

THE McCLELLAN MARKET REPORT

DAILY EDITION

Prepared after the close of trading on Tuesday, March 01, 2022

CURRENT OPINIONS

STOCKS: Bearish for short, intermediate, and long term trading styles.

BONDS: Bearish short, intermediate, and long term. Monday's and now Tuesday's up move was not part of the program, and bond prices should trend lower to mid-April.

GDM & GOLD: Neutral short and intermediate term. Change to short term bearish if April gold futures closes below 1903.03.

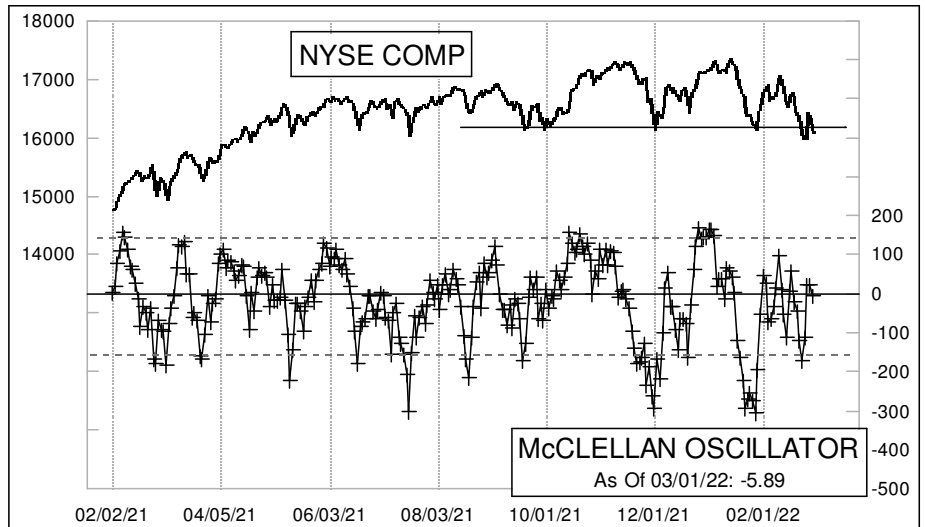
Note: Time frames mentioned refer to trading styles, and not to the duration of a forecast.

The breadth numbers on Monday were negative, but not enough to take the NYSE's McClellan A-D Oscillator down through its zero level. Additional weakness on Tuesday got that job done.

This leaves behind yet another "simple" structure above zero. A complex structure is one that involves chopping up and down without a crossing of the zero line. Complexity implies strength for the side on which it is seen, which can be either bullish strength if above zero or bearish strength.

A simple Oscillator structure sees the Oscillator just go across zero and back, without building any complexity. It implies a lack of strength. All during February, we have seen simple structures alternating on both sides of zero, conveying the message that neither side was in charge. Now the bears get another try.

As this is happening, the NYSE Comp. Index is dropping back below the support level defined by the last several lows. It broke below that last week and rebounded, as if to say that we were seeing a break-



Segment	Rank	Score	Current Managed Account Program Positions		
Sm Cap Value	2	-2.36%	Stock Optimizer: 50% 2x Inv. SP500, 50% Cash		
Sm Cap Grwth	4	-4.45%	RS2000: 83% Govt Long Bond, 17% Cash		
Lg Cap Value	3	-2.92%	Rising Star: 52% Invested, 48% Cash		
Lg Cap Grwth	5	-5.40%	Program funds managed by Global Investment Solutions, LLC		
Cash	1	0.00%	For more information, call (866) 547-3123		

