



THE MEM EDGE

Sept. 3, 2025 | Midweek Report

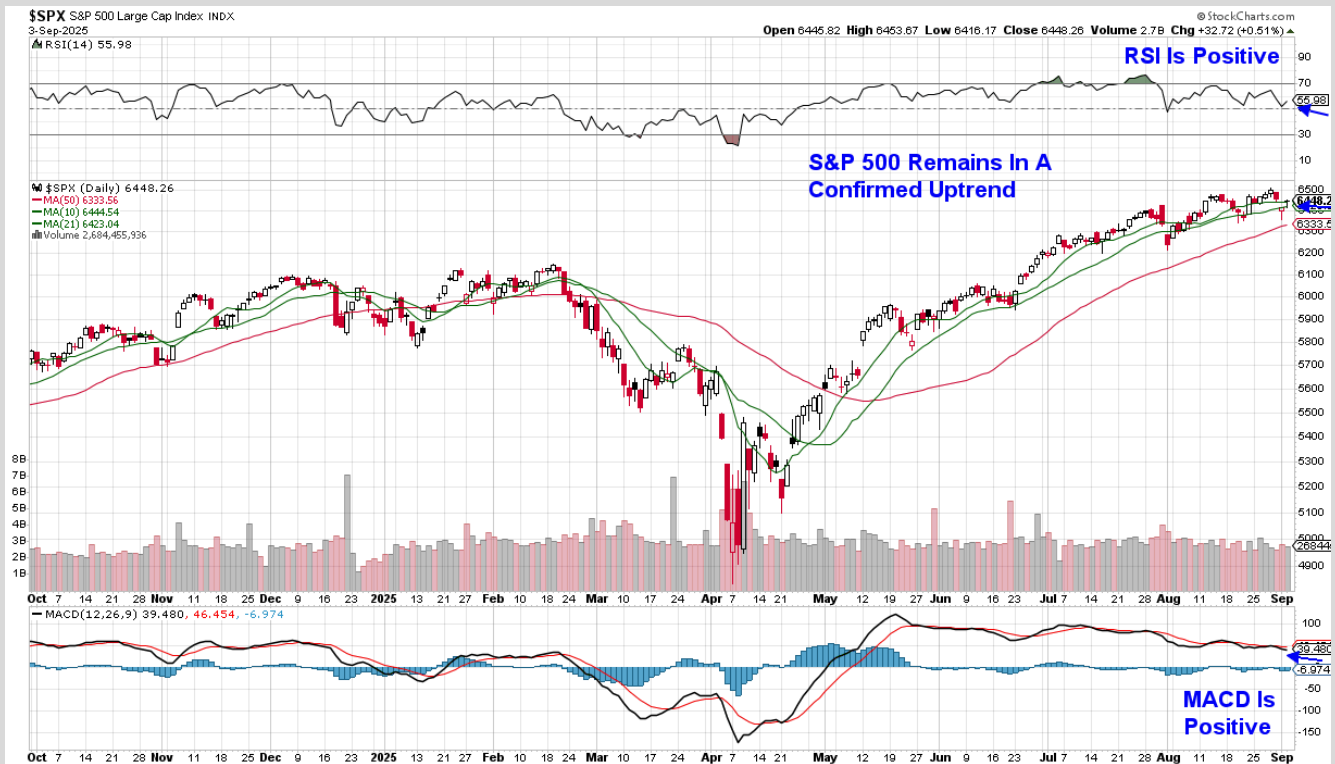
Key Market Events This Week

- Markets Propped Up By A Rally In AAPL and GOOGL
- Technology Sector Is In A Downtrend Led By Software (IGV) and Semiconductor (SOXX) Groups
- Fed Governor Remarks And Weak Jobs Data Solidify Odds Of Rate Cut Later This Month

Key Data Due Over Next 2 Days

- August Private Employment Data Due Tomorrow, And Broader Employment Data Due Friday
- Broadcom (AVGO) Reports Earnings Tomorrow

Daily Chart of S&P 500



The markets recovered from an initially sharp pullback yesterday to close today mostly flat. This keeps the near-term uptrend in place for both the Nasdaq and S&P 500 Index.

Of note is that much of today's rally was due to a sharp rally in heavyweight name Alphabet (GOOGL) as well as outperformance in Apple (AAPL). Both stocks gained on news that a U.S. judge ruled Google would not be forced to divest its Chrome browser or cease payments to Apple.

