



# Technical Update

Portfolio Advisory Group – U.S. Equities

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**Temporary darkness.** The market indexes appear to be starting a corrective period, which is what many individual stocks and groups have been doing for several months already. Now it seems that the larger stocks that make up the bulk of the market cap for the major indexes are catching up to the weakness in the broader market. Because so many seem to be expecting a market correction, we suspect it may not be as deep as some predictions, but could last two to three months, which could be long enough to cause a further increase in the bearish opinions. In any case, we see the current market trend as a temporary and normal pullback within a longer-term bull market. We are also looking for a good general buying point during this period, but do not think it is possible to call the timing or magnitude of the correction at this time.



Chart courtesy StockCharts.com and RBC Wealth Management

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