



 TRENDRATING

If history can be of guidance this bear market seems to be the twin of 1987.

The extremely fast plunge in prices, producing losses of between -27% to -39% in the indices of key markets, offers an interesting similarity to the bear trend in 1987, when the negative phase was short in duration and the selling climax marked the end of the negative trend.

If this is the case then the good news is we might be close to the bottom.

Back in 1987 the Dow Jones Industrial lost -37% (From 2720 to 1700 on a closing basis), with 90% of the damage produced in 2 weeks. Following the final acceleration on the downside then the market started to build a base (see the chart below).

During this base building the dispersion of performance across stocks was huge.

In the following months a number of stocks started robust new uptrends and renewed opportunities to make money emerged for smart investors.

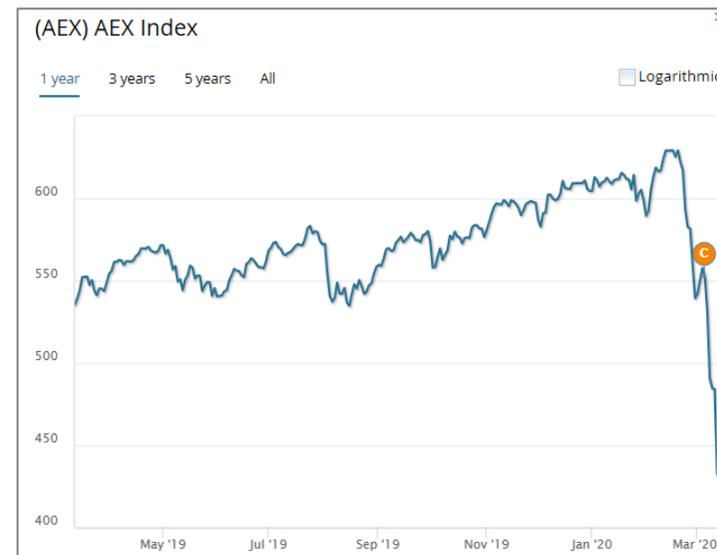
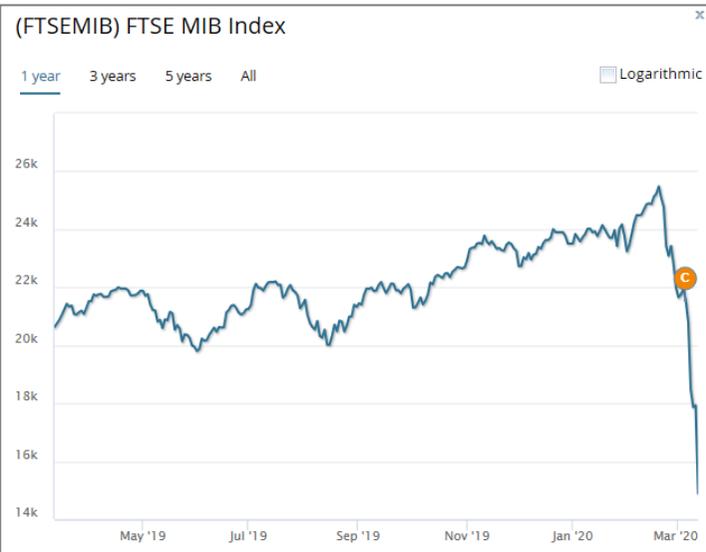
DJIA – crash of 1987

