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Manfred Hübner

Managing Director, CEFA

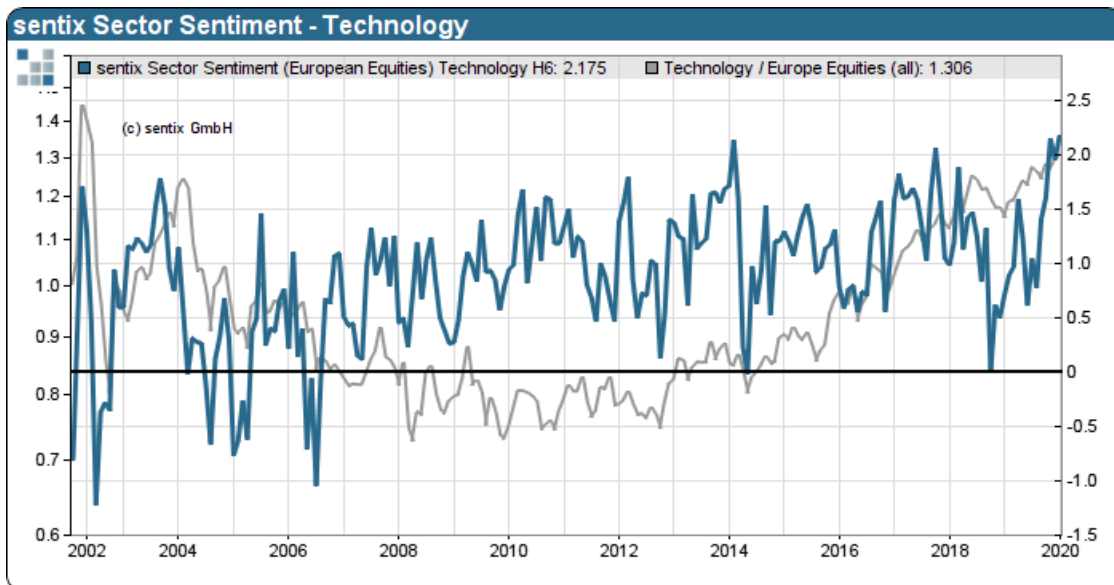
manfred.huebner@sentix.de

sentix 
expertise in behavioral finance

sentix GmbH
Wiesenhüttenstraße 17, 60329 Frankfurt / M.
Tel. +49 (69) 3487 961-0, info@sentix.de

Investors love technology stocks (even more)

In November 2019 we last highlighted European technology stocks. Investor sentiment for this sector was already dazzling back then. At the start of 2020, investors are going one step further. One too much?



sentix Sector Sentiment Technology and rel. Performance STOXX Technology vs. STOXX 600

With almost 2.2 standard deviations, the sentix sector sentiment for technology stocks reaches an all-time high. Never before has a higher value been measured. The sentix Sector Sentiment survey has been conducted since 2001.

The European tech stocks, which are represented primarily by the German software company SAP, are thus following in the footsteps of their US counterparts. But it is not only the mood that is extremely euphoric.

If we look at the sentix Sector Risk Radar, then technical parameters such as the gap to the average of the last 100 days or the RSI index calculated on a weekly basis are now so one-sided that they represent a risk factor. In the course of up to three months, such a sentiment overstimulation can certainly be a measurable "buzzkill" for the bulls.

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