



TFR

# Trading Floor Research

Welcome to the  
—— Trading Floor ——

04/06/25



## This Trading Floor Research report contains:

S&P 500 Update

*Direxion S&P 500 Bull 3x (SPXL)*

*Royal Gold (RGLD)*

## S&P 500 Update

Friday's **S&P 500** selloff offered critical information on how the decline will likely proceed. Until Thursday and Friday, the decline looked orderly, and a measured move pointed to a Fibonacci target at 5144.12. Closing below 5144.12 underscores a market that has moved from orderly to panic.

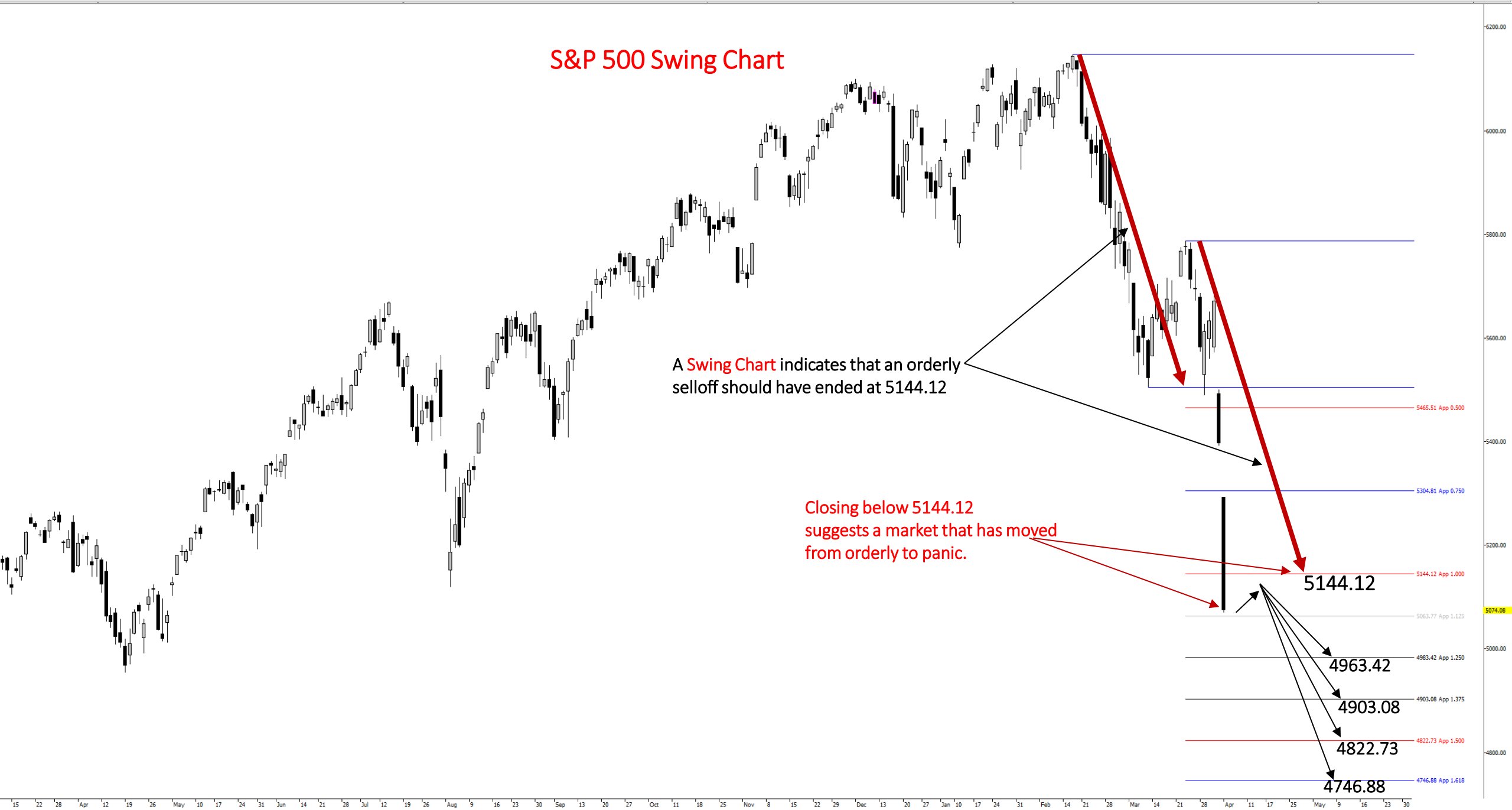
The move lower included two gaps below the Fibonacci targets I've highlighted. Thursday, the S&P 500 gapped below 5542.10, and Friday, the index gapped below 5394.96. Gapping through Fibonacci targets, as the S&P 500 did on Thursday and Friday, reinforces the price action of a crashing market. Since the market confirmed a sell signal on February 27, caution has been advised. The significant market force typically indicates waiting for confirmation to make a counter move.

