



# Sector Snapshot

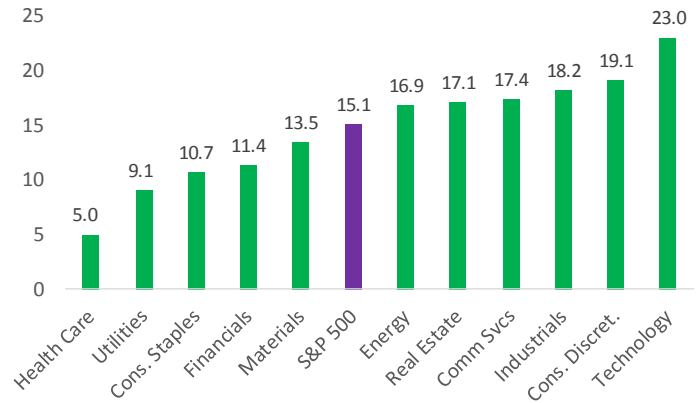
The Technology sector just keeps on chugging along this year. As shown at right, Tech is up a whopping 23% YTD already, which is nearly 4 percentage points better than the next closest sector — Consumer Discretionary. The sector is also the first to break out to new all-time highs, eclipsing prior all-time highs made in Q3 last year. The fact that the first sector to make a new all-time high after the Q4 correction is also by far the largest sector in the market is a good sign that new highs are likely coming for the broad S&P 500 as well.

Health Care is a sector we've been highlighting as showing weakness for months now, and while it's in the green for the year, it's underperforming the S&P by more than 10 percentage points YTD.

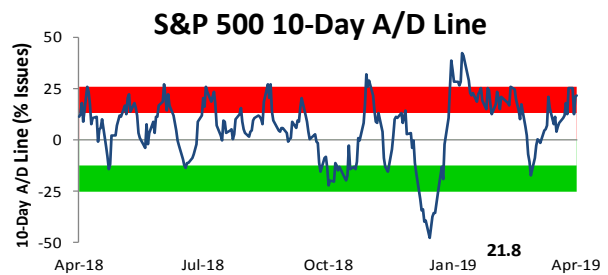
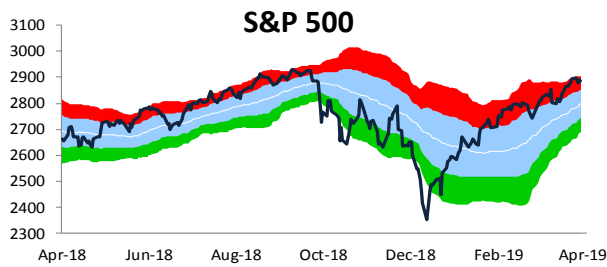
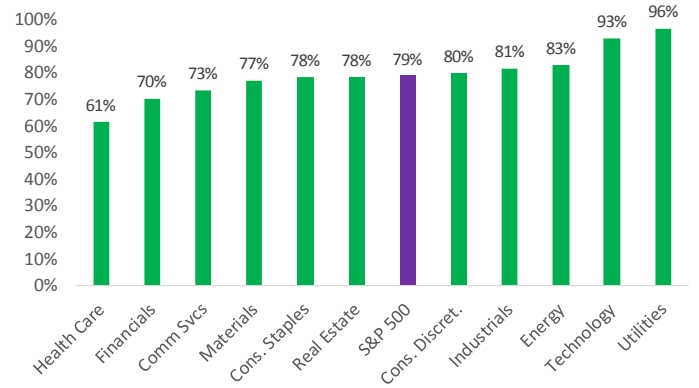
Tech is up the most YTD, but it's the Utilities sector that has the strongest breadth as measured by the percentage of stocks above their 50-DMAs. 96% of Utilities stocks are above their 50-DMAs even though the sector is up just 9.1% YTD. For Tech, 93% are above their 50-DMAs.

