

QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

March 30, 2021

Volume 14 Issue 60

Market Overview



Signals Overview

Aggregator	CBI Reading
Flat	0

Tonight's Research Points

- Wednesday is the last day of the quarter, and that has shown some interesting intraday edges over time.

Short-term Outlook

The Bottom Line

The Aggregator is neutral. I am as well.

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

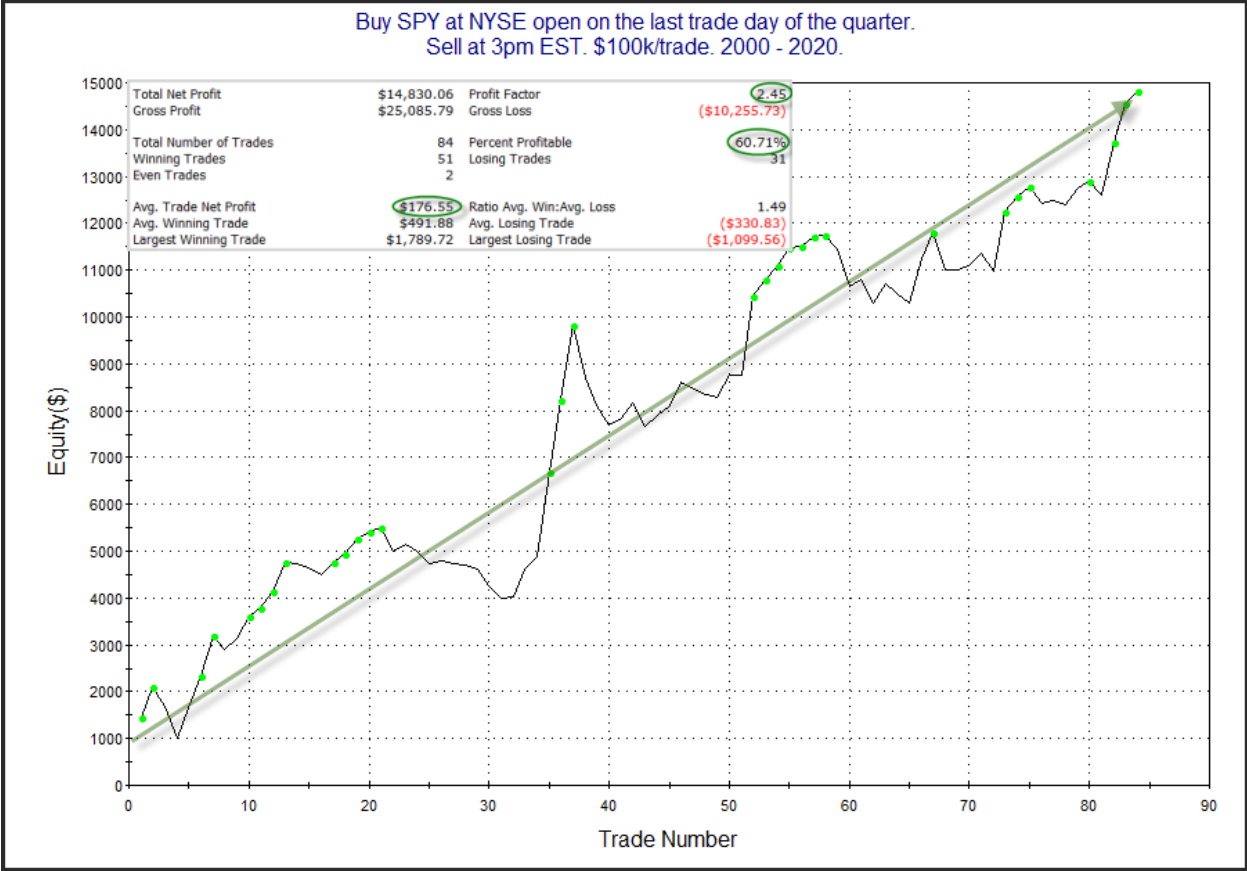
Study Date	Description	Time span	Bias	Avg Run-up	Avg DrawDn	Avg DrawDn - 1
Active - Short Term						
March 29, 2021	Week after 4th Fri in March bullish	1-5 days	Bullish	2.10%	-1.10%	-2.30%
March 23, 2021	SPX up & > 200ma. Up Vol % < 40%	1-7 days	Bullish	1.80%	-1.05%	-2.20%
Active - Long Term						
March 25, 2021	RUT down 9% from 200hi in < 10 days	int term	Warning			
March 17, 2021	5 up to 50-high then down 1	1-10 days	Bullish			
March 16, 2021	DJI closes up 7 days in a row	1-19 days	Bullish			
March 8, 2021	Rally from 1-month low starts on Fri	1-20 days	Bullish	4.70%	-3.20%	-6.90%
February 22, 2021	RUT 50ma 25% above 200ma	int term	Warning			
February 8, 2021	SPX 50-day %b crosses over 100	1-50 days	Bullish	4.90%	-4.40%	-8.90%
November 2, 2020	Best 6 Months	1-6 months	Bullish			
July 9, 2020	Golden Cross	int term	Bullish			
March 23, 2020	QE4	int term	Bullish			
Dropped Tonight (expired, tgt hit, or avg ddn + 1 std dev exceeded)						
March 18, 2021	100-day high on a Fed Day	1-8 days	Bullish			