The Equal Weighted S&P 500 and Nasdaq 100 have both fallen 1% over the past 2 days, led by a decline in the Technology and Industrial sectors, which are now both in a downtrend.

Tech was hurt by a pullback in Semiconductor and Software stocks, which are also both in a downtrend.

Most notable was that the US revoked Taiwan Semiconductor's (**TSM**) authorization to freely ship its gear to China. **TSM** is finding support above its August lows; however, the MACD has joined the RSI in negative territory with the stock trading below its 50-day moving average.

We are removing **TSM** from our Suggested Holdings List, however, longer-term investors can remain with the stock as the weekly chart remains constructive.

Other Semis fared better, such as Tower Semi (**TSEM**), which has gained 5.9% amid continued enthusiasm for their energy-saving chip launch. The stock can be bought on a pullback to the \$60 range at its 5-day moving average.

Broadcom (**AVGO**) has also gained over the past 2 days, and the stock is in a bullish position above each of its moving averages. However, **AVGO** is due to report earnings after the markets close tomorrow.

Micron (**MU**) is also in a bullish position after closing today back above its moving averages with a positive RSI and MACD. **AVGO**'s earnings report is expected to impact other Semi names.

Other Tech names have also fared well, with Roblox (**RBLX**) rallying 6.8% as the company is testing Google ads and rolling out IP licensing deals to increase growth. The stock is in a strong buy zone. (chart below)

AppLovin (**APP**) is in a buy zone after a 2% rally this week confirms its uptrend following last week's base breakout. In addition, Cloudflare (**NET**) remains in a strong buy zone after closing back above each its moving averages with a positive RSI and MACD.

Recently added Snowflake (**SNOW**) is forming a flag formation as the stock digests last week's sharp earnings-driven gains. The stock can be held during its consolidation phase.

The Financial sector remains in a confirmed uptrend despite a pullback in Bank stocks. Each of the Bank stocks on our List remains in a strong buy zone. This would include Bank of New York (**BK**), JP Morgan (**JPM**), and PNC Financial (**PNC**).

Interactive Brokers (**IBKR**) is also in a buy zone after a 3% rally put the stock back above its 21-day moving average, and the RSI is now back in positive territory.

As mentioned, Industrials are struggling this week, led by a decline in Heavy Construction stocks. Caterpillar (**CAT**) has fallen 1% which puts the stock at its 50-day moving average with a negative RSI. A close below this moving average would have us removing **CAT** from our List.

EMCOR (**EME**) is in the maintenance and construction businesses, and the stock is in a buy zone after closing above its moving averages with a positive RSI and MACD.

Comments today from 2 Fed governors provided more promise that an interest rate cut will take place later this month, as both cited their inclination

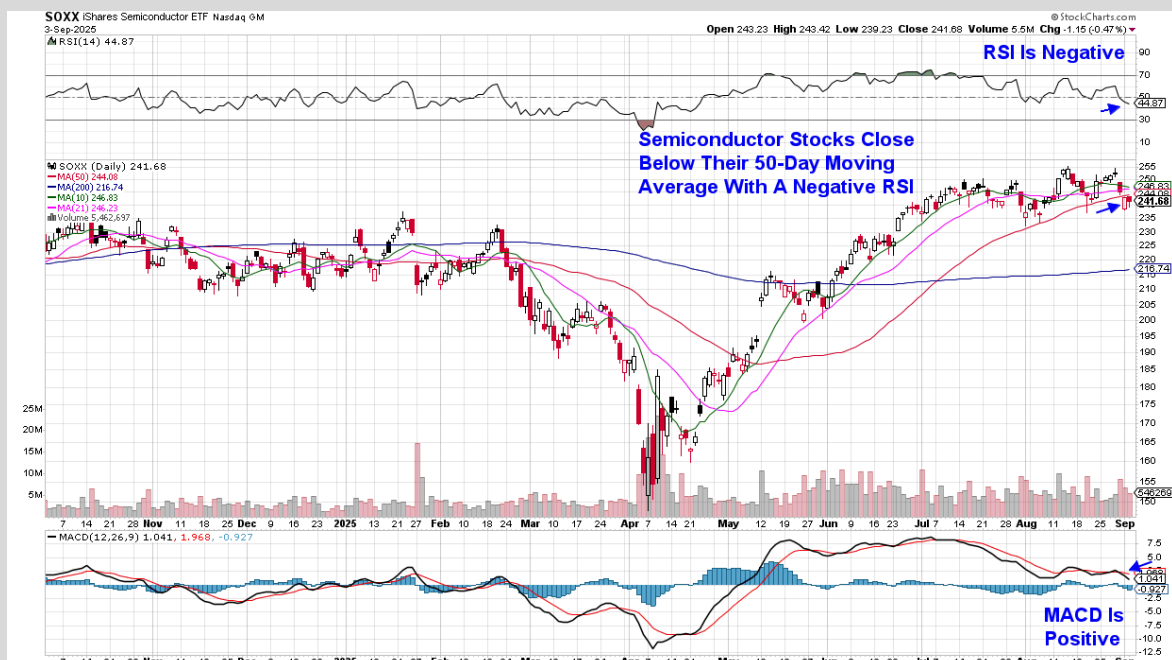
to do so. In turn, interest rates fell, with the yield on the 10-year Treasury now at 4.2%