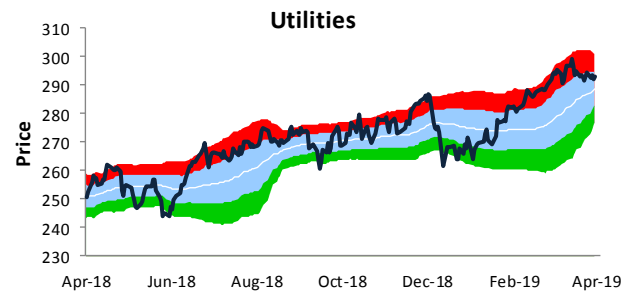
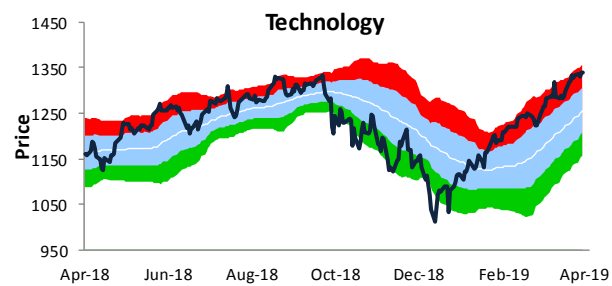
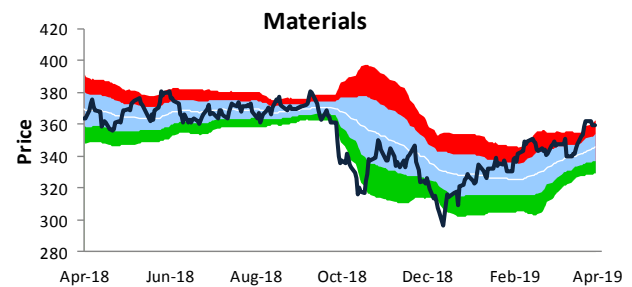
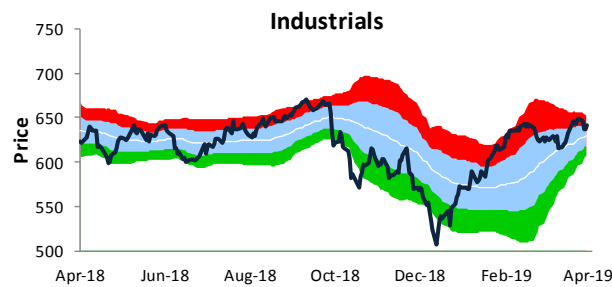
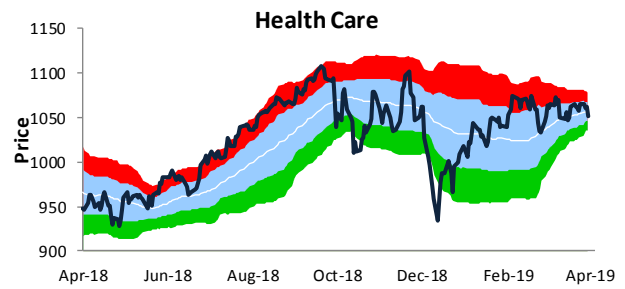
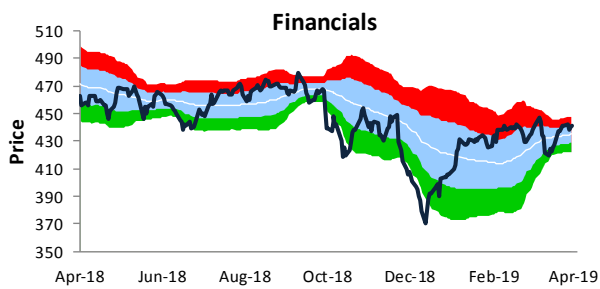
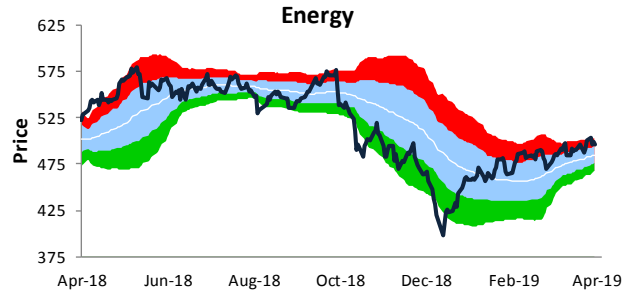
