

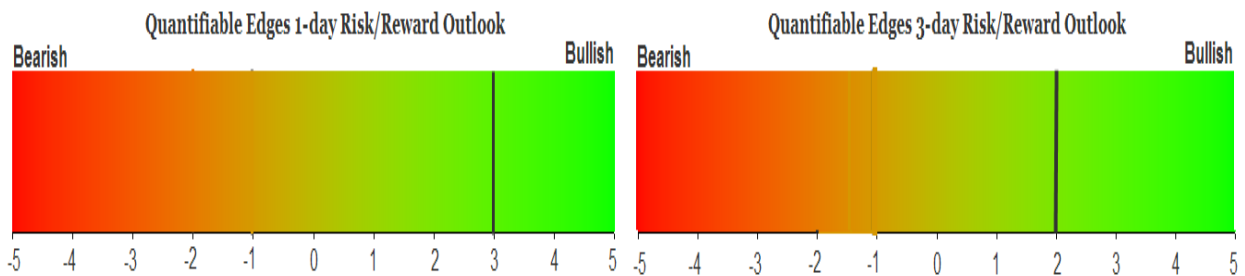
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

February 4, 2025

Volume 18 Issue 22

Market Overview



Signals Overview

| Aggregator | CBI Reading |
|------------|-------------|
| Long | 0 |

Tonight's Research Points

- After 2 days pulling back, we could be set up for a Turnaround Tuesday.

Short-term Outlook

The Bottom Line

The Aggregator is long. I believe the bulls have a short-term edge.

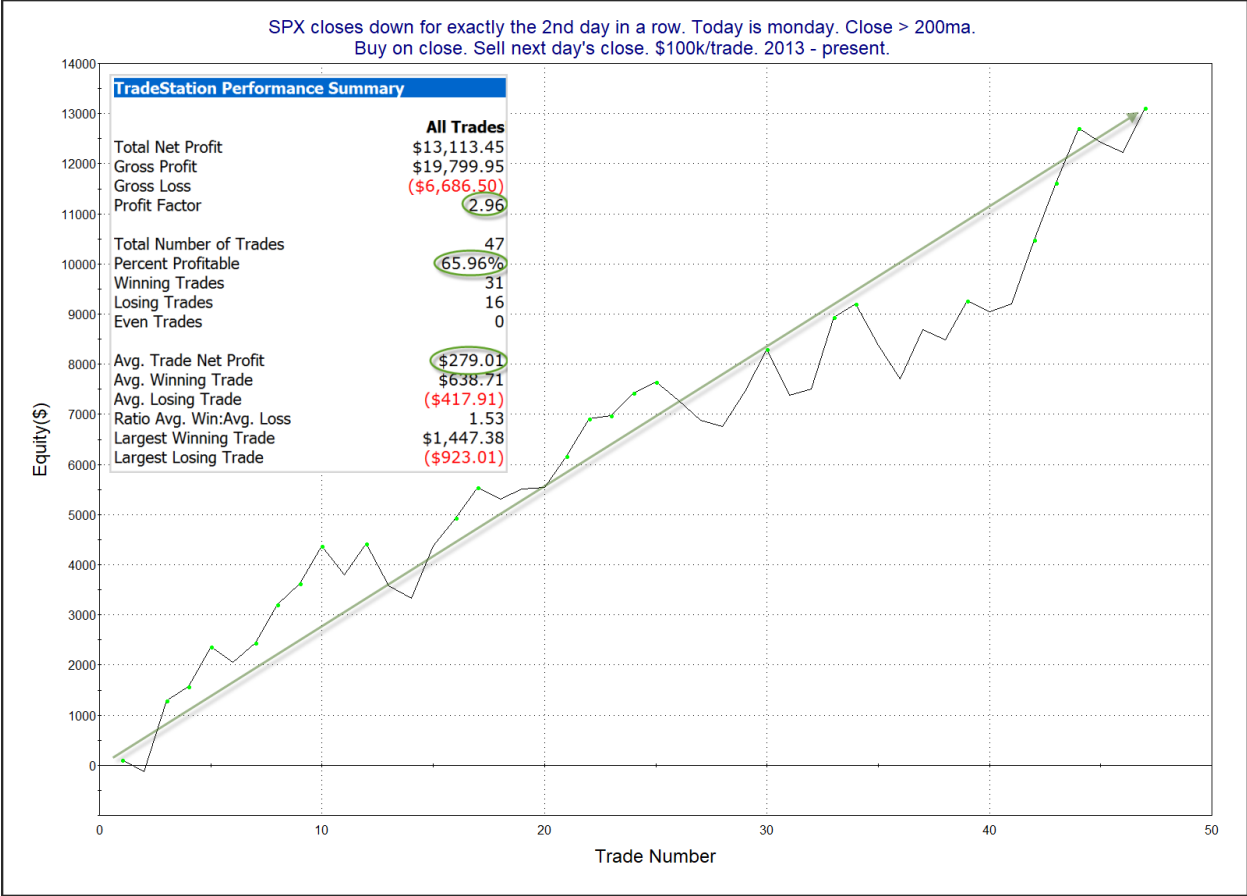
Summary of Recent Active Studies (see Letters from listed dates for details)

