TFR

Trading Floor Research

Welcome to the Trading Floor

06/04/26

This Trading Floor Research report contains:

S&P 500 Update

Sector Update

Avis Budget (CAR)

Liquidia (LQDA)

S&P 500 Update

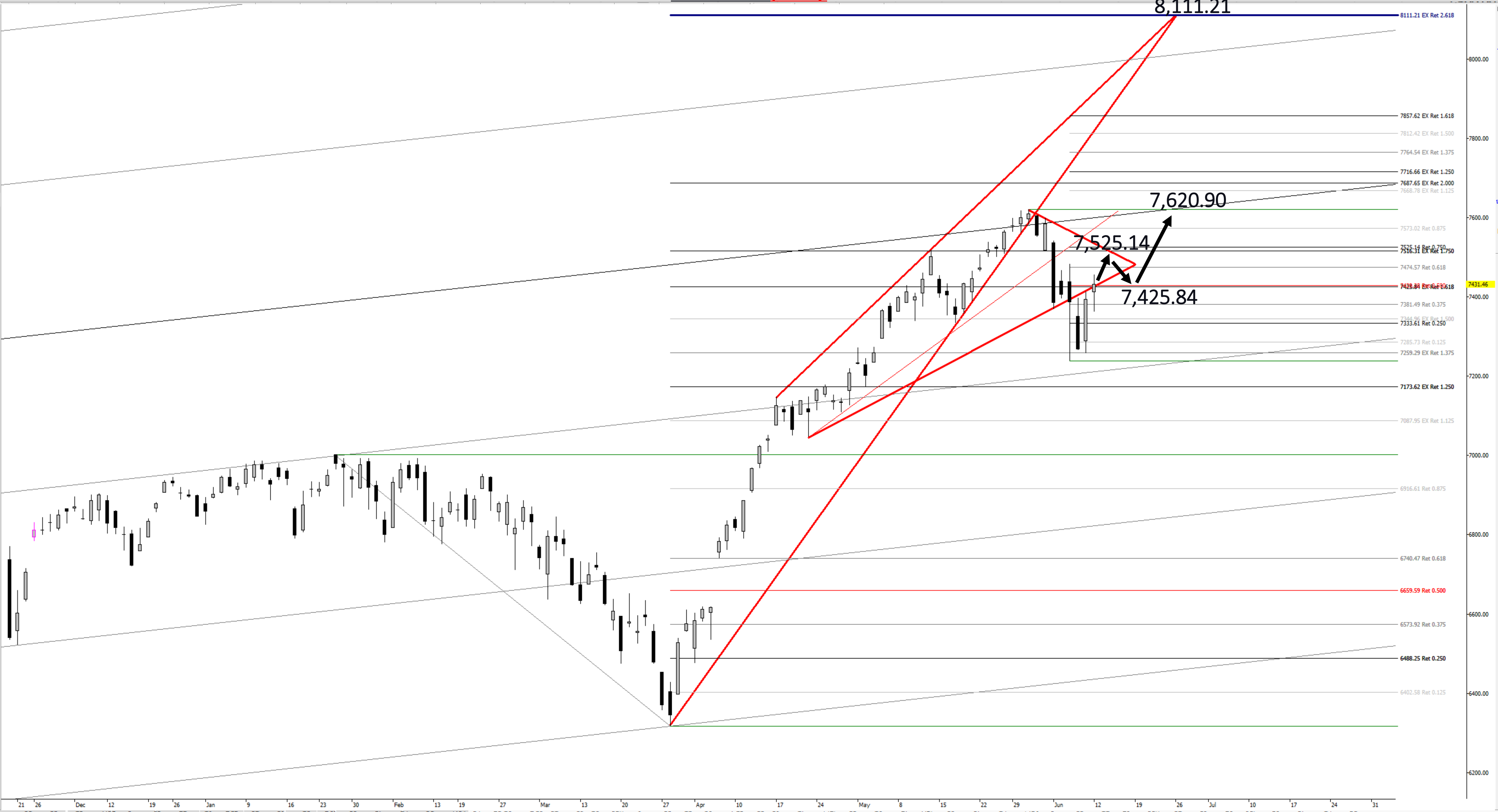
In the final five minutes of trading on Friday, the S&P 500 managed to close above the critical 1.618 Fibonacci expansion at 7,425.84, marking an important weekly finish. This close is an encouraging first sign that the recent selloff may be stabilizing.

