

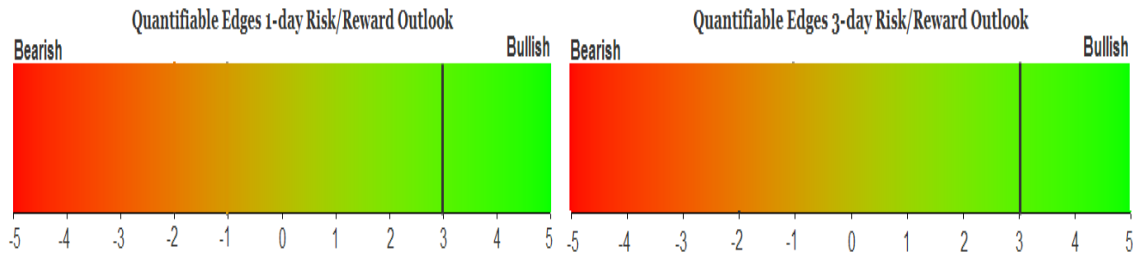
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

August 10, 2017

Volume 10 Issue 153

Market Overview



Signals Overview

Aggregator	Aggressive VIX	QE Buy Pwr / SOMA Swing
Long	100% Long XIV	Short

Tonight's Research Points

- No new studies emerged tonight.

Short-term Outlook

The Bottom Line

Very similar to last night. The Aggregator remains bullish. Up still appears to be the likely direction. I am partially long. Not anticipating changing my position.

Summary of Recent Active Studies (see Letters from listed dates for details)

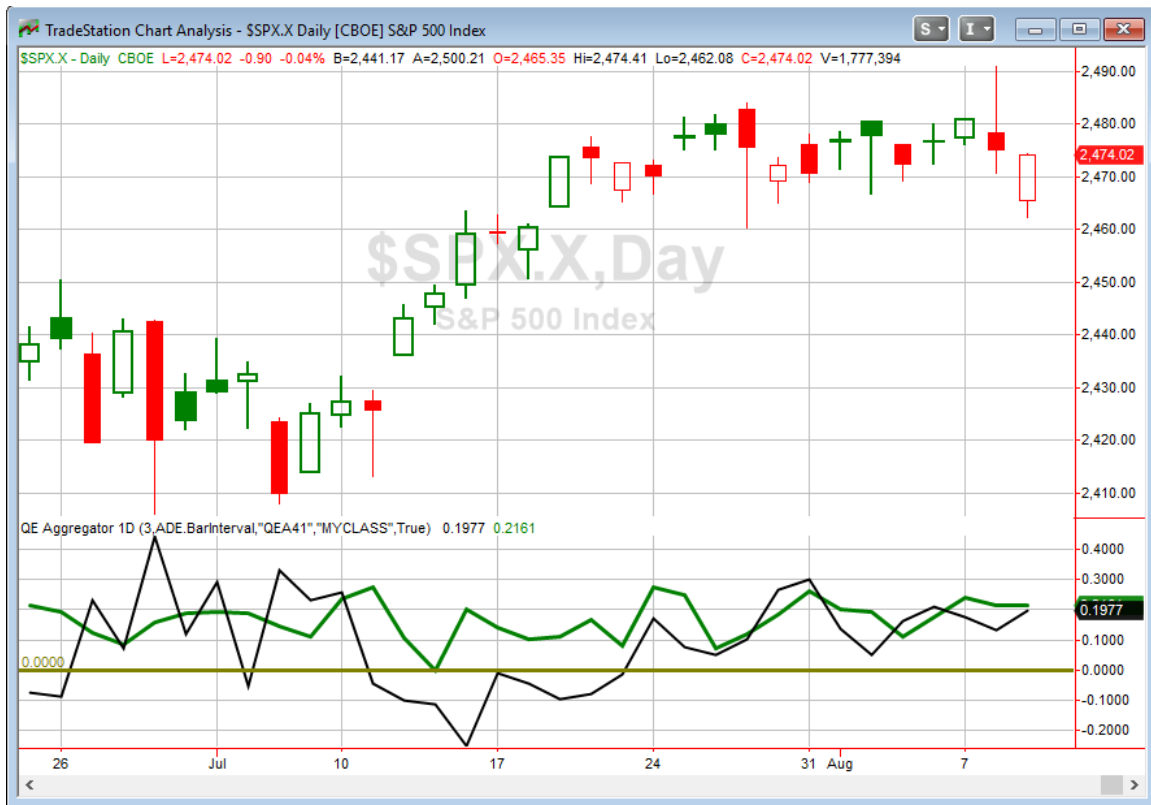
Study Date	Description	Time span	Bias	Avg Run-up	Avg DrawDn	Avg DrawDn -1 Std Dev
Active - Short Term						
August 9, 2017	3-high, 3-low, 3-low close	1-5 days	Bullish			
August 9, 2017	Relativley big drop from 50-high	1-3 day	Bullish			
August 8, 2017	Low volume breakout	1-5 days	Bullish			
Active - Long Term						
July 26, 2017	SPX rises. Highest volume in 20 days	1-10 days	Bullish			
July 20, 2017	RSI2 crosses over 99. SPX > 200ma.	1-15 days	Bullish	2.30%	-1.40%	-2.70%
July 17, 2017	NASDAQ Leading	int term	Bullish			
June 24, 2017	Hindenburg Omen cluster	1-35 days	Bearish	-7.00%		
June 2, 2017	SPX closes above 50-day Bollinger Band	1-50 days	Bullish	4.90%	-4.10%	-7.80%
April 26, 2016	Golden Cross	int term	Bullish			
November 3, 2014	Quantitative Easing Ends	int term	Bearish			
July 22, 2013	New High Divergence (Study of Tops)	int term	Bearish			

