

QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

November 2, 2023

Volume 16 Issue 210

Market Overview



Signals Overview

Aggregator	CBI Reading
Flat	1

Tonight's Research Points

- No compelling new evidence emerged on Wednesday.

Short-term Outlook

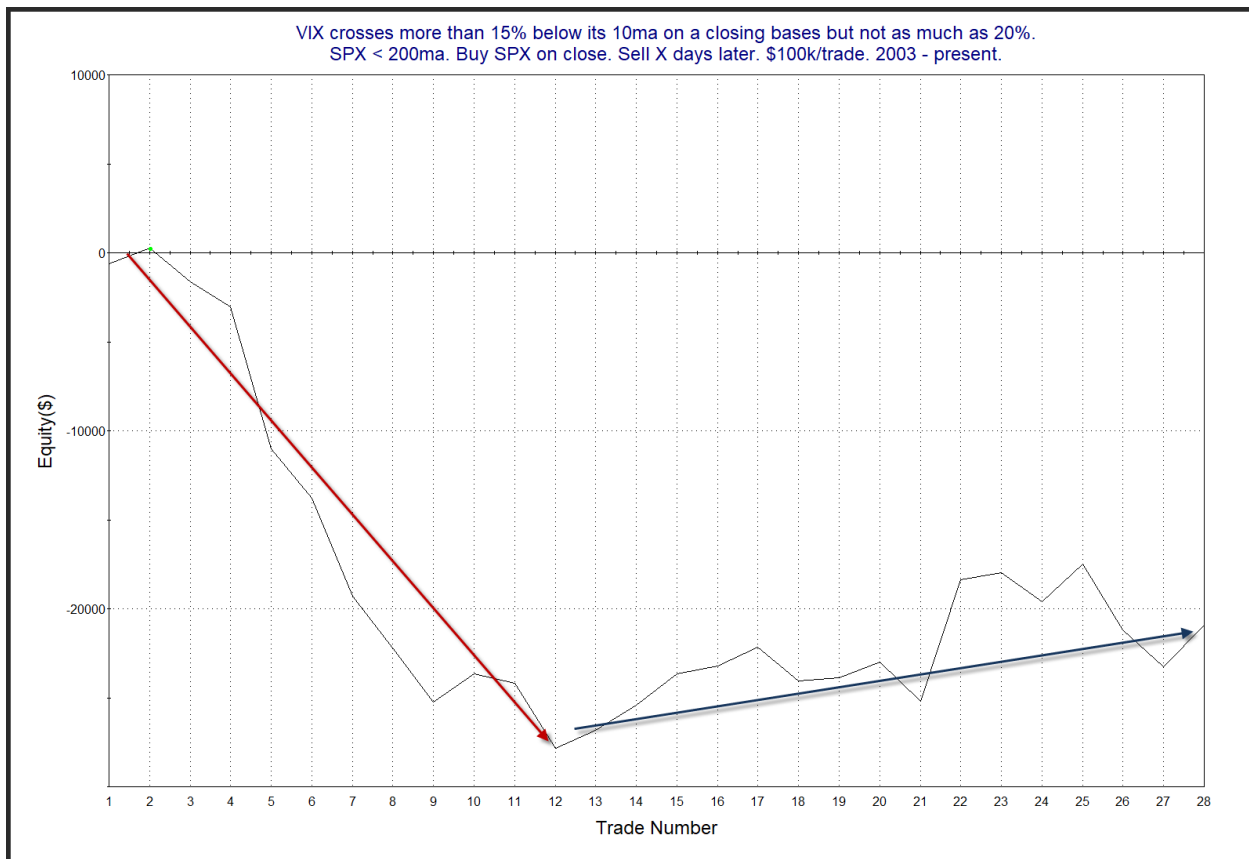
The Bottom Line

The Aggregator is neutral. That is where I am at as well.