However, strong technical resistance remains: the 50% retracement of the recent two-week range (slightly above the 1.618 expansion at 7,429.38 and the underside of a rising trendline from the April 23 low are creating a powerful confluence of resistance.

Friday’s below-average volume at this critical area is not convincing enough to suggest an upside move is sustainable above this resistance. A convincing close above these levels on above-average volume this week would indicate the uptrend can continue toward the next Fibonacci target at 8,111.21. Conversely, a reversal from this area would signal further downside potential and a continuation of the recent two-week downtrend.

If the S&P 500 maintains its upward trend this week, the next major Fibonacci targets are 7,525.14 and 7,620.90.

S&P 500 (SPX)

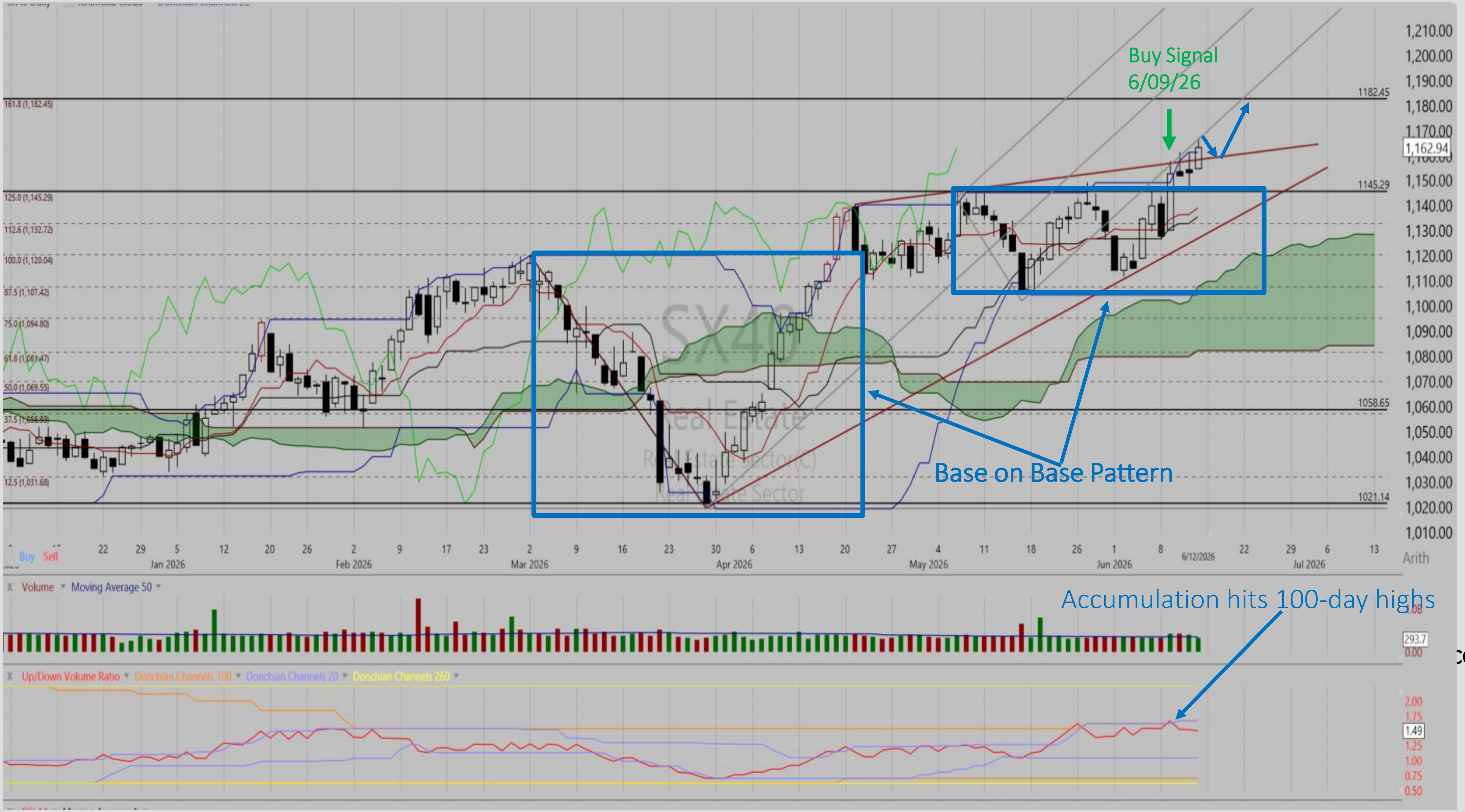


Sector Update

*Two significant sector buy signals emerged this past week. The first came on Tuesday, as the **real estate sector** confirmed its next move higher from a base that began on April 20. Strong accumulation is supporting the move, with levels not seen since June of last year—just before a substantial rally that lasted through September. Many emerging leaders are setting up for notable moves, including* **FrontView (FVR),** *which is breaking out of its IPO primary base on massive accumulation. I'm keeping a close eye on the group for additional opportunities as more setups develop.*

*The **financial services sector** delivered the second major buy signal last week, confirmed on Thursday after completing an inverted head-and-shoulders pattern that began forming on January 5. Accumulation is improving, reaching 20-day highs. I'll be watching closely for even stronger accumulation, which could signal a larger move ahead. The top contributing groups so far are **capital markets, global banks,** and **regional banks**—all of which are on my focus list as the new week begins.*

