

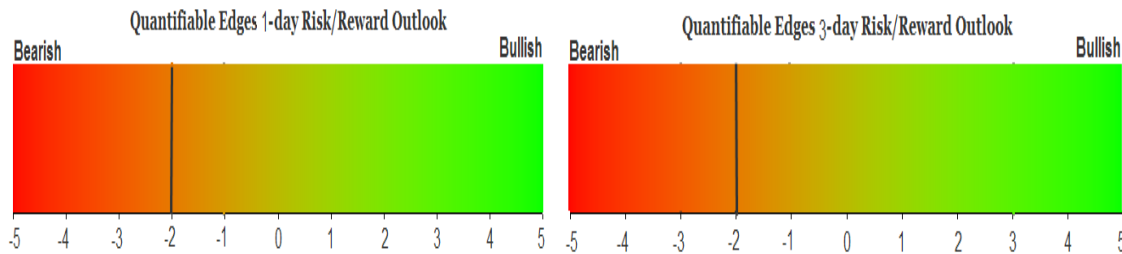
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

September 20, 2010

Volume 3 Issue 180

Market Overview



Tonight's Research Points

- SPX and VIX both up on a Friday is very unusual and historically bearish.
- A high-volume rise on op-ex day has favored a weak Monday in the past.
- The week after op-ex in September has historically been the worst week of the year.
- Tuesday is a Fed Day, which has historically been bullish.
- The low 3/10 Offset HV reading suggests a volatility expansion is likely to occur in the next few days.
- The Nasdaq/SPX Relative Strength indicator flipped to show the Nasdaq is now leading. Historically this has been a bullish configuration. Over the last few months it hasn't done well, though.
- The Aggregator System remained short.
- The NDX Aggressive Trend Timer remained flat.

Short-term Outlook

The Bottom Line

The market remains a bit overbought, though it consolidated sideways over the last few days. It could break strongly from this tight range in either direction. Based on my studies the odds suggest a downside breakout is more likely. The bearish studies will have to battle bullish Fed Day tendencies on Tuesday though.

Summary of Recent Active Studies (see <http://QuantifiableEdges.blogspot.com> or Letters from listed dates for details)

Study Date	Description	Time span	Bias	Avg Max Move
Active				
September 20, 2010	SPX & VIX up on Friday. Close > 200ma	1-2 days	Bearish	-1.10%
September 20, 2010	High vole rise on op-ex day	1 day	Bearish	
September 20, 2010	September op-ex	1-5 days	Bearish	-2.40%
September 17, 2010	Top 10% of 10-day range prior to op-ex	1-5 days	Bearish	
September 16, 2010	SPY 10 days > 5ma & 10 day high	1-4 days	Bearish	-1.50%
September 13, 2010	AAII Spread Spike Up 40% in 2 weeks	1-9 days	Bullish	2.60%
September 8, 2010	SPX dn 1%. Decliners double advancers	1-9 days	Bullish	3.65%
Active - Long Term				
September 20, 2010	Nas/SPX RS favors Nasdaq	int term	Bullish	
September 13, 2010	Low Vol 20. Low range 20. Close < 200	1-18 days	Bearish	
September 8, 2010	Tues after Labor Day lowest volume 5	1 month	Bearish	
September 2, 2010	2 90% Up Vol days in 1 week	1-20 days	Bullish	
September 1, 2010	August down > 4%	1 month	Bearish	
August 30, 2010	AAII Survery very bearish	1-30 days	Bullish	
July 20, 2010	Down 1 week after FTD	int term	Bearish	
July 7, 2010	McClellan Oscillator Bottom Divergence	int term	Bullish	
Dropped Tonight				
August 16, 2010	1 (borderline) Hindenburg Omen Day	int term	Bearish	
September 16, 2010	SPX Up VIX Up. 10 high > 200. Mid-wk	1-2 days	Bearish	-0.80%

If the avg max move is achieved the study will appear in ***bold italic blue*** and no longer be active

The Evidence

After a strong gap up to start the day, the market ended up mildly on Friday. The SPX finished up 0.1% while the Nasdaq and Russell 2000 were both up between 0.5% and 0.6%. Breadth was split. The NYSE Up Issues % came in at 59% but the Up Volume % was down at 43%. Total volume, aided by options expiration, came in at the highest level since June.

The Quantifinder showed a smattering of short-term bearish to neutral studies this weekend. Additionally there was one bullish that looked at the SPY closing at a 5-day low for the 1st time in a while. The reason it closed at the 5-day low was due to a dividend payment and not a market decline so I didn't look any closer at that study.

