



TFR

# Trading Floor Research

Welcome to the  
— Trading Floor —

2/15/26

**This Trading Floor Research report contains:**

S&P 500, NASDAQ 100 Index (QQQ) & Sector Update

ProShares UltraPro Short QQQ (SQQQ)

HUYA Inc. (HUYA)

## S&P 500, NASDAQ 100 Index (QQQ) & Sector Update

*From Tuesday to Thursday, the **S&P 500** saw three consecutive sessions with gap-up openings, but each day's early gains were quickly erased as selling pressure intensified. This selling occurred on accelerating volume, and each session closed below 50% of the daily range, signaling that bears were in control by the end of trading. This price and volume pattern is a classic sign of institutional distribution. Even though Wednesday's close was only slightly lower than the previous day's and did not technically meet a simplistic threshold—such as closing below 0.2% of the prior close—a deeper analysis is required to interpret the market's true message. These sessions suggest that large, professional investors are actively selling into early strength, using the optimism at the open to exit positions before prices move lower.*

*This pattern is especially significant because it's occurring at a critical confluence of Fibonacci resistance, between the 1.618 and 2.618 expansion levels at 6958.35 and 6965.77, which have been highlighted for weeks. The repeated inability to hold gains at this resistance zone reinforces the case that the market is in the midst of a historically lengthy topping process.*

*Thursday's sharp decline in the **S&P 500** and **NASDAQ 100 (QQQ)** occurred on accelerating distribution, as the sector selloff continued to broaden. **Financial services** stocks narrowly avoided a sell signal the previous week, which I mentioned in last Sunday's newsletter—near misses like these often serve as strong warnings. On Thursday, the **financial services sector** confirmed a sell signal with a 1.71% drop, highlighted by three consecutive days of distribution that have driven accumulation sharply lower. Sectors now registering sell signals include **technology, consumer cyclicals, healthcare, and financial services.***

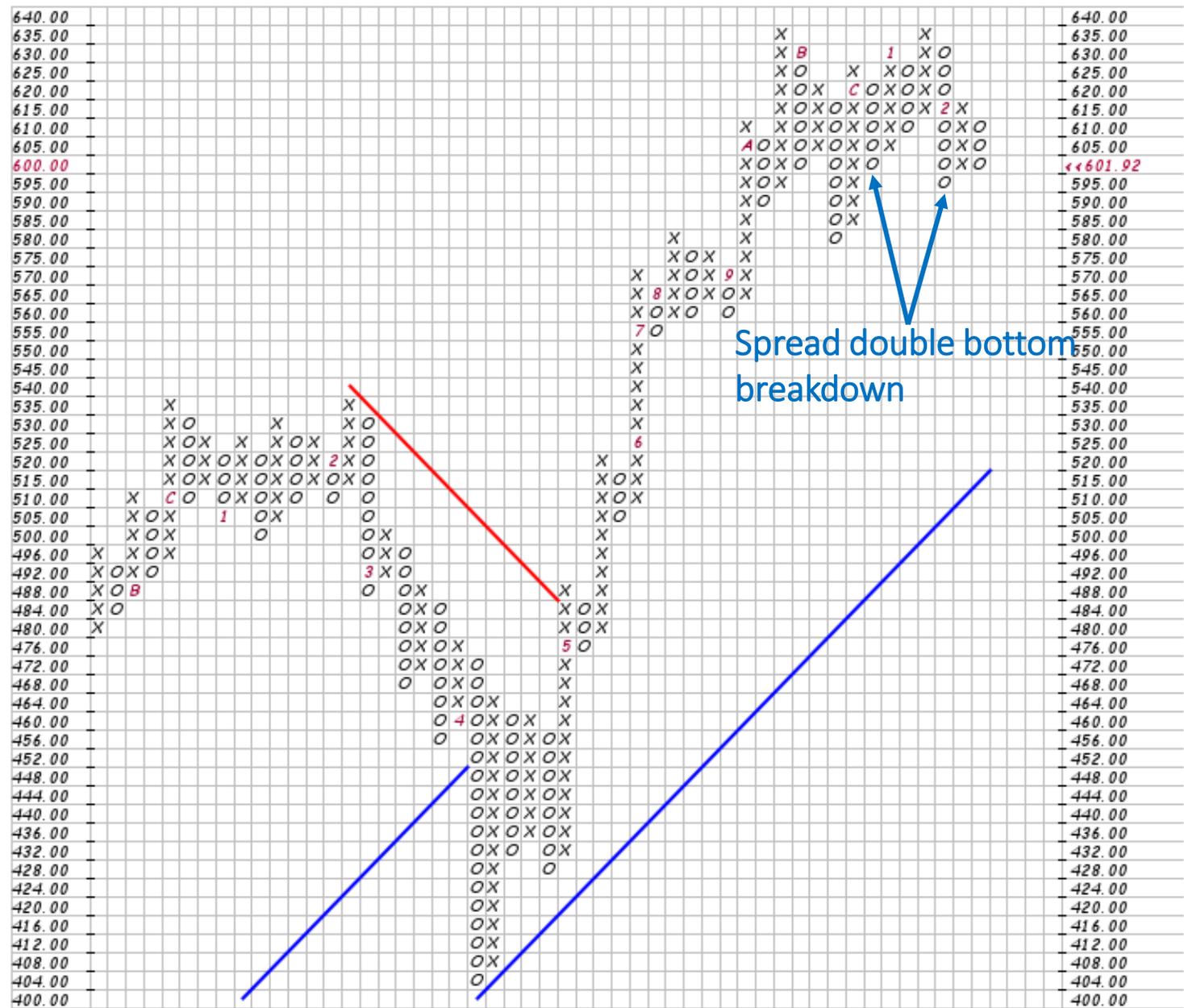
*On Friday, the **S&P 500** closed fractionally higher but ended below the midpoint of the daily range after an early rally attempt failed. While volume didn't confirm a distribution day, finishing below the midpoint kept the bears in control. Holding above Fibonacci support at 6835.67 suggests a likely bounce to start the week, with potential retests of Fibonacci targets at 6891.21 or 6946.74. However, a weekly close in the lower quartile on above-average volume underscores the lack of bullish follow-through and signals the need for greater caution once the bounce has played out.*