Real Estate Sector

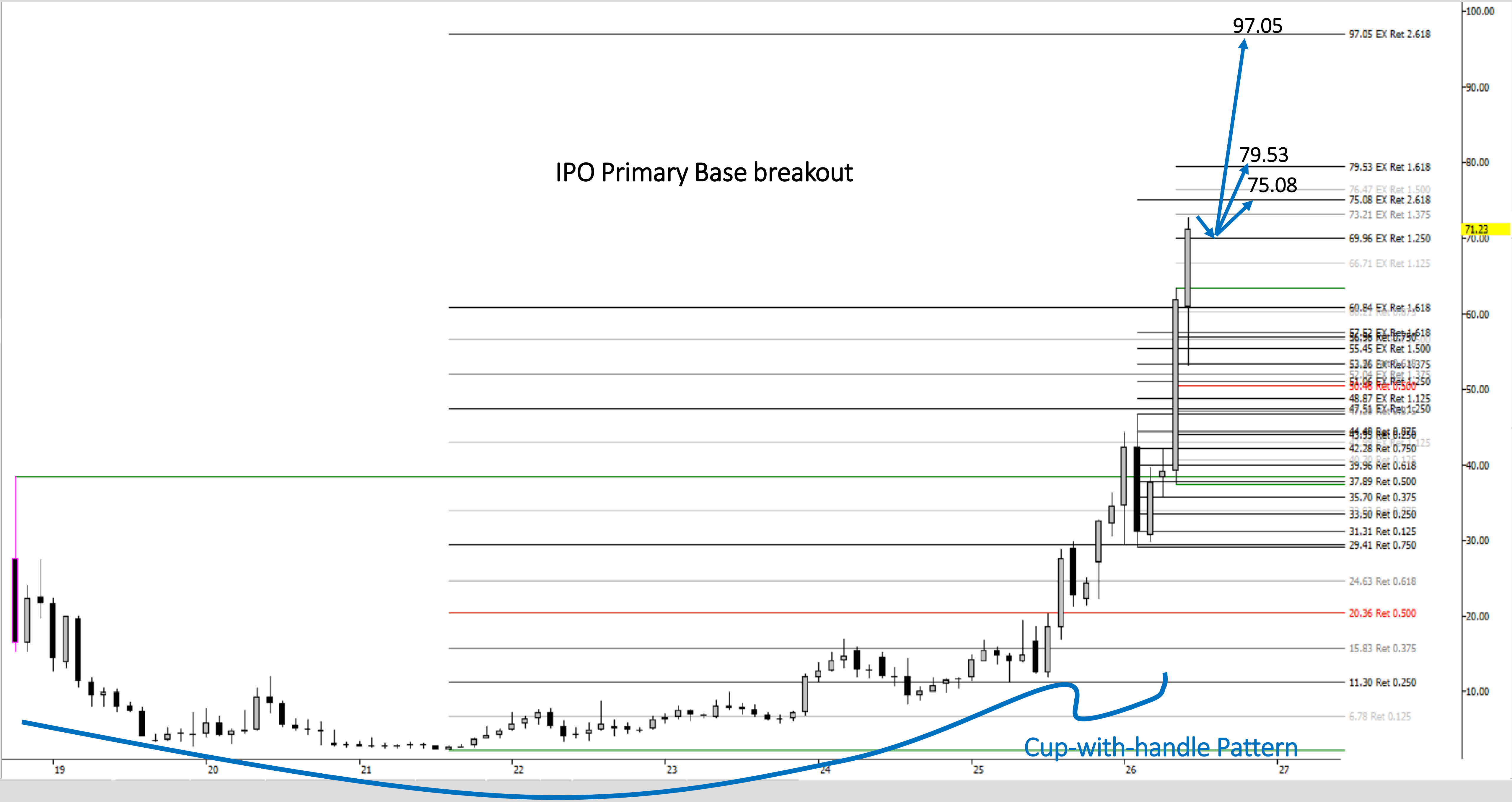


Confirmed Buy: Liquidia (LQDA)