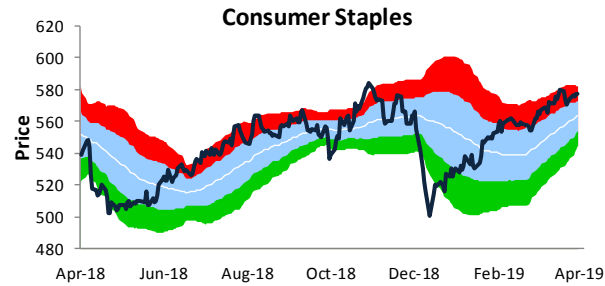
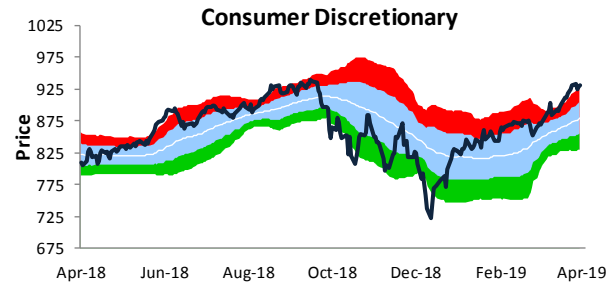
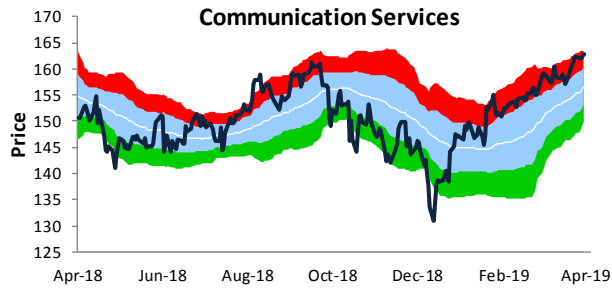
It's also good to see that Tech is getting help from sectors like Industrials, Communication Services, and even Energy lately.