The Evidence

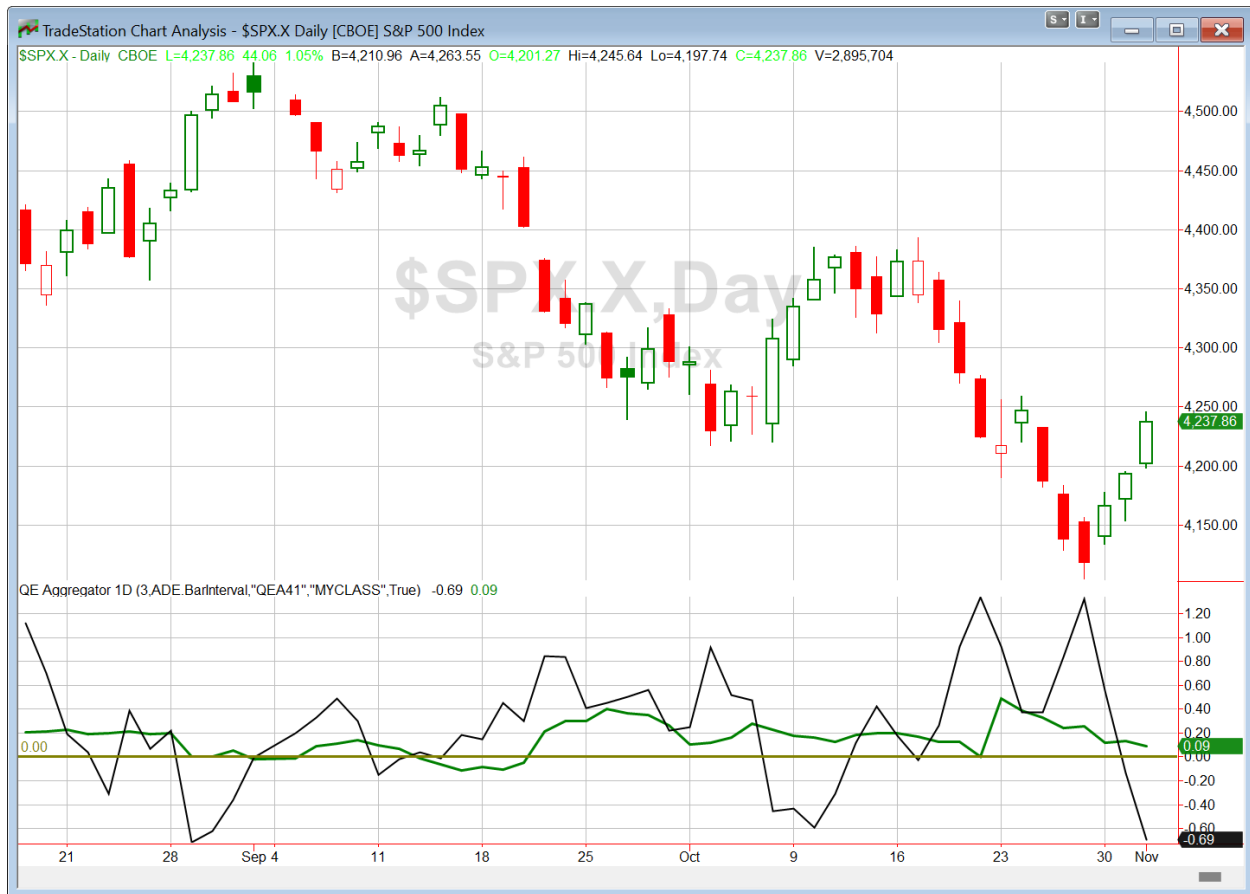
The Fed avoided shocking the market and stocks rallied on Wednesday. The SPX gained 1.05%, the NASDAQ rose 1.6%, and the Russell 2000 climbed 0.45%. Breadth was strong with the NYSE Up Issues % coming in at 67% and the Up Volume % at 58%. NYSE total volume declined some from Tuesday's level.

So we are now up 3 days after finishing last Friday at a multi-month low. A bounce was expected, and many of the trade ideas near the bottom of the letter were able to take advantage of it. But I am not seeing great new clues right now indicating a high probability of a continued rise, or a reversal back down. There were a few studies listed in the Quantifinder that I went back and examined. But none of them had played out very well lately. As an example, the one below looked at times VIX dropped more than 15% below its 10ma (but not more than 205% below it).



The initial results several years back appeared to suggest a bearish tendency. Since then it has been just a bunch of chop. This is typical of the results I saw tonight in a few different studies. I won't be adding any new studies to the active list.

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



Without any new studies making the cut tonight, the green Aggregator Line held above zero. Positive readings mean net expectations are for upside for the next few days. Meanwhile the black Differential Line fell further below zero. The negative Differential Line reading means that SPX is strongly 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 formation stayed flat at the close.

Based on the current active studies, expectations are set to remain positive on Thursday. This could change if compelling new bearish evidence emerges. Meanwhile, the Differential Pivot will be 4192.10 on Thursday. That is 1.1% below Wednesday's close. Therefore, SPX will need to close down over 1.1% on Thursday in order to flip from overbought to oversold vs recent expectations.

So the Aggregator is neutral. SPX is overbought vs the Aggregator. Evidence is mildly bullish, but overall very light, and the intermediate-term outlook is neutral. I'm not seeing an edge worth playing here. I will remain sidelined until I do.

Intermediate-term Outlook (2 weeks – 2 months) – updated 10/30– neutral

Catapult and Capitulative Breadth Statistics

[Catapult & CBI Presentation Link](#)

Open Catapult Triggers

TXN – 1/3 @ \$146.32 (bought @ limit)

Broad Market Large Cap CBI – 1(TXN)

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	Notes
SPY(1/4)	10/20/2023	\$421.19	\$419.20	-0.47%	<i>sold on open</i>
TXN(1/3)	10/24/2023	\$146.32	\$143.17	-2.15%	Catapult
HD(1/3)	10/26/2023	\$280.27	\$285.59	1.90%	<i>sold on open</i>
TMO(1/3)	10/26/2023	\$431.13	\$445.13	3.25%	<i>sold on open</i>
SPY(1/4)	10/27/2023	\$410.68	\$419.20	2.07%	<i>sold on open</i>
HD(1/3)	10/27/2023	\$278.00	\$285.59	2.73%	<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, Texas, Massachusetts, and Louisiana, Eastsound Capital Advisors, LLC (ECA) d.b.a. Capital Advisors 360. 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 from QE 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 © 2023 Quantifiable Edges, LLC.