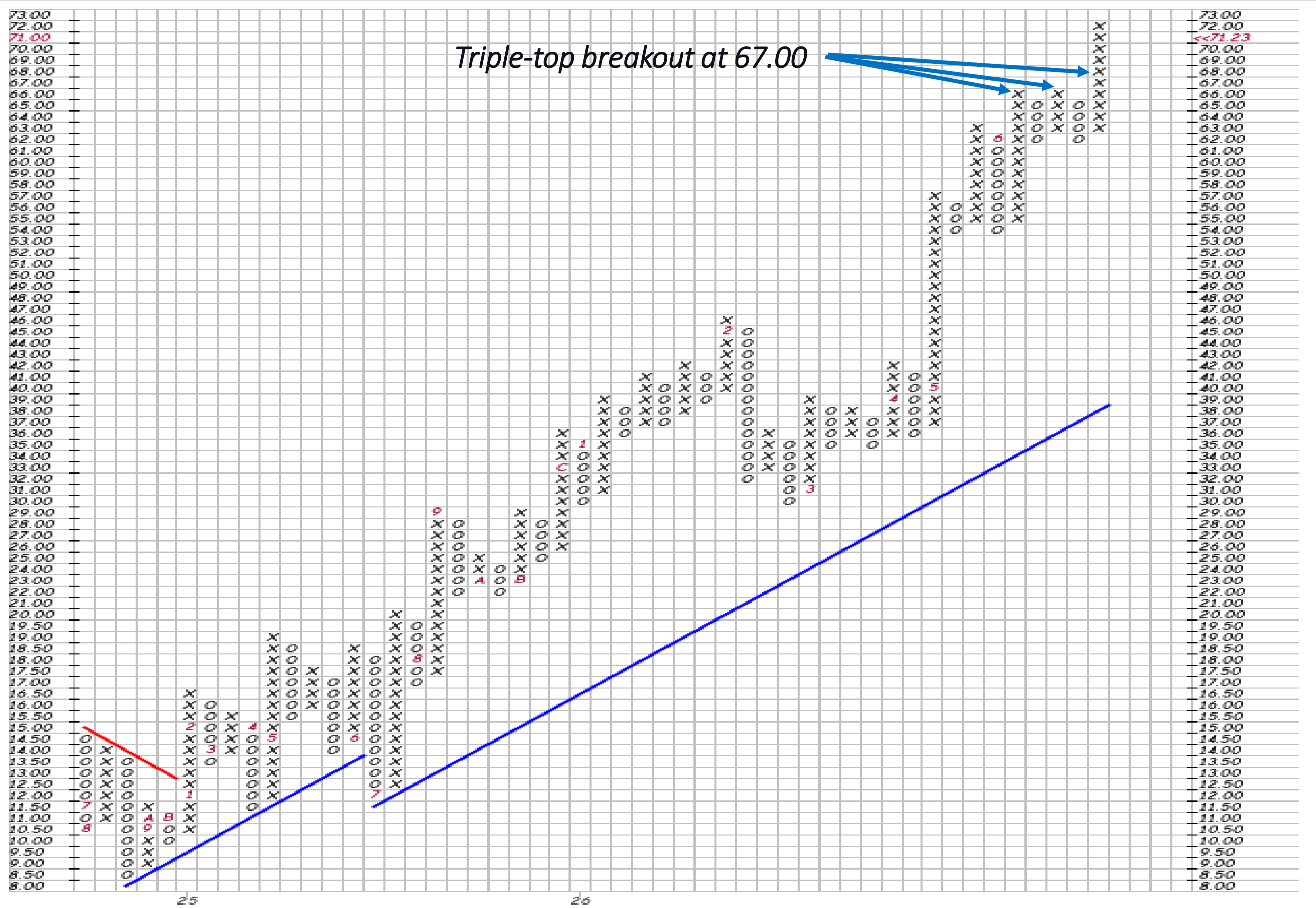
- ***Industry Group: Biotechnology.*** *The* ***healthcare sector*** *has remained strong since its buy signal on May 22. On Wednesday morning, the sector hit a new high before being pulled lower by the broader S&P 500 selloff. On Thursday, it posted another new high on above-average volume. Accumulation reached 100-day highs, highlighting some of the strongest institutional buying in the market.* ***Biotechnology stocks*** *remain a key driver of the sector's performance. To capitalize on this group and sector strength, I purchased* ***Liquidia (LQDA)*** *after confirming its next move higher.*
- **Liquidia (LQDA)** develops and commercializes therapies for rare cardiopulmonary diseases, with a primary focus on treatments for pulmonary arterial hypertension and pulmonary hypertension associated with interstitial lung disease.
- *Following a strong earnings release on May 11, LQDA broke out of a three-month cup-with-handle base, demonstrating massive institutional accumulation and aggressive buying by large investors. Momentum, volume, and price indicators all flashed the strongest signal in the biotech sector. Over the past three weeks, LQDA has consolidated its gains and formed another cup-with-handle pattern as accumulation continues to surge. With weekly accumulation now at its highest since the company went public in 2018, Wednesday's confirmation signaled the stock was ready for its next move. Strong demand is also evident on the point & figure chart, which gave a triple-top breakout at 67.00. On Thursday,* ***LQDA hit its first Fibonacci target at 69.89, at which point I locked in a 6.0% gain.***