There was some unusual action in the VIX on Friday. It typically trades counter to the S&P 500. So on days the SPX finishes up the VIX will normally close down. I have shown several times in the past that there are often bearish implications when both the SPX and VIX rise on the same day. A quirk of the VIX is that thanks to the weekend it has a natural tendency to fall on Friday afternoons and then rise on Monday mornings. So while it is unusual to see both the SPX and VIX rise on the same day, it is especially

unusual to see it happen on a Friday. I looked at this type of scenario in the 4/26/10 Subscriber Letter. Below is an excerpt from that letter. All stats tables are updated.

The study below looks at occurrences of the SPX and VIX both closing up on Fridays.

SPX and VIX up on Friday. Buy on close. Sell X days later. \$100k/trade. 1998 - present.										
X Days	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade
5	-18,285.59	39	17	22	43.59	1,646.30	-2,103.31	0.78	0.60	-468.86
4	-23,892.29	39	15	24	38.46	1,621.09	-2,008.69	0.81	0.50	-612.62
3	-21,323.06	39	14	25	35.90	1,419.11	-1,647.62	0.86	0.48	-546.75
2	-23,831.27	39	11	28	28.21	1,254.38	-1,343.91	0.93	0.37	-611.06
1	-30,523.38	39	10	29	25.64	579.14	-1,252.23	0.46	0.16	-782.65

... I also found this was worth segregating into uptrend and downtrend to help get a better estimate for expectations. First let's look at instances below the 200ma.

SPX up VIX up on Friday. SPX close < 200ma. Buy on close. Sell X days later. \$100k/trade. 1998 - present.										
X Days	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade
5	-13,781.90	10	5	5	50.00	1,331.04	-4,087.42	0.33	0.33	-1,378.19
4	-16,772.90	10	3	7	30.00	2,709.58	-3,557.38	0.76	0.33	-1,677.29
3	-12,493.02	10	4	6	40.00	2,035.88	-3,439.43	0.59	0.39	-1,249.30
2	-11,520.91	10	3	7	30.00	1,660.25	-2,357.38	0.70	0.30	-1,152.09
1	-21,670.80	10	4	6	40.00	609.89	-4,018.39	0.15	0.10	-2,167.08

You can see here that some very big losses are skewing the results of the 1st study quite a bit. So lastly let's look at times like now where the SPX is above its 200ma.

SPX and VIX up on Friday. SPX close > 200ma. Buy on close. Sell X days later. \$100k/trade. 1998 - present.										
X Days	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade
5	-4,503.69	29	12	17	41.38	1,777.67	-1,519.75	1.17	0.83	-155.30
4	-7,119.39	29	12	17	41.38	1,348.97	-1,371.00	0.98	0.69	-245.50
3	-8,830.04	29	10	19	34.48	1,172.40	-1,081.79	1.08	0.57	-304.48
2	-12,310.36	29	8	21	27.59	1,102.18	-1,006.08	1.10	0.42	-424.50
1	-8,852.58	29	6	23	20.69	558.65	-530.63	1.05	0.27	-305.26

26 of 29 instances (90%) closed below the entry price on either day 1 or day 2.

The average trade isn't as strong but you can see that the downside consistency is actually quite good. A decline has typically been seen right off the bat on day 1 or day 2.

