**MARKET TREND + FUTURE FORECAST**

**FUTURE FORECAST: THE FED’S MINUTES: TECH CRASH, TRANSPORT TANKED**

The released Federal Reserve minutes pivoted toward a hawkish trend. Manifested to reduce the stock pile of treasuries and mortgage backed securities by $95B/month. Nearly double the pace of shrinkage compared to the last time the Fed shrank its balance sheet. Investors/traders are being faced with higher short-term interest rates but also higher long-term interest rates. Investors/traders are assessing reduction in Price-To-Earnings ratio (P/E) of equities: a key valuation measurement. Technology Cos were the victims causative for major indices to witness the sell-off: Dow Jones Indices (^DJI) -0.42%, S&P 500 (^GSPC) -0.97%, NASDAQ Comp (^IXIC) -2.22%, Dow Jones Transport (^DJT) -3.34% and Russell 2000 (^RUT) -1.42%

- Arms Index (Short-term trading index) /TRIN/, hovering at (1.03-01.33) for both “NASDAQ” and “NYSE”. Market pulse: volatility to linger. Dow Jones Transport (^DJT) has been plunging from its recovery high of (16,780) by -20%+ with repeated plunges to intraday pricing of (04-08-2022) at (14,526.93). NASDAQ Composite (^IXIC). In correction mode off -22%. Rotation in progress. Investors/traders readjusting the price/earnings multiple (P/E) against major indices where value stocks warrants a higher P/E and growth stocks warrants a lower P/E. The effect of bonds/yields being seen by increased volatility on the downside. Alas: the current volatility being short-term Major indices are set to continue ascending subject to the fundamentals of triple E’s (earnings, earnings, earnings) based on expected P/E on the major indices with replacement earnings.

- Dow Jones (^DJI) @ $1,786.00, P/E of 22: could visit 39,292.00 set a new closing high of 35,799.65 on 01/04/22
- Dow Jones Transport (^DJT) set a new closing high of 17,039.38 set on 11/02/21
- S&P 500 (^GSPC) @ $215.00, P/E of 22: could visit 4,730.00 set a new closing of 4,796.56 set on 01/03/22.
- NASDAQ Composite (^IXIC) set a new closing high of 15,982.36 set on 11/08/21

**DOW MOMENTUM: (34,280-35,100), S&P 500: (4,380-4,590) NASDAQ COMP: (13,673-14,108).**

**ACCUMULATE/TAKE POSITIONS IN STRONG ACTING ISSUES: ALPHA OMEGA SEMI /AOSL/ (45.39), COMMERCIAL METAL /CMC/ (42.28), FMC INC /FMCC/ (137.80), MP MAT’L /MP/ (52.33), SITIME /SITM/ (193.22), VERTEX PHARMA /VRTX/ (279.92), ZIM INTEGRATED SHIP /ZIM/ (58.26)
LONG POSITIONS

BIONTECH /BNTX/ "NASDAQ"
TODAY'S PRICE: $173.14
52wk H. 464.00 52wk L. 114.72
Mkt Cap: $42.70B, EPS: 30.41 P/E: 5.70, Beta: -0.71
The biotechnology Co developing immune-therapies for cancer and other infectious diseases. Q4-21 soaring earnings of $13.55/shr on revenue of $6.16B: causative for 1.5B shares buyback and special cash divided by $2.23/shr. Topping at 380 in Dec-21. Sinking below its established death cross to new low of 112.22. Reversal is attempting to challenge the upper leg of its death cross: (112-118) to (140-148) gapping up (149-160) to (170-177) to recovery high of 182.37. Volatile.

BUYING RANGE: 163-182
NR TERM OBJ: 221
INTERMED OBJ: 258
STOP LOSS: 151

DAVE & BUSTER /PLAY/ "NASDAQ"
TODAY'S PRICE: $40.96
52wk H. 52.53 52wk L. 29.83
Mkt Cap: $1.98B, EPS: 2.21 P/E: 18.53 Beta: 1.89
The owner and operator of entertainment and dining venues. The strong amusement business saw its F/Y Q4-2 revenue. Jumping 200% to $223M guidance for F/Y 23 and F/Y 24 projected up 22% and 13% respectively. Has been trading in its established death cross pattern since May '21. Sinking from (43-45) area to (31-32). Reversal with repeated upped-gap has penetrated the upper leg of death cross: (34-36), gapped-up (36-38) to (38-41). Exited death cross: (41-44). Gapped up (44-50).
Recommended in Shortex #611-21 at 40.65 for near term objective of 53. Volatile.