- The **Liquidia (LQDA)** position was started at 1/2-star.
- Liquidia (LQDA) ***was purchased at 65.95.***
- Liquidia (LQDA) *is undergoing significant accumulation, surging past 100-day highs.*
- Liquidia (LQDA) closed at 71.53
- Liquidia (LQDA) ***has an anchored VWAP of 15.62.***
- ***The Fibonacci sell targets****: 1st target 69.89; 2nd target 75.08; 3rd target is 80.29; 4th target is 97.05.*
- *Stop price: Close below 56.57.*

Liquidia (LQDA)

Liquidia (LQDA) Weekly Chart



Liquidia (LQDA)



<u>Confirmed Buy: Avis Budget (CAR)</u>

- ***Industry Group: Rental & Leasing Services.*** *The* ***industrial sector*** *confirmed its buy signal on May 28, and since then, stocks like Avis (CAR) have begun to show relative strength against the broader market's decline. The Rental & Leasing Services industry group is breaking out of a base-on-base pattern that started in January. However, attempts to confirm the move on June 4 and June 9 came on below-average volume. Despite this, the group's upward progress continues, with the overall accumulation steadily improving. Even without full group confirmation, Avis (CAR) stood out for its notable relative strength last Friday, moving it to the top of my swing trading list.*

- **Avis Budget (CAR)** is a global provider of vehicle rental and car-sharing mobility solutions, operating a fleet across roughly 10,250 locations in 180 countries.

