

5d performance: SPY +2.5%, DIA +2.9%, IWM +4.2%, QQQ +2.0%, EEM -0.2%, EFA +2.7%, TLT -0.3%, GLD +0.5%

Week Summary & Thoughts A pretty incredible week in terms of performance. Small Caps in particular rallied +4.2% and Micro Caps (IWC) +4.4%. In US sectors, breadth was very strong, there was no sector on my watchlist that was negative. For example, Oil & Gas (XOP) names were +9.3%, Homebuilders (ITB) +4.5%, Biotech (IBB) +3.9%, Transports (IYT) +3.9% to name a few groups that rallied hard. Interesting the Internet stocks (FANG related) still were up last week (FDN +1.7%), but were flat on Friday *which indicated that there was perhaps a rotation into other areas in equities*. Are we ok with such a rotation? **ABSOLUTELY!** The means there should be opportunities in other areas / groups.

So, in this weekend's newsletter, I will try to mix it up a bit and look at some groups that I have shied away from (like banks and energy) because I focus on relative strength. I am also skipping the Software group this week – it is been a crusher so far in '19, but I think it has gotten a bit overbought and would actually welcome a pause or mini correction within group.

Speaking of mini correction, are we do for one (or at this point a pause)? The IWM (Small Caps ETF) RSI is now 74 on the daily chart (anything on the relative strength index > 70 is technically overbought). *This does not mean we get either but I will take the approach of using a little common sense with short term option positions and cash balance*. For me, I do want to be able to buy the next dip and on Friday, took down a little risk so I do not get caught in short term volatility. Note I do not have a crystal ball and there is nothing in the charts indicating trouble, so if we climb higher, considering I am not fully invested, I will miss some gains. I am ok with this. I am reposting the next section from last week re being disciplined.

IWM (Small Caps)



Conclusion / Strategy (from last week's newsletter) Nothing ground breaking here: be disciplined. Honor stops and don't get caught if we get a bout of volatility. One line in the sand I am watching is the top of value in SPY, QQQ, IWM, which held nicely on Friday. These Index levels are good proxies that tell me if I want to be taking more or less risk. If price remains above Feb value → excellent, I will continue as is and look for opportunities to swing trade single stocks. If we break into value → I will be more conservative.



Last week's sector performers:

Best 5d:

Symbol	Description	5d % chng
XOP	Oil & Gas Expl Prod	9.31%
OIH	Oil Services	6.49%
ROBO	Robotics & Automat	5.67%
XLE	Energy	5.05%
ITB	Home Builders	4.54%
IYZ	Telecom	4.25%
IBB	Biotech	3.93%
IYT	Transports	3.89%
SMH	Semis	3.74%
ITA	Defense & Aerospace	3.70%
XLI	Industrials	3.59%
KRE	Regional Banks	3.49%

Worst 5d:

Symbol	Description	5d % chng
GDX	Gold Miners	0.40%
XLP	Staples	1.04%
IYR	REITs	1.11%
KWEB	China Internets	1.41%
FDN	Internet- FANG	1.75%
TAN	Solar	2.15%
XLK	Tech	2.40%
IGV	Software	2.57%
XLY	Cons Discretion	2.73%
XME	Metals & Mining	2.83%
XLF	Financials	2.92%
SLX	Steel	3.13%

Last week's International performers:

Best 5d:

Symbol	Description	5d % chng
VNM	Vietnam	6.58%
ASHR	China A	5.12%
DXJ	Japan (FX'd)	4.42%
EWI	Italy	3.44%
NORW	Norway	3.39%
HEWG	Germany (FX'd)	3.39%
EWJ	Japan	3.34%
HEDJ	Europe (FX'd)	3.26%
EWQ	France	3.21%
EWZ	Brazil	3.20%
EWD	Sweden	3.09%
EWN	Netherlands	3.05%

Worst 5d:

Symbol	Description	5d % chng
EZA	South Africa	-2.88%
IDX	Indonesia	-2.83%
EPHE	Philippeanes	-2.17%
PLND	Poland	-2.21%
EPI	India	-1.73%
EWV	Mexico	-1.44%
RSX	Russia	-1.40%
UAE	UAE	-1.34%
ECH	Chile	-1.11%
TUR	Turkey	-0.36%
EEM	Emerging Mkts	-0.17%
EWM	Malaysia	-0.10%

ETF Flows (week ending 2/15/19)

US Equity ETFs saw +\$4.0B inflows last week (-\$1.6B previous week). **International ETFs saw outflows of -\$1.0B** (+\$2.2B previous week) & **Fixed Income ETFs saw outflows of -\$0.5B** (+\$2.3B previous week) last week.