BUYING RANGE: 38-47
NR TERM OBJ: 67
INTERMED OBJ: 78
STOP LOSS: 32

FEDEX CORP /FDX/ "NYSE"
TODAY'S PRICE: $203.44
52wk H. 319.90 52wk L. 199.03
Mkt Cap: $52.72B, EPS: 19.09 P/E: 10.66 Beta: 1.32, Div/Yld: 3.00(1.35%)
The global provider of transportation for e-commerce and business services. Planning to 2040 carbon neutral. Committing initial investment $2B in areas. Carbon sequestering, sustainable energy and vehicle electrification. Topping at 265 in early Jan-22. The correction/retraction brought the stock price to 200 area. Reversal has rocketed: (205-210) to (220-227) to (235-240) with instant mini correction to 213 area. Recommended in Shortex issue #611-21 to short at 224.51. Volatile.

BUYING RANGE: 200-208
NR TERM OBJ: 247
INTERMED OBJ: 263
STOP LOSS: 185

NVIDIA CORP /NVDA/ "NASDAQ"
TODAY'S PRICE: $234.59
52wk H. 346.47 52wk L. 134.59
Mkt Cap: $584.77B, EPS: 3.85, P/E: 60.95,Beta: 1.45, Div/Yld: 0.16(10.06%)
The global graphic chipmaker and Artificial Intelligence (AI). Continued upward revisions of its earnings of $5.5/shr for the current fiscal year: indicative of YOY of 25%. Topping at 346, was faced with correction/retraction since Dec -21 bottoming at (210-215). Recent reversal broke through 50 & 200-DMA. Attempting to challenge upper-head resistance (310-320) in the offing.
Recommended in Shortex Issue #591-19 at 51.99, #599-20 at 132.25, #604-21 at 132.25, #608-21 at 204.70 and #613-21 at 322.57. Volatile.

BUYING RANGE: 228-240
NR TERM OBJ: 300
INTERMED OBJ: 288
STOP LOSS: 318
LONG POSITIONS

PAYCHEX /PAYX/ "NSDAQ"
TODAY’S PRICE: $139.81
52wk H. 141.92 52wk L. 95.00
Mkt Cap $51.11B, EPS: 3.52, P/E: 40.00
Beta: 0.96, Div/Yld: 2.64 (1.90%)

The provider of integrated capital management solutions: payroll, benefits and insurance services. Reported F/Y Q3-21 of $1.15/shr up 20% on revenue of $1.28B up 15% YOY reflected by its stock price being up by 35.2%. Reversal from falling head and shoulder in Feb-22 found its climbing to new highs (116-119) to (122-125) to (127-131). Gapping up (132-137) to new high of 141.92.

BUYING RANGE: 127-143
NR TERM OBJ: 154
INTERMED OBJ: 169
STOP LOSS: 125

ACADEMY SPORTS & OUTDOOR /ASO/ "NSDAQ"
TODAY’S PRICE: $38.60
52wk H. 51.08 52wk L. 28.39
Mkt Cap: $3.36B, EPS 7.12, P/E: 5.42

Retailer of sporting goods and outdoor recreational products. Expected earnings of $6.85 for the year has been followed by continues estimate by 12%. Reversed rocketed through the bottom leg of its death cross (29-31) to (32-34) to (36-38). Challenging the upper leg of death cross (39-41) in the offing

BUYING RANGE: 35-38
NR TERM OBJ: 44
INTERMED OBJ: 53
STOP LOSS: 28

SPECIAL SITUATION

TESLA /TSLA/ “NSDAQ"
TODAY’S PRICE: $1,035.48
52wk H. 1,243.49 52wk L. 546.98
Mkt Cap: $1,071T, EPS 4.90, P/E: 211.43
Beta: 2.05

The EV giant/pioneer reported global delivery of 310,048. Electric car vehicles for Q1-2022 vs. consensus of 309,000 EV’s. The secondary support at (799-809) has broken up. Short covering (squeeze) could see challenging primary resistance (1,028-1,032) and upper-head resistance (1,150-1,180).

Recommended in Shortex issues #588-19 at 230.44, #591-19 at 352.92, #592-20 at 501.16, #593+20 at split price of 148.73,#598-20 at 413.39, #601-20 at 585.30, #604-21 at 684.40, and #611-21 at 786.90 #621-21 at 1,226.65 and #615-22 at 926.54).

BUYING RANGE: 998-1,100
NR TERM OBJ: 1360
INTERMED OBJ: 1,568
STOP LOSS: 907
**BAIDU, INC /BIDU/ “NSDAAQ”**

**TODAY'S PRICE:** $136.95
52wk H. 228.53 52wk L. 102.18
Mkt Cap: $49.97B, EPS: 4.41, P/E: 31.01 Beta: 0.92

The Chinese search engine Co pressured by U.S. regulatory agencies seeking the delisting of Chinese stocks. /BIDU/ included. Full year estimated earnings of $8.28/shr on revenue of $21.3B reflects YOY drop of -1.43% and +10.40% respectfully. Erratic technical picture since Nov ‘21. Has been hovering in range bound of (140-165) area. Recent sharp sell-off indicative of exiting to continue.

