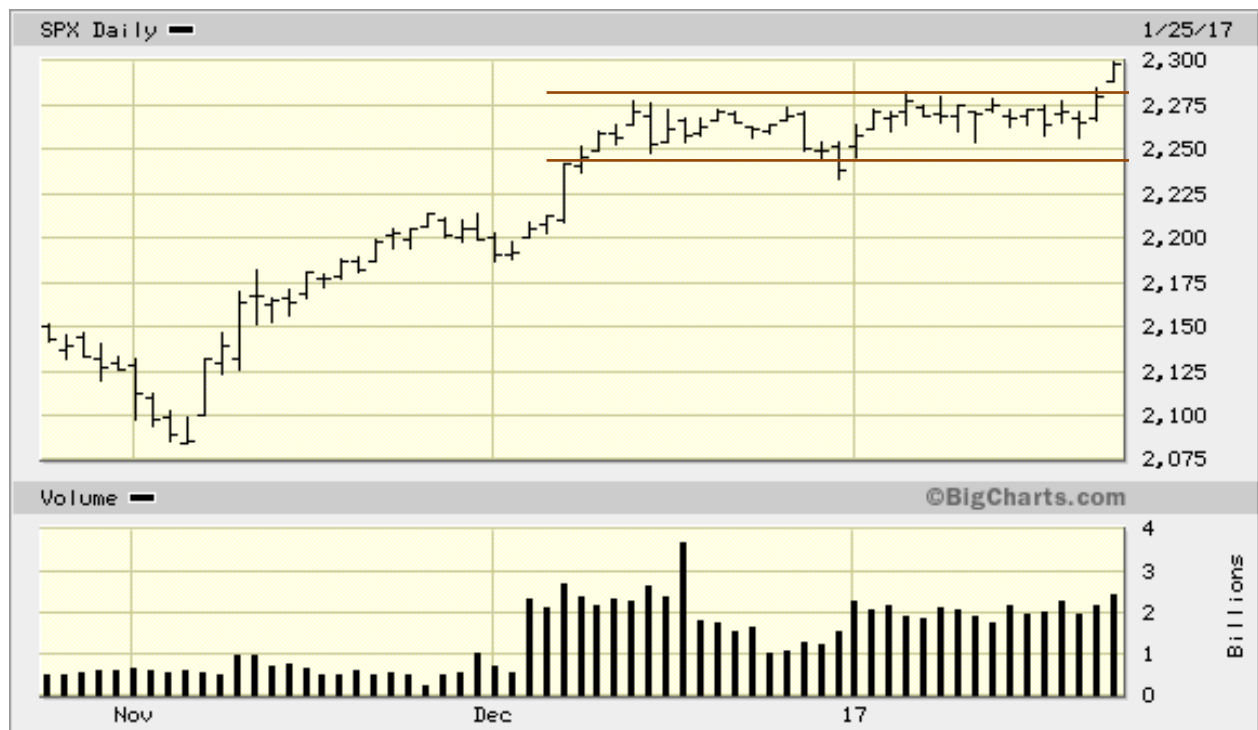
In the meantime, the S&P 500 Index itself set an all-time high and almost reached its own psychological round number of 2,300, closing at 2,298.37. Look for it also to trend higher in the near term. The market's indecisiveness may just be at an end.

Chart 1: Six-Month Chart (close at Wednesday, January 25, 2017)



Observations: The Index has broken away from the extended **BROWN** rectangle, the upper boundary of which now represents support on any retracement.

Chart 2: Three-Month Chart (close at Wednesday, January 25, 2017)



Observations: The upper boundary line of the **BROWN** rectangle represents support at 2,282. To the upside, the 2,300 level represents psychological resistance. If the Index can break through this level with conviction, then it probably will run higher for a while. The bulls will be in charge.

Link to our January 24 report: http://www.eresearch.ca/wp-content/uploads/2017/01/DayChart_012517_SP500.pdf

***e*RESEARCH DISCLAIMER**

***e*Research Disclosure Statement**

***e*Research Corporation** was established in 2000 as Canada's first equity issuer-sponsored research organization. As a primary source for professional investment research, its Subscribers (subscription is free!!!) benefit by having written research on a variety of small- and mid-cap, under-covered companies.

*e*Research also provides unsponsored research reports on middle and larger-sized companies, using a combination of fundamental and technical analysis.

*e*Research complements its corporate research coverage with a diversified selection of informative, insightful, and thought-provoking research publications from a wide variety of investment professionals.

*e*Research provides its professional investment research and analysis directly to its extensive subscriber network of discerning investors, and electronically through its website: www.eResearch.ca.

*e*Research does not manage money or trade with the general public, provides full disclosure of all fee arrangements, and adheres to the strict application of its Best Practices Guidelines.