



Technical Update

Bob Dickey – Technical Strategist

September 20, 2019

Growth and value. There has been much discussion of whether value stocks, basically those with lower price-to-earnings ratios and earnings growth patterns, are starting to outperform the higher-growth stocks that have been the market leaders during the bull market of the past 10 years. Generally, when there is a greater sense of risk among investors, value stocks often attract more investment interest because of the perceived safety of these usually less volatile issues. However, even in the current news cycle of concern, on many fronts we are still not seeing clear evidence of a significant shift into value stocks as an ongoing trend. Value stocks have moved higher during the bull market, but except for short periods, growth stocks have continued to be the leading sector.



Chart courtesy StockCharts.com and RBC Wealth Management

Investment and insurance products offered through RBC Wealth Management are not insured by the FDIC or any other federal government agency, are not deposits or other obligations of, or guaranteed by, a bank or any bank affiliate, and are subject to investment risks, including possible loss of the principal amount invested.

Disclosure

The information contained in this communication has been compiled from sources believed to be reliable, but no representation or warranty, express or implied, is made by RBC Wealth Management, its affiliates or any other person as to its accuracy, completeness or correctness. All opinions and estimates contained in this communication constitute the author's judgment as of the date of this communication, are subject to change without notice and are provided in good faith but without legal responsibility. Nothing in this communication constitutes legal, accounting or tax advice or individually tailored investment advice. This material is prepared for general circulation to clients and has been prepared without regard to the individual financial circumstances and objectives of persons who receive it. The investments or services contained in this communication may not be suitable for you and it is recommended that you consult your Financial Advisor if you are in doubt about the suitability of such investments or services. Past performance is not a guide to future performance, future returns are not guaranteed, and a loss of original capital may occur. This communication is not, and under no circumstances should be construed as, a solicitation to act as a Financial Advisor. To the full extent permitted by law neither RBC Wealth Management nor any of its affiliates, nor any other person, accepts any liability whatsoever for any direct, indirect or consequential loss arising from, or in connection with, any use of this communication or the information contained herein. No matter contained in this communication may be reproduced or copied by any means without prior written consent of RBC Wealth Management in each instance. This communication is not a research report or a product of RBC Capital Markets' Research Department. As such, this communication may not be independent of RBC Capital Markets' proprietary interests. RBC Capital Markets may trade the securities discussed in this communication for its own account and on a discretionary basis on behalf of certain clients. Unless otherwise specified, the views expressed herein are the author's and may differ from the views of RBC Capital Markets' / RBC Wealth Management's Research Department and from the views of others within RBC Capital Markets and RBC Wealth Management. The information in the body of this communication is intended to provide general company and/or market commentary, is not intended to provide a sufficient basis for an investment decision.

RBC Wealth Management, a division of RBC Capital Markets, LLC, member NYSE/FINRA/SIPC. © 2019 All rights reserved.

Disseminated: Sept 20, 2019 08:15 ET; Produced: Sept 20, 2019 08:07 ET



Wealth Management