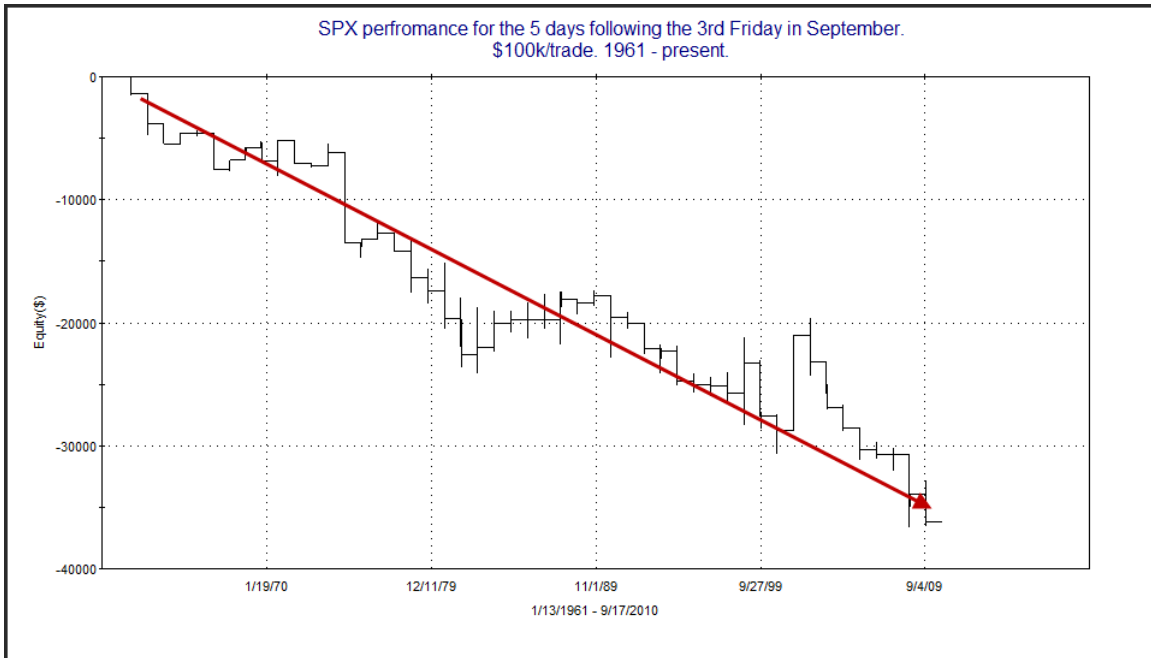
Of course this wasn't just any Friday. It was options-expiration Friday. Last December in the 12/21/09 Letter I showed that high-volume up days on options expiration showed a strong tendency to reverse over the next few days. I've updated that study below.

SPX rises on op-ex Friday on the highest volume in the last 20 trading days. Close > 200ma. Buy on close. Sell X days later. \$100k/trade. 1996 - present.										
X Days	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade
5	-11,054.75	24	9	15	37.50	1,378.98	-1,564.37	0.88	0.53	-460.61
4	-7,884.86	24	10	14	41.67	1,161.00	-1,392.49	0.83	0.60	-328.54
3	-6,887.44	24	8	16	33.33	1,155.94	-1,008.44	1.15	0.57	-286.98
2	-7,608.62	24	9	15	37.50	571.77	-850.31	0.67	0.40	-317.03
1	-9,856.66	24	6	18	25.00	525.05	-722.61	0.73	0.24	-410.69

22 of 24 instances (92%) posted a close below the entry price at some point in the next 3 days.

The downside expectations in this particular study are generally realized after just 1 day.

So this kind of action on op-ex Friday is typically followed by weakness. But not only is this op-ex Friday, it is also September. I mentioned in Thursday night's letter that the week following September options expiration has historically been the worst week of the year. Let's look at that a little more in depth now. The chart below shows results when buying the close of September op-ex Friday and then selling at the close the following Friday.



As you can see the bearish tendency has been pretty consistent over the last 50 years. There was a stretch in the late 80's where there was a series of mild up years. Since 1990 it has been pretty much all downhill. Below is a table showing results of buying Sept. op-ex Friday and then selling X days later from 1990 – 2009.

Today is September op-ex Friday.
Buy SPX on close. Sell X days later. \$100k/trade. 1990 - present.

X Days	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade
5	-18,346.52	20	3	17	15.00	3,406.71	-1,680.39	2.03	0.36	-917.33
4	-16,860.53	20	4	16	20.00	2,287.07	-1,625.55	1.41	0.35	-843.03
3	-13,061.23	20	4	16	20.00	2,434.70	-1,425.00	1.71	0.43	-653.06
2	-12,663.21	20	6	14	30.00	1,066.05	-1,361.39	0.78	0.34	-633.16
1	-8,932.44	20	5	15	25.00	974.88	-920.46	1.06	0.35	-446.62

With 17 of 20 instances finishing the next week lower the consistency is quite strong. In fact, the only instance that didn't post a lower close at some point during the following week was in 2001. And the 9/11 attacks certainly made for unusual circumstances that year.

I mentioned September post op-ex has historically been the worst week of the year. Below is a study that shows the top and bottom weeks based on month and what number the Friday prior to that week was for the month.

SPX performance for the week based on month following a certain Friday.
Buy on X Friday. Sell 5 days later. \$100k/trade. 1961 - present. (Top 10 and bottom 10 results shown.)