I am focusing on purchasing the **Direxion S&P 500 Bull 3x (SPXL)** to take advantage of a potential short-term move once I receive confirmation. However, intense selling is an indication to focus on lower Fibonacci targets. Turning down my monthly long-term chart in March highlighted that the S&P 500 could test the Fibonacci downside target of 4804.96. I have mentioned possibly hitting this number for the past few months. A swing Fibonacci target at 4963.42 is in focus. Fibonacci expansions at 5047.97 and 4903.08 are also support areas I am monitoring.

The panic selling of the past two sessions indicates that the current market crash will likely end soon. However, closing below the measured move target of 5144.12 indicates that the S&P 500 is likely in the third wave of a five-wave decline rather than an a-b-c correction. If that is the case, a bounce will probably end with another decline to new lows. The only thing that could change that outcome is a market follow-through. A follow-through day would increase the probability of a new bull market and open the way for new emerging leaders.

# S&P 500 (SPX)

## S&P 500 Swing Chart



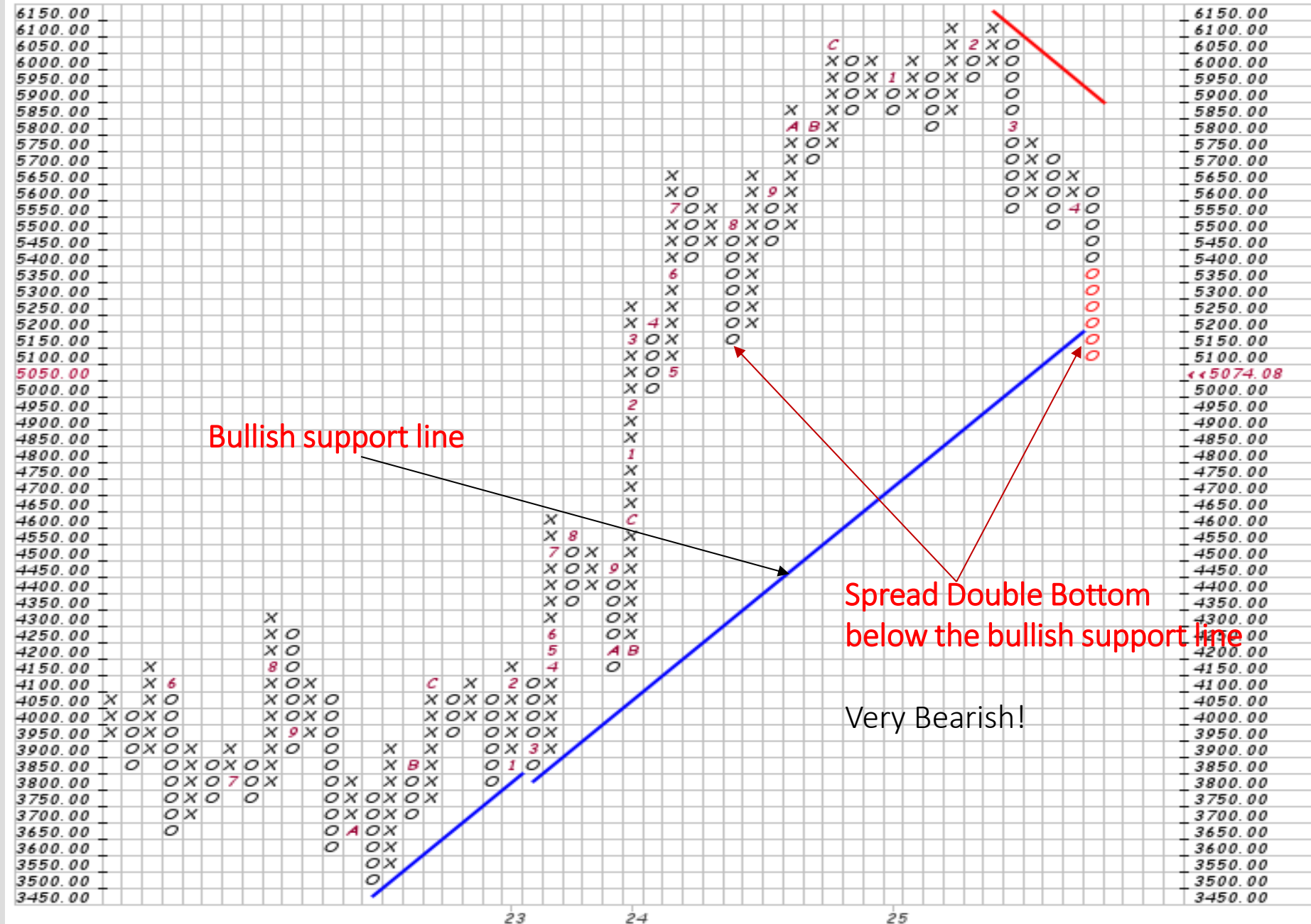


# S&P 500 (SPX)

Monthly Chart



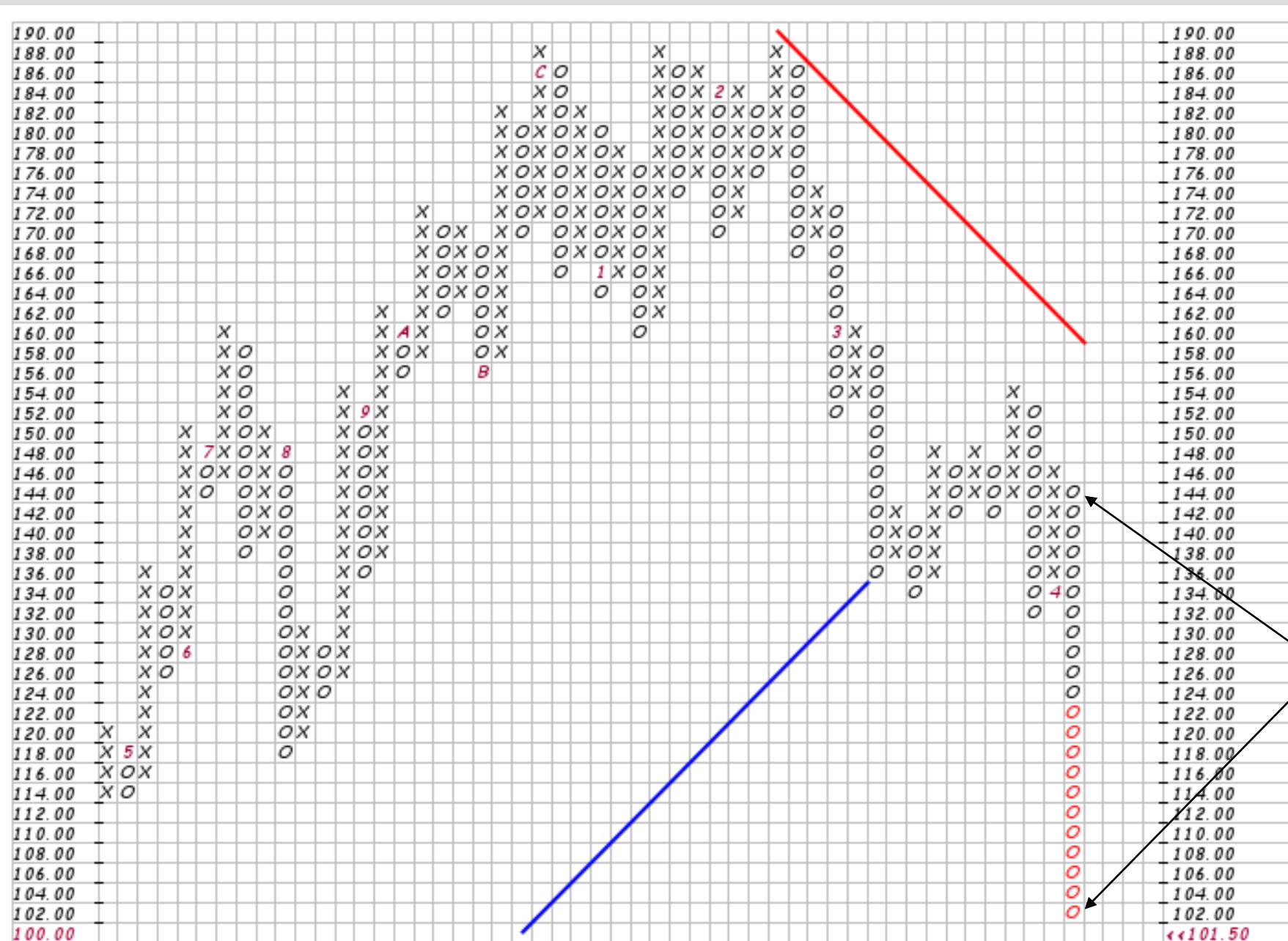
# S&P 500 (SPX)