ADV-DECL	ADV	DECL	A-D	10%T	5%T	A-D OSC	SUMM INDEX	OSC UNCH'd	OSC TO ZERO					
NYSE	03/01/22	1331	2048	-717	-255.112	-249.217	-5.895	-1439.123	-261	-143				
NASDAQ	03/01/22	1686	3092	-1406	-419.345	-430.042	10.697	-3396.692	-409	-623				
NDQ 100	03/01/22	18	82	-64	-10.780	-8.864	-1.916	-71.397	-13	26				
VOLUME	UP VOL	DN VOL	UV-DV	10%T	5%T	Volume OSC	SUMM INDEX	OSC UNCH'd	OSC TO ZERO					
NYSE	03/01/22	2026461	3850102	-1823641	-471702	-347728	-123975	-2361502	-595677	1883820				
NASDAQ	03/01/22	2023445	4060386	-2036941	-89340	-103162	13822	-1156018	-75518	-351960				
NDQ 100	03/01/22	63601	825746	-762145	-70262	-77221	6960	-834854	-63302	-202500				
PRICES	HIGH	LOW	CLOSE	10%T	5%T	PRICE OSC	OSC Direction	OSC UNCH'd	Sum/10 Level	1%T				
DJIA	33870.14	33107.67	33294.95	34282.93	34738.14	-455.215	DOWN	33827.71	35147.84	34536.25				
NYComp	16351.30	15986.06	16069.16	16448.77	16601.78	-153.007	DOWN	16295.77	16739.49	16446.45				
SP500	4378.45	4279.54	4306.26	4400.12	4468.26	-68.136	DOWN	4331.98	4529.58	4405.90				
SP400	2666.67	2591.31	2609.31	2641.37	2670.61	-29.243	DOWN	2612.13	2696.93	2674.03				
NASDAQ	13777.04	13441.32	13532.46	13802.80	14146.27	-343.465	UP	13459.34	14455.39	14442.60				
Nasdaq 100	14271.58	13906.92	14005.99	14323.07	14703.85	-380.780	UP	13942.29	15046.55	14828.20				
Russ2000	2050.65	1995.42	2008.51	2028.01	2064.99	-36.985	UP	1991.02	2098.28	2156.77				
GDM	999.04	961.95	998.96	934.84	910.36	24.486	UP	959.33	888.32	911.41				
Apr Gold	1952.60	1903.00	1943.80	1878.05	1853.06	24.983	UP	1903.03	1830.58	1816.99				
Jun Bonds	159.69	156.31	159.16	155.36	156.36	-0.999	UP	154.36	157.26	159.91				
DJI Osc Rising Index:		27%	Low Neutral, Trend Up			DJI Osc Pos & Rising:		10%	Oversold, Rising from Oversold					
NDX stocks >100MA:		18	Arms Index:		1.23	VIX:		33.32	Uppr Band:		28.34	Lwr Band:		18.66

down failure which can be a bullish sign. But that bullish implication did not come to pass, and so now we appear to be seeing a “failure failure”, giving the bears the chance to proceed once again.

Just looking at the price plot of any of the major indices, one can see that it is a downtrend with lower highs and lower lows. Downtrends can end, but they also tend to persist, and so you have to have a really good case to bet against one. I do not have such a case now.

