

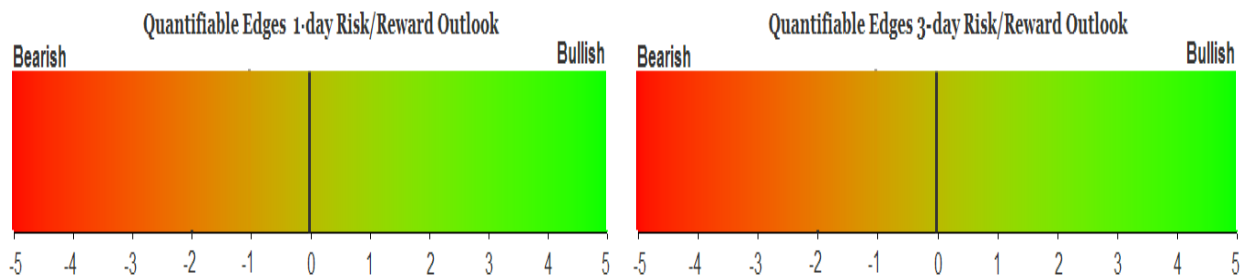
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

October 10, 2025

Volume 18 Issue 193

Market Overview



Signals Overview

Aggregator	CBI Reading
Flat	5

Tonight's Research Points

- No new compelling evidence emerged following Thursday's action.

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 Std Dev
Active - Short Term						
None						
Active - Long Term						
October 8, 2025	SP up 5+ to 50-high then down 1	1-10 days	Bullish	1.80%	-1.10%	-2.30%
October 7, 2025	SPX up 7 days in a row. Close > 200ma.	1-20 days	Bullish	3.00%	-2.05%	-4.35%
September 12, 2025	SPX 50-day %b crosses 100	1-50 days	Bullish	4.90%	-4.40%	-8.90%
June 30, 2025	SPX Golden Cross (7/1/25)	int term	Bullish			
May 19, 2025	DeGraaf Thrust (55% SPX 20-day high)	1-12 months	Bullish			
May 5, 2025	Sell in May when 5% drop prior	1-6 months	Bearish			
April 28, 2025	NASDAQ Leading	int term	Bullish			
April 25, 2025	Zweig Breadth Thrust	1-12 months	Bullish	29.50%	-2.90%	-6.55%
April 23, 2025	Up Issue % & Up Vol % > 86% 2x in 9 days	1-12 months	Bullish			
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			

The Evidence

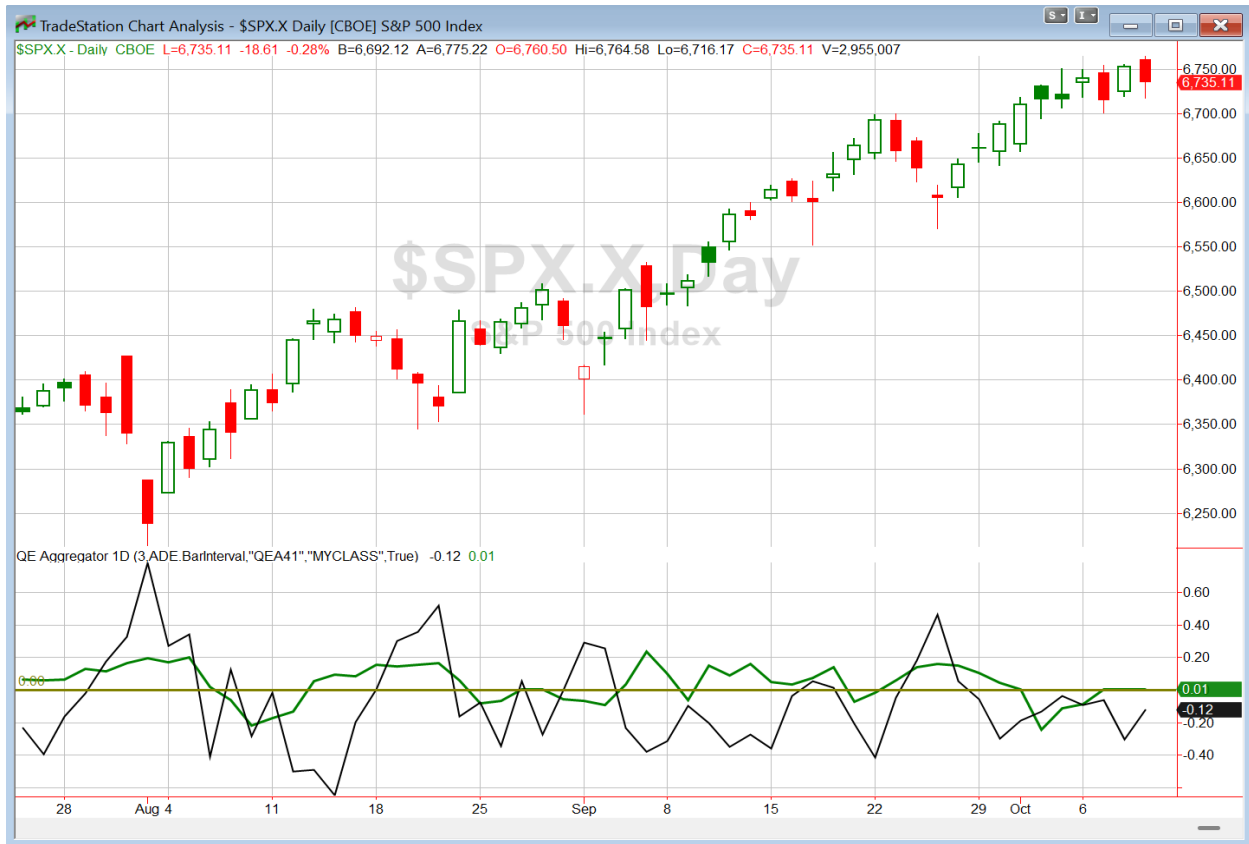
The market pulled back on Thursday. SPX changed direction for the 5th day in a row, so it has been choppy out there. For Thursday, SPX lost 0.3%, the NASDAQ fell 0.1%, and the Russell 2000 dropped 0.6%. Breadth was weak as the NYSE Up Issues % closed at 25% and the NYSE Up Volume % posted a 31% reading. NYSE total volume declined for the 4th day in a row.