*Buy Candidate: Direxion Daily S&P 500 Bull 3X (SPXL)*

- *Portfolio: Long the S&P 500. This trade is designed to move 3x the daily performance of the S&P 500 (SPX).*
- *The **Direxion Daily S&P 500 Bull 3X (SPXL)** has moved 22 boxes lower as the Point & Figure chart heads lower in a long-tail down. A three-box reversal will complete the pattern. SPXL is also getting close to a swing low at 99.21. The move lower from the March 25 high is approaching the same distance traveled between February 19 and March 13. Once I get confirmation from the swing low and the long tail down, I will purchase shares to capitalize on the next potential rally in the S&P 500. Currently, I expect the rally to be a tradable bounce.*
- *Wait for text confirmation!*
- *Initiate position with a 2-star(\*\*).*
- *Direxion Daily S&P 500 Bull 3X (SPXL) closed at 101.50.*
- *Direxion Daily S&P 500 Bull 3X (SPXL) VWAP is at 17.76.*
- *Sell target price: 1<sup>st</sup> target is 121.33; 2<sup>nd</sup> target is 128.84; 3<sup>rd</sup> target is 135.06; 4<sup>th</sup> target is 138.88-139.82.*
- *Stop sell price: Close below 85.43.*

# Direxion Daily S&P 500 Bull 3X (SPXL)





# Direxion Daily S&P 500 Bull 3X (SPXL)



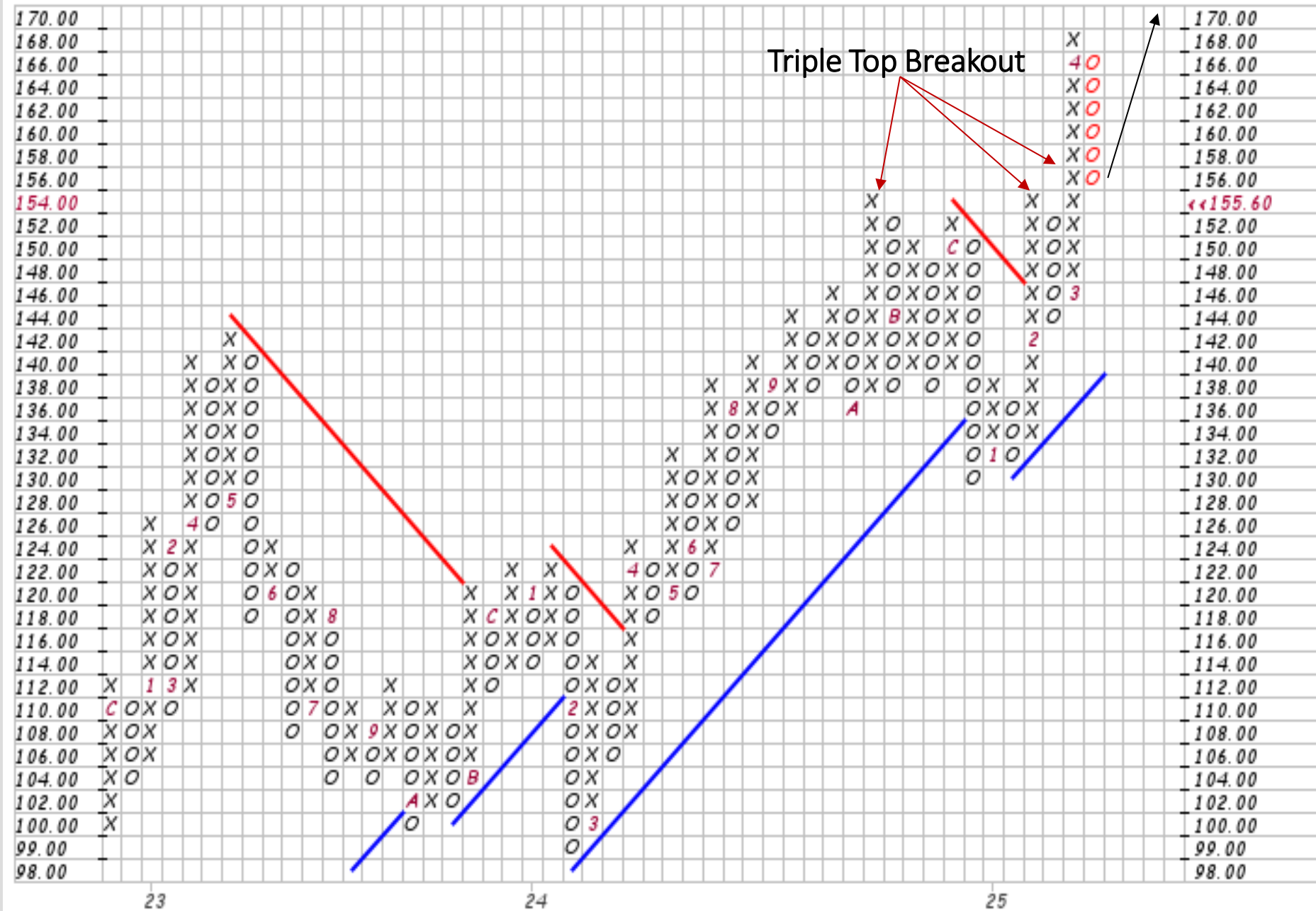
# Direxion Daily S&P 500 Bull 3X (SPXL)