The Evidence

The indices saw pullbacks of varying degrees on Monday. The SPX closed down 0.1%, the NASDAQ sank 0.6%, and the Russell 2000 tumbled 2.8%. Breadth was negative with the NYSE Up Issues % coming in at 33% and the Up Volume % at 32%. NYSE total volume declined some from Friday's level.

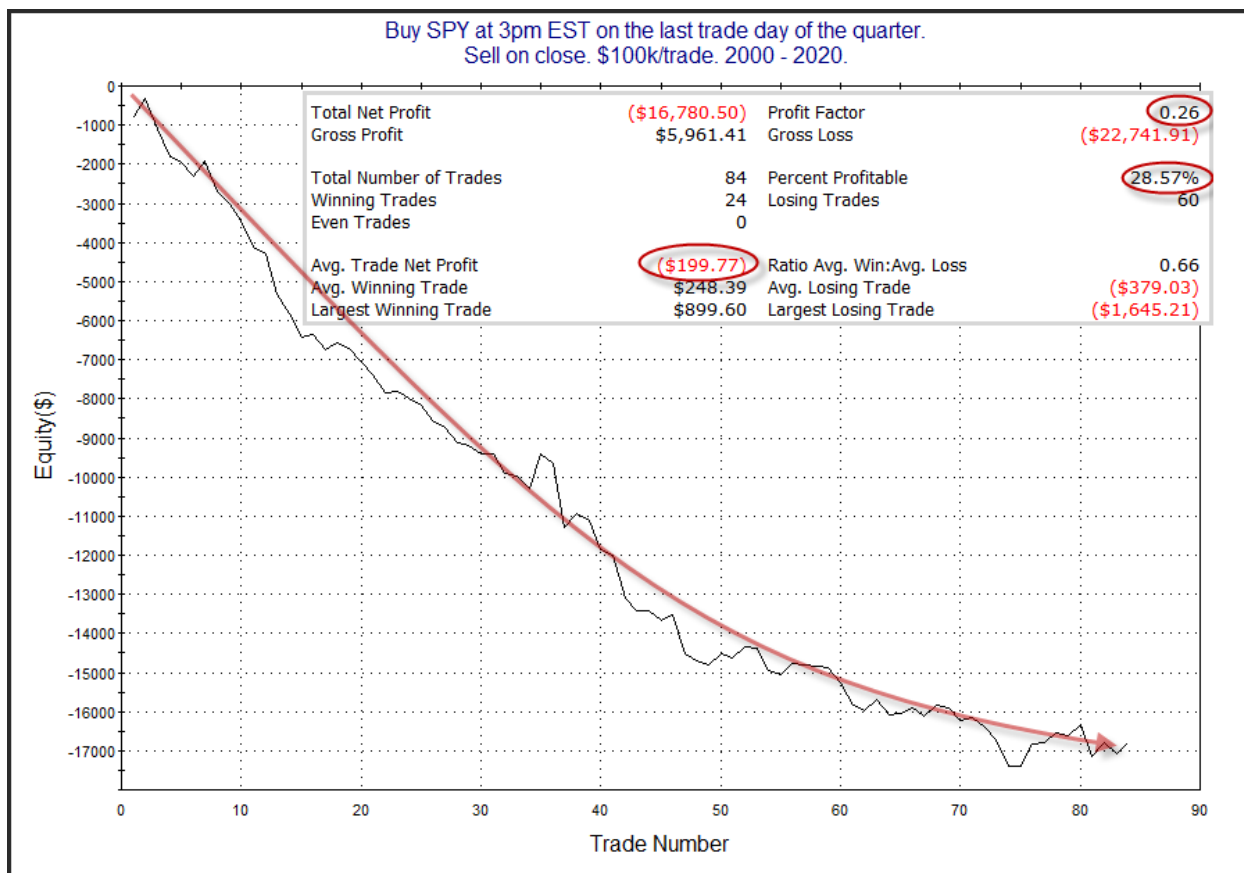
The Quantifinder came up blank tonight. But Wednesday is the last day of the quarter. Quarter-ends often see a fair amount of shenanigans from some big players. So I thought I would share some studies examining intraday action on the last day of the quarter since 2000.