| Study Date | Description | Time span | Bias | Avg Run-up | Avg DrawDn | Avg DrawDn - 1 Std Dev |
|------------------------------------------------------------------------------------|-----------------------------------------|-------------|---------|------------|------------|------------------------|
| Active - Short Term | | | | | | |
| February 4, 2025 | 2 days lower heading into Tuesday > 200 | 1 day | Bullish | | | |
| January 28, 2025 | Big Gap down and partial reversal | 1-6 days | Bullish | | | |
| Active - Long Term | | | | | | |
| January 21, 2025 | First 75 of new president bullish | 1-75 days | Bullish | | | |
| January 8, 2025 | SPX down 1% 3rd day in last 10 | 1-20 days | Bullish | 4.00% | -3.60% | -8.50% |
| November 26, 2024 | Triple 70 Thrust | 1-80 days | Bullish | 9.40% | -4.60% | -11.20% |
| September 23, 2024 | Fed neutral. QT active. Rates dropping. | int term | Neutral | | | |
| June 14, 2024 | SPX new high with < 50% stocks > 100ma | 1-18 months | Bearish | | | |
| February 2, 2023 | SPX Golden Cross | int term | Bullish | | | |
| Dropped Tonight (expired, target hit, or avg drawdown + 1 std dev exceeded) | | | | | | |
| February 3, 2025 | Turn of month with SPX oversold | 1 day | Bullish | | | |
| January 23, 2025 | SPX up > 200. NYSE Up Vol < 40% | 1-8 days | Bullish | 1.90% | -1.30% | -2.80% |