This drop in yields may be countered should we see stronger-than-expected employment data over the next 2 days, as August numbers will be reported. This would not be great for the markets.

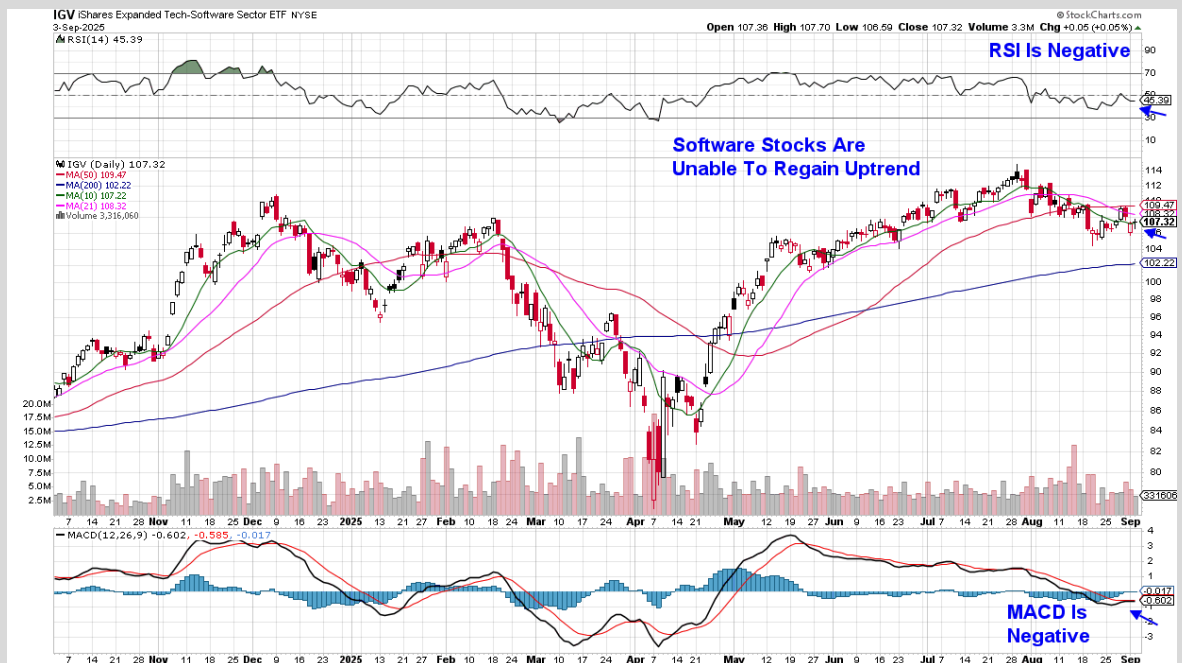
Overall, the uptrend in the broader markets remains in place, and we will continue to monitor price action during the historically volatile September period.