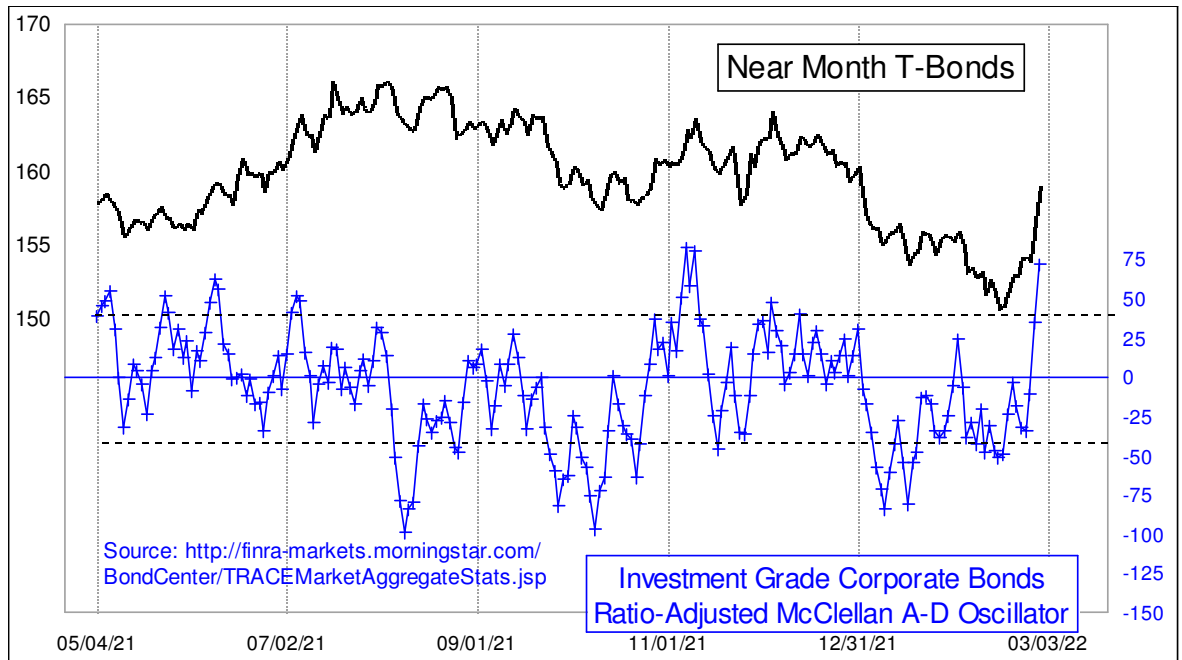
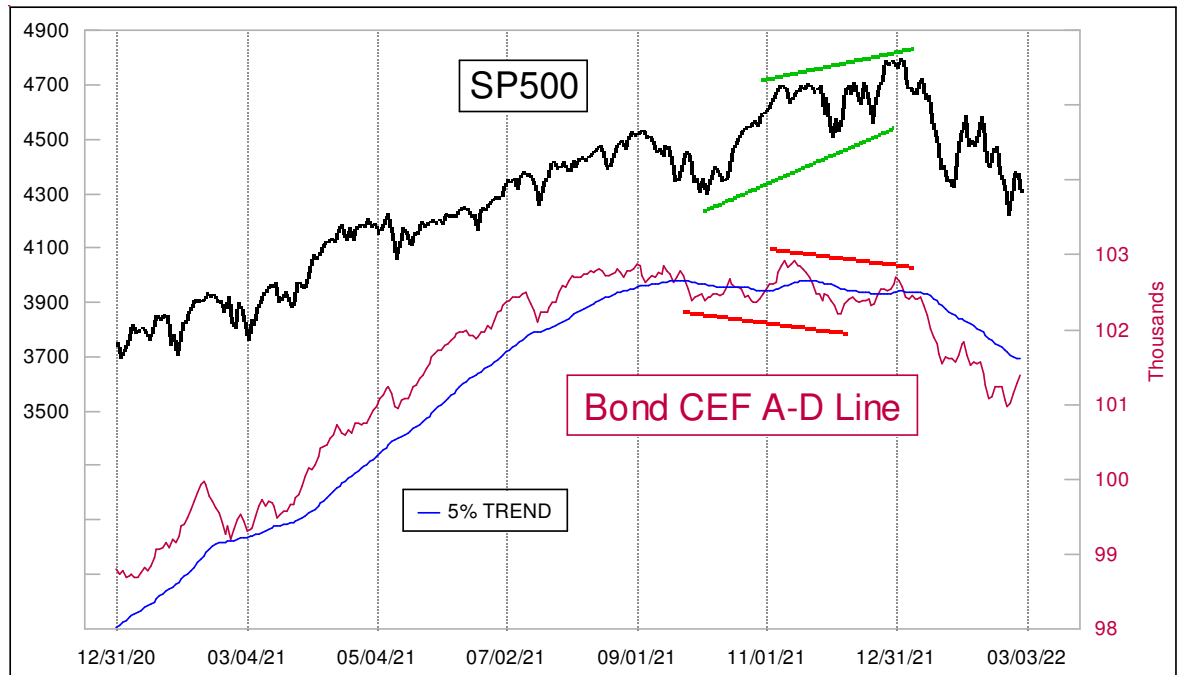
In addition to weak overall breadth numbers, the bond-related closed end funds (CEFs) that trade on the NYSE are still acting weak. These issues are often criticized for supposedly contaminating the overall NYSE A-D data, but I find that they make for very useful canaries to warn of liquidity problems.

The top chart shows the A-D Line for just these issues. It correctly told us of the strength in the liquidity stream for most of 2021, and then also correctly started warning us ahead of the year-end price top. This A-D Line remains below its 5% Trend, although the strength in T-Bonds on the Russia-Ukraine news has led it to move higher over just the past 4 trading days. This has not been enough of an up move to climb above that 5% Trend, though.

T-Bond prices rose hard again on Tuesday, after a big pop on Monday. This is definitely not part of the program of what bonds and bond yields are supposed to be doing now, according to gold’s leading indication. And that likely means it will have to get paid back, eventually.

