

Rotation, Rotation, Rotation

(Follow the Money)

Large sums of money flow from one sector to another sector. The trick is to figure out what is in and what is out. Currently, as much as energy seems to be the no-brainer for the future, in the short-term it became the whipping boy for profit taking. Not to be discouraged, it still may be significant in the portfolio, but will require patience. The run right now, however, is in tech. Whether it's internet, hardware, software, iPod, or whatever, all appeared to have broken out and seem to have momentum on their side. There's only two months to go in the year, and hedge funds, plus the money managers want to make a good showing. In my opinion, they will clear the way with big tech positions, and they will create the sector rotation I'm looking for. It could be, and I repeat could be, a tech bull stampede. Wouldn't that be nice. Stay tuned.

Till next time,

Bill

P.S. – I really, really like the new Fed nominee, Bernanke.

P.P.S. – Stay tuned for a daily update on this rotating market.

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