

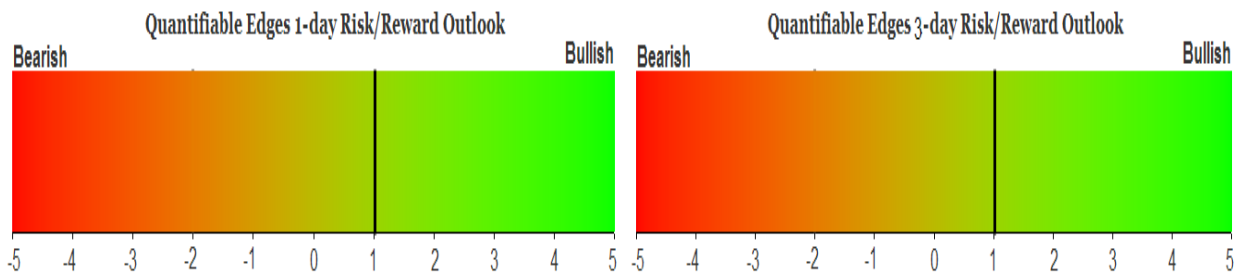
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

March 7, 2024

Volume 17 Issue 46

Market Overview



Signals Overview

Aggregator	CBI Reading
Long	2

Tonight's Research Points

- I examine Employment Day performance over the last several years.

Short-term Outlook

The Bottom Line

The Aggregator is bullish. But the lack of short-term bullish evidence has me feeling more neutral than bullish.

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

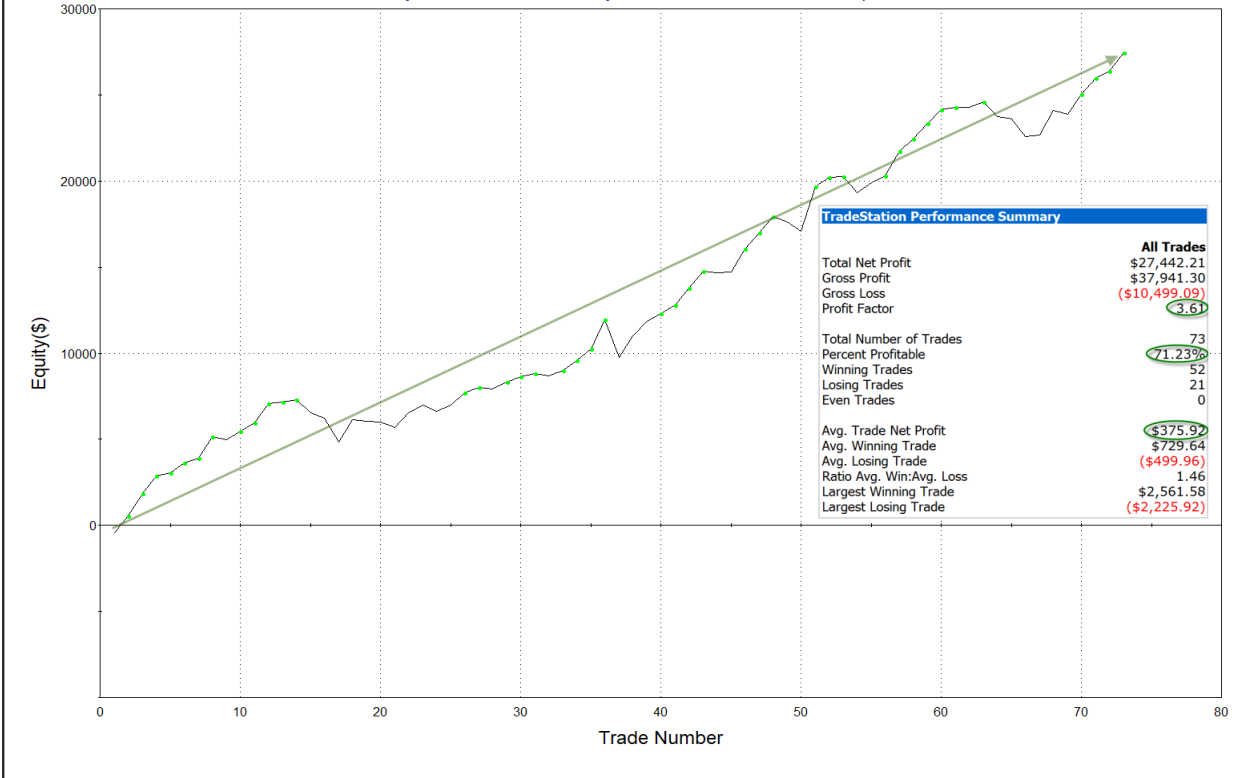
Study Date	Description	Time span	Bias	Avg Run-up	Avg DrawDn	Avg DrawDn - 1 Std Dev
Active - Short Term						
None						
Active - Long Term						
March 4, 2024	Jan & Feb both close positive	1-10 months	Bullish			
March 4, 2024	NASDAQ Leading	int term	Bullish			
February 26, 2024	SPX 50-day high. TNX 50-day high > 4%.	1-15 days	Bearish			
February 12, 2024	SPX 50-day %b > 100	1-50 days	Bullish	4.90%	-4.40%	-9.00%
February 2, 2024	SPX up > 15% last 3 months	1-6 months	Bullish			
January 16, 2024	RUT btm 25% 20-day rng. SPX top 25%	1-40 days	Bullish	5.20%	-3.40%	-6.70%
December 27, 2023	%SPX > 50 moves frm 15% > 90% in 50 dys	1-6 months	Bullish			
November 7, 2023	Whaley ADT ₅ > 73.66	1-12 months	Bullish	25.20%	-8.10%	
November 6, 2023	Zweig Thrust	1-12 months	Bullish	29.00%	-3.20%	-7.00%
November 6, 2023	Best 6 Months	6 months	Bullish			
May 22, 2023	SPX 50-day high < 1/2 SPX stocks > 50ma	1-12 months	Neutral			
February 2, 2023	SPX Golden Cross	int term	Bullish			
March 14, 2022	Fed Hawkish / QE done	int term	Bearish			