The strength in T-Bonds bled over into the high-grade corporate bond market, resulting in another really lopsided (5-1) up day for the breadth numbers on those bonds published by FINRA. The lower chart shows a Ratio-Adjusted McClellan Oscillator for those data, and it is up to a really high level.

Unlike in the NYSE, where really high Oscillator readings can be a sign



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of strong upward initiation of a strong new uptrend, in this one such readings are nearly always indications of exhaustion. I expect that interpretation to be the operative one this time as well.

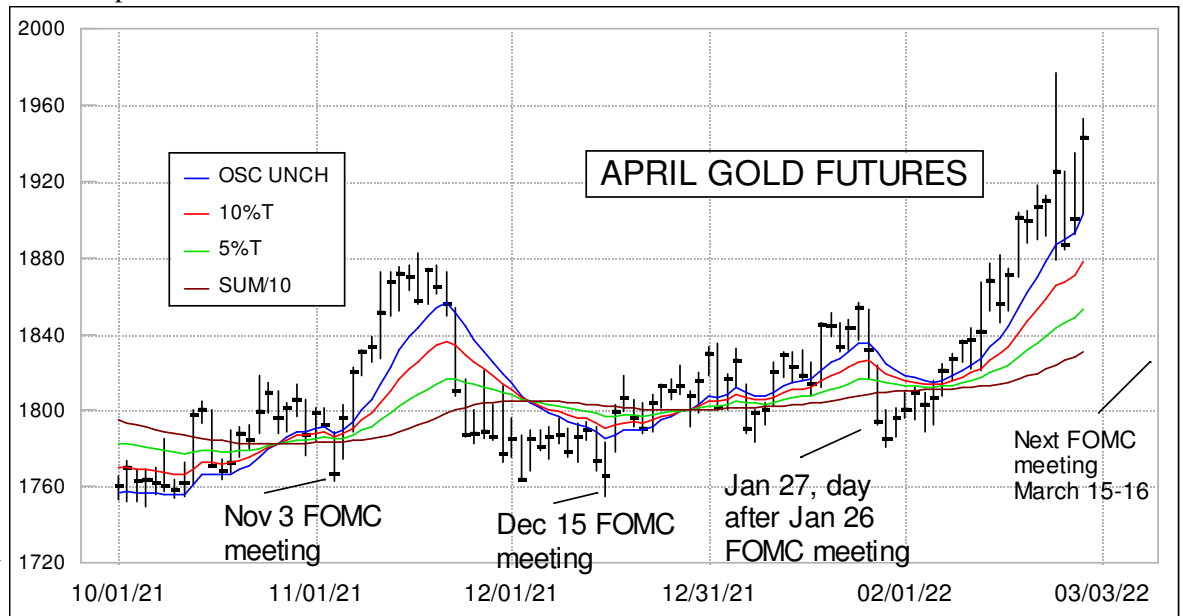
Gold futures prices rose to a higher closing high on reports that Russia is trying to bolster its own economy by buying gold and getting rubles out into the hands of investors. Whether that is true or a useful explanation of what is happening is a secondary concern, for the moment anyway.

It was not a higher intraday high; the 1976.50 reading on Feb. 24 stands as the intraday high for the moment.

This is a strong looking uptrend, but it is based solely on the Ukraine news flow. Eventually

gold traders are going to turn back to other types of news, including the upcoming FOMC meeting set for March 15-16. The last several FOMC meetings have all seen gold dips associated with them, usually bottoming right on the day of the meeting. The late January big dip came the day after that FOMC meeting, and the final low was another day after that. But it was still associated with that FOMC meeting.

This coming one is expected to be the one when the Fed finally starts raising short term rates, and maybe that will be what breaks this string. But I would not want to bet that way. With gold already overbought, and with a likely cause for a dip just ahead of us, this is not the time in my view to chase the up move in gold prices. At the same time, it is still an uptrend, and unless the price can drop below the blue Price Oscillator Unchanged line, I do not want to short it either.