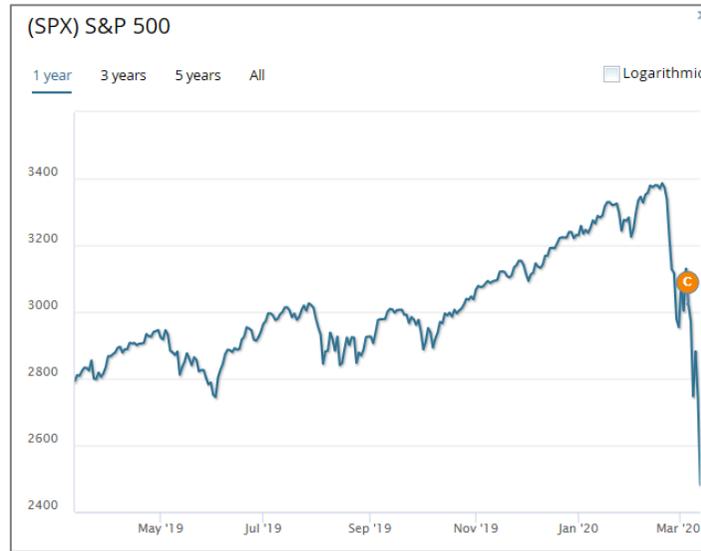
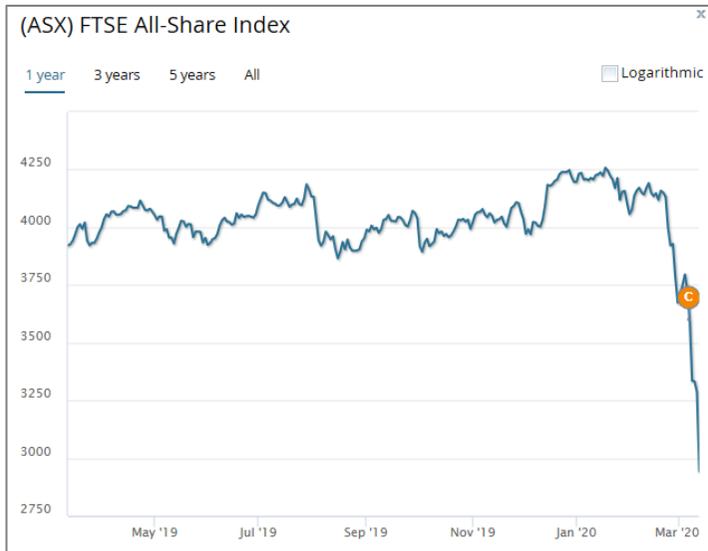


This table shows the losses recorded by stock-indices in US and Europe, calculated from the highs to the closing of 03/12/2020.

Ticker	Name	Magnitude of bear move
SXXP	STOXX Europe 600	-40.95%
FTSEMIB	FTSE MIB Index	-40.95%
IBEX	IBEX 35	-36.13%
SPI	SPI	-33.23%
PX1	CAC 40	-33.23%
DAX	DAX	-32.03%
ASX	FTSE All-Share Index	-29.11%
SPX	S&P 500	-26.74%

Charts





Indices Table

Ticker	Name	Market	Price	Rating	Rated on	Since rated
FTSEMIB	FTSE MIB Index	Italy	€ 14.89K	C	2020-03-05	-30.90%
PX1	CAC 40	France	€ 4.04K	C	2020-03-05	-24.56%
IBEX	IBEX 35	Spain	€ 6.39K	C	2020-03-06	-23.70%
DAX	DAX	Germany	€ 9.16K	C	2020-03-05	-23.30%
SXXP	STOXX Europe 600	Europe & Middle East	€ 294.93	C	2020-03-05	-22.54%
AEX	AEX Index	Netherlands	€ 432.10	C	2020-03-05	-21.80%
ASX	FTSE All-Share Index	United Kingdom	£ 2.94K	C	2020-03-06	-18.29%
SPX	S&P 500	United States	\$ 2.48K	C	2020-03-05	-17.97%
SPI	SPI	Switzerland	CHF 10.14K	C	2020-03-06	-14.61%

The full list is available in Trendrating – info@trendrating.net

Trendrating

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Trendrating provides an innovative , well proven set on analytics to assess and rate the quality of price trends. **The ability to capture trends , profiting from bull markets and avoiding bear phases is the key to superior performance on a consistent basis.** Trendrating makes possible to quickly analyze trends using a rating system where **A** and **B** identify bull trends and **C** and **D** point to bear trends. This rating approach captures in a systematic and unbiased way medium term price trends that can impact yearly portfolio returns. The rating of trends is additional market intelligence designed to enrich the investment decision process and maximize returns while improving risk control.

Trendrating offers a well validated rating methodology to measure trends (**A, B, C, D**) easy to integrate into most strategies and models.

A = strong bull trend

B = beginning of a bull trend

C = inception of a bear trend

D = strong bear trend

With Trendrating you can evaluate the direction and the quality of medium to long-term price trends for stocks, ETFs, indices, sectors and countries.

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