- *After Monday's confirmation, I purchased* ***Avis (CAR)*** *in anticipation of a move higher, as it looks poised to build on its strong momentum from April and May. A sharp selloff from its parabolic rally produced a historically large long-tail-down pattern on the point & figure chart, ending at the 50% retracement between the July 2025 high and February low. This level, at 149.02, marked the midpoint of a cup-with-handle base and provided strong support for the next rally attempt. Holding this area has kept the bulls in control despite the plunge. The new base that formed afterward has shown significant accumulation, further supporting the potential for another move higher. Last week's confirmation—building on the previous Friday's strong performance and notable accumulation—strengthens the outlook for a continued rally. CAR's point & figure catapult formation, especially following a long-tail-down pattern, signals strong demand and further increases the probability of another powerful advance.*

- The **Avis (CAR)** position was started at 1/4-star.

- **Avis (CAR)** ***was purchased at 184.79.***

- **Avis (CAR)** *is undergoing significant accumulation.*

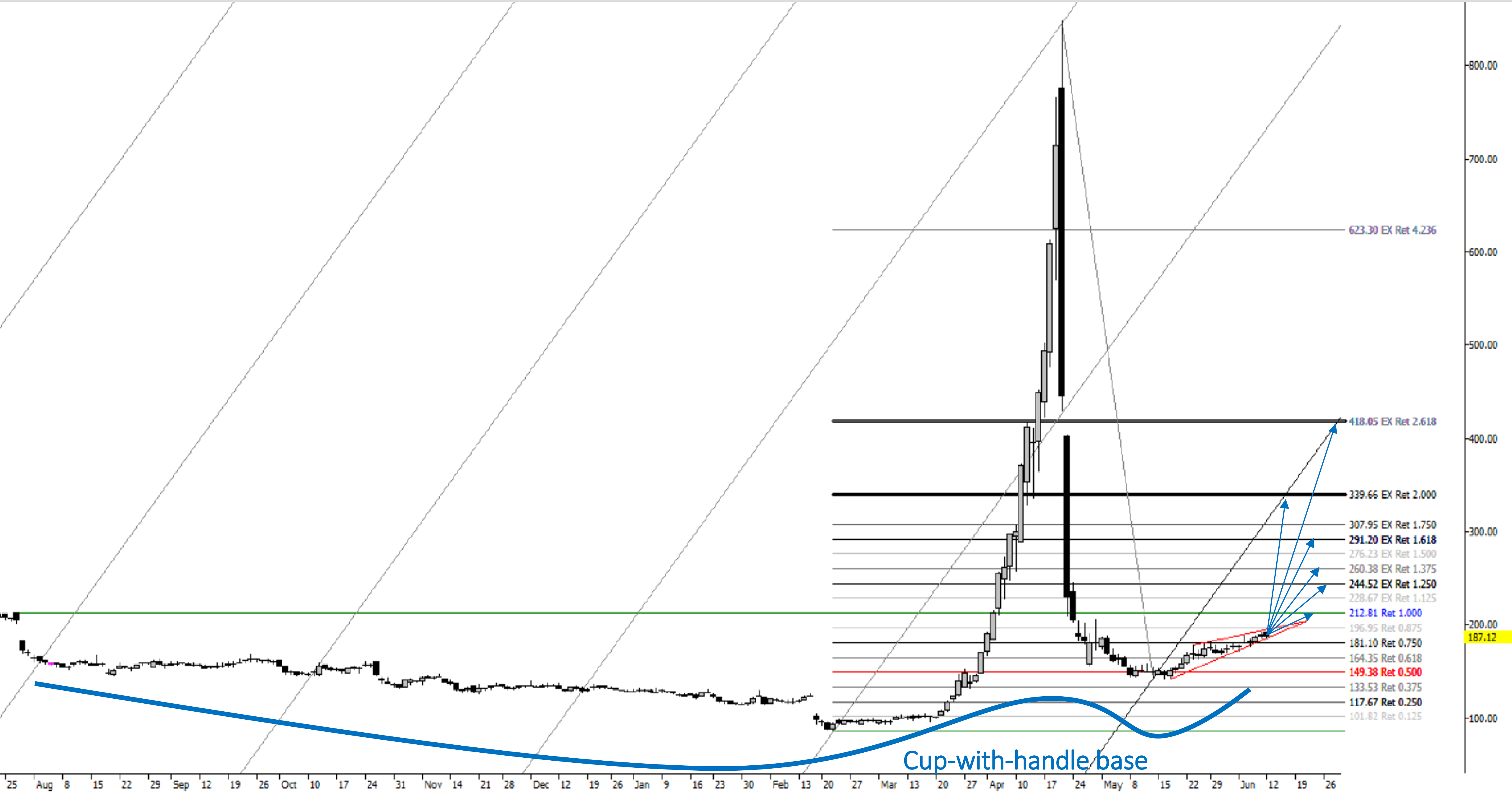
- **Avis (CAR) closed at 188.10.**

- **Avis (CAR)** ***has an anchored VWAP of 180.72.***

- ***The Fibonacci sell targets****: 1st target 196.32; 2nd target 202.93; 3rd target is 212.81; 4th target is 244.52; 5th target is 291.20; 6th target is 418.05.*