Stocks Currently on a "Buy"

Company Name	Symbol	Buy Date	Buy Price	Current	% Change
Apple	AAPL	3/11/2019	\$44.73	\$163.39	265.32%
Tesla	TSLA	10/20/2020	\$421.94	\$864.37	104.86%
Citigroup	C	3/23/2021	\$70.91	\$58.59	-17.37%
Alteryx	AYX	4/19/2021	\$82.49	\$63.21	-23.37%
Freeport-McMoran	FCX	6/9/2021	\$40.70	\$47.91	17.71%
Terex	TEX	7/30/2021	\$47.92	\$38.66	-19.32%
Ally Financial	ALLY	9/3/2021	\$51.06	\$46.31	-9.30%
Capital One Financial	COF	9/3/2021	\$157.26	\$140.68	-10.54%
Chipotle	CMG	9/13/2021	\$1,867.19	\$1,487.95	-20.31%
Goldman Sachs	GS	9/16/2021	\$396.68	\$328.20	-17.26%
Mosaic	MOS	11/5/2021	\$37.35	\$51.87	38.88%
Merck	MRK	11/5/2021	\$81.61	\$76.34	-6.46%
Abiomed	ABMD	11/17/2021	\$343.50	\$313.49	-8.74%
Nvidia	NVDA	12/6/2021	\$300.37	\$234.77	-21.84%
Home Depot	HD	12/17/2021	\$387.98	\$320.25	-17.46%
Medifast	MED	1/3/2022	\$215.83	\$192.79	-10.68%
Wynn Resorts	WYNN	1/3/2022	\$87.77	\$81.64	-6.98%
Amphenol	APH	1/7/2022	\$82.12	\$74.12	-9.74%
Mercadolibre	MELI	1/7/2022	\$1,085.36	\$1,124.52	3.61%
TechTarget	TTGT	1/7/2022	\$84.25	\$75.96	-9.84%
Mid America	MAA	1/10/2022	\$214.70	\$203.63	-5.16%
Kb Home	KBH	1/21/2022	\$40.58	\$39.04	-3.79%
Micron Technology	MU	1/21/2022	\$81.93	\$86.26	5.28%
Alphabet	GOOG	2/8/2022	\$2,784.26	\$2,683.63	-3.61%
Microsoft	MSFT	2/22/2022	\$287.80	\$294.95	2.48%
Boeing	BA	3/1/2022	\$194.91	\$194.91	0.00%

Stocks Currently on a "Buy"

Company Name	Symbol	Buy Date	Buy Price	Current	% Change

Sell Date

Company Name	Symbol	Buy Date	Sell Date	Buy Price	Sale Price	% Change
Tenneco	TEN	10/7/2021	2/11/2022	\$14.54	\$9.65	-33.63%
DANA	DAN	6/10/2021	2/4/2022	\$25.90	\$21.11	-18.49%
Visa	V	8/2/2021	2/1/2022	\$239.78	\$232.11	-3.20%
American Express	AXP	1/21/2022	1/26/2022	\$158.74	\$175.32	10.44%
Boeing	BA	3/23/2021	1/26/2022	\$241.25	\$194.27	-19.47%
EPAM Systems	EPAM	12/17/2021	1/7/2022	\$636.33	\$556.68	-12.52%
Microsoft	MSFT	5/3/2021	1/5/2022	\$247.79	\$316.38	27.68%
Zoom Video	ZM	10/25/2021	12/29/2021	\$279.79	\$181.81	-35.02%
O'reilly Automotive	ORLY	10/29/2021	12/29/2021	\$622.32	\$708.14	13.79%
Lennar	LEN	12/17/2021	12/29/2021	\$105.84	\$116.10	9.69%
Kb Home	KBH	12/20/2021	12/28/2021	\$40.58	\$44.69	10.13%
Edwards Life Sciences	EW	9/13/2021	12/27/2021	\$119.35	\$130.58	9.41%
Century Aluminum	CENX	4/6/2021	12/22/2021	\$15.30	\$16.85	10.13%

Buy and Sell signals are generated by technical indicators often referred to as "directional" indicators. Each stock generates its own signals based on its share price action, and independent of other factors, including our views about the overall market trend. In backtesting, best results were obtained when new positions were taken upon "New Buy" signals, and when stocks that generate a "Sell" were promptly removed from a portfolio. Since many of the stocks in this program carry above average risk, stocks should be bought only by investors financially able to purchase speculative stocks. Investors should be prepared to lose their entire investment and

PRUDENCE should be displayed when entering a position. Trading based on these signals is available in a managed accounts program through Global Investment Solutions, LLC. For more information on this program, see http://www.mcoscillator.com/market_reports/rising_star_stocks.html or contact Roger Kliminski at 949-660-7960 or Roger@Globalinvestsolutions.com.