	Month	Friday	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade
1	12	4	31,658.94	35	24	11	68.57	2,108.20	-1,721.63	1.22	2.67	904.54
2	6	5	13,292.49	15	11	4	73.33	1,627.92	-1,153.67	1.41	3.88	886.17
3	1	4	41,588.12	50	31	19	62.00	2,119.00	-1,268.47	1.67	2.73	831.76
4	10	4	37,774.69	49	29	20	59.18	2,474.75	-1,699.65	1.46	2.11	770.91
5	10	5	14,983.99	21	15	6	71.43	1,656.55	-1,644.04	1.01	2.52	713.52
6	4	2	23,418.99	34	21	13	61.76	2,089.51	-1,573.90	1.33	2.14	688.79
7	3	2	33,086.02	50	31	19	62.00	1,789.57	-1,178.46	1.52	2.48	661.72
8	5	4	28,530.76	50	30	20	60.00	2,172.98	-1,832.93	1.19	1.78	570.62
9	7	1	19,738.83	35	22	13	62.86	1,777.03	-1,488.91	1.19	2.02	563.97
10	5	5	10,052.47	19	11	8	57.89	1,971.56	-1,454.33	1.36	1.86	529.08
51	11	5	-2,838.14	14	9	5	64.29	1,174.32	-2,681.40	0.44	0.79	-202.72
52	7	3	-12,726.01	50	25	25	50.00	1,538.38	-2,047.42	0.75	0.75	-254.52
53	5	3	-14,119.92	50	26	24	52.00	1,191.03	-1,878.62	0.63	0.69	-282.40
54	4	5	-5,654.48	14	8	6	57.14	1,026.87	-2,311.58	0.44	0.59	-403.89
55	6	3	-21,356.41	50	22	28	44.00	1,186.46	-1,694.95	0.70	0.55	-427.13
56	7	5	-10,665.94	21	8	13	38.10	1,003.76	-1,438.16	0.70	0.43	-507.90
57	10	3	-25,532.81	49	20	29	40.82	1,574.67	-1,966.42	0.80	0.55	-521.08
58	8	5	-12,351.06	21	6	15	28.57	1,820.04	-1,551.42	1.17	0.47	-588.15
59	9	3	-36,171.50	49	17	32	34.69	1,271.08	-1,805.62	0.70	0.37	-738.19
60	2	5	-8,749.08	2	0	2	0.00	0.00	-4,374.54	0.00	0.00	-4,374.54

You'll note that the week following the 5th Friday in February has been worse on average than the 3rd week in September. Of course there have only been 2 Februarys with 5 Fridays in the last 50 years, so I'm going to ignore that.

I should note that the study wasn't carefully constructed and there are some weeks missing thanks to Friday holidays. So if the market happened to be closed on Friday the following week was ignored. This was sometimes an issue around Christmas, Easter, and the 4th of July. I wasn't terribly concerned since the main thrust of the evaluation is current conditions and the 3rd Friday in September is never a holiday. I hope to look at this with greater accuracy at some point. The above should give you an idea of the best and worst weeks of the year, though. Below I reran the test over only the last 20 years. I also only looked at the 1st four Fridays to simplify things a bit.

SPX performance for the week based on month following a certain Friday.
Buy on X Friday. Sell 5 days later. \$100k/trade. 1990 - present.