The Evidence

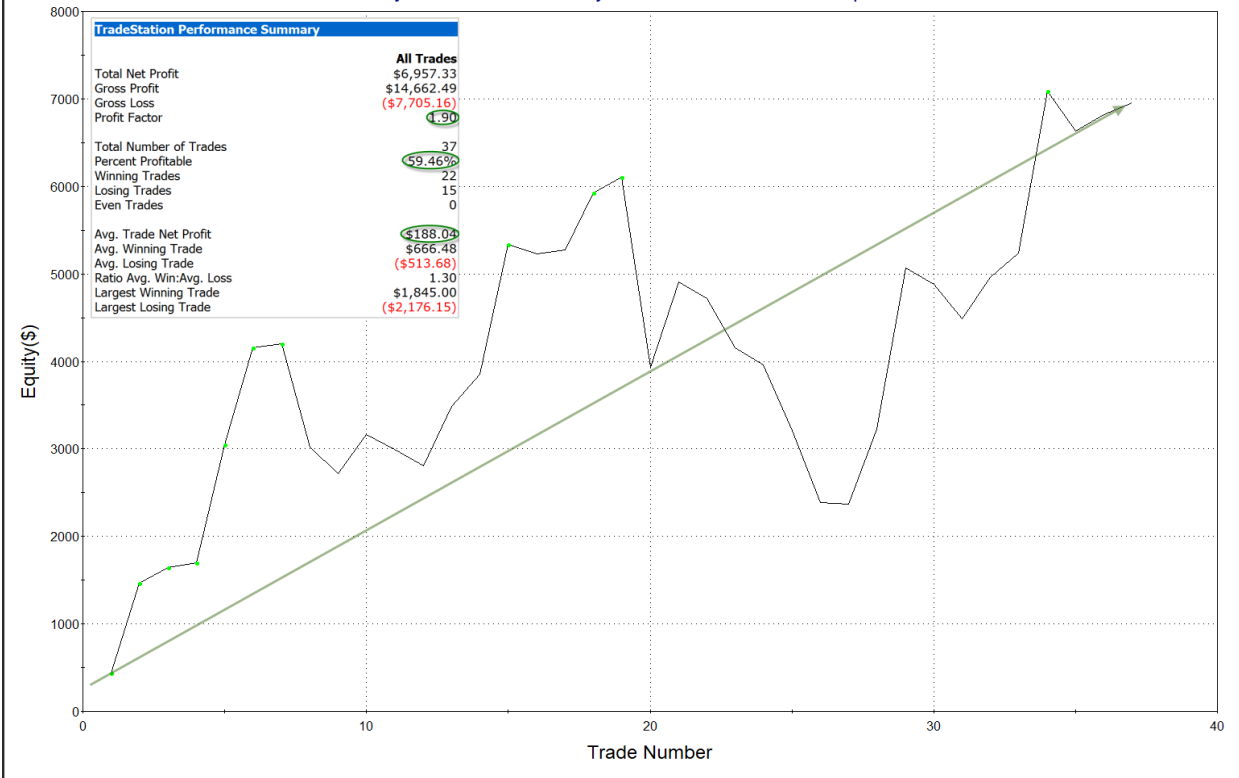
Wednesday started well and finished with modest gains. SPX rose 0.5%, the NASDAQ climbed 0.6%, and the Russell 2000 rallied 0.7%. Breadth was strong with the NYSE Up Issues % coming in at 71% and the Up Volume % at 72%. NYSE total volume rose some from Tuesday's level.