## Confirmed Buy: Royal Gold (RGLD)

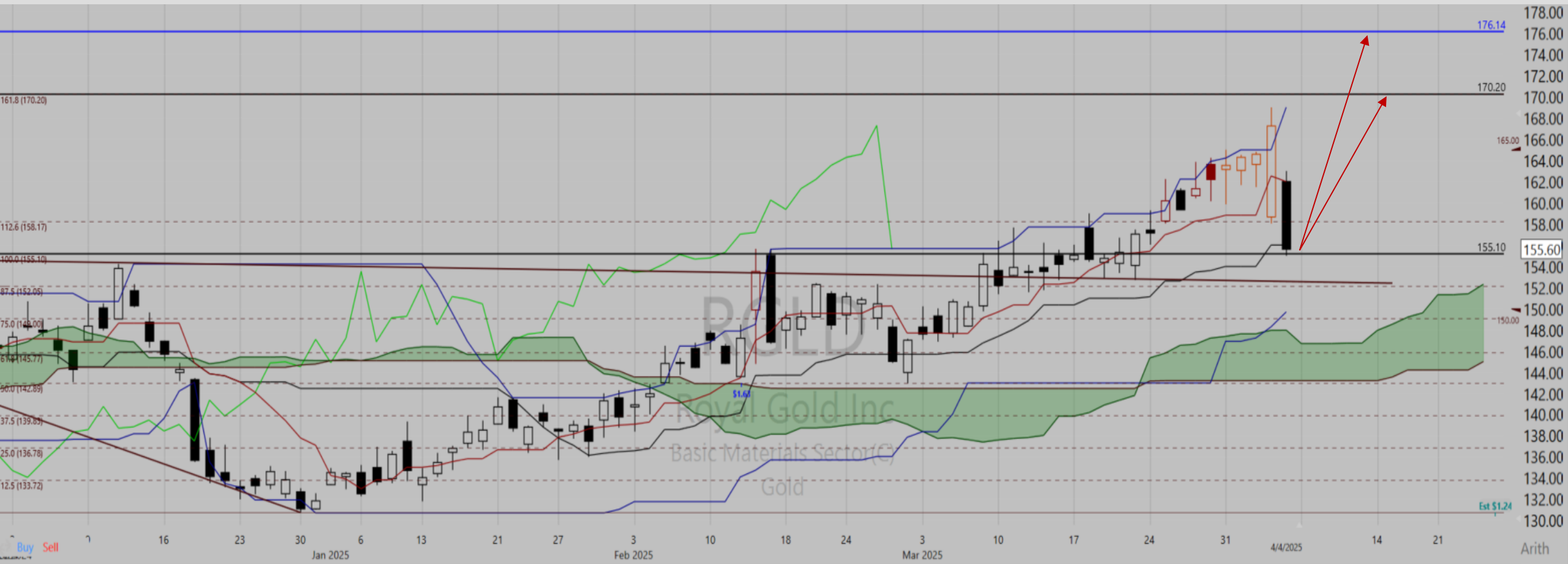
- *Industry Group: **Gold Miners**: A January 30 buy signal on the **gold miners'** industry group came with a gap above 50% of the October-December 2024 range. Typically, when I see a forceful gap above 50% of a base, it will start a significant and persistent advance.*
- ***Royal Gold (RGLD)** owns precious metals mines and manages interests in gold and silver.*
- ***Gold miners** were once again showing tremendous relative strength last week. After a Thursday morning flush in sympathy with the market, many miners quickly returned to the previous day's closing prices. Some gold stocks demonstrated considerable strength and confirmed their next move higher. I purchased **Royal Gold (RGLD)** after it confirmed its next move. Thursday, the stock closed at YTD highs on volume 72% above average. RGLD is breaking out of a 5-year base on massive accumulation. Its up/down volume ratio is going parabolic and is at its highest since 2019, pointing to historically high accumulation. The longer-term weekly up/down volume ratio is making a similar move and reinforces accumulation levels that should carry the stock higher for many months.*
- *Position Started at 1/2 star.*
- *Royal Gold (RGLD) was purchased at 165.39.*
- ***Royal Gold (RGLD)** is undergoing significant accumulation, with an Up/Down Volume Ratio of 2.23, making 52-week highs.*
- ***Royal Gold (RGLD)** closed at 155.60.*
- ***Royal Gold (RGLD)** anchored VWAP is at 117.24.*
- ***The Fibonacci sell targets:** 1<sup>st</sup> target 170.20; 2<sup>nd</sup> target 176.15; 3<sup>rd</sup> target is 194.64*
- *Stop price: Close below 152.05.*