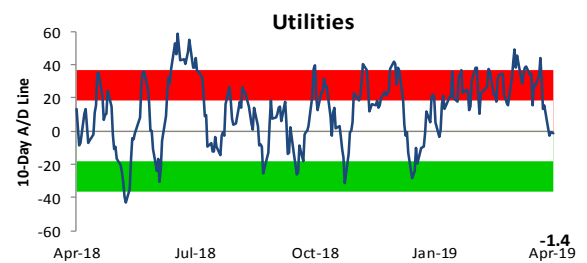
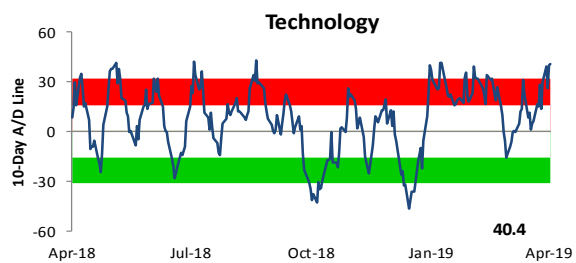
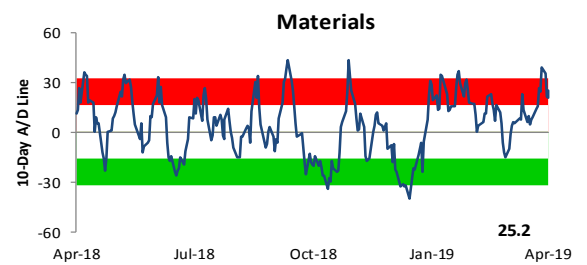
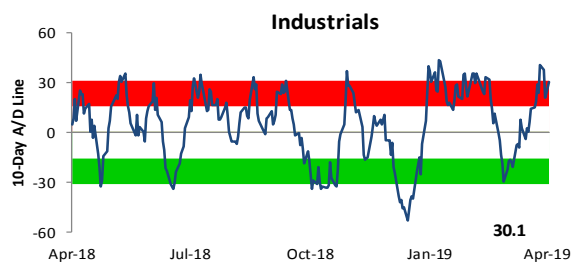
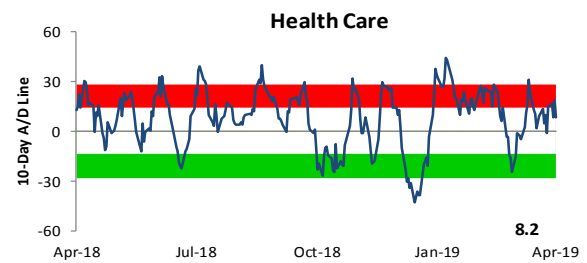
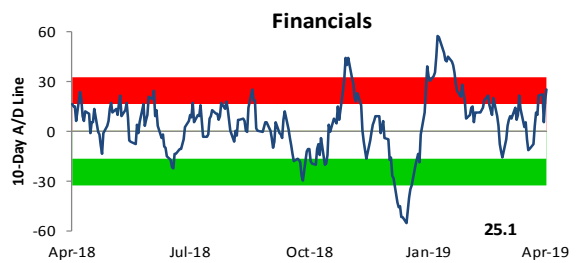
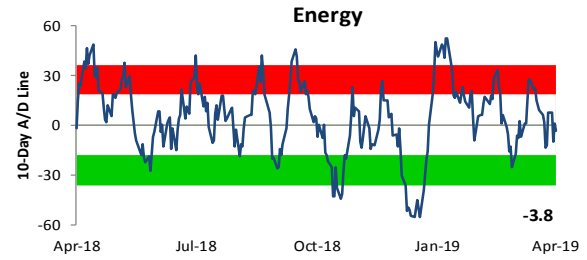
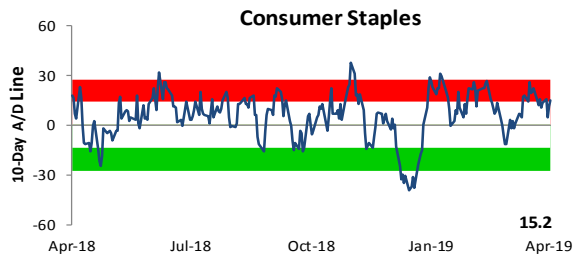
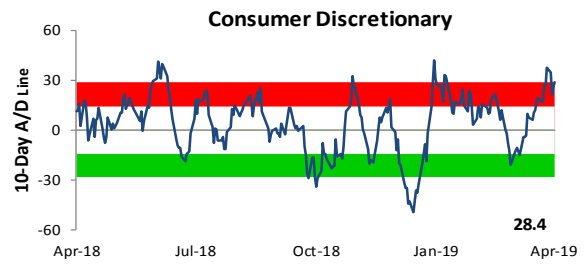
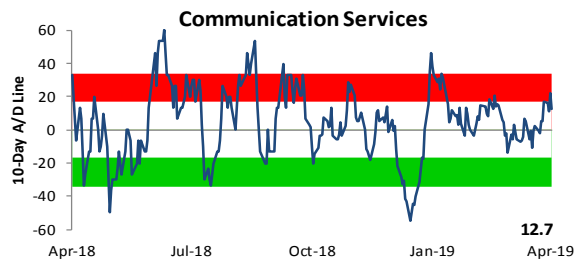
**S&P 500 Sectors: 2019 YTD % Chg**