We are in a choppy period, and it again failed to generate compelling new evidence on Wednesday. Last night I discussed the upcoming State of the Union speech. The other event that is fast approaching is the BLS Employment report on Friday morning (before the market open). Employment days have shown a bullish tilt since 2013. Interestingly, that bullish tilt has been even stronger when the market has rallied in the afternoon prior to the report. This can be seen in the studies below, which delineate by whether SPY closed in the top or bottom half of its intraday range the day before the employment day. Note – it also only looks at employment days above the 200ma.

SPY closes in the top half of its intraday range the day before an employment day. Close > 200ma.
Buy on close. Sell next day's close. \$100k/trade. 2013 - present.



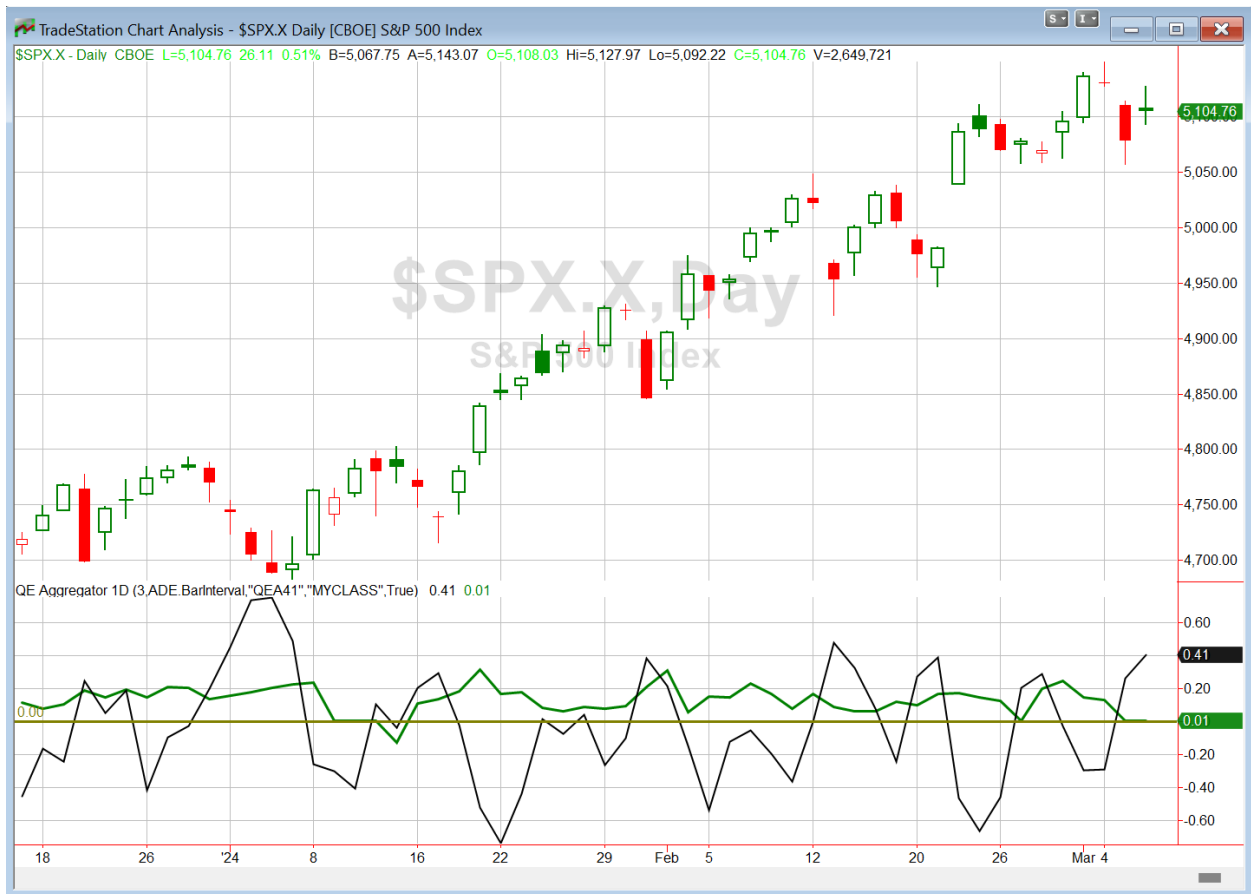
SPY closes in the bottom half of its intraday range the day before an employment day. Close > 200ma.
Buy on close. Sell next day's close. \$100k/trade. 2013 - present.



While both show positive results and a rising curve, the % wins, profit factor, and average trade of the strong closes is quite a bit better. This seems to be worth keeping in mind on Thursday afternoon, since it could have implications for Friday's odds.

But tonight...nothing new will be added to the Active List.

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



