

# QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

January 26, 2024

Volume 17 Issue 18

## Market Overview



## Signals Overview

Aggregator	CBI Reading
Flat	0

## Tonight's Research Points

- No compelling new evidence triggered on Thursday.

### *Short-term Outlook*

#### *The Bottom Line*

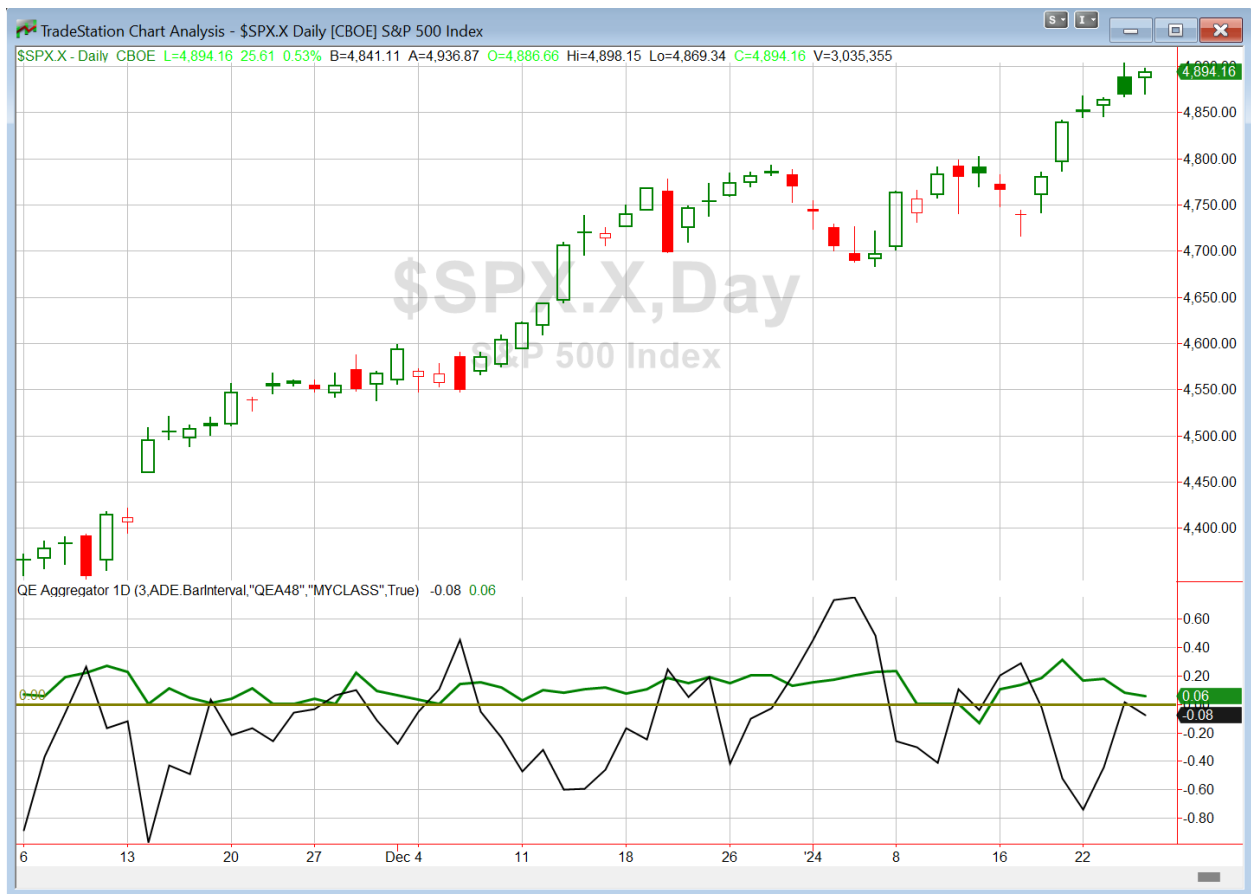
The Aggregator is neutral. I am also.

### The Evidence

Thursday saw more market gains. The SPX closed up 0.5%, the NASDAQ rose 0.2%, and the Russell 2000 rallied 0.7%. Breadth was strong with the NYSE Up Issues % coming in at 77% and the Up Volume % at 74%. NYSE total volume rose some from Wednesday's level.

The market has just been grinding higher. That is 6 higher closes in a row for SPX and NASDAQ. The steady move up did not trigger anything compelling among the 1300 or so studies that are tracked in the Quantifinder. There were a couple that noted the VIX rose while SPX also rose the last 2 days. That used to suggest a downside edge for the next day or so. In recent years, it has not. So I ignored those studies for tonight. There is nothing that is going to make the Active List, and there was nothing else notable that stuck out to me.

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



Without any new studies making the cut 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 dipped below zero. 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 formation turned flat at the close.

Based on the current list of active studies, expectations are slated to remain positive on Friday. This could change if compelling new bearish evidence emerges. Meanwhile, the Differential Pivot will be *slightly inverted* at 4896.99 on Friday. That is less than 0.1% *above* Thursday's close. An inverted pivot means that the Differential Line will cross through zero if SPX closes flat. In this case, SPX is going to need to close up about 3 points in order to remain overbought. Anything less than that and it will flip to oversold vs expectations as of Friday's close.

So the Aggregator is neutral. Evidence is bullish, but multiple days of posting new all-time highs has the market overbought. Not the ideal entry point. I'll continue to wait for a better reward/risk setup before taking on my next short-term index position.

*Intermediate-term Outlook (2 weeks – 2 months) – updated 1/22 – **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 tonight.**

## Current Open Trade Ideas

Symbol	Entry Date	Entry Price	Current Price	% Gain/Loss	Notes
<i>CVS(1/3)</i>	<i>1/16/2024</i>	<i>\$76.56</i>	<i>\$71.50</i>	<i>-6.61%</i>	<i>sold on open</i>
<i>SCHW(1/3)</i>	<i>1/17/2024</i>	<i>\$60.93</i>	<i>\$63.94</i>	<i>4.94%</i>	<i>sold on open</i>
<i>USB(1/3)</i>	<i>1/17/2024</i>	<i>\$41.35</i>	<i>\$42.98</i>	<i>3.94%</i>	<i>sold on open</i>
<i>USB(1/3)</i>	<i>1/18/2024</i>	<i>\$40.82</i>	<i>\$42.98</i>	<i>5.29%</i>	<i>sold on open</i>
<i>USB(1/3)</i>	<i>1/19/2024</i>	<i>\$40.15</i>	<i>\$42.98</i>	<i>7.05%</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, 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 © 2024 Quantifiable Edges, LLC.