The 1st study below looks at buying SPY at the open and holding until an hour before the close on the last trading day of the quarter.



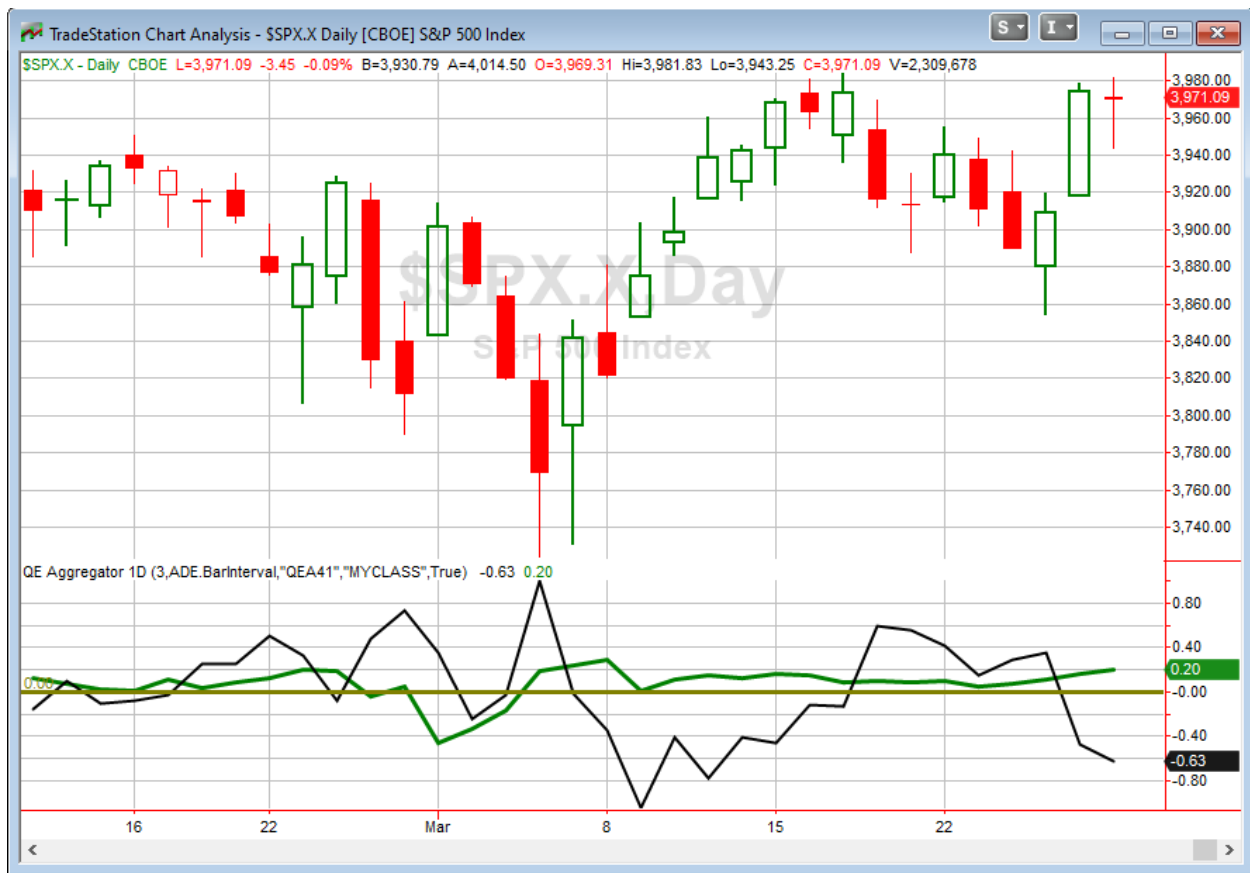
That appears to be a pretty steady upside edge. Nearly 61% winners and the average trade made 0.2%, with the curve moving from lower left to upper right on the chart. So there appears to be an upside edge.

