



Update to Harry's Take

November 16, 2023

New Russell 2000 Pattern

The Russell 2000 broke down out of its large triangle pattern, but then went back into it. That made that pattern less valid. I have drawn a new, slightly larger, longer sideways channel pattern in this chart instead.

Russell 2000 Triangle Morphs Into Channel: New Downside Target 1,240



Source: Investing.com

www.hsdent.com

Now, the Russell 2000 could advance to as high as 2,000 or so, 12%-13% higher from here. That should see new all-time highs on the S&P 500. This new E wave does not have to test the top of this channel and can turn down earlier. The key to look for is the break of the bottom trend line around 1,600.

That would project the next major low on the way down into a likely larger crash to around 1,240, near its COVID lows.

I'll keep you updated.

Harry

Got a question or comment? You can contact us at info@hsdent.com.