

# GLOBAL TREND ALERT



DETECTING OPPORTUNITIES FOR THE INSTITUTIONAL INVESTOR

## THE MONDAY, MARCH 9<sup>th</sup> 2026 DAILY UPDATE

Today's action was "textbook perfect", as it followed our script to a "T". Note that in Thursday's daily update, we pointed out that "while the long term outlook remains worrisome, despite the heavy selling that continues to take place, some short term favorable indications are now making themselves felt." And then in Friday's session, we stressed that "a few more near term positive signals were flashed, and a potential 'positive divergence' is now starting to take shape, as both the Dow and the Russell 2000 Index (RUT) broke below their respective Tuesday morning lows, while the S&P 500 Index (SPX), the NASDAQ Composite Index (COMP), and the QQQs *didn't* confirm, as they all held above their Tuesday lows (which were 6710, 22,125, and 592, respectively)." We then went on to say, "if those three gauges can continue to hold (on a *closing* basis) above those lows for another session or two, that will increase the probabilities that a near term bottom is in the process of forming in the overall market (while that is already taking place in many oversold Stage 4 stocks that have gotten 'blasted')." So, with that as a backdrop, it was "classic" that this morning's market panic took the Dow down close to 900 points in the first 45 minutes of trading, and both the SPX (which dropped all the way down to 6636) and the COMP (which dropped down to 22,062) broke below their lows, while the QQQs held within "inches" of its 592 level (its low today at 591.33 was hardly a significant break), so that was a sign that another positive divergence was forming. And not surprisingly, soon thereafter, the market started to improve, but that wasn't the end of the near term positives. In addition, it was a clear-cut short term favorable indication that at its low, the COMP held just "an inch" above its 200 day moving average of 22,105, and in the same vein, the QQQs also "dug in" just two inches above its 200 day MA (which is now at 589). And finally, the favorable additional short term positive was the fact that Oil rocketed up to an incredibly high reading above 119 before it then started to weaken (and closed *way* down on the day, at 94.77). So, for all of those reasons, we told all of you who called this morning that the probabilities strongly favored that a good short term bottom was finally getting put into place, and that it made sense to do additional aggressive reducing in oversold shorts.

Now let's examine today's trading even closer. While the reversal action that we just spoke about was impressive, even from a shorter term point of view, the tape still isn't in "A+" shape. Note that despite today's rally, there were still more Declines than Advances on both the New York and AMEX markets (although that wasn't the case Over-The-Counter, which fits in with our short term expectation of oversold Stage 4 stocks doing the best on this rally). In the meantime, despite the tape remaining "mixed", it's a near term plus that there was more Upside Volume than Downside Volume on all three exchanges. In addition, from a trading point of view, it's also positive that at this morning's panic low, the CBOE Market Volatility Index (VIX) rocketed up to a reading of 35.30 (which was its highest such figure since late April of last year). And then, the fact that it reversed sharply to the downside and closed at 25.50 (which was a decline of 3.99 points) was a further near term plus. However, from an intermediate term point of view, it's an ongoing problem that this gauge continues to trade *well* above its three important moving averages (its 50, 150, and 200 day MAs – with the 50 day currently at 18.25 and both the 150 & 200 day MAs at 17.41). Finally, it's obviously not a great sign that despite today's turnaround, there were more new 52-week lows than new highs on all three markets. Nevertheless, while focusing on the short term outlook (which was what 100% of all of the calls we got today were about), it's favorable that six out of seven of the oversold "Magnificent 7" stocks were "green" today (which further fits in with what we think will do the best in this type of "snapback rally"), as well as the fact that an important stock like NVIDIA (NVDA) held close to its 200 day moving average today (note the 200 day MA is at 176.38, while today's low was 175.56 – and it thereafter closed *well* above that level at 182.65). So, here too, we haven't changed our mind and, for now, we think that it makes sense to do further profit-taking by becoming lighter on the short side, and in addition, being careful and selective on the long side.

The information contained herein has been prepared by *Global Trend Alert*. We advise readers that they should not assume that present or future recommendations will be profitable or will equal past performance, or that any chart, theory, or philosophy can guarantee profits in the stock market. *Global Trend Alert* does not assume any liability for any loss that may result from reliance of any person or group using such information or opinions. All contents are derived from original or published sources believed reliable, but not guaranteed. This report is for the information of clients only and does not constitute an offer nor solicitation to buy or sell any of the securities mentioned herein. *Global Trend Alert*, its employees, officers, or affiliated companies may, in some instances, hold securities mentioned herein. No part of this report may be reproduced in whole or in part without prior written permission. All rights reserved.

# GLOBAL TREND ALERT



DETECTING OPPORTUNITIES FOR THE INSTITUTIONAL INVESTOR

## THE MONDAY, MARCH 9<sup>th</sup> 2026 DAILY UPDATE

Finally, let's now turn our attention to our very important Glamour Average, which, although we still view negatively longer term, for the past few sessions, from a trading point of view, we've stressed that the near term action is encouraging. Note that despite the market getting hammered over the past few days, we pointed out that last Wednesday and Thursday's trading (3/4 & 3/5) was very encouraging, as it continued to hold above its recent low (which was 43,786), and then in Friday's session (3/6), despite it declining a bit, it once again closed above that important short term support at 45,000 that we've been focusing your attention on. And nothing that we saw in today's trading has altered our positive near term outlook, as at its worst (a little after 10 AM, when it was down a quick 840 points), it still held above that key level and then by the end of the session, although it was still negative, it closed at 45,965, which was a loss of only 66 points (and was its best figure for the day). In the meantime, as we repeatedly stressed last week, as the latest near term bottom was forming, "it's important to continue to separate the '10' (the longer term negative outlook) from the '1' (the positive shorter term trend)", especially with this gauge still trading below both its 50 and 200 day MAs (which are now at 47,374 and 49,362, respectively).

The information contained herein has been prepared by *Global Trend Alert*. We advise readers that they should not assume that present or future recommendations will be profitable or will equal past performance, or that any chart, theory, or philosophy can guarantee profits in the stock market. *Global Trend Alert* does not assume any liability for any loss that may result from reliance of any person or group using such information or opinions. All contents are derived from original or published sources believed reliable, but not guaranteed. This report is for the information of clients only and does not constitute an offer nor solicitation to buy or sell any of the securities mentioned herein. *Global Trend Alert*, its employees, officers, or affiliated companies may, in some instances, hold securities mentioned herein. No part of this report may be reproduced in whole or in part without prior written permission. All rights reserved.