Month	Friday	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade	
1	4	2	17,739.03	13	9	4	69.23	2,608.30	-1,433.92	1.82	4.09	1,364.54
2	10	4	23,689.40	20	14	6	70.00	2,651.01	-2,237.45	1.18	2.76	1,184.47
3	1	4	20,866.02	21	12	9	57.14	2,594.69	-1,141.13	2.27	3.03	993.62
4	3	2	19,856.20	21	15	6	71.43	2,068.95	-1,863.01	1.11	2.78	945.53
5	5	4	19,017.36	21	12	9	57.14	2,717.88	-1,510.80	1.80	2.40	905.59
6	12	4	12,622.44	14	9	5	64.29	2,672.98	-2,286.87	1.17	2.10	901.60
7	10	2	17,263.54	20	13	7	65.00	2,650.89	-2,456.86	1.08	2.00	863.18
8	12	2	14,963.82	20	16	4	80.00	1,272.86	-1,350.48	0.94	3.77	748.19
9	4	4	13,355.19	21	15	6	71.43	1,584.67	-1,735.81	0.91	2.28	635.96
10	12	3	12,705.85	20	12	8	60.00	1,746.69	-1,031.80	1.69	2.54	635.29
11	3	1	13,274.19	21	13	8	61.90	1,785.32	-1,241.86	1.44	2.34	632.10
12	3	4	11,915.39	19	10	9	52.63	2,309.24	-1,241.89	1.86	2.07	627.13
13	7	1	7,703.59	15	11	4	73.33	1,775.36	-2,956.35	0.60	1.65	513.57
14	11	4	9,612.36	20	14	6	70.00	1,185.20	-1,163.41	1.02	2.38	480.62
15	9	2	9,264.48	20	14	6	70.00	1,426.98	-1,785.54	0.80	1.86	463.22
16	7	4	8,317.09	21	14	7	66.67	1,354.32	-1,520.49	0.89	1.78	396.05
17	5	2	8,053.76	21	12	9	57.14	2,029.76	-1,811.48	1.12	1.49	383.51
18	6	4	7,347.63	21	12	9	57.14	1,893.57	-1,708.36	1.11	1.48	349.89
19	8	2	6,584.69	21	13	8	61.90	1,417.68	-1,480.64	0.96	1.56	313.56
20	11	2	4,920.14	20	13	7	65.00	1,496.11	-2,075.61	0.72	1.34	246.01
21	9	1	5,008.60	21	11	10	52.38	2,175.45	-1,892.14	1.15	1.26	238.50
22	2	4	4,593.47	21	11	10	52.38	2,292.73	-2,062.66	1.11	1.22	218.74
23	11	3	4,227.01	20	12	8	60.00	1,256.22	-1,355.95	0.93	1.39	211.35
24	8	3	3,835.25	21	13	8	61.90	1,303.35	-1,638.54	0.80	1.29	182.63
25	5	1	2,703.95	21	9	12	42.86	1,937.13	-1,227.52	1.58	1.18	128.76
26	11	1	2,373.47	20	14	6	70.00	1,340.96	-2,733.33	0.49	1.14	118.67
27	5	3	833.31	21	13	8	61.90	1,018.94	-1,551.61	0.66	1.07	39.68
28	6	2	-143.57	20	11	9	55.00	1,357.25	-1,674.81	0.81	0.99	-7.18
29	9	4	-305.20	20	13	7	65.00	1,622.36	-3,056.56	0.53	0.99	-15.26
30	8	1	-853.74	21	10	11	47.62	1,408.44	-1,358.01	1.04	0.94	-40.65
31	4	3	-902.97	18	10	8	55.56	1,105.45	-1,494.68	0.74	0.92	-50.17
32	10	3	-2,697.32	20	9	11	45.00	1,896.05	-1,796.52	1.06	0.86	-134.87
33	2	2	-3,099.33	21	10	11	47.62	1,610.49	-1,745.84	0.92	0.84	-147.59
34	3	3	-3,374.20	20	6	14	30.00	2,847.33	-1,461.30	1.95	0.84	-168.71
35	7	2	-4,138.23	21	8	12	38.10	1,816.81	-1,556.06	1.17	0.78	-197.06
36	2	1	-4,169.24	21	13	8	61.90	1,160.91	-2,407.63	0.48	0.78	-198.54
37	2	3	-4,334.49	21	11	10	52.38	695.96	-1,199.01	0.58	0.64	-206.40
38	8	4	-4,504.61	21	12	9	57.14	1,279.15	-2,206.04	0.58	0.77	-214.51
39	7	3	-5,774.84	21	10	11	47.62	1,784.46	-2,147.23	0.83	0.76	-274.99
40	12	1	-6,844.93	20	8	12	40.00	1,277.77	-1,422.25	0.90	0.60	-342.25
41	1	2	-7,342.84	21	8	13	38.10	2,383.93	-2,031.87	1.17	0.72	-349.66
42	6	1	-8,071.53	21	8	13	38.10	1,102.60	-1,299.41	0.85	0.52	-384.36
43	10	1	-9,102.26	20	11	9	55.00	1,881.03	-3,310.39	0.57	0.69	-455.11
44	4	1	-7,617.84	16	8	8	50.00	1,548.91	-2,501.14	0.62	0.62	-476.12
45	1	1	-9,288.59	18	9	9	50.00	1,315.16	-2,347.23	0.56	0.56	-516.03
46	1	3	-12,338.30	21	10	11	47.62	1,175.44	-2,190.24	0.54	0.49	-587.54
47	6	3	-18,391.63	21	6	15	28.57	1,196.95	-1,704.89	0.70	0.28	-875.79
48	9	3	-18,346.52	20	3	17	15.00	3,406.71	-1,680.39	2.03	0.36	-917.33

Note the week following the 3rd Friday in September shows up last on this list as well.

