When Will It End?

Corrections, which we define as a decline of at least 10% but less than 20%, are painful and nerve racking but are not unusual during a bull market.

Since the start of the 1982 bull market there have been twelve instances of a correction occurring which did not eventually turn into a full-fledged bear market. (It is worth noting that two of those correction's did get within a whisker of a bear market.)

> There is one thing we are looking for to signal the end of the correction, and while not foolproof, the day after the end of the correction the S&P has gained more than 1.5% in eight of the twelve past instances. As of this writing the S&P is up 1.3% today.

Corrections During Bull Markets

Correction					Worst Day			How Oversold			
				Days to	Decile of	Change	% of	50-Day	200-Day	1st Day End	
Begin	End	Change	Days	Recovery	Correction	on Day	Total	Spread	Spread	of Correction	
10/10/83	7/24/84	-14.38%	288	181	4	-1.82%	12%	-5.6%	-7.8%	0.68%	
10/9/89	1/30/90	-10.23	113	119	1	-6.12	59	-6.2	-4.0	1.89	
10/7/97	10/27/97	-10.78	20	39	10	-6.85	61	-6.8	1.8	4.62	
9/20/18	12/24/18	-19.78	95	123	2	-3.29	16	-12.4	-14.5	4.96	Jeffrey Yale Rubin
7/31/23	10/27/23	-10.28	88		6	-1.64	15	-5.6	-2.9		jrubin@birinyi.net
		Average									203-341-0833



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