

# Wall Street Begins To Believe That "Something Thing Does not Go"

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You are already more than 3,000 giving your support to our petition against the rise of the CSG ...

As a reminder, in the "action plan" of Macron, you have an increase in contributions that the state applies to pensions ...

After raising from year to year, the State intends to push even further ... passing the CSG at 8.1% (against 6.6% today) as of January 1, 2018 ...

In short, we launched a petition to counter this increase ... to say STOP to the administration before they further increase the contributions on retirement ...

[You will find the petition here](#) if you have not yet put your name (or shared on your Facebook) ...

This Week, the Stock Market moves ...

We're getting 3 weeks since the end of the quarter ... and the companies are preparing to publish results ...

On Wall Street, 180 companies in the S %26 P 500 index will publish results ... including the "giants" of computers like Alphabet (parent company of Google), Facebook, and others.

In short, the coming week is going to make the eddies ...

Wall Street has been rising since January ... even after the "shortness of breath" of the wave of optimism that Trump has brought to markets ...

In 6 months, the S %26 P 500 index rose by almost 9% ...

Here in France, the equivalent of the S %26 P 500, the CAC 40, climbed at the beginning of the year but is down since early May ...

That said, its performance since February is in line with Wall Street, rising by just over 8% since ...

As you can see, the Paris Bourse follows Wall Street more or less ... and the latter is optimistic about the rise of computer groups - Alphabet, Facebook, and Apple in particular ...

For the companies of the S %26 P 500 that have already published their results, 77% have broken the expectations of analysts ... which encouraged the markets ... pushing the Nasdaq to reach a record level ...

On the other hand, Wall Street begins to think that "something is wrong ..."

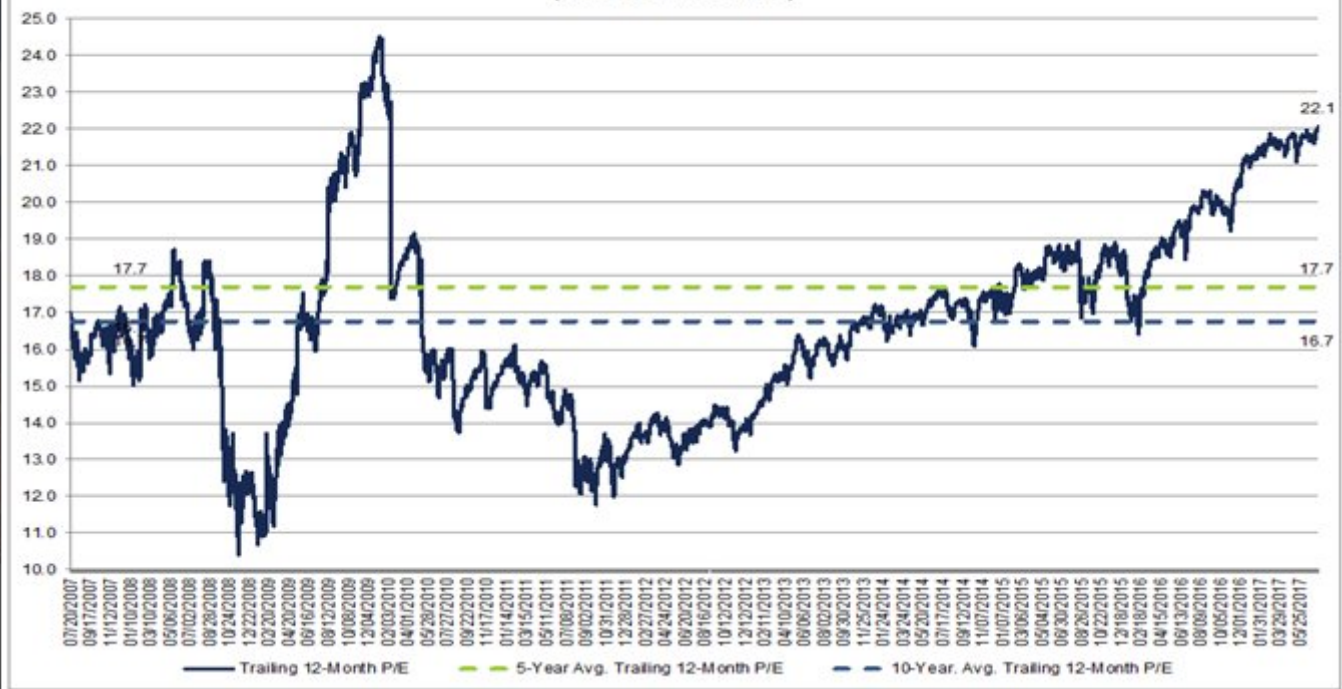
In short, valuations are climbing too much ... and now groups like Goldman Sachs and JP Morgan begin to wonder if the future can justify the rise of values ??...

In a post released yesterday, Goldman Sachs announced that "valuations are reaching highs," which could suggest a downturn in the coming weeks ...

According to their chief analyst, David Kostin, "the ratio of valuations to business revenues on the S %26 P 500 has increased by 80% since 2011 (to 18 times), which exceeds the values ??of this Ratio 89% of the time in 40 years. "

Here is the FactSet graph on the ratio of income valuations ...

**S&P 500 Trailing 12-Month P/E Ratio: 10 Years**  
(Source: FactSet)



As you can see, we are approaching a level we have not experienced since 2008 ...

What to do...?

Will the market begin to plunge ...?

Well, we've received results for the moment up on the S %26 P 500 ...

We have doubts on the side of Alphabet ... where analysts report that rising profits slows down ...

We have suggested to have a little gold ... and maybe Bitcoin (although the value of this currency will fluctuate - and possibly fall) day by day ...

Of course, the market can continue to publish results rising ... but the market can not climb to "forever ..."

At today's prices, we must see profits climbing from month to month to justify them ...

If we see these profits missing the call ... then the downhill slope could prove stiff ...

Truly,

Henri Bonner