

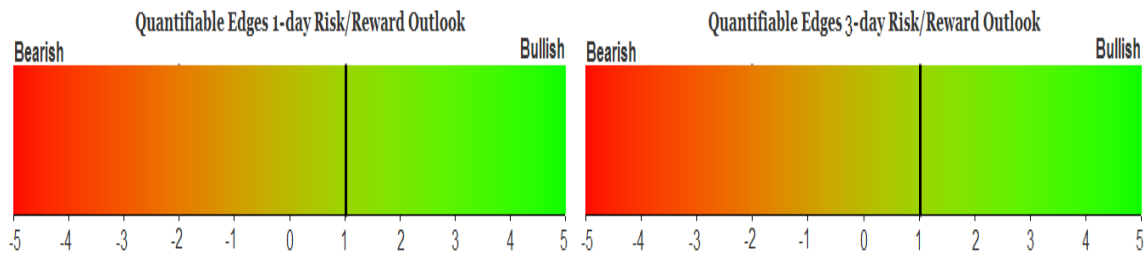
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

August 29, 2017

Volume 10 Issue 166

Market Overview



Signals Overview

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

Tonight's Research Points

- No new compelling evidence emerged tonight.

Short-term Outlook

The Bottom Line

No change from last night. The Aggregator is bullish, but evidence is sorely lacking. I am not inclined to take on new positions right here, and will wait to see what new compelling evidence emerges Tuesday.

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

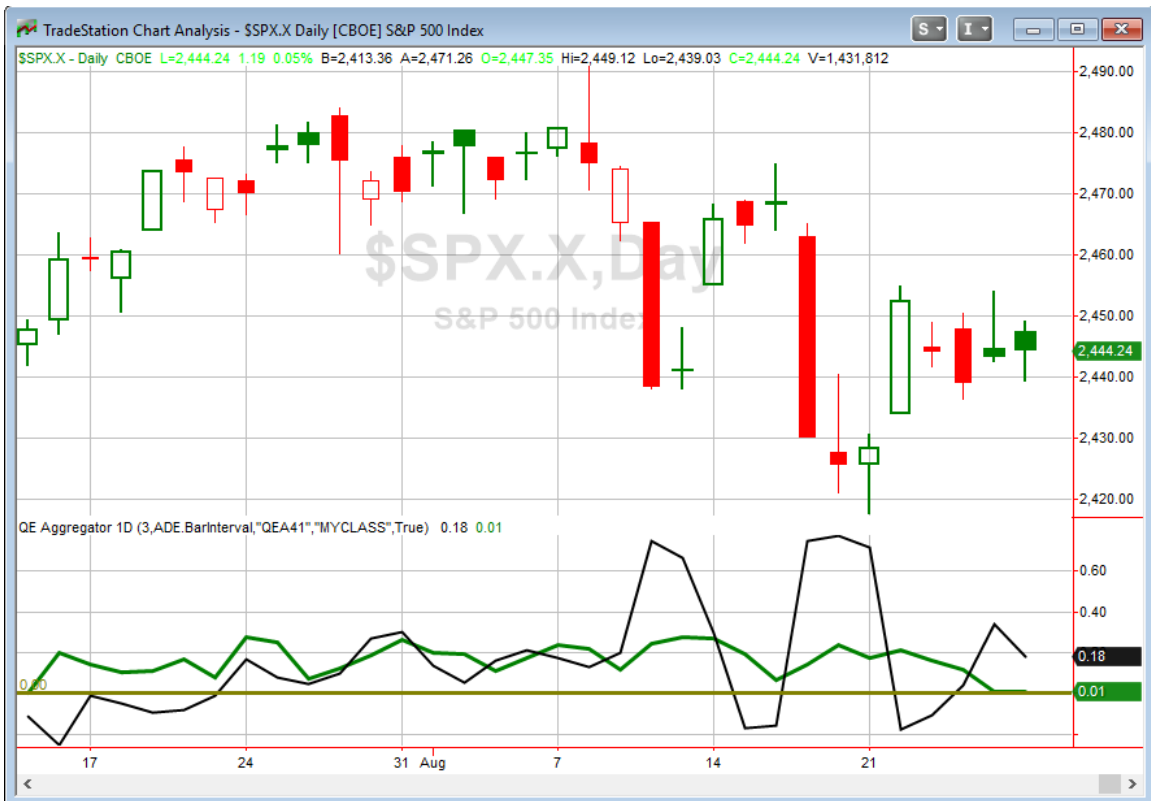
Study Date	Description	Time span	Bias	Avg Run-up	Avg DrawDn	Avg DrawDn - 1 Std Dev
Active - Short Term						
None						
Active - Long Term						
August 22, 2017	20-lo close then 20-intraday lo & up cls.	1-10 days	Bullish	2.80%	-1.80%	-3.30%
August 11, 2017	VIX 100-day high. SPX no 100-day low.	1-15 days	Bullish			
July 17, 2017	NASDAQ Leading	int term	Bullish			
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

Monday saw mostly mild gains. Breadth was negative though as the NYSE Up Issues % was 46% and the Up Volume % came in at 37%. NYSE volume rose some from Friday's level.

There were no new studies with compelling evidence that emerged. But North Korea fired another test missile and that appears to be setting up for a large gap down on Tuesday. We should see some more volatile action and that will likely lead to some kind of edge.

I have updated the Aggregator chart below.



The green Aggregator line held just barely above zero tonight. Positive readings mean net expectations from the Active List are for upside over the next few days. Meanwhile, the black Differential Line moved back 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.

The choppy action over the last several days has left the Short-Term Active List empty again. So any new short-term evidence that emerges will have a substantial impact on expectations. For the time being the intermediate-term studies have expectations leaning bullish. The Differential Pivot will be 2451.05 on Monday. That is 0.3% above Monday's close. So SPX would need to close up at least 0.3% in order to move from oversold to overbought on Tuesday.

Lack of compelling evidence and choppy market conditions have me disinterested once again. Tuesday could be a wild one. I'll see how that plays and then look to take advantage on Wednesday if new edges emerge.

Intermediate-term Outlook (2 weeks – 2 months) – updated 8/21– bullish

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)

AIG– 1/3 @ \$63.00 (bought @ limit)

AIG– 1/3 @ \$62.65(buy @ limit) – not filled

Broad Market Large Cap CBI – 5(AGN-3, AIG-2)

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
AGN(1/3)	8/7/2017	\$242.65	\$223.94	-7.71%		Catapult
AGN(1/3)	8/8/2017	\$241.22	\$223.94	-7.16%		Catapult
AGN(1/3)	8/9/2017	\$239.74	\$223.94	-6.59%		Catapult
AIG(1/3)	8/11/2017	\$63.00	\$60.66	-3.71%		Catapult
AIG(1/3)	8/18/2017	\$61.46	\$60.66	-1.30%		Catapult

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