It was also noted in the Quantifinder that our 3/10 Offset HV Indicator has again dropped to an extremely low level. I originally introduced this indicator in [the 7/13/09 blog](#). The implication when this indicator reaches very low levels is that there is often a sharp

expansion in volatility. On its own it doesn't predict direction. I have found it very useful for trading Opening Range Breakouts (ORBs). They have a better chance of success when it is very low. I wrote a study on this last year which can always be found on the downloads page on the website. There is also a link below.

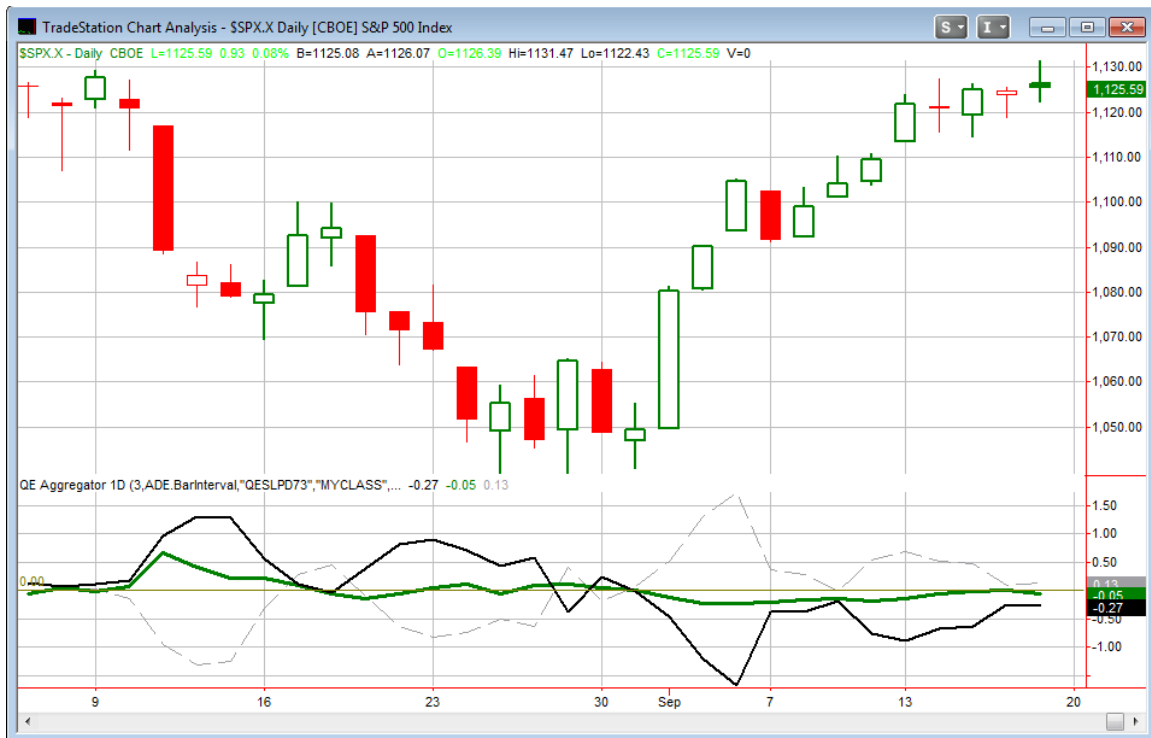
[ORBs Study.pdf](#)

Of course the last 3/10 Offset HV indicator signal was just a few days ago. And in the 9/15/10 subscriber letter I showed how I might handle such a trade. If you like to read or re-read that you may use the following link.

[2010-09-15 QE Subscriber Letter.pdf](#)

I should also note that Tuesday is a Fed Day. Fed Days have historically shown a bullish bias, and there are some setups we've been able to exploit in the Subscriber Letter over the last couple of years that are related to Fed Day biases. [The Quantifiable Edges Guide to Fed Days](#) is a comprehensive work of the strongest Fed Day tendencies I have identified. Here are a few general rules to keep in mind as Tuesday approaches. First, the worse Monday performs and the worse the close is in relation to Monday's range, the larger the upside edge for Tuesday's Fed Day. Second, most of the bullish inclinations on Fed Days over the last 7-8 years have occurred prior to the actual Fed announcement at 2:15pm. The edge primarily plays itself out between the close the day before and 2pm the day of the Fed Day. Should any Fed Day setups trigger on Monday I will be sure to point them out in tomorrow night's subscriber letter.

I have updated the [Aggregator](#) chart below.