But that edge does not last all day. Let's next look at what has happened in the last hour of the quarter over the same time period.



The losses in the last hour have been both steadier and larger than the wins leading up to the last hour. Nimble traders could consider using this information for an intraday play. Others might consider taking some profits an hour or so before the close if you are looking to exit some positions. In any case, traders may want to keep these tendencies in mind on Wednesday.

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



Once again 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 that 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.

Expectations are currently set to remain positive on Tuesday. This could change if compelling new bearish evidence emerges. Meanwhile, the Differential Pivot will be 3917.81 on Tuesday. That is 1.3% below Monday's close. Therefore, SPX will need to close down over 1.3% on Tuesday in order to flip from overbought to oversold vs recent expectations.

So the Aggregator is again neutral. While evidence is leaning bullish, SPX is still solidly overbought. Reward/risk is underwhelming and I am not seeing anything to get me excited about a directional trade. So I will remain sidelined and await the next favorable reward/risk opportunity.

Intermediate-term Outlook (2 weeks – 2 months) – updated 3/29 – somewhat bullish

Catapult and Capitulative Breadth Statistics

[Catapult & CBI Presentation Link](#)

Open Catapult 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.

Current Open Trade Ideas

Symbol	Entry Date	Entry Price	Current Price	% Gain/Loss	Stop	Notes
<i>SPY(1/4)</i>	<i>3/25/2021</i>	<i>\$385.98</i>	<i>\$394.40</i>	<i>2.18%</i>		<i>sold on open</i>

The author of Quantifiable Edges (QE), Mr. Robert Hanna, is separately affiliated with a registered investment adviser in the States of Washington, California, Colorado, Michigan, Texas, Massachusetts, and Louisiana, Eastsound Capital Advisors, LLC (ECA) d.b.a. Capital Advisors 360, LLC. ECA may not transact business in states where it is not appropriately registered, excluded or exempted from registration. Individualized responses to persons that involve either the effecting of transaction in securities, or the rendering of personalized investment advice for compensation, will not be made without registration or exemption. Advisory clients of ECA utilizing the approaches developed by Mr. Hanna will receive the QE newsletter at no charge. ECA is not otherwise affiliated with QE, and neither endorses nor warrants the content of this site, the QE newsletter(s), any embedded advertisement, nor any linked resource herein.

This report has been prepared by Quantifiable Edges, LLC and is provided for information purposes only. Under no circumstances is it to be used or considered as an offer to sell, or a solicitation of any offer to buy securities. While information contained herein is believed to be accurate at the time of publication, we make no representation as to the accuracy or completeness of any data, studies, or opinions expressed and it should not be relied upon as such. Robert Hanna, Quantifiable Edges, LLC or clients of Quantifiable Edges, LLC may have positions or other interests in securities (including derivatives) directly or indirectly which are the subject of this report. This report is provided solely for the information of Quantifiable Edges, LLC clients and prospects who are expected to make their own investment decisions without reliance upon this report. Neither Quantifiable Edges, LLC nor any officer or employee of Quantifiable Edges, LLC accepts any liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report may not be reproduced, distributed or published by any recipient for any purpose without the prior express consent of Quantifiable Edges, LLC.

Copyright © 2021 Quantifiable Edges, LLC.