

## In We Go

**eResearch Corporation** is pleased to provide an article by Keith Richards of **VALUETREND**.

In this article, Mr. Richards provides compelling evidence for a full-scale return to the markets.

The article is reproduced below, beginning on the next page, or you can go directly to it at the following link: <http://www.valuetrend.ca/in-we-go/>

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Thursday, February 15, 2018

## In We Go

By: Keith Richards (bio at end)

I have not been able to post for a few days. I did a presentation at the Orlando MoneyShow on Saturday and left my MacAir's power cord behind. After learning that these cords are \$80 USD (C\$100++) in Staples, I decided to wait for the fine folks at MoneyShow to purolator my cord to me at the condo I am renting. Just got it Wednesday afternoon, so lots of catching up to do.

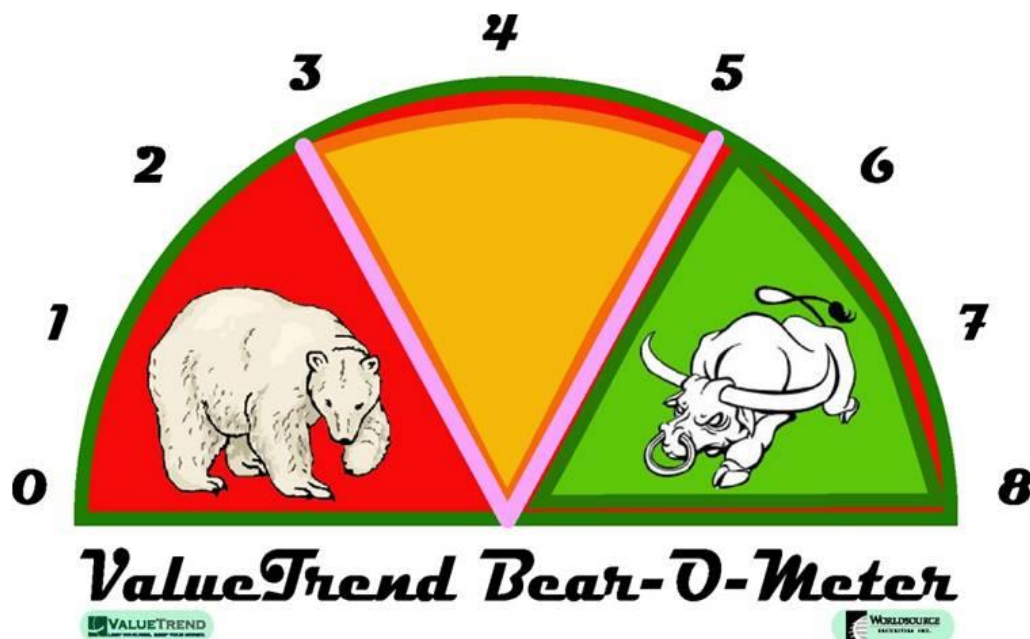
At the MoneyShow, I presented my Bear-o-meter and my short-term timing system. Both of these systems are covered regularly on this blog. Because the show was on Saturday, I updated my charts for the close on Friday for the various components of the Bear-meter—along with a fresh reading of the short-term timing system. Something amazing happened.

For the first time, the Bear-o-meter went to its maximum bullish reading of 8 on Friday.

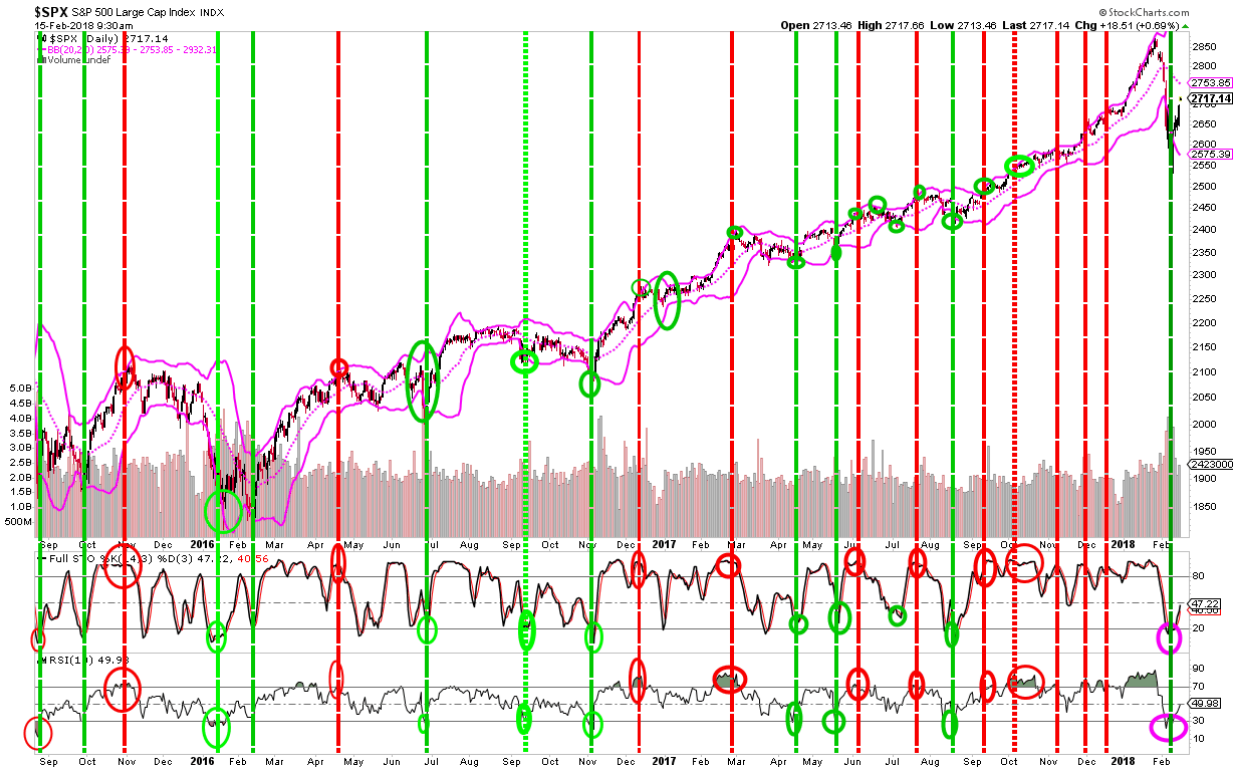
Actually, it exceeded it (measuring 9 out of 8 – an impossible number so I bring it back to 8 for the study). This is the most bullish I have ever seen the indicator.

