

## TECHNICAL CHARTING OPINION

**eResearch Corporation** is pleased to feature a technical opinion by Chris Kimble of Kimble Charting Solutions.



Mr. Kimble states, on his website [www.kimblechartingsolutions.com](http://www.kimblechartingsolutions.com), that his goal for his investment research is to:

... help people to enlarge portfolios regardless of market direction by looking for patterns at extreme points of "exhaustion" with a high probability of reversing, called TBNM: tops, bottoms, no middles. The intent is to simplify the decision-making process.

Mr. Kimble has been in financial services for over 30 years.

His research is intended to simplify investment decisions and increase confidence with charts that are clear as to the pattern at hand and action to take. His strategy is to look for chart patterns at extreme exhaustion points that have a high probability of reversing. These extremes reflect excess fear and greed of global investors and, therefore, they can be capitalized upon.

By providing research showing markets at extremes of long term resistance or support, and including bullish/bearish sentiment readings when available, Mr. Kimble attempts to help investors simplify their decision-making, reduce risk, increase confidence, and improve results.

Today's article begins on the following page, and is entitled:

**Are Stocks and Yields Signaling A Historic Top Again?**

You can access his website and subscribe to his service at the following link:

[www.kimblechartingsolutions.com](http://www.kimblechartingsolutions.com)

**Note:** All of the comments, views, opinions, suggestions, recommendations, etc., contained in this Article, and which is distributed by eResearch Corporation, are strictly those of the Author and do not necessarily reflect those of eResearch Corporation.

Friday, November 23, 2018

## Are Stocks and Yields Signaling A Historic Top Again?

**(To enlarge the chart below, place cursor on chart, and <Ctrl-Click>)**

Strong economic cycles often see stocks rise alongside interest rates/treasury yields. A strong economy typically breeds good earnings and higher stock prices.

A strong economy also brings higher interest as the Federal Reserve raises rates to keep inflation at bay (and/or to normalize the rate environment).

**However, interest rates can only go so high... before they reach a tipping point.**

In the chart below, we look at the past 20 years for the S&P 500 and 5-Year U.S. Treasury Yield. They tend to rise together, but when rates/yields roll over and support is breached, a deep stock market decline ensues. See support at (1) on both.

**Tops in stocks and yields have taken place along the falling resistance line (A) on the 5-Year. Careful here!**



**<CTRL-CLICK> ON CHART TO ENLARGE**

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