



# Portfolio Trade Alert - April 1, 2026

## Trade Alert - Equity & ETF Models

In both models, we are starting to build a short-position to hedge portfolios near term. This is not a bet on an ongoing market crash, but as we pointed out previously, after the market breaks the 200-DMA, it is not uncommon to see a reflexive rally that fails and retests previous lows.

We have previously reduced equity risk, but most of our holdings are in companies we want to own long-term and are currently deeply oversold. As such, adding a broad-market hedge to further reduce risk is easy.

We are starting with a 2.5% position in the Short S&P 500 Index ETF (SH) and will add to it if the market rallies further. If the market recovers the 200-DMA and holds above it, and momentum turns positive, we will remove the hedge and start adding to our long-positions.

### Equity Model

- *Add 2.5% of SH to the portfolio.*

### ETF Model

- *Add 2.5% of SH to the portfolio.*

---

## Want These Alerts Via TEXT?

To receive trade information via text, click on your user name in the upper right corner of the website. **Then click My Account and the title SMS Notification Preferences.**

**NOTE: You must add your country code in front of your number.** The U.S. code is 1.

Please let us know if you have any problems.