



Finding Portfolio Value

MARKET

We are still cautious as there could be a **pullback** in the **near-term**. There may be indecision as investors await new economic data.

ECONOMY

Continued **rate hiking** by the Fed could continue to **negatively** affect both *stocks and bonds*.

TECHNICAL ANALYSIS

Just above 40% of all stocks in the New York Stock Exchange are **bullish** (positive trend). We prefer to see this above 60%.



Planning for taxes

TAX LOSS HARVESTING

Utilized market performance in 2022 in order to realize losses in both equity and fixed income positions.

1099 AVAILABILITY

Typically, Schwab will prepare 1099s by early to mid-February. Usually, online availability is the fastest option.

TAX PROFESSIONALS

We can't provide tax advice, but if you work with a tax professional, we can communicate with them before you file.



Chart Analysis – Telling you the Market Story

| Timeframe | Resistance | Support |
|--------------|------------|---------|
| Short | 34,500 | 32,500 |
| Intermediate | 36,500 | 31,000 |
| Long | 41,000 | 28,000 |

EWM OUTLOOK

Equity markets seem to be displaying indecision as investors try to digest 2022 and understand where we might be headed in 2023. Our long-term and interterm levels remain the same, however; the recent strong move off the October low could present resistance and our short-term targets* have been adjusted.

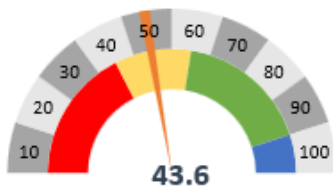


THE JAKE & STEVE SHOW

Watch the Jake & Steve duo tango with the charts

EWM Market Momentum Gauge

- Red** - Negative view of the broader market
- Yellow** - Cautious view on the broader market
- Green** - Positive view of the broader market
- Blue** - Over confidence in the broader market



| Macro (40) | Asset (15) | Sector (20) |
|--------------|-------------|---------------|
| Dow ADX | Large Cap | Financials |
| Dow Theory | Mid Cap | Health Care |
| Dow PnF | Small Cap | Discretionary |
| NYSE BP PnF | Technology | Technology |
| LC Breadth | Bonds | Staples |
| MC Breadth | U.S. Oil | Materials |
| SC Breadth | Commodity | Industrials |
| Bulls/Bears | Currency | Utilities |
| C Sentiment | Cash | Energy |
| Elliott Wave | Intl Equity | Real Estate |
| Fund Flow | EM Equity | Communication |

Red - Currently Negative ¹

Green - Currently Positive ¹



Chart Name – Dow Jones

Bar Type – Daily

Time Frame – 6 Months





Strategy Update – Turning Analysis into Action

Introduction to our New Strategies

This section will update you on action in our new strategies. Each strategy has a specific focus and contains stocks, equity ETFs or bond ETFs. We will report activity of for any number of the 12 strategies listed below monthly.

**Your account may feature any combination of the list below based on your risk tolerance and financial goals*

| | | |
|-------------------|------------------|-------------------------|
| TACTICAL DIVIDEND | CORE DIVIDEND | CORE INCOME |
| SELECT EQUITY | CORE GROWTH | STRATEGIC INCOME |
| TACTICAL GROWTH | STRATEGIC GROWTH | TAX FREE INCOME |
| TECHNICAL TRADER | SECTOR FOCUS | SHORT TERM INCOME NEEDS |



Stock Spotlight – A Deeper look into our Strategies



Cisco Systems – Ticker: CSCO

| | | |
|-------------------------|-------|--|
| Pattern Analysis | Steve | A well-known tech company, it has held up better than most in 2022. The most recent price level, if held, could propel it higher to previous all-time highs. |
| Price Projection | Jake | CSCO could face near-term resistance around \$50.50 at the December high. Support at current price levels above 200 day moving average. |
| Plan Fit | Brian | Dividend-paying value stock appropriate for many portfolios across a wide range of risk profiles. |



Planning Focus – Ideas to Guide You

- **What is the plan of action for client accounts?** Currently we own **stocks** and equity **ETFs** as we have been active *selling bonds* and specific positions to prepare portfolios for updated strategies.
- **How does that affect what I own?** Due to recent selling, the *cash position* in your account(s) may be higher than normal. We are being **patient** to identify a point where we believe we can be buyers and employ our tailored strategies.
- **Where may value be found in 2023?** Based on our analysis, **dividend paying stocks**, like **CSCO** above, are where we expect to find *value*. These can fit across many risk profiles due to their strong dividends and discounted price.

IMPORTANT DISCLOSURES

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