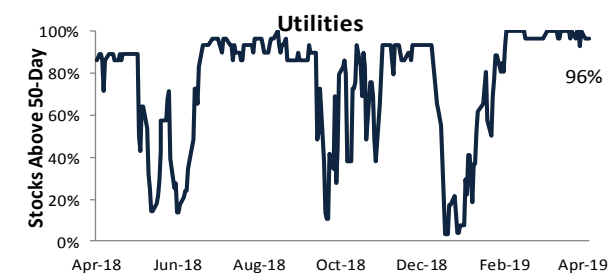
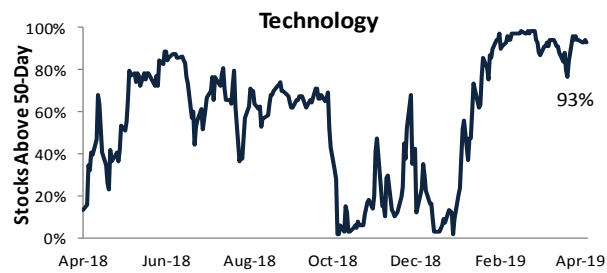
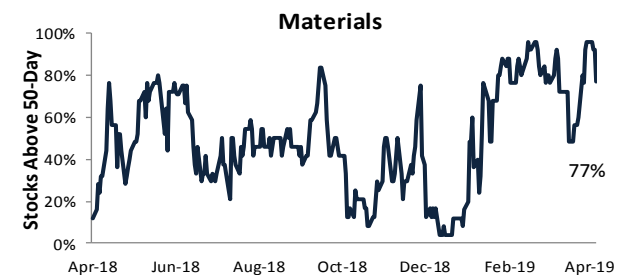
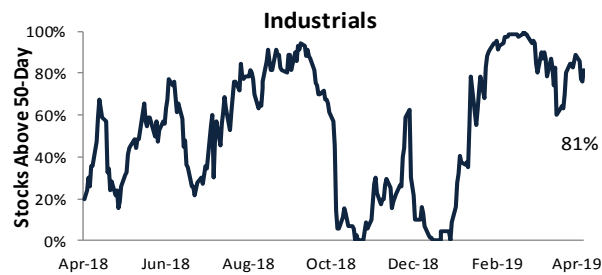
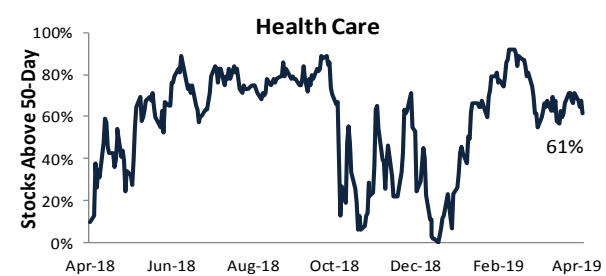
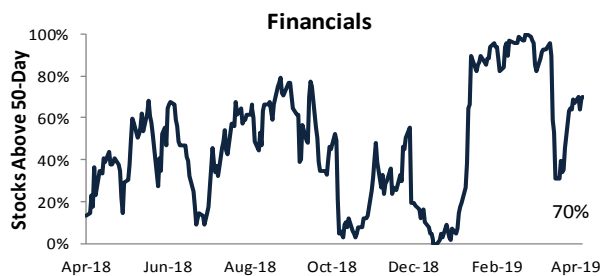
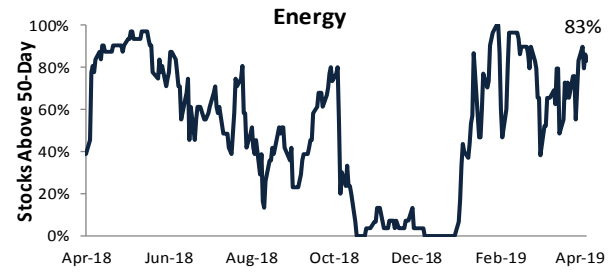
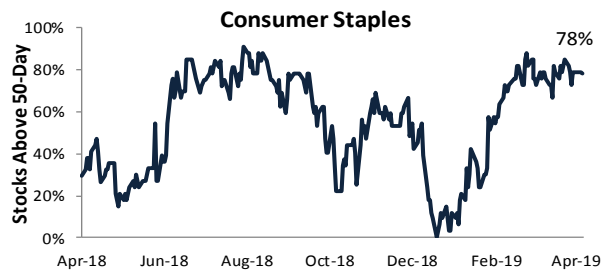
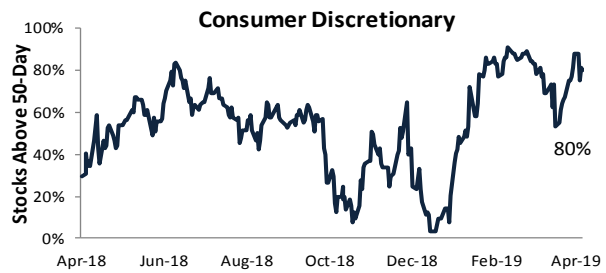
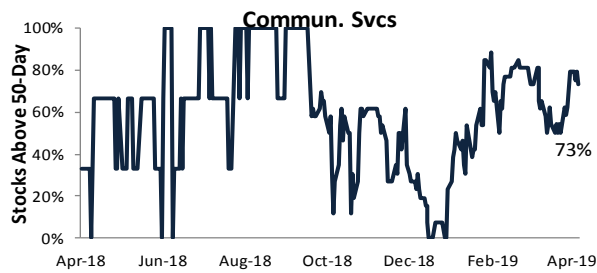