Without any new studies being added to the Active List tonight, the green Aggregator Line held slightly above zero. Positive readings mean net expectations are for upside over the next few days. Meanwhile the black Differential Line remained above zero. The positive Differential Line reading means that 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 zero. Therefore, the Aggregator formation stayed long at the close.

With only intermediate-term studies currently active, expectations are set to remain positive on Thursday. But expectations over the next few days will be largely impacted any new short-term evidence that emerges. Meanwhile, the Differential Pivot will be 5157.57 on Thursday. That is 1.0% above Wednesday's close. Therefore, SPX will need to close up at least 1.0% on Thursday in order to flip from oversold to overbought vs recent expectations.

Wednesday changed nothing. We still have a positive Aggregator, but a total lack of short-term bullish evidence. With SPX rising on Wednesday, I am certainly not interested in chasing an entry higher based on marginal evidence. So I will continue to sit and wait for a more compelling reward/risk scenario to emerge.

*Intermediate-term Outlook (2 weeks – 2 months) – updated 3/4 – **bullish***

Catapult and Capitulative Breadth Statistics

[Catapult & CBI Presentation Link](#)

Open Catapult Triggers

MRK – 1/3 @ \$124.05 (bought @ limit)

MRK – 1/3 @ \$122.83 (bought @ limit)

Broad Market Large Cap CBI – 2(MRK-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	Notes
MRK(1/3)	3/5/2024	\$124.05	\$123.75	-0.24%	Catapult
MRK(1/3)	3/6/2024	\$122.83	\$123.75	0.75%	Catapult

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.