

QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

April 16, 2019

Volume 12 Issue 73

Market Overview



Signals Overview

Aggregator	CBI Reading
Flat	0

Tonight's Research Points

- No new compelling evidence was added to the Active List tonight.

Short-term Outlook

The Bottom Line

Evidence still looks bullish for the next few days. But with the market again overbought versus the Differential calculation, the Aggregator is neutral. I am too.

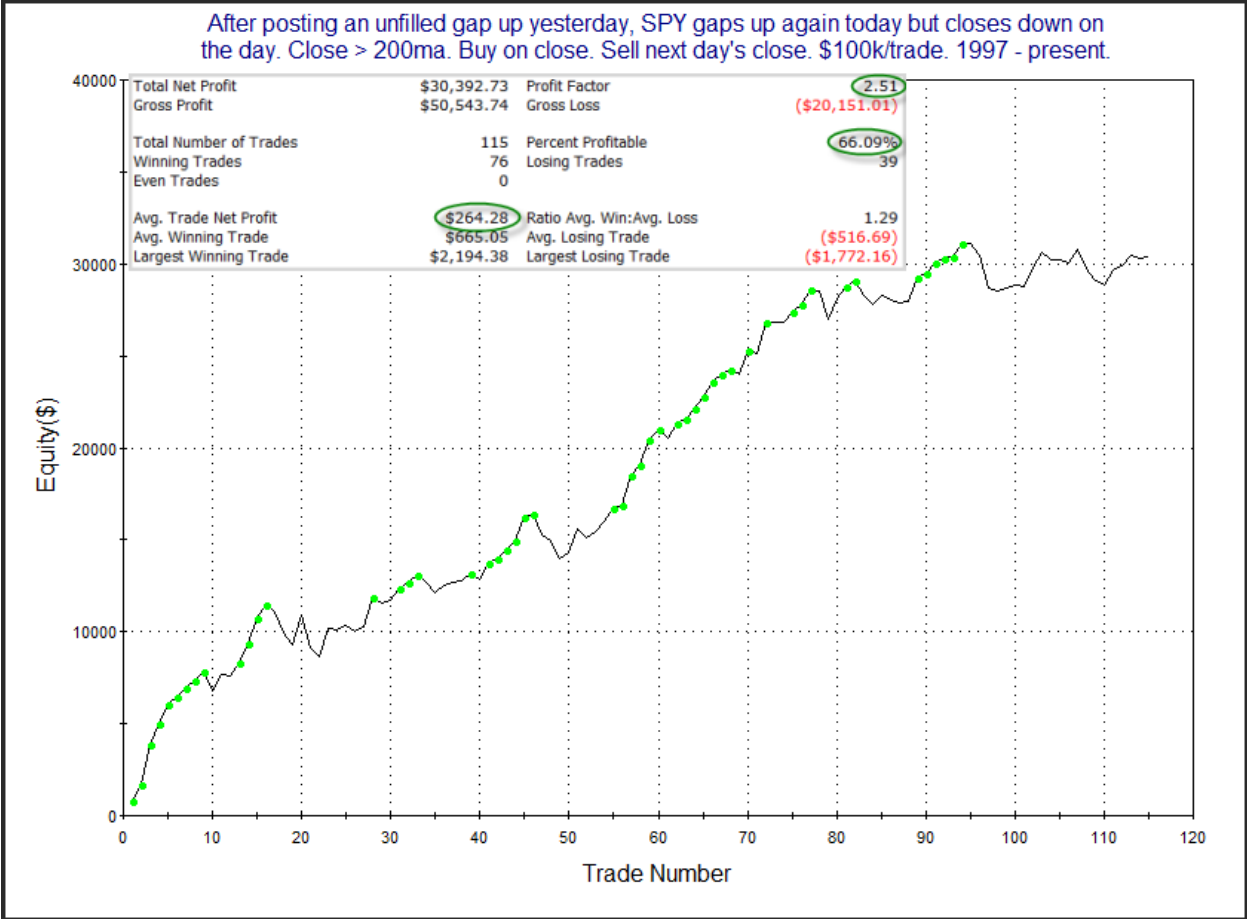
Summary of Recent Active Studies (see Letters from listed dates for details)

Study Date	Description	Time span	Bias	Avg Run-up	Avg DrawDn	Avg DrawDn - 1 Std Dev
Active - Short Term						
April 15, 2019	April Opex week bullish	1-3 days	Bullish			
April 15, 2019	Tax Day & day after bullish	1-2 days	Bullish			
Active - Long Term						
April 10, 2019	5 up to 50-high, then down 1	1-10 days	Bullish	1.90%	-1.00%	-2.10%
April 8, 2019	SPX > 200ma. RSI(2) > 99	1-15 days	Bullish	2.25%	-1.40%	-2.70%
April 2, 2019	Golden Cross	int term	Bullish			
March 4, 2019	NASDAQ up 10 weeks in a row	13 weeks	Bullish	11.70%	-2.10%	-4.40%
January 9, 2019	Up Issues > 70% for 3 days	1-85 days	Bullish			
January 2, 2019	NASDAQ leading	int term	Bullish			
November 1, 2018	Best 6 Month During Pres Yr 3	1-6 months	Bullish	17.70%	-3.10%	-7.20%
October 1, 2018	Quantitative Tightening \$50billion/mo	int term	Bearish			

