

Technical Update

Portfolio Advisory Group – U.S. Equities

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Upswellings. The market continues to make new highs, and we are dealing with a mixture of questions, with some that are concerned about a possible correction, and then other questions from investors that are worried about missing out on the upside. Both views appear correct, in our view. This is, after all, a long-term secular bull market, in our opinion, that has the potential to go much higher and for a longer period of time than most can imagine. The trouble is that the last secular bull market was some 30 years ago, and most can only remember the pain of the 2000–2013 period that successfully blotted out most of the previous good times from our memories. Sure, there likely will be corrections and pullbacks along the way in all shapes and sizes, but we don't see any of those coming anywhere close to the bear markets of the 2000–2010 decade. So stick with your plan, in our view. A lot of this fiddling around with the short-term fears and events may not seem like much of a big deal when we look back on it in a year or two.

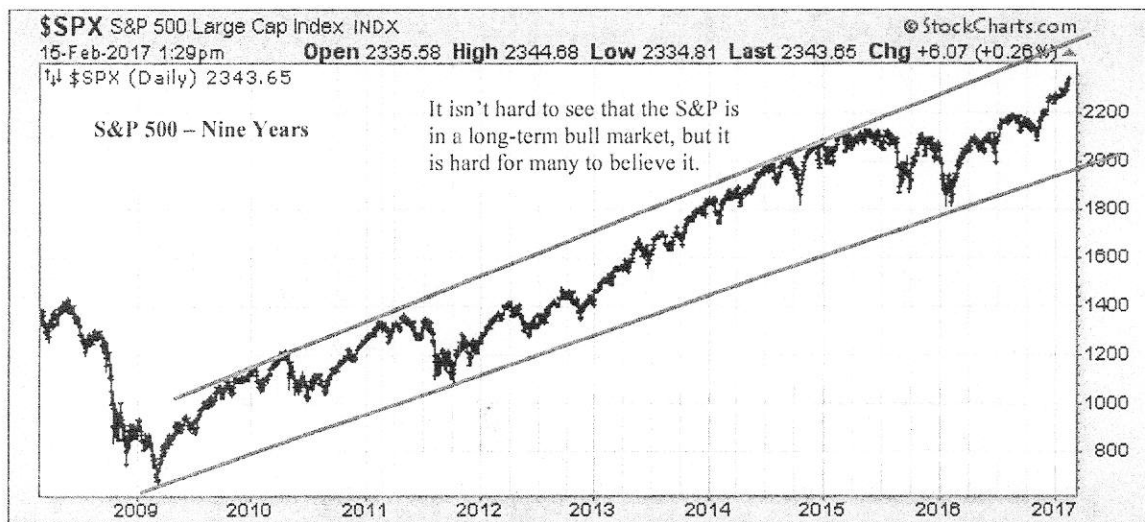


Chart courtesy StockCharts.com and RBC Wealth Management

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