BUSINESS CYCLE DEVELOPMENTS

Currently there are nine of 10 **Market Peak Indicators** signaling, which historically implies there's very little upside potential in the S&P! Sell stocks into market strength. The eighth and ninth **MPI's** to signal were *Liquidity: GDP* and *Liquidity: Deposits/Credit Demand* – both in April 2026. These 10 **MPI's** that are monitored are reported on a lag of a couple months – in June we obtain April data – therefore the **MPI's** just went from seven to nine **MPI's**.

Note below that there were six shocks that triggered a decline and the remaining peaks coincided with nine or 10 **MPI's**. See https://www.bcdresearch.com/sample-reports for details of the past 25 year history of identifying S&P peaks and troughs.

BEAR MARKET PATTERNS

S&P 500 – Daily Close - Except the Last Column (Mo. Avg.)

Col. #1 # of MPI's @ the S&P Peak	S&P 500 Peak	Col. #4 5% Decline	10% Decline	Col. #5 Total % Decline	S&P Mo. Avg. Low & Number of Months
	2/37	10 Days	41 Days	-52.3%	4/38 & 14 mo.
	10/39	23	162	-43.4	4/42 & 30 mo.
	5/46	15	62	-29.6	6/49 & 37 mo.
no hist.	1/53	59	108	-14.8	9/53 & 8 mo.
no hist.	7/56	20	41	-21.6	12/57 & 17 mo.
10 MPI's	7/59	26	149	-13.9	10/60 & 15 mo.
9 MPI's	12/61	19	95	-28.0	6/62 & 6 mo.
10 MPI's	1/66	14	66	-22.2	10/66 & 9 mo.
10 MPI's	12/68	20	133	-35.9	5/70 & 17 mo.
10 MPI's	1/73	16	73	-48.2	12/74 & 23 mo.
10 MPI's	9/76	14	149	-19.4	3/78 & 18 mo.
Shock	2/80	9	17 Credit Controls	-17.1	3/80 & 1 mo.
10 MPI's	4/81	6	185	-27.1	8/82 & 20 mo.
10 MPI's	10/83	14	85	-14.4	7/84 & 9 mo.
10 MPI's	8/87	8	36	-33.5	12/87 & 4 mo.
Shock	6/90	14	25 Gulf War #1	-19.9	10/90 & 4 mo.
10 MPI's	1/94	18	n/a	-8.9	4/94 & 3 mo.
9 MPI's	7/98	8	20	-19.3	9/98 & 2 mo.
10 MPI's	8/00	15	27	-36.5	9/01 & 13 mo.
9 MPI's	3/02	16	33	-31.8	2/03 & 11 mo.
7 MPI's	2/04	27 Greenspan hikes @ .98%	n/a	-8.2	8/04 & 6 mo.
10 MPI's	10/07	21	33	-56.3	3/09 & 17 mo.
10 MPI's	4/10	9	19 Flash Crash	-16.0	7/10 & 3 mo.
9 MPI's	3/12	29	42	-10.0	6/12 & 3 mo.
Shock	5/15	64	65 China's two devaluations	-14.2	2/16 & 9 mo.
10 MPI's	9/18	15	45	-19.8	12/18 & 3 mo.
Shock	2/20	6	8 Covid-19	-33.9	3/20 & 1 mo.
10 MPI's	12/21	14	43	-25.4	10/22 & 10 mo.
7 MPI's	2/25	9 Tarrifs / Liberation Day	16	-18.9	4/25 & 2 mo.
	Avg. :	19 days (+/- 9 days)	68 days (+/- 42 days)	-25.8% (+/- 11%)	

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