US Equity ETFs broke the streak of outflows last week and posted +\$4.0B inflows. Did the money go into riskier areas of the market? *Not really.* **The top 3 inflows last week were in more defensive equities: SPLV** (Invesco S&P 500 Low Volatility ETF), **USMV** (iShares Edge MSCI Min Vol USA ETF), and **XLU** (Utilities) **posted a combined +\$2.3B inflows which were over 50% of the US inflows.** Note it wasn't all risk off as **Tech posted +\$418M inflows** last week.

A couple other bright spots were the **IHI** (Medical Devices ETF) posted +\$191M inflows, increasing the fund size by 6% and **PKW** (Buy Back ETF) posting +\$263M inflows, increasing its fund size by 22%.

International areas were much quieter last week. Emerging Markets still posted inflows but on a smaller scale, +\$260M vs a combined +\$6.4B over the two previous weeks. International Developed and European ETFs posted more inflows last week even though we saw a repeat short call buyer in the EFA ETF (see below for full International flow breakdown).

On the Fixed Income side, overall flows were also quiet. High Yield ETFs posted +\$382M and Inv Grade Corp Bonds posted +\$685M. One of the more interesting areas the last two weeks has been the **short term or cash like Bond ETFs seeing outflows.** Last week's outflows: BSV -\$387M, SHV -\$320M, SHY -\$218M, and BIL -\$178M. So, **it appears all the inflows these Bond ETFs saw in 2018, are starting to be unwound.**

Gold ETFs saw net outflows for the 2nd week with GLD -\$374M and IAU +\$127M.

US Sector Summary for the week:

US Sector	5d market value change
Utilities	793,747,500
Technology	418,616,850
Materials	155,128,024
Energy	86,725,039
Health Care	19,295,408
Thematic	14,741,407
Consumer Discretionary	4,793,952
REITs	(7,719,095)
Industrials	(8,396,259)
Communications	(13,236,500)
Consumer Staples	(339,390,573)
Financial	(540,023,597)

International Summary for the week:

International	5d market value change
Emerging Markets	260,626,455
Hong Kong	128,367,000
Asian Pacific Region	58,506,829
South Korea	58,210,396
Brazil	23,936,225
Mexico	(65,685,000)
Japan	(76,347,688)
India	(76,738,768)
Taiwan	(85,358,000)
China	(107,771,202)
European Region	(363,832,152)
Developed Markets	(482,516,467)

Largest Flows by ETF

Inflows				Outflows			
Ticker	Description	5d Mkt Value Chng	Fund Size 5d % Chng	Ticker	Description	5d Mkt Value Chng	Fund Size 5d % Chng
SPLV	LOW VOLATILITY EQUITIES	\$ 985,072,000	10.7	ACWI	ACWI - ALL COUNTRY	\$ (634,590,000)	-6.0
USMV	MINIMUM VOLATILITY EQ	\$ 718,704,000	3.2	SPY	SPX	\$ (624,105,000)	-0.2
BNDX	INTERNATIONAL BONDS	\$ 687,803,670	4.5	VEU	ALL WORLD EX US	\$ (413,932,660)	-1.8
XLU	UTILITIES	\$ 685,233,000	7.9	BSV	SHORT TERM BONDS	\$ (386,512,000)	-1.6
IEF	7-10YR US TREASURIES	\$ 595,308,000	5.1	GLD	GOLD	\$ (374,400,000)	-1.1
IVV	SPX	\$ 558,320,000	0.4	XLP	CONSUMER STAPLES	\$ (339,687,500)	-3.3
MBB	MBS	\$ 556,924,000	3.7	IWM	SMALL CAPS	\$ (335,808,500)	-0.8
GSY	ULTRA SHORT DURATION	\$ 527,520,000	25.2	SHV	SHORT TERM TREASURIES	\$ (320,363,000)	-1.5
XLE	ENERGY	\$ 333,906,000	2.5	SPYV	S&P500 VALUE	\$ (280,953,000)	-10.1
DIA	DJIA	\$ 323,312,500	1.5	SHY	1-3YR TREASURIES	\$ (217,568,000)	-1.1

Source: Bloomberg

Chart List – As mentioned above last week (and particularly on Friday) felt like a little rotation out there. I think this is natural, some areas get overbought and then they see profit taking.