CHARTS WE ARE WATCHING

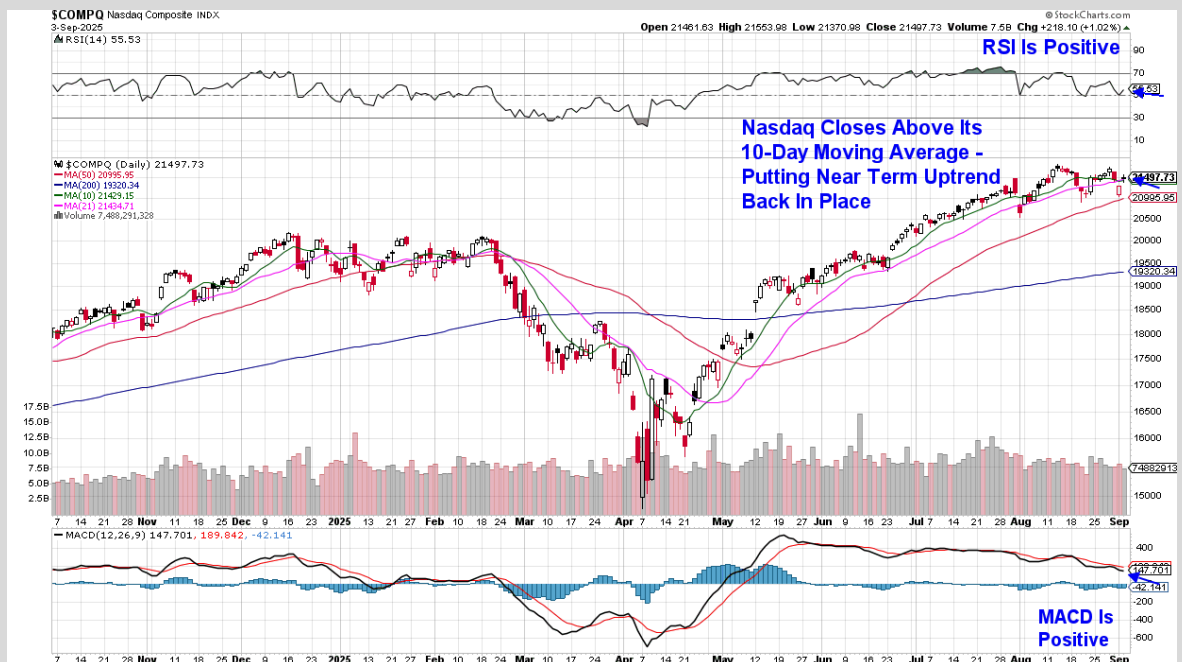
Daily Chart of iShares Semiconductor ETF (SOXX)



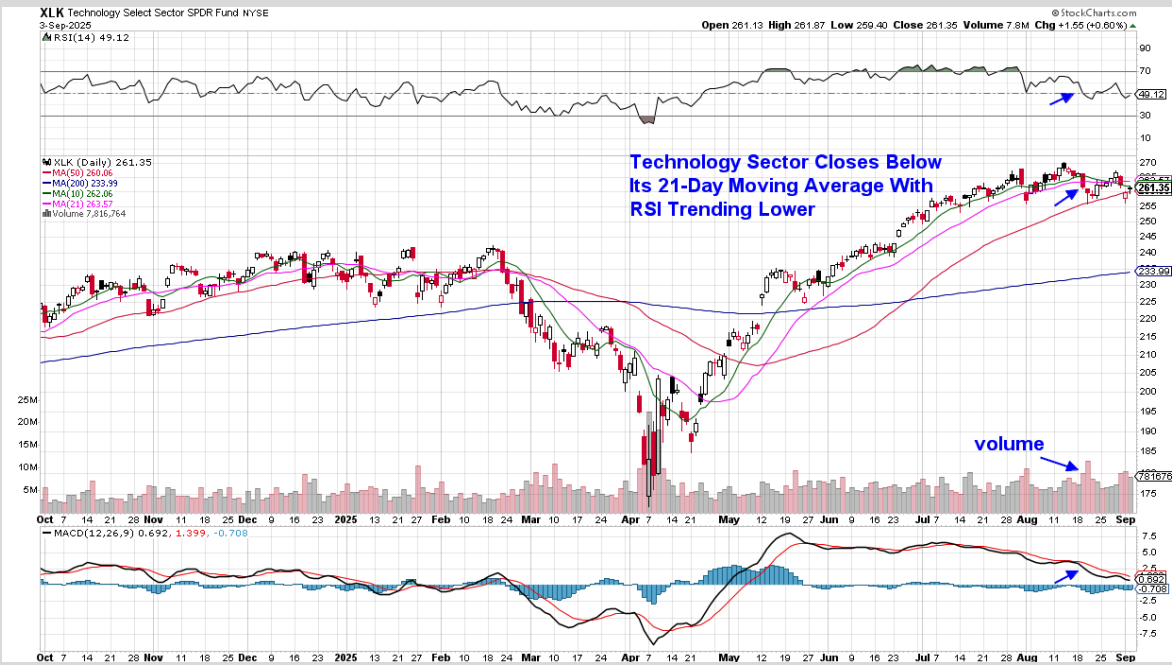
Daily Chart of iShares Expanded Tech-Software Sector ETF (IGV)