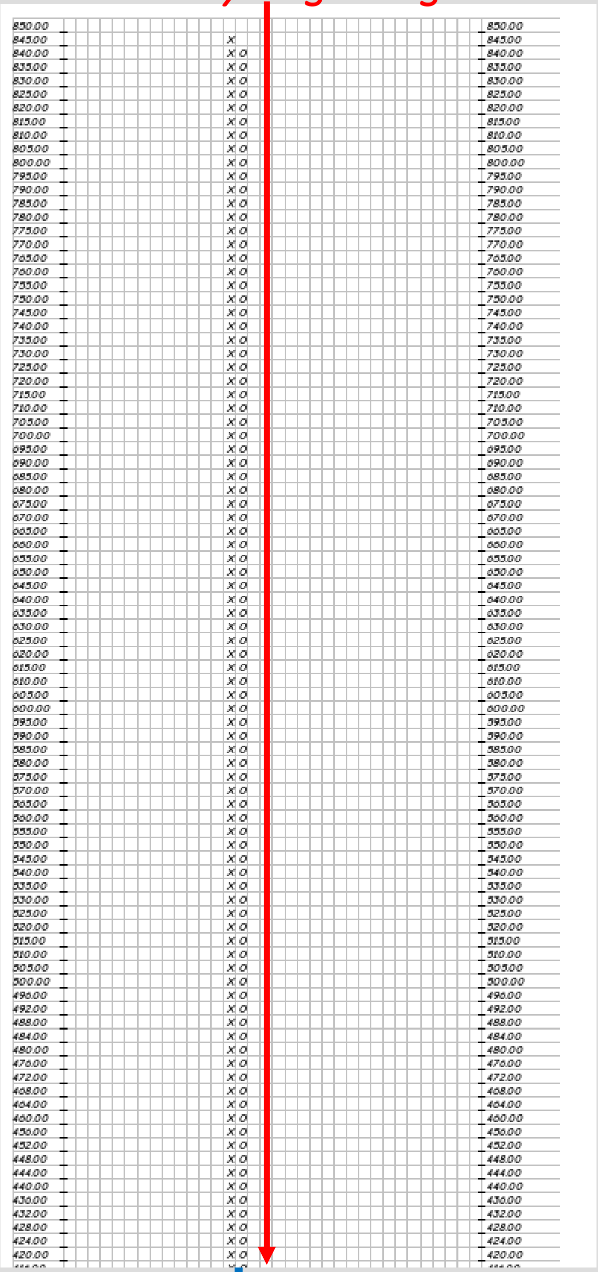
- *Stop price: Close below 149.30.*

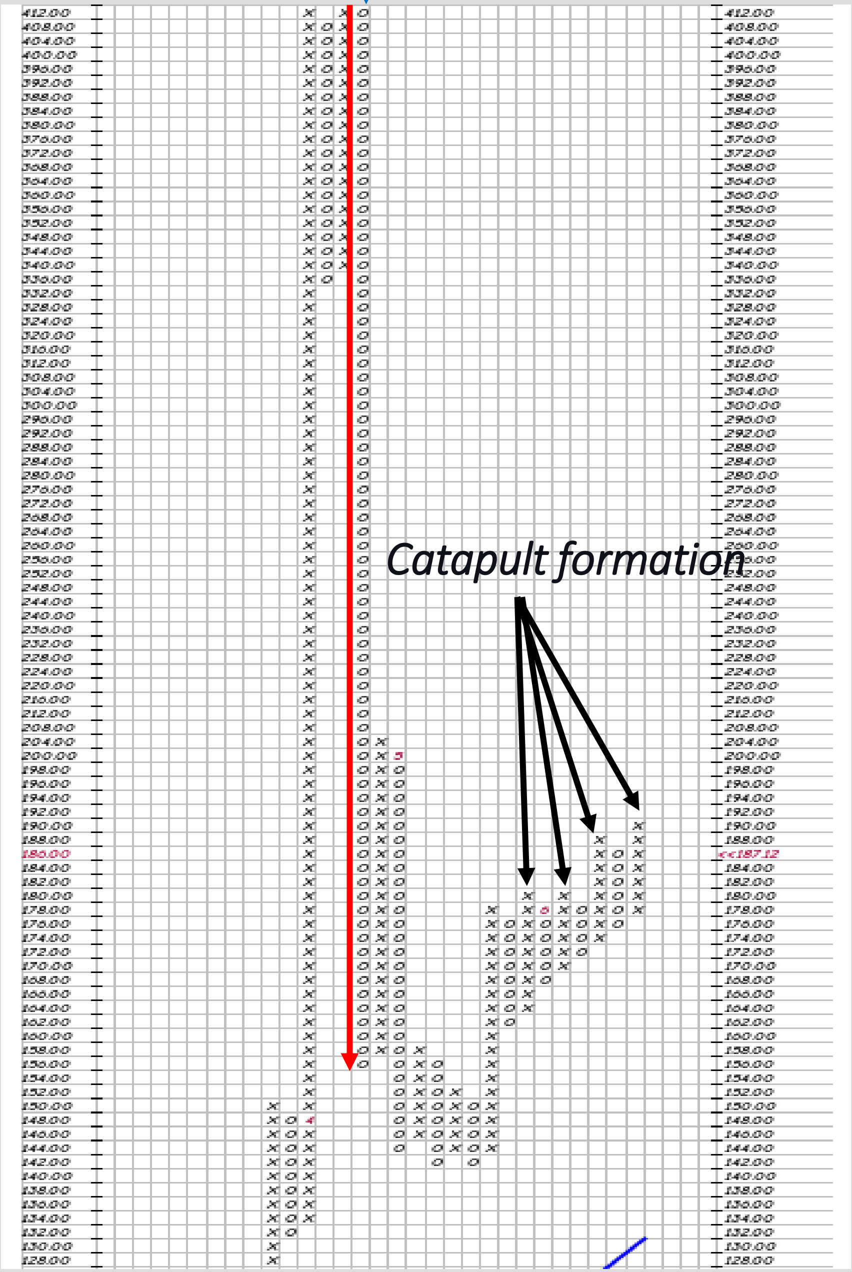
Avis (CAR)


623.30 EX Ret 4.236
418.05 EX Ret 2.618
339.66 EX Ret 2.000
307.95 EX Ret 1.750
291.20 EX Ret 1.618
276.23 EX Ret 1.500
260.38 EX Ret 1.375
244.52 EX Ret 1.250
228.67 EX Ret 1.125
212.81 Ret 1.000
196.95 Ret 0.875
181.10 Ret 0.750
164.35 Ret 0.618
149.38 Ret 0.500
133.53 Ret 0.375
117.67 Ret 0.250
101.82 Ret 0.125
800.00
700.00
600.00
500.00
400.00
300.00
200.00
187.12
100.00
Cup-with-handle base
25 Aug 8 15 22 29 Sep 12 19 26 Oct 10 17 24 31 Nov 14 21 28 Dec 12 19 26 Jan 9 16 23 30 Feb 13 20 27 Mar 13 20 27 Apr 10 17 24 May 8 15 22 29 Jun 12 19 26

Avis Budget (CAR)

Historically large long-tail-down pattern





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