A note about option activity – some I will post on the charts. My job is to find the trend & setup before we see call buying, because much of it is late, and when you see it, you often have to chase. That said, some are spot on and make for good trade ideas if the technical line up.

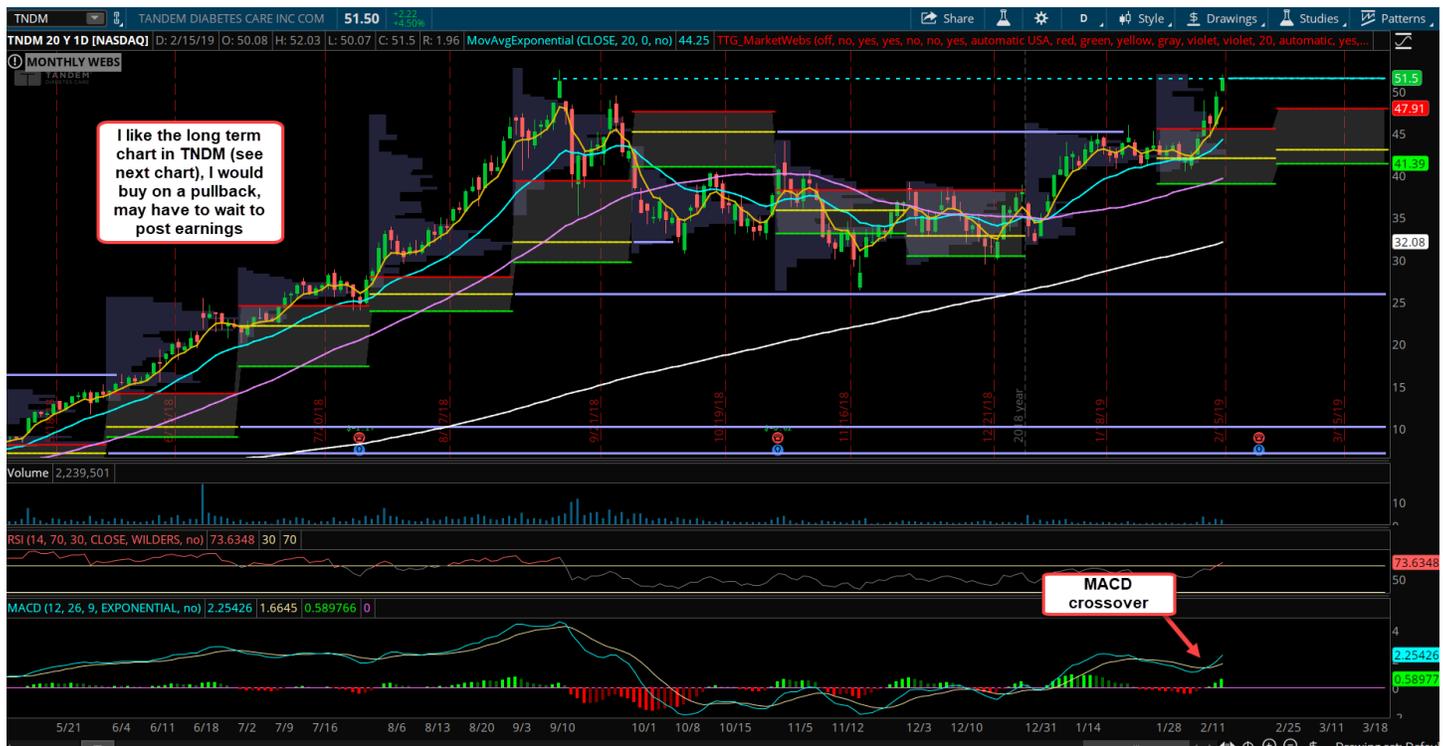
XHE - SPDR S&P Health Care Equipment ETF (daily & weekly charts)



Taking a look under the hood in XHE

TNDM - Tandem Diabetes Care, Inc.