Daily Chart of Nasdaq Composite (\$COMPQ)



Daily Chart of Technology Sector (XLK)



STOCKS ON THE MOVE THIS WEEK

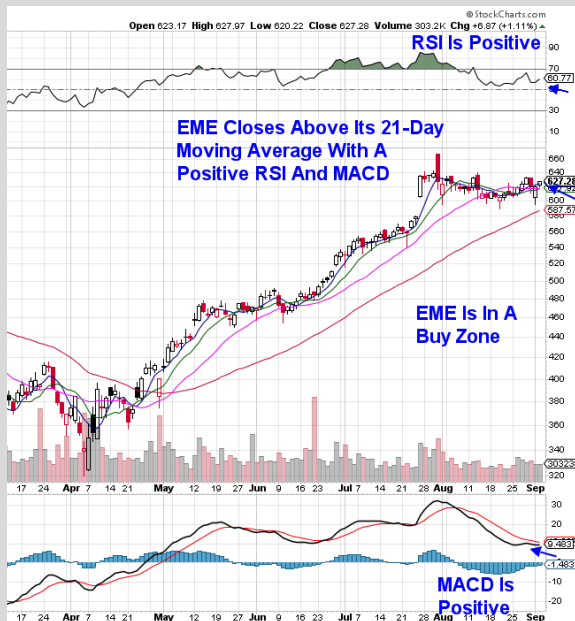
Daily Chart of APP



Daily Chart of CAT



Daily Chart of EME

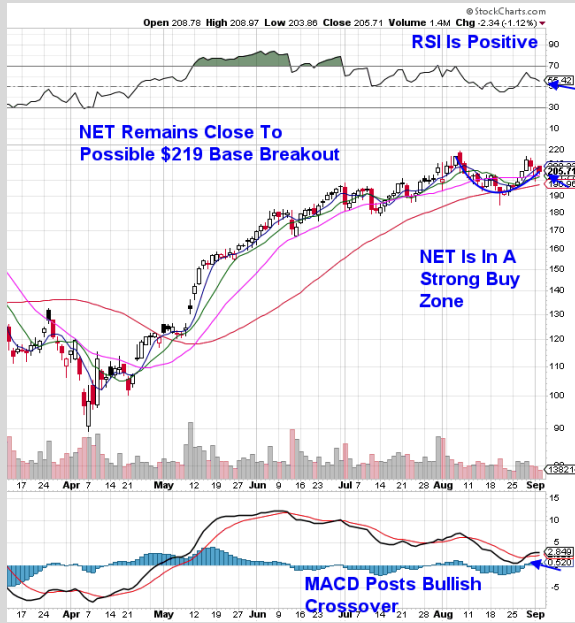


Daily Chart of IBKR

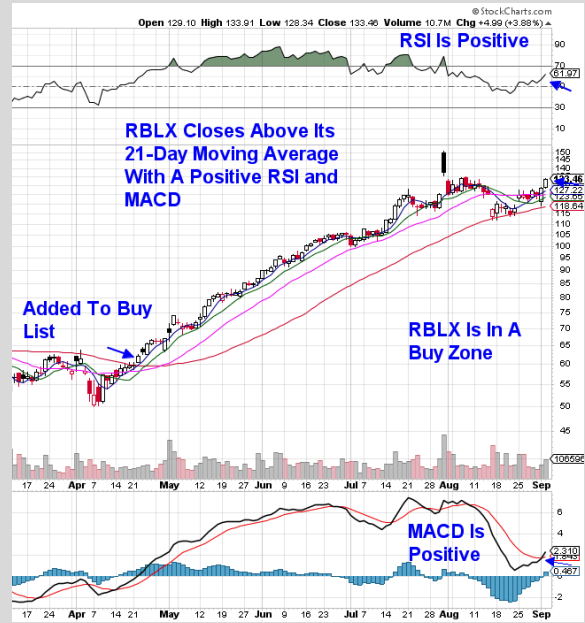


STOCKS ON THE MOVE THIS WEEK

Daily Chart of NET



Daily Chart of RBLX



Daily Chart of SNOW

