

Technology

# Magnificent Seven Loses Importance as Soft Landing Means Risk On

- Big Tech outperformance cools as confidence in economy grows
- 'They're good hedges, even if they pause for a while'



By [Carmen Reinicke](#)



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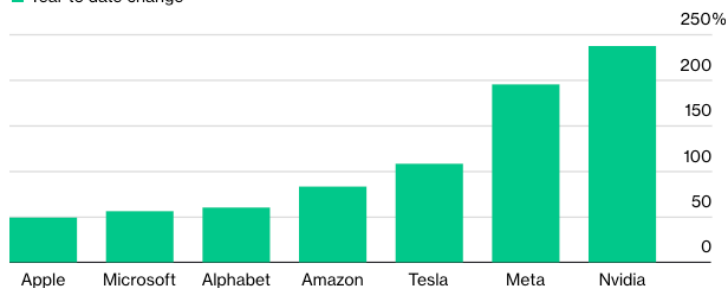
One of the key themes behind the Magnificent Seven's surge, which generated nearly two-thirds of the S&P 500 Index's advance this year, appears to have faded in importance for investors: With recession fears swirling, the tech behemoths' earnings growth, combined with robust cash flow and balance sheets, made them haven stocks.



## Magnificent Seven Surged in 2023

The biggest market drivers all posted double-digit gains this year

■ Year to date change



Source: Bloomberg