This was a name I had a swing in weeks ago & took profits at the VPOC (\$45) on daily chart, also posted this in the charts section of Slack back on 2/11. This is a little tricky now because the name reports in 6 business day on the 26th. So, can buy and hold it looking for a further run up before earnings and then look to buy back on any weakness (note EW, ABT, IRSG, ALGN all sold off a bit on earnings, then they took off). Can also buy the XHE ETF (TNDM is the largest weight in the ETF at 2%).

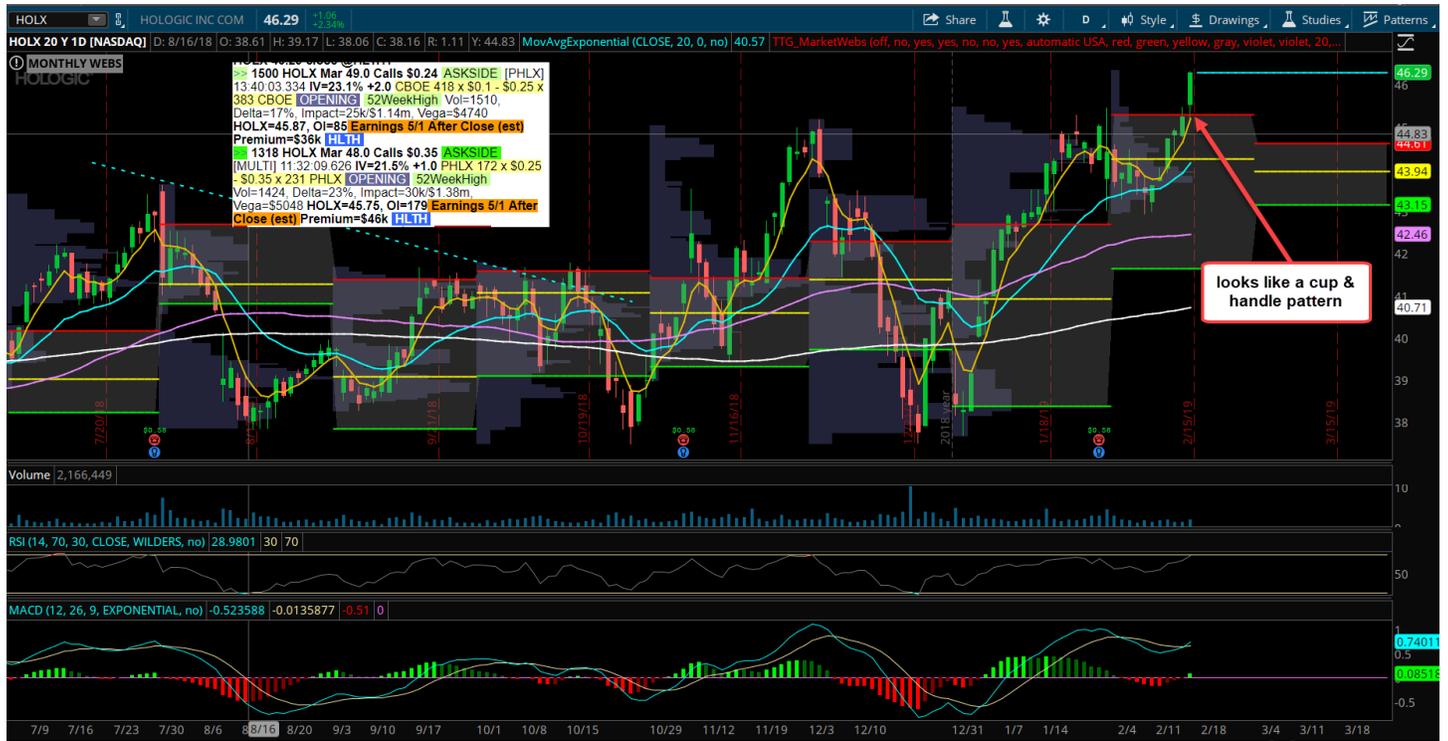




ABMD - ABIOMED, Inc.



HOLX - Hologic, Inc.



OIH - VanEck Vectors Oil Services ETF



XOP - SPDR S&P Oil & Gas Exploration & Production ETF



MCD- McDonald's Corporation (daily and 1hr chart)



BERY- Berry Global Group, Inc.