The Evidence

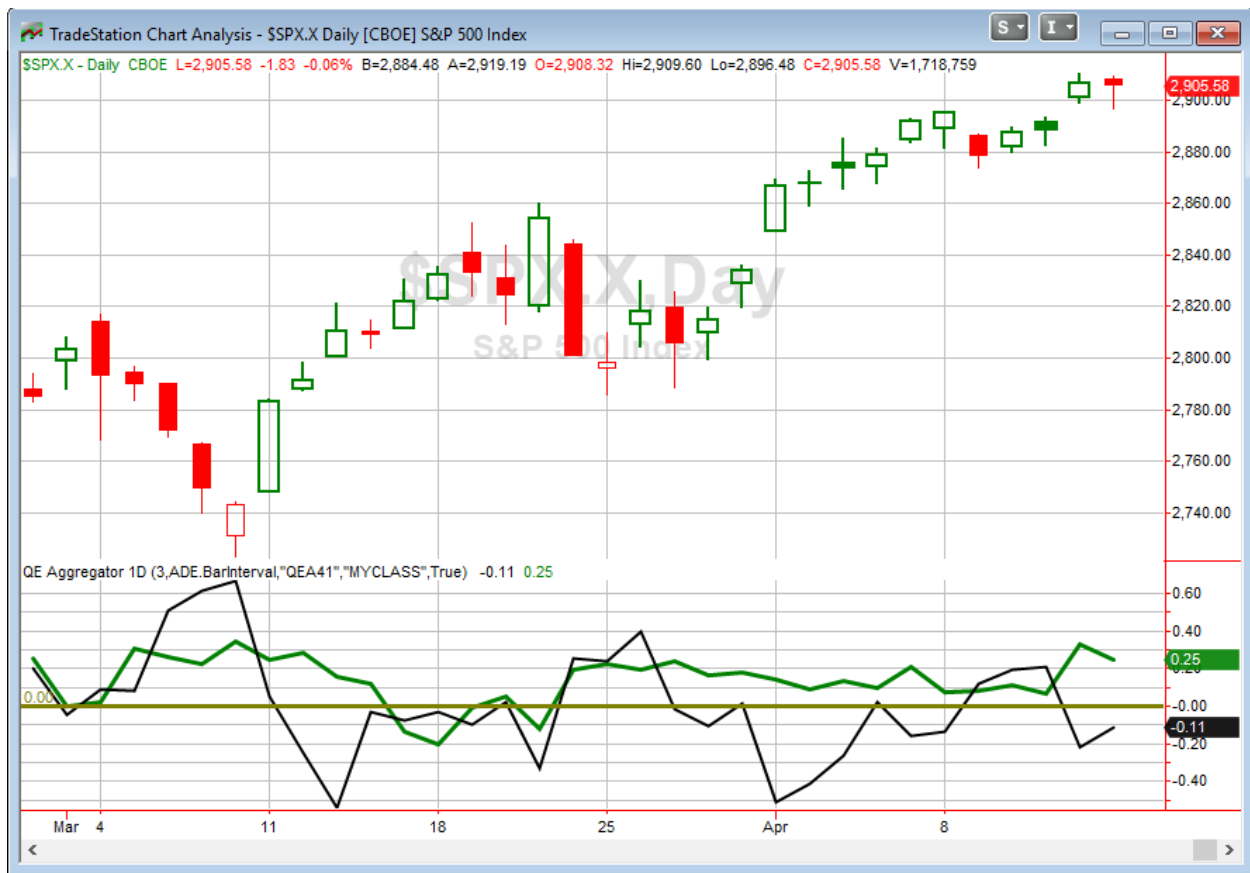
Most of the indices closed down small amounts Monday. The SPX and NASDAQ lost 0.1%, and the Russell 2000 declined 0.4%. Breadth was positive as the NYSE Up Issues % was 45% and the Up Volume % came in at 40%. NYSE volume declined some from Friday's level.

SPY gapped up and closed lower on Monday after posting an unfilled gap up on Friday. In the 11/28/17 letter I examined similar action in SPY with regards to how it gapped and finished. I have updated that study below.



This one has struggled to make gains lately, though it is again near new highs. I won't be including it tonight, but if it gets back to new highs soon, I will start including this study again.

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



Without any new studies being added tonight, the green Aggregator Line remained above zero. Positive readings mean net expectations are for upside over the next few days. Meanwhile, the black Differential Line held below 0. The negative Differential Line reading means SPX is overbought versus recent expectations. So expectations are positive but SPX is overbought. This is considered a neutral configuration. Neutral configurations are visible on the chart whenever both lines close on opposite sides of zero. Therefore, the Aggregator signal stayed flat at the close.

Based on the current active studies, expectations are set to remain bullish on Tuesday. Of course, this could change if compelling new bearish evidence emerges. The Differential Pivot will be 2895.82 on Tuesday. That is 0.3% below Monday's close. So SPX will need to close down at least 0.3% on Tuesday in order to flip from overbought to oversold versus recent expectations.

The Aggregator is again neutral and I am as well. I don't love taking on new long index position with the SPX already overbought. And short evidence remains lacking. So I'll continue to wait until a more favorable reward/risk opportunity emerges.

Intermediate-term Outlook (2 weeks – 2 months) – updated 4/15 – bullish

The intermediate-term outlook was last updated in the 4/15/19 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](#)

OpenCatapult Triggers

None

Broad Market Large Cap CBI – 0

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

None

A complete list of Quantifiable Edges trade idea results since the inception of the letter in 2008 can be found [here](#).

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