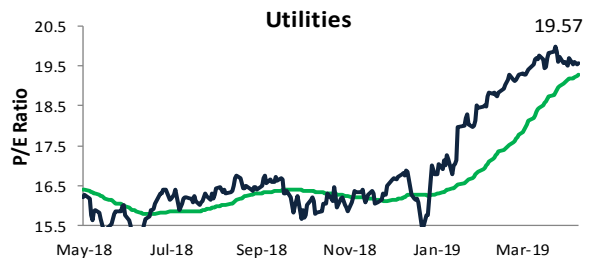
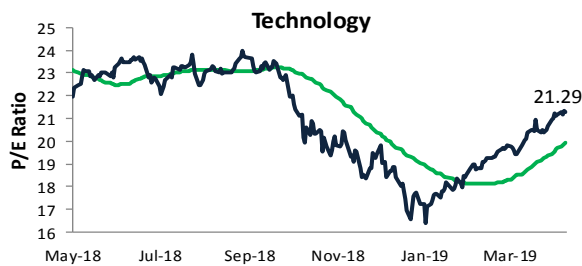
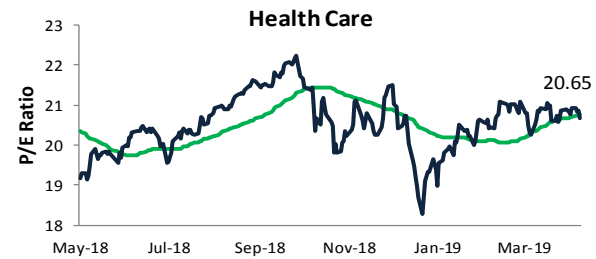
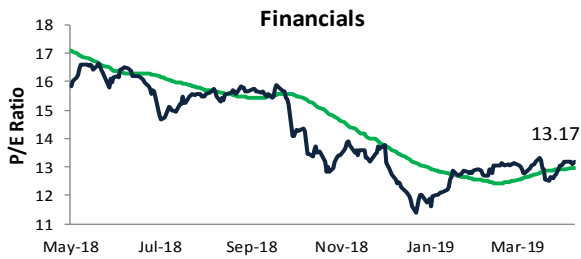
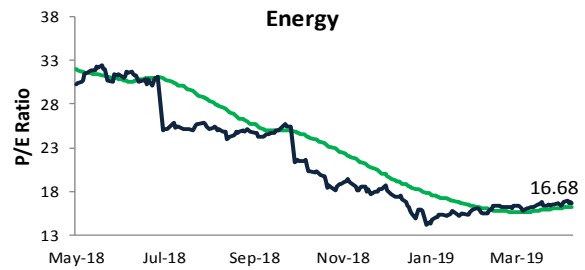
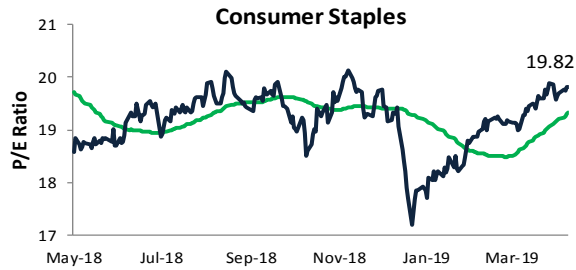
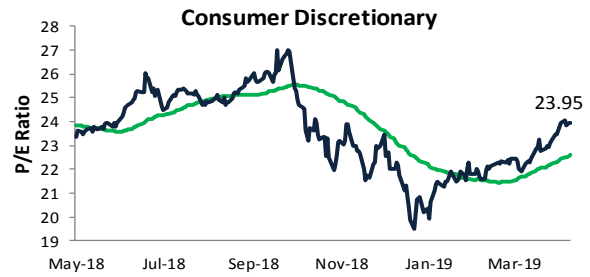
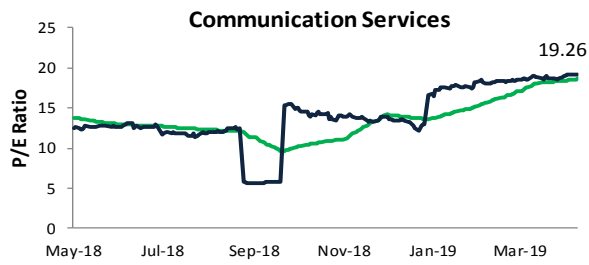
**S&P 500 Sectors: % of Stocks Above 50-DMAs**