The Bear-o-meter moved from a reading of "5" (bullish/neutral) in [early January](#) then "3" in mid-January (neutral/bearish) to "8" last week (extremely bullish)!!!

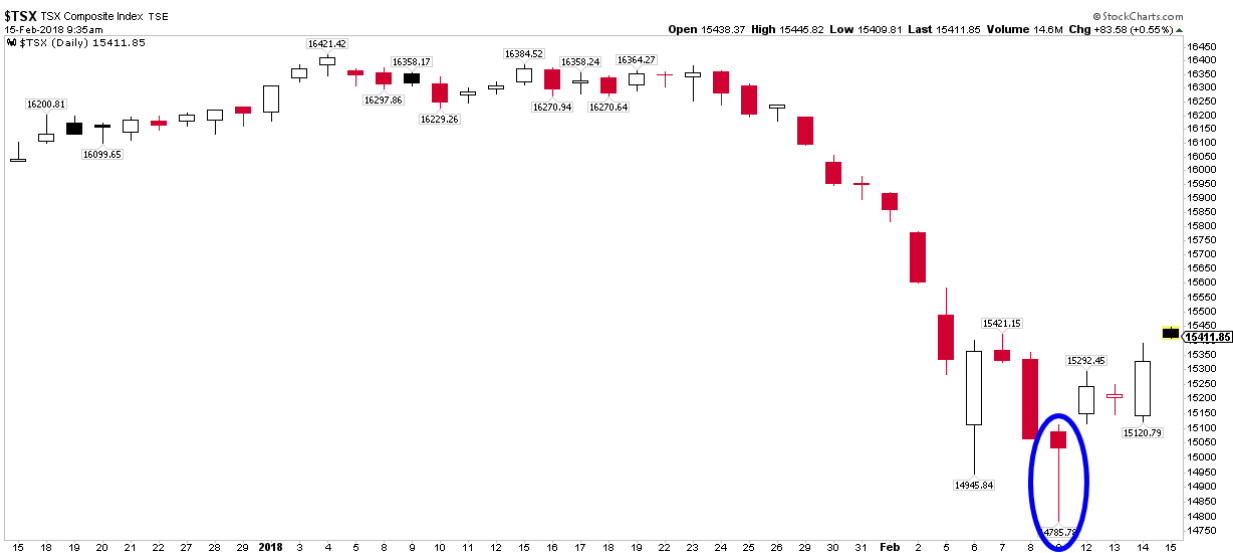
Positive changes occurred in the smart/dumb money spread, the VIX, the put/call ratio, and the percentage of stocks above their 50-day MAs.



The short-term timing system, which went **"bearish" on January 29th** (the day that the mark-down began) is now in bullish mode. Its signal occurred on Monday of this week when the bullish hook on RSI and stochastics occurred.



It was frustrating not to be able to post this blog on Monday – given these two powerful bullish signals. A few people heard about these signals early by attending my presentation in Orlando. Whatever the case, the market remains in “buy” mode at this time. This includes the TSX broad market via an ETF, which you can see is coming off of a deeply oversold position. After illustrating a nice reversal candle (“hammer”) on February 9<sup>th</sup>, the index looks positioned for at least a snap-back.



At ValueTrend, we invested 7% (of the 17% cash) we had been holding last week. We have been bidding on a couple of new positions right now, and we are looking to invest the balance between now and the end of the month.

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See **About The Author** below.

## ABOUT THE AUTHOR



ValueTrend Founder and Owner, Keith Richards, has been in the securities industry since 1990. ValueTrend manages over \$100 million through a discretionary investment service for high-net-worth clients.

Keith Richards has been in the securities industry since 1990 and is a highly regarded member of the small, exclusive community of Chartered Market Technicians in Canada. Mr. Richard's articles appear regularly in INVESTORS DIGEST, MONEYLETTER, GLOBE AND MAIL, and the TORONTO STAR newspapers.

His appearances on BNN Television have inspired producers to acknowledge him as **“one of [our] most accurate technical analysts.”** Mr. Richard's first book, SMARTBOUNCE: 3 ACTION STEPS TO PORTFOLIO RECOVERY, is available in bookstores and directly through his blog page [www.valuetrend.ca/blog/](http://www.valuetrend.ca/blog/). His second book, SIDEWAYS: USING THE POWER OF TECHNICAL ANALYSIS TO PROFIT IN UNCERTAIN TIMES was released in late 2011. He has been critical of the commission-based, follow-the-pack approach to investing – where brokers succeed regardless of performance.

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