BLK- BlackRock, Inc.



HIIQ- Health Insurance Innovations, Inc.



Thank you for reading the TTG newsletter, please respond back to me with any comments or questions.

Copyright © Tribeca Trade Group. All of the information in this newsletter is for entertainment and educational purposes only and is not to be construed as investment or trading advice. None of the information in this newsletter is guaranteed to be accurate, complete, useful or timely. IMPORTANT NOTICES AND DISCLAIMERS TriBeCa Trade Group is not an investment advisor and is not registered with the U.S. Securities and Exchange Commission or the Financial Industry Regulatory Authority. Further, owners, employees, agents or representatives of TriBeCa Trade Group are not acting as investment advisors and might not be registered with the U.S. Securities and Exchange Commission or the Financial Industry Regulatory. All persons and entities (including their representatives, agents, and affiliates) contributing to the content on this website are not providing investment or legal advice. Nor are they making recommendations with respect to the advisability of investing in, purchasing or selling securities, nor are they rendering any advice on the basis of the specific investment situation of any particular person or entity. All information in this newsletter is strictly informational and is not to be construed as advocating, promoting or advertising registered or unregistered investments of any kind whatsoever. The information provided on this website is provided "as-is" and is not guaranteed to be correct, complete, or current. The sole purpose of this newsletter (including, but not limited to, the contents of this website and any oral or written presentation made in any way referring to or relating to this website) is to provide information which could possibly be used by a person or entity in discussions with his/her/its investment advisors and/or investment decision makers and does not function as a substitute for the advice of an investment advisor. You should consult with your own trusted financial professionals before making any investment or trading decisions. TriBeCa Trade Group is not responsible for the accuracy of any information on this website or for reviewing the contents of the listings that are provided by the listees or any linked websites, and TriBeCa Trade Group is not responsible for any material or information contained in the linked websites or provided by listees. TriBeCa Trade Group makes no warranty, express or implied, about the accuracy or reliability of the information on this website or on any other website to which this website is linked. Your use of this website is at your own risk. In addition, if you use any links to other websites, you do so at your own risk and understand that such linked website is independent from TriBeCa Trade Group. TriBeCa Trade Group does not endorse such linked websites and is not responsible for the contents or availability of such linked websites. These links are provided only as a convenience to you. TriBeCa Trade Group is not responsible for any loss, injury, claim, liability, or damage related to your use of this website or any website linked to this website, whether from errors or omissions in the content of our website or any other linked websites (e.g., injury resulting from the website being down or from any other use of the website). Any information that you send to us in an e-mail message is not confidential or privileged, and TriBeCa Trade Group may use any information legally provided to us for any legal purpose. Owners, employees, agents or representatives of TriBeCa Trade Group may have interests or positions in securities of the company profiled herein. Specifically, such individuals or entities may buy or sell positions, and may or may not follow the information provided in this newsletter. Some or all of the positions may have been acquired prior to the publication of such

information on the website, and such positions may increase or decrease at any time. Any opinions expressed and/or information on this website are statements of judgment as of the date of publication /or/ circulation on the website, and such opinions and/or information are subject to change without further notice. Any such change may not necessarily be made available immediately on this website or elsewhere. None of the materials or advertisements herein constitute offers or solicitations to purchase or sell securities of the company profiled herein. Day trading, short term trading, options trading, and futures trading are extremely risky undertakings. They generally are not appropriate for someone with limited capital, little or no trading experience, and/ or a low tolerance for risk. Never execute a trade unless you can afford to and are prepared to lose your entire investment. All trading operations involve serious risks, and you can lose your entire investment. In addition, certain trades may result in a loss greater than your entire investment. Always perform your own due diligence and, as appropriate, make informed decisions with the help of a licensed financial professional. TriBeCa Trade Group makes no warranties or guarantees as to our accuracy, the profitability of any trades which are discussed, or any other guarantees or warranties of any kind. You should make your own independent investigation and evaluation of any possible investment or investment advice being considered. Commissions, fees and other costs associated with investing or trading may vary from broker to broker. You should speak with your broker about these costs. Be aware that certain trades that may be profitable for some may not be profitable for you, after taking into account these costs. You should also be aware that, in certain markets, you may not always be able to buy or sell a position at the price I discuss. Thus, you may not be able to take advantage of certain trades discussed herein.