

Index Returns

Year-to-Date

As of 10/7 close

S&P 500: -22.68%

Dow Jones: -18.08%

Nasdaq: -31.49%

Agg Bond: -14.83%

Muni Bond: -10.04%

Small Cap: -23.40%

Int'l Stock: -25.33%

Compass Market Minute



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EWM A.M. Cup of Joe

ASSET MANAGEMENT

Edition 31 – Week of October 10th



Our weekly blend of information to help keep you alert so you can stay the course and maintain your path using EWM as your COMPASS.

I. The Beans – The foundation of this week's analysis



The Grounds – Pathway of the market

Key Point: Equity markets saw large gains to start the week; however, sellers pushed the markets lower for only a 1-2% gain on the week.

- *What does that mean for me?* – As we have said before, volatility may continue for the coming weeks as indecision controls investors' ahead of the mid-terms.



The Brew – Economic Drivers

Key Point: The Organization of the Petroleum Exporting Countries (OPEC) announced they will cut production of oil by 1-2 million barrels a day starting in November.

- *How that may affect you* – We could see the price of gasoline start to increase again as oil barrel prices may increase due to the decrease in production.

II. The Aroma – Highlights of market activity



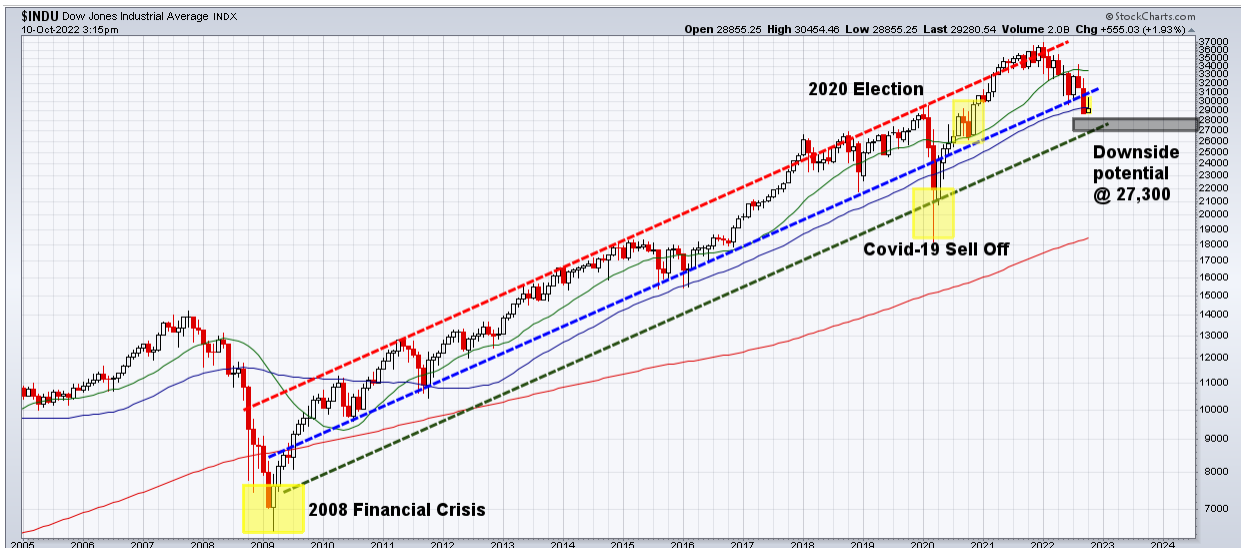
Broad Market Analysis - Potential direction of the market

Key Point: The Dow Jones has traded within this 30% channel since the financial crisis of 2008. The **red** line is where selling happens, the **blue** is the general trend line of prices, and the **green** is historically where buying occurs to end a larger move lower. *What does that mean?* – We could see a 5.5% move lower and still be within the longer-term price trend of the stock market.

Chart Name – Dow Jones

Chart Type – Monthly

Chart Period – 19 Years



III. The Cream & Sugar – The road EWM has taken



What We're Doing – **The following activity is not necessarily representative of every client portfolio whether positive or negative*

Legend	
Buy	New holding
Sell	Sell All
Trim	Sell Percent
Add	Increase Holding

Security	Action	Description
Nike Inc. (NKE)	Add	Adding to Nike after 20-year monthly chart showed relative strength reach levels lower than stock during 2008 financial crisis. Could be indicating "sold off".

Disclosures

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Chart of the Week – Holding Highlight



Moving Averages (MA)

20-day	Green
50-day	Blue

*Courtesy of StockCharts.com

NAME	CLEVELAND-CLIFFS INC (CLF)
SECTOR	Materials
INDUSTRY	Steel
ANALYSIS	<ul style="list-style-type: none"> Cleveland-Cliffs, Inc. is a flat-rolled steel producer, which supplies iron ore pellets to the North American steel industry. Supply-chain shortages and decreased demand for hard materials caused a large selloff in companies similar to CLF in 2022. The recent reversal in trend helped push CLF above its 20-day moving average where it is currently holding steady.

IV. The Double Shot of Espresso – Information to boost your Cup of Joe



- Read J.P. Morgan's "[Weekly Market Recap](#)" for their latest update
- Read TD Ameritrade's "[Macro Monday](#)" for an insight into technical analysis

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