The Evidence

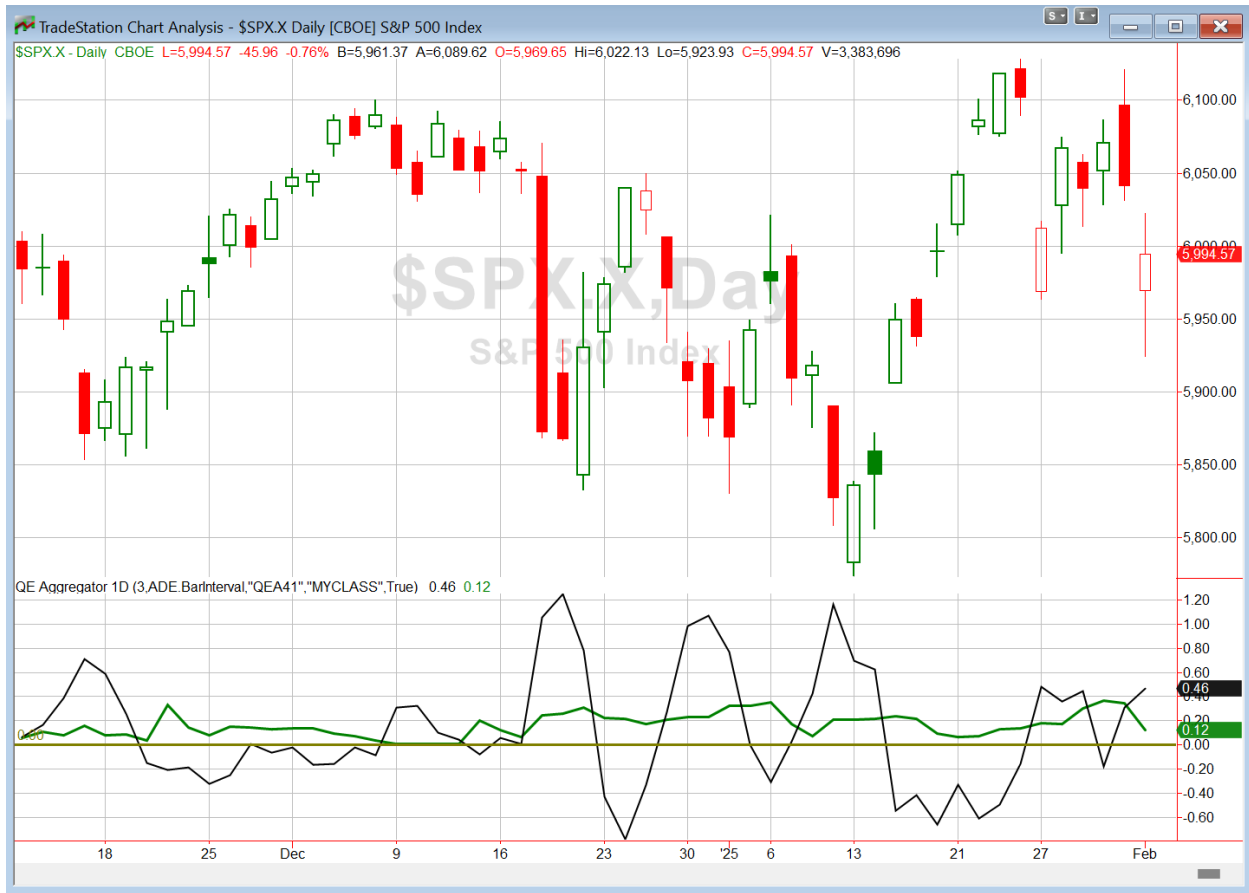
Tariffs spooked the market, but it made its low early in the day and recovered a good bit of the losses by the close. For the day SPX lost 0.8%, the NASDAQ fell 1.2%, and the Russell 2000 declined 1.3%. Breadth was weak as the NYSE Up Issues % closed at 31% and the NYSE Up Volume % posted a 32% reading. NYSE total volume declined some from Friday's level.

I have written a substantial number of times about "Turnaround Tuesday". Over the years Tuesday has exhibited the strongest proficiency for the market to reverse a pullback of any day of the week. But in the case of 2-day pullbacks, which are quite short, they were not terribly consistent prior to 2013. The study below is updated from the 1/28 letter just last week. Parameters look for 1) SPX to decline exactly 2 days in a row, 2) today is Monday, and 3) SPX closes above its 200ma.



The stats and the persistent upslope of the profit curve are impressive. I have included this study on the active list tonight as a potentially bullish edge.

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



With this weekend's evidence considered, 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 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.

Based on the current list of active studies, expectations are slated to remain bullish on Tuesday. That could change if compelling new bearish evidence emerges. Meanwhile, the Differential Pivot will be 6121.26. That is 2.1 % above Monday's close. Therefore, SPX will need to close up at least 2.1% on Tuesday in order to flip from oversold to overbought versus recent expectations. A more likely scenario for working off the oversold condition is a multi-day rally or consolidation.

So the Aggregator is bullish. Looks like pretty good odds of a Turnaround Tuesday. And with plenty of room to the upside, reward/risk potential is favorable. The only thing I don't like is that both active short-term studies are set to expire on Tuesday. So short-term visibility beyond that is not great. I took some long exposure on Monday. I will hold onto that for now. I'll decide tomorrow night if I want to add to the position or exit it for Wednesday.

Intermediate-term Outlook (2 weeks – 2 months) – updated 2/3 – 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 tonight.

Current Open Trade Ideas

| Symbol | Entry Date | Entry Price | Current Price | % Gain/Loss | Notes |
|----------|------------|-------------|---------------|-------------|------------|
| SPY(1/4) | 2/3/2025 | \$592.67 | \$597.77 | 0.86% | Aggregator |
| | | | | | |
| | | | | | |

The author of Quantifiable Edges (QE), Mr. Robert Hanna, is separately affiliated with a registered investment adviser, Eastsound Capital Advisors, LLC (ECA) d.b.a. Capital Advisors 360. 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 © 2025 Quantifiable Edges, LLC.