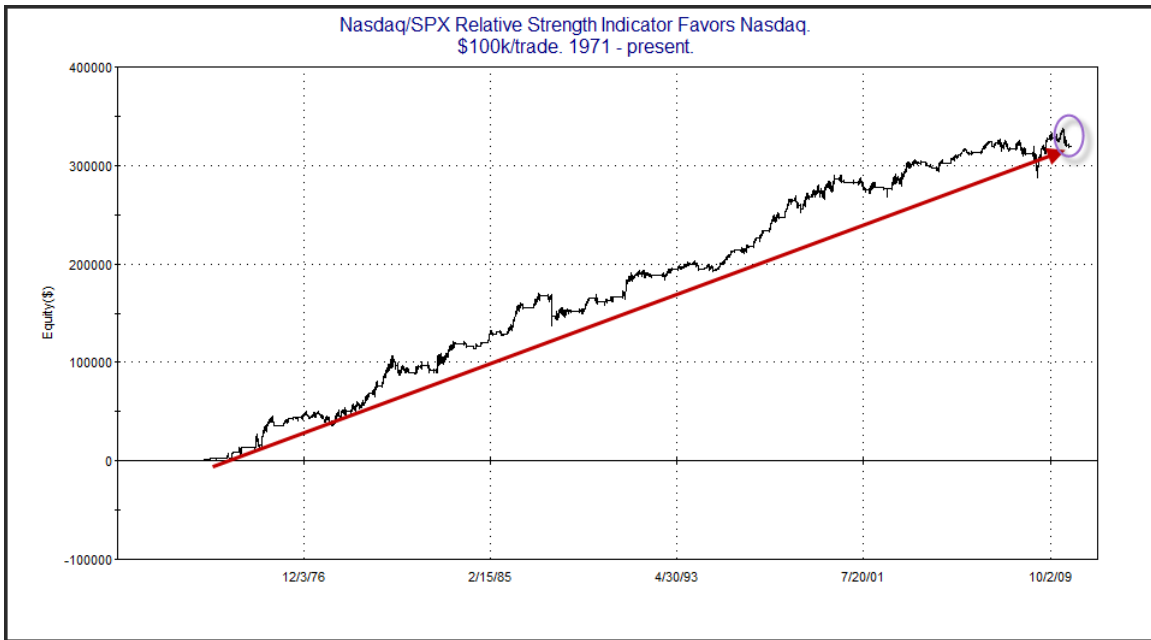
The Aggregator chart is still hanging on to its negative outlook. The green Aggregator line remains slightly below zero. The negative value indicates the net expectation from the Active Studies over the next few days is for mild downside. Meanwhile the black Differential line is also below 0. This means the SPX has outperformed expectations over the last few days. So we have slightly negative expectations and a market that is overbought versus recent expectations. Historically, this has provided a downside edge. The condition is represented by both lines closing below 0. Due to this the Aggregator System remained short.

The green Aggregator line is likely to remain negative tomorrow unless more bullish studies appear. Meanwhile the Differential pivot will be 1,122.44 tomorrow. It would take an SPX close at or below this level to flip the black Differential line positive. That's only about a 0.3% decline from Friday's closing level.

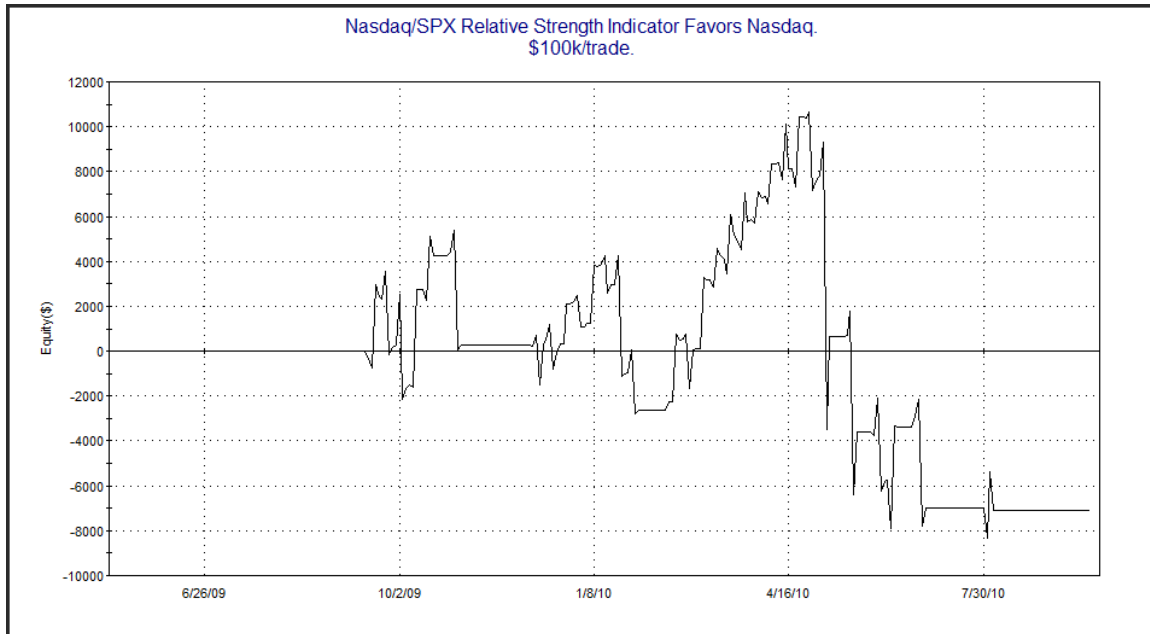
So the low 3/10 Offset HV suggests we could be in for a big move here in the next few days. The studies are suggesting the likely direction is down. With the relatively tight consolidation over the last week it appears a breakout could be a dangerous situation for current short position. Therefore, I will place a stop on part of my current short position. I still want short exposure in case it's a fake out and the market turns and drops in the expected direction. I don't want to get caught in a runaway up move with a full position, though.