# NASDAQ 100 Index (QQQ)

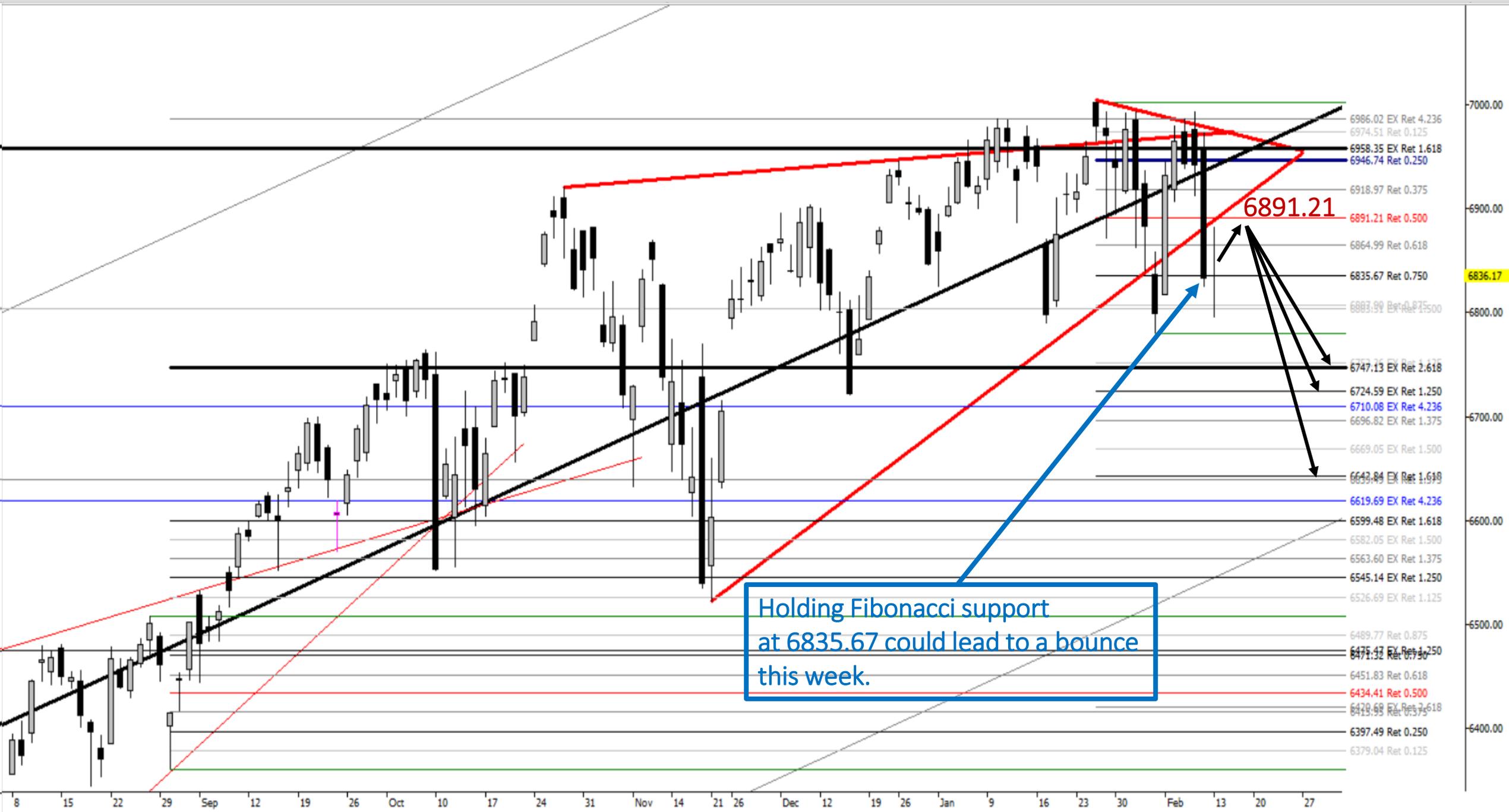
MA1 = 615.72  
MA2 = 614.30  
MA3 = 610.32  
MA4 = 618.76