# Royal Gold (RGLD)

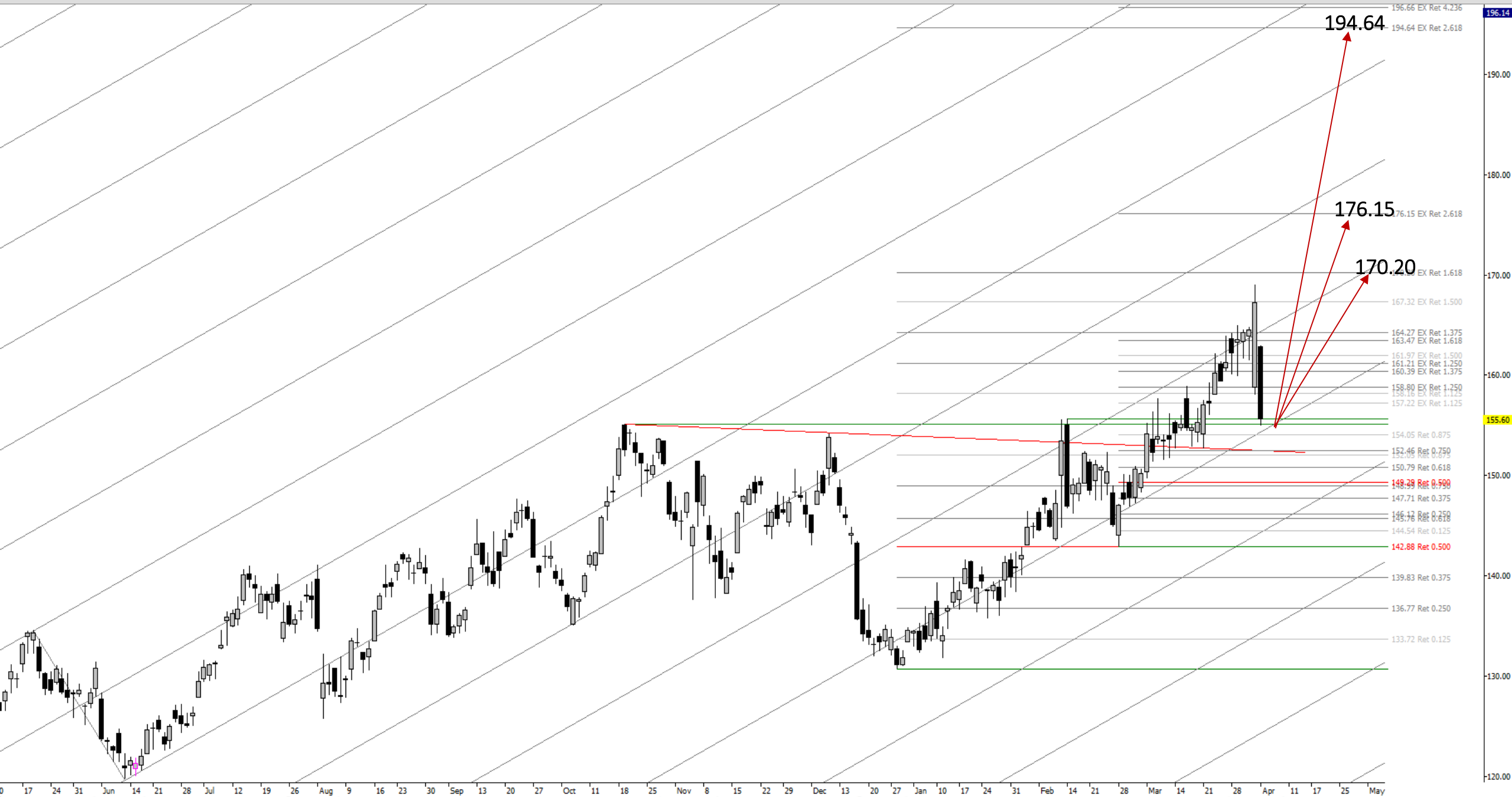




# Royal Gold (RGLD)



# Royal Gold (RGLD)



# Disclaimer

Before using this site, please make sure that you note the following important information:

## Do your Own Research

Our content is intended to be used and must be used for informational purposes only. It is very important to do your own analysis before making any investment based on your own personal circumstances. You should take independent financial advice from a professional in connection with, or independently research and verify, any information that you find on our Website and wish to rely upon, whether for the purpose of making an investment decision or otherwise.

*The content of this email is confidential and intended only for the recipient specified in the message. It is strictly forbidden to share any part of this message with any third party without the written consent of the sender. If you received this message by mistake, please reply to this message and follow with its deletion so that we can ensure such a mistake does not occur in the future.*



The results do not represent the performance of all selections made by the Trading Floor Research (TFR) newsletter. We look for investment resources and inform you of these resources, which you may choose to use in making your own investment decisions. **Past performance is no guarantee of future results. Inherent in any investment is the potential for loss.** This material is being provided for informational purposes only, and nothing herein constitutes investment, legal, accounting, or tax advice or a recommendation to buy, sell, or hold a security. No recommendation or advice is given on whether any investment is suitable for a particular investor. It should not be assumed that any investments in securities, companies, sectors, or markets identified and described were or will be profitable. All information is current as of the date herein and is subject to change without notice.