Intermediate-term Outlook (2 weeks – 2 months)– updated 9/20 – neutral

The one new notable from this week is that the Nasdaq/SPX Relative Strength indicator has now flipped so that the Nasdaq is leading. Over the long-term this has been a bullish indication. The chart below shows the results from buying \$100k worth of the SPX every time the Nasdaq takes the lead and closing this trade out when the SPX retakes the lead. It doesn't use compounding so the gains are not representative of how an account would actually have grown. It does show that the upside edge has been very consistent over the long run, with only a few bouts where a large pullback was experienced.



Unfortunately, during the very recent period (since the end of April) this indicator has been on the wrong side of things. Below I zoomed on more recent history so you could see this yourself.



You can see the steep pullback that has been experienced. For whatever reason this indicator has been disappointing lately. So I'd still view the leading Nasdaq as a positive, but I'd like to see this drop in equity turn around some before putting too much faith in it. It's also notable that the NDX Aggressive Trend Timer strategy I provide signals for on the systems page uses a similar indicator and it has had a rough go of it the last few months as well. I expect this is a rough patch and not a wholesale change in market behavior that is making the indicator obsolete.

Overall the intermediate-term studies remain mixed. Breadth, sentiment, and now intermarket strength are all pointing up. Meanwhile studies related to volume and seasonality are suggesting a pullback. I'm not inclined to favor either direction greatly. Rather I'll remain neutral for the intermediate-term and look for short-term opportunities in both directions.

Catapult and Capitulative Breadth Statistics

[*Catapult & CBI Presentation Link*](#)

Open Catapult Triggers

None

Catapult for ETF's Trades

None

Broad Market Large Cap CBI – 0

Additional New Trade Ideas

A full listing of system triggers can be found at the [system triggers page](#) each night. I will cherry pick some of my favorite setups from the S&P 100 and ETF lists along with occasional other trade ideas to track below.

JNJ – short @ \$61.57 limit. This is from the triggers sheet. JNJ has triggered system 80505. It's a rare setup but has fared well over time. Essentially, JNJ has been identified as extremely overbought short-term but still in a long-term downtrend. I always prefer to take trade signals on individual stocks in the direction of the Aggregator and this one qualifies.

Current Open Trade Ideas

Symbol	Entry Date	Entry Price	Current Price	% Gain/Loss	Stop	Notes
SPY(1/4)(s)	9/2/2010	\$109.47	\$113.09	-3.31%	\$113.90	cancel stop if open > \$113.50
SPY(1/4)(s)	9/3/2010	\$110.54	\$113.09	-2.31%	\$113.90	cancel stop if open > \$113.50
SPY(1/4)(s)	9/3/2010	\$110.54	\$113.09	-2.31%		Aggregator
SPY(1/4)(s)	9/13/2010	\$112.58	\$113.09	-0.45%		Aggregator

Note: Current SPY prices have the \$0.60 dividend added back into them to more accurately reflect g/l on the open positions. The actual close was \$112.49.

Unless I send out an intraday update to the contrary I'll look to cover the entire SPY position at the close Monday if the SPX finishes at 1,122.44 or lower. If Tuesday wasn't a Fed Day then I would likely only be looking to cover half here and then fully evaluate tomorrow night before exiting the 2nd half. The tendency to see the market gap higher on Fed Days has me wary of holding a short overnight Monday night.

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