# NASDAQ 100 Index (QQQ)

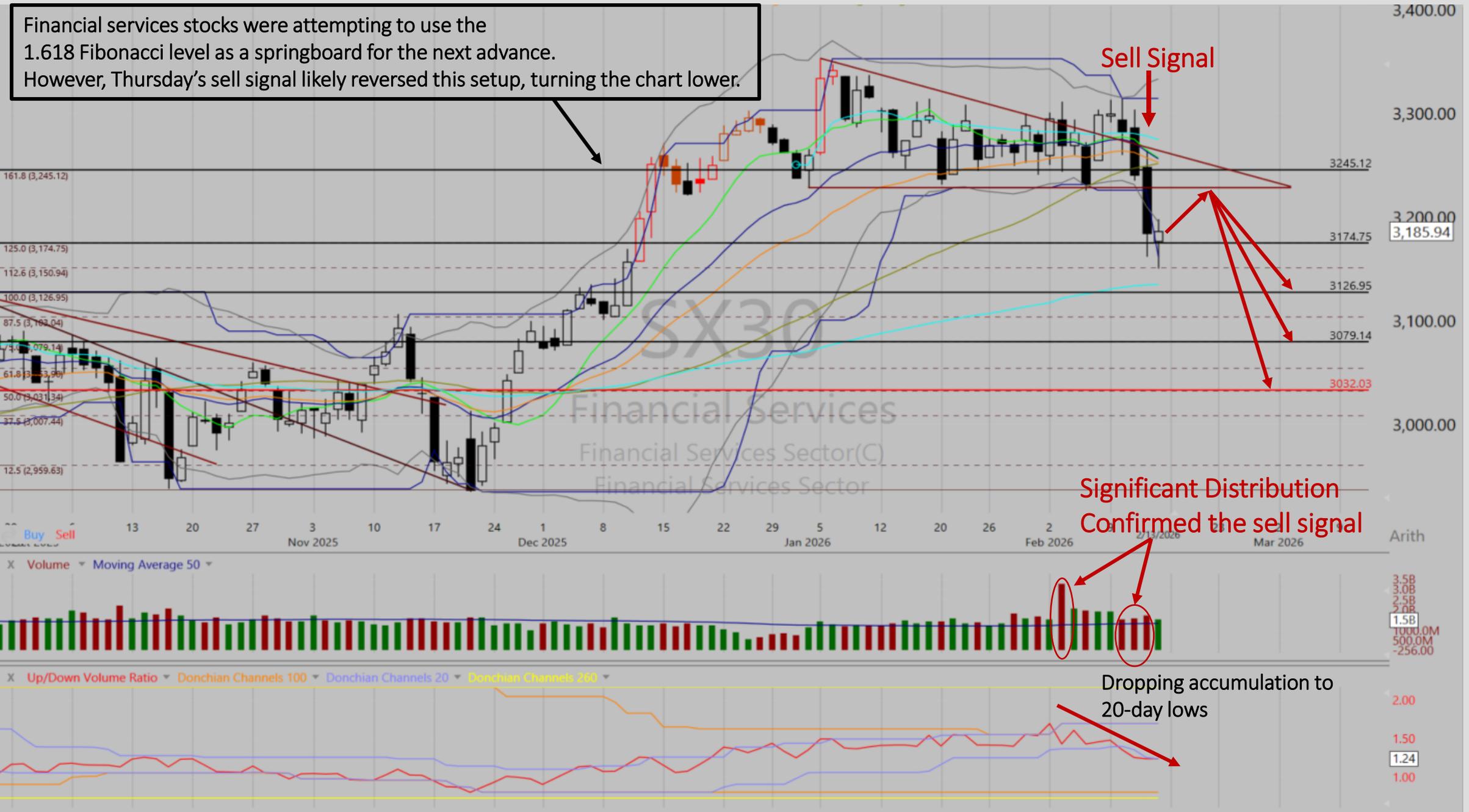


# S&P 500



# Financial Services Sector

Financial services stocks were attempting to use the 1.618 Fibonacci level as a springboard for the next advance. However, Thursday's sell signal likely reversed this setup, turning the chart lower.