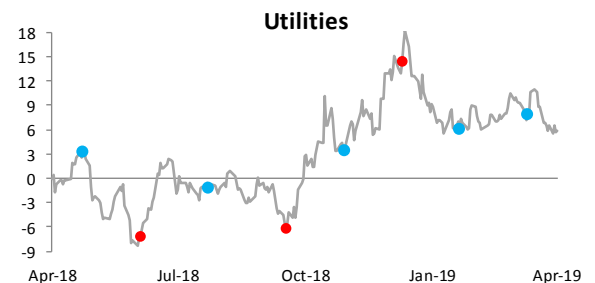
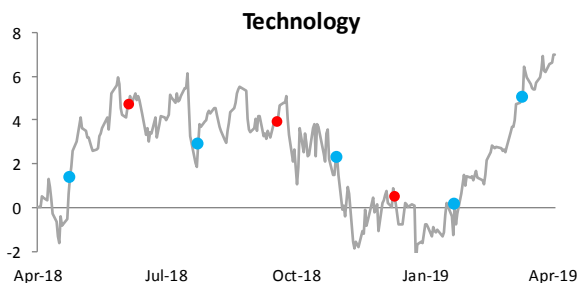
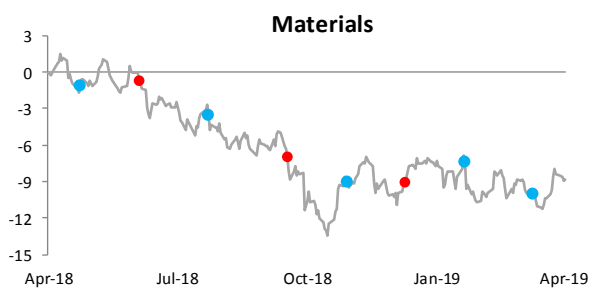
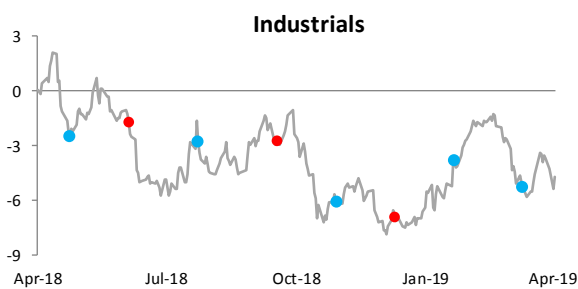
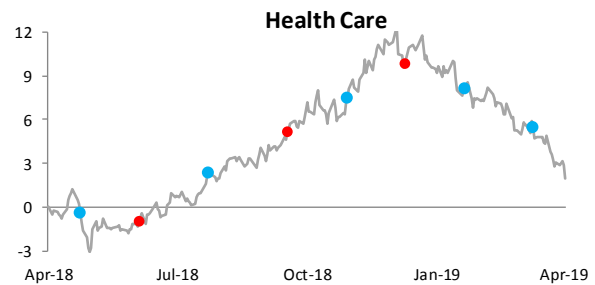
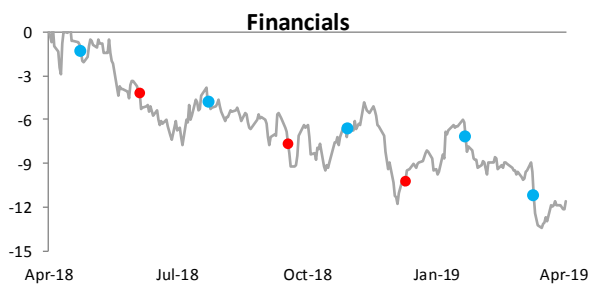
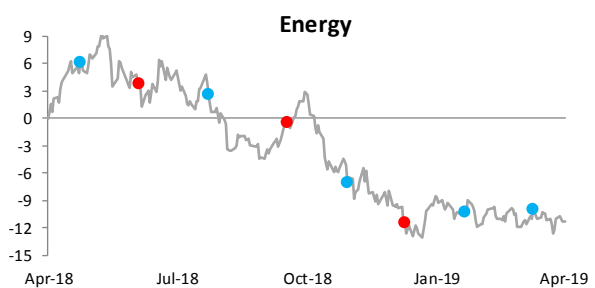
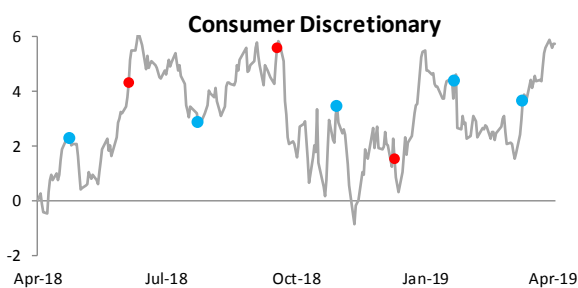
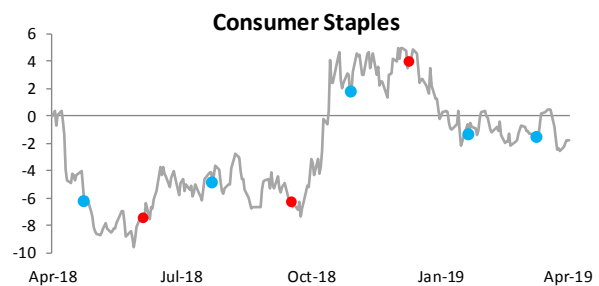
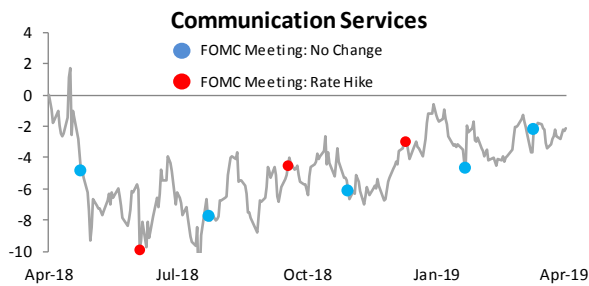