**SHORT RANGE:** 134-147
**COVER SHORT:** 115
**STOP LOSS:** 168

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**KB HOME /KBH/ “NYSE”**

**TODAY'S PRICE:** $31.79
52wk H. $52.48 52wk L. 30.90
Mkt Cap: $2.73B, EPS: 6.47, P/E: 4.91, Beta: 1.71, Div/Yld: (1.87%) (

Mortgage rates keep rising and KB Home and other home building stocks are getting crushed. Not expected to find a floor until interest rates approach a ceiling. Exiting from death cross in June ’22 was premature. Topping at 50. Sell-off reestablished the second death cross at (39-40). Trading with declining mode: (42-38) to (39-37) to (36-34) to (33-31) to new low of 30.90.

**SHORT RANGE:** 30-36
**COVER SHORT:** 19
**STOP LOSS:** 39

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**SHERWIN WILLIAMS /SHW/ “NYSE”**

**TODAY'S PRICE:** $265.88
52wk H. 354.15 52wk L. 233.32
Mkt Cap: $69.20B, EPS: 6.98, P/E: 38.05 Beta: 1.16, Div/Yld: 2.25(0.88%)


Recommended in Shortex #581-19 at 417.65. Volatile.

**SHORT RANGE:** 255-270
**COVER SHORT:** 210
**STOP LOSS:** 302

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**WAYFAIR, INC /W/ “NYSE”**

**TODAY'S PRICE:** $116.48
52wk H. 339.56 52wk L. 103.82
Mkt Cap: $12.24B, EPS -1.26, Beta: 2.83

The online provider of furniture, housewares and home improvement products. Being crushed on concern over inflation, rising interest rates, falling consumer demand and other challenges and headwinds. Topping at 339.56. Been trading below its established death cross. Attempt to break out at (279-283) has failed. Continued downtrend to continue. The recent base building (108-129) was faced with more selling pressures. Exiting rampant. Volatile.

**SHORT RANGE:** 103-129
**COVER SHORT:** 76
**STOP LOSS:** 141
**SHORT POSITIONS**

### PVH Corp /PVH/ “NYSE”
**TODAY’S PRICE:** $72.71

52wk H. 125.42 52wk L. 66.10  
Mkt Cap: $4.94B, EPS: 7.00, P/E: 10.20, Beta: 2.24

The retailer of Calvin Klein, Tommy Hilfiger, Heritage Brands. Despite Q4’21 revenue increase of 16% to $2.43B stock price falling due to analysts cutting its price targets. The heavy sell-off initiated in March ’22 with repeated plunges: 1st (98-87), 2nd (87-79), 3rd (78-69). The latest rebound too shallow. Erosion to continue.

Recommended in Shortex #587-19 to sell short at 85.21 to cover short at 59. Volatile.

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<tr>
<th>SHORT RANGE:</th>
<th>66-79</th>
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<tbody>
<tr>
<td>COVER SHORT:</td>
<td>59</td>
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<tr>
<td>STOP LOSS:</td>
<td>96</td>
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### Novavax /NVAX/ “NASDAQ”
**TODAY’S PRICE:** $63.28

52wk H. 277.80 52wk L. 56.80  
Mkt Cap: $4.65B B, EPS:-23.44, Beta: 1.33

The provider/developer and commercialization of vaccines against infectious diseases on the skid since Dec ’21. Even the recent positive development of news on its specialist vaccine did not prevent the sell-off. Topping at (230-238) the sinking continued through its established death cross with repeated plunges: (180-170), 2nd (130-119), 3rd (110-100), 4th (90-81), 5th (75-65). A difficult task to refill the above mentioned plunges on any reversal. Volatile.

<table>
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<th>SHORT RANGE:</th>
<th>60-70</th>
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<tr>
<td>COVER SHORT:</td>
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<td>STOP LOSS:</td>
<td>91</td>
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### RH Inc /RH/ “NYSE”
**TODAY’S PRICE:** $338.10

52wk H. 744.56 52wk L. 317.00  
Mkt Cap: $81.32B, EPS 22.13, P/E: 15.29, Beta: 2.35

The home decorator/retailer reported earnings of latest Qtr a profit of $5.66/shr on revenue of $903M vs. consensus of 5.59/shr on revenue of $931M. respectively. With a light guidance and plans for a 3-for-1 stock split. The stocks action seems to be lukewarm. Topping at 700 in Nov ’21. The descending pattern has been in sinking pattern. Several attempts of the rebounds have met resistance at the bottom let of its established death cross since Dec ’21. A difficult task to penetrate the upper leg of its death cross (568-572). Volatile.

<table>
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<th>SHORT RANGE:</th>
<th>330-355</th>
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<tbody>
<tr>
<td>COVER SHORT:</td>
<td>255</td>
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<tr>
<td>STOP LOSS:</td>
<td>425</td>
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