Sell Signal

Significant Distribution  
Confirmed the sell signal

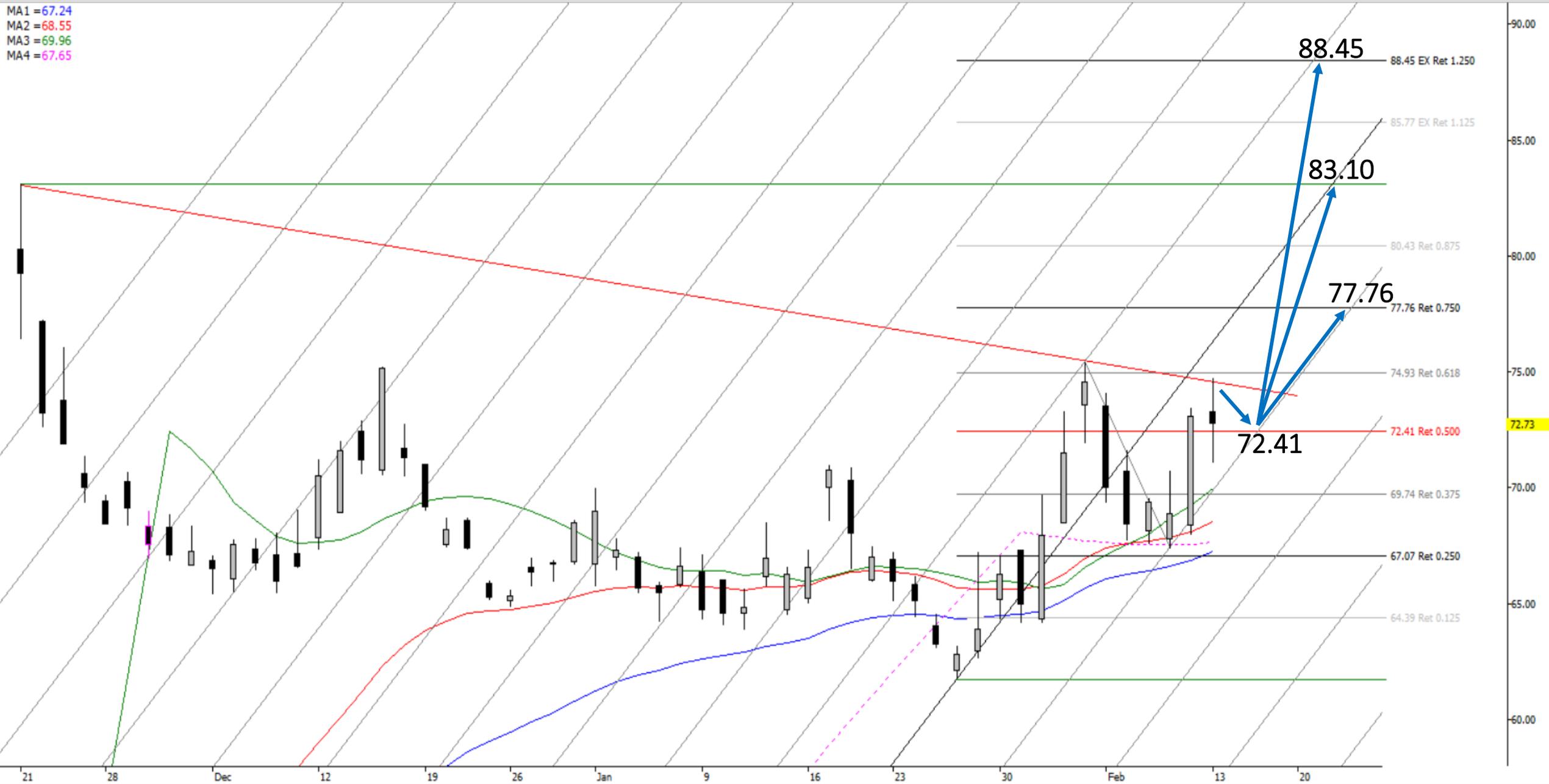
Dropping accumulation to  
20-day lows

## *Confirmed Buy: ProShares UltraPro Short QQQ (SQQQ)*

- *Position: Short the NASDAQ 100 (QQQ). This trade is designed to move 3x the inverse daily performance of the NASDAQ 100 (QQQ).*
- *The ProShares UltraPro Short QQQ (SQQQ) trade is designed to take advantage of the next potential move lower in NASDAQ 100 (QQQ) to Fibonacci support at 5921.02.*
- *On Tuesday, I purchased the ProShares UltraPro Short QQQ (SQQQ) to position for a move lower in the NASDAQ 100 (QQQ). The session again highlighted relative weakness in the QQQs, as an early rally was halted at multiple technical resistance levels noted in my last newsletter. The QQQs tested the Fibonacci 615.51 level, the top of the cloud, and the ascending trendline from the November low before reversing into a selloff and logging another distribution day.*
- *The topping process that began on October 29 has steadily eroded the accumulation that previously fueled the NASDAQ 100's gains through much of 2025. Eight distribution days in the past twenty sessions have marked a clear shift from accumulation to distribution, underscoring the mounting difficulty for the index to move higher and reinforcing the ongoing topping process. A spread double-bottom breakdown on the point-and-figure chart further emphasizes the rising selling pressure on the NASDAQ 100.*
- *I started the ProShares UltraPro Short QQQ (SQQQ) position at 1-star(\*).*
- *Thursday, I sold two-thirds of my ProShares UltraPro Short QQQ (SQQQ) position as the QQQs continued their decline and the first two Fibonacci targets were reached, locking in gains of 5.5% and 8.2%.*
- *ProShares UltraPro Short QQQ (SQQQ) was purchased at 68.65.*
- *The Up/Down Volume Ratio hit a 100-week high on the ProShares UltraPro Short QQQ (SQQQ), indicating strong accumulation and higher prices.*
- *ProShares UltraPro Short QQQ (SQQQ) closed at 72.73.*
- *ProShares UltraPro Short QQQ (SQQQ) VWAP is at 68.86*