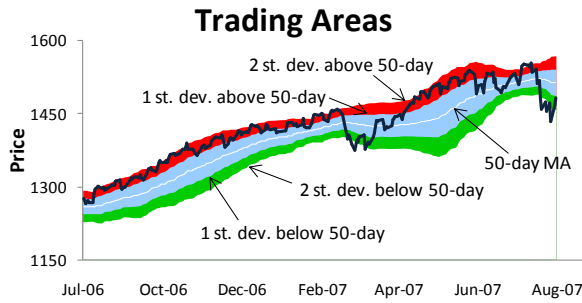




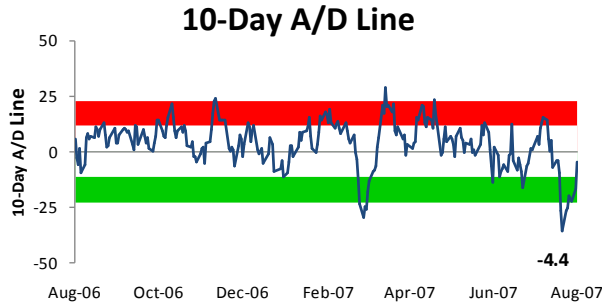


Rising lines indicate that sector is outperforming S&P 500, while downward sloping lines represent sector underperformance. Red dots indicate Fed rate hikes, and blue dots represent Fed meetings where no changes were made to interest rate policy.

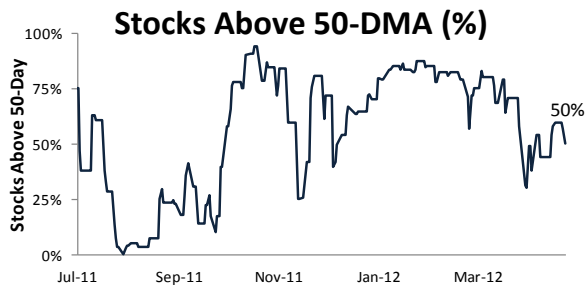




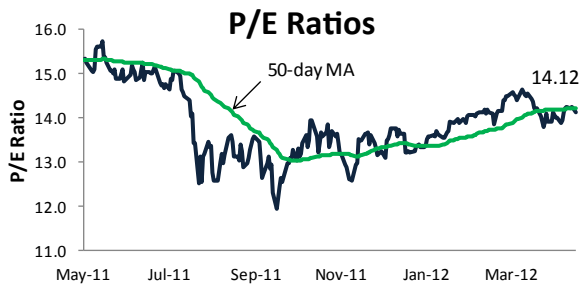
In these charts, the blue shading represents one standard deviation above and below the sector's 50-day moving average. The red area is between one and two standard deviations above the 50-day while the green area is between one and two standard deviations below. When the price moves into or above the red zone, it is considered overbought while movements into or below the green line indicate oversold levels.



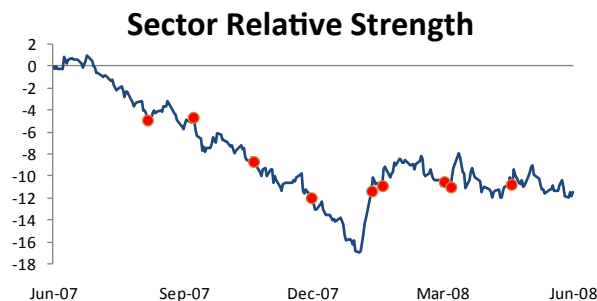
The charts of the ten-day advance-decline lines (A/D) are calculated by taking the daily number of advancers minus decliners in each sector and then adding them up over a rolling ten day period. Just as in the Trading Area charts, the red zone marks overbought territory and the green zone marks oversold territory.



These charts highlight the percentage of stocks in each sector or index trading above their 50-day moving averages. Our experience has found that when this number has sharp moves in either direction, a short-term reversal is usually in the cards.



These charts show the trailing P/E ratio of the specified sector or index and its 50-day moving average. This enables readers to see how valuations currently stack up.



Our sector relative strength charts compare the performance of each sector to the S&P 500 over the last year. Rising lines indicate outperformance versus the S&P 500, while declining lines indicate underperformance. Red dots indicate Fed rate decisions. Many investors use relative strength to find sectors with strong or weak momentum.