The Evidence

Wednesday started poorly, but most of the losses were greatly reduced by the end of the day. The SPX closed down 0.04%, the NASDAQ fell 0.3%, and the Russell 2000 dropped 0.9%. Breadth was negative as the NYSE Up Issues % was 30% and the Up Volume % came in at 36%. NYSE volume rose some from Tuesday's level.

Nothing substantial triggered in the Quantifinder. Despite the last couple of days feeling volatile, the market has not really moved to far. Both the SPX and NASDAQ are near their 10-day moving averages. As I have said numerous times before, choppy, mid-range action rarely leads to string edges. And right now it appears that is where we are. No new studies are being added to the Active List tonight.

I have updated the Aggregator chart below.



With tonight's evidence considered the green Aggregator line held above zero. Positive readings mean net expectations from the Active List are for upside over the next few days. Meanwhile, the black Differential Line also remained above 0. The positive Differential Line reading means SPX is oversold versus recent expectations. So expectations are positive and SPX is oversold. This is considered a bullish configuration. Bullish configurations are visible on the chart whenever both lines close above 0. Therefore, the Aggregator signal stayed long at the close.

Based on the current active studies, expectations are set to remain bullish on Thursday. Of course, this could change if compelling bearish evidence emerges. The Differential Pivot will be 2493.95 on Thursday. That is 0.8% above Wednesday's close. So SPX would need to close up 0.8% on Thursday in order to move from oversold to overbought versus expectations.

Wednesday's action really did nothing to change my outlook. There still appears to be a mild upside edge. I am still long a small index position. I plan to continue to hold it another day and then re-evaluate tomorrow night to determine if the edge has strengthened or weakened so that I may either exit the trade, add more to it, or continue to hold firm.

Intermediate-term Outlook (2 weeks – 2 months) – *updated 8/7– bullish*

The intermediate-term outlook was last updated in the 8/7 Letter. It can be found in the most recent weekly letter on the website.

<http://quantifiableedges.com/current-weekly-letter/>

Catapult and Capitulative Breadth Statistics

Catapult & CBI Presentation Link

Open Catapult Triggers

AGN– 1/3 @ \$239.74 (bought @ limit)

AGN– 1/3 @ \$242.65 (bought @ limit)

AGN– 1/3 @ \$241.22 (bought @ limit)

Broad Market Large Cap CBI – 3(AGN-3)

Additional New Trade Ideas

A full listing of system triggers can be found at the [numbered systems 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.

None tonight.

Current Open Trade Ideas

Symbol	Entry Date	Entry Price	Current Price	% Gain/Loss	Stop	Notes
SPY(1/4)	7/31/2017	\$246.77	\$247.25	0.19%		Aggregator
AGN(1/3)	8/7/2017	\$242.65	\$237.97	-1.93%		Catapult
AGN(1/3)	8/8/2017	\$241.22	\$237.97	-1.35%		Catapult
AGN(1/3)	8/9/2017	\$239.74	\$237.97	-0.74%		Catapult

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