- *Fibonacci sell target prices: 1<sup>st</sup> target is 72.41; 2<sup>nd</sup> target is 74.25; 3<sup>rd</sup> target is 75.38; 4<sup>th</sup> target is 77.76; 5<sup>th</sup> target is 83.10; 6<sup>th</sup> target is 88.45; 7<sup>th</sup> target is 96.31.*
- *Stop sell price: Close below 67.07.*

# ProShares UltraPro Short QQQ (SQQQ)

MA1 = 67.24  
MA2 = 68.55  
MA3 = 69.96  
MA4 = 67.65





## Confirmed Buy: HUYA Inc. (HUYA)

- *Market: **Chinese**. The strength of the Chinese market continues to create opportunities for emerging leaders. The broader momentum in the Chinese market provides a supportive backdrop for these emerging leaders to attract institutional interest and deliver outsized returns as they navigate key technical setups and confirm new uptrends.*
- **HUYA Inc. (HUYA)** is a leading Chinese provider of game-related entertainment and services, operating the largest online game live-streaming platform in China.
- *On Monday, I bought **HUYA Inc. (HUYA)** after confirming a breakout from a cup-with-handle base that began last March. Pullbacks on Wednesday and Thursday to the top of the handle and key Fibonacci support provided an additional low-risk entry to add shares. Closing above the midpoint of the two-year range has shifted momentum to the bulls, supported by accumulation at 52-week highs. HUYA also closed above the weekly cloud for the first time since October 2024—a move that has marked the start of strong trends in the past. Additionally, a rare spread catapult formation on the point & figure chart dating back to 2019 highlights the potential for further upside.*
- The **HUYA Inc. (HUYA)** position was started at a 1/2-star.
- **HUYA Inc. (HUYA) was purchased at 4.77.**
- **HUYA Inc. (HUYA) is undergoing significant accumulation, recently breaking 52-week highs with an Up/Down Volume Ratio of 2.00.**
- **HUYA Inc. (HUYA) closed at 4.28.**
- **HUYA Inc. (HUYA) has an anchored VWAP of 10.17.**
- **The Fibonacci sell targets: 1<sup>st</sup> target 5.03; 2<sup>nd</sup> target 5.19; 3<sup>rd</sup> target is 5.68; 4<sup>th</sup> target is 6.06; 5<sup>th</sup> target is 6.73.**
- **Stop price: Close below 4.00.**

# HUYA Inc. (HUYA)



# HUYA Inc. (HUYA)





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