Some traders fear days like Thursday where the market reverses from a high level. I have not found them to be a reliable bearish indication. Below is a little study that describes Thursday’s action, where after closing at a 200-day high, the next day SPY posted an outside day (a higher high and a lower low than the day before) and finished lower.

Yesterday SPY closes at a 200-day high. Today it posts an outside day with a down close. Buy on close. Sell X days later. \$100k/trade. 1993 - present.												
X Days	All: Net Profit	All: Total Trades	All: Winning Trades	All: Losing Trades	All: % Profitable	All: Max Winning Trade	All: Max Losing Trade	All: Avg Winning Trade	All: Avg Losing Trade	All: Win/Loss Ratio	All: ProfitFactor	All: Avg Trade
10	46,511.79	99	67	31	67.68	5,990.24	-12,076.80	1,739.83	-2,259.90	0.77	1.66	469.82
9	41,647.25	101	67	34	66.34	5,267.28	-11,706.80	1,674.69	-2,075.21	0.81	1.59	412.35
8	52,084.79	103	67	36	65.05	7,603.99	-7,565.76	1,720.54	-1,755.31	0.98	1.82	505.68
7	51,177.57	104	64	40	61.54	7,694.36	-7,225.36	1,714.59	-1,463.90	1.17	1.87	492.09
6	46,500.87	107	68	39	63.55	5,189.82	-4,591.36	1,529.33	-1,474.20	1.04	1.81	434.59
5	50,542.89	113	70	42	61.95	4,529.60	-4,346.17	1,336.25	-1,023.69	1.31	2.18	447.28
4	29,414.66	113	64	49	56.64	5,215.00	-4,228.43	1,296.47	-1,093.05	1.19	1.55	260.31
3	17,185.30	113	66	47	58.41	3,552.16	-3,561.68	1,041.96	-1,097.54	0.95	1.33	152.08
2	-276.23	117	60	57	51.28	2,637.30	-3,737.28	790.27	-836.70	0.94	0.99	-2.36
1	3,187.24	117	64	53	54.70	1,737.34	-3,909.03	587.55	-649.36	0.90	1.09	27.24

The first few days do not seem to suggest any edge. Looking out a little longer the numbers lean more bullish than bearish. So not a compelling setup, but it shows that the reversal is not necessarily a bearish event.

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



Without any new evidence triggering tonight, the green Aggregator Line remained slightly above zero. Positive readings mean net expectations are for upside over the next few days. Meanwhile the black Differential Line held 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 stayed flat at the close.

Based on the current active list, expectations are slated to remain slightly positive on Friday. Of course this could easily change if compelling new bearish evidence emerges. Meanwhile, the Differential Pivot will be 6701.33 on Friday. That is 0.5% below Thursday's close. Therefore, SPX will need to close down 0.5% on Friday in order to flip from overbought to oversold versus recent expectations.

So the Aggregator is neutral. And Thursday did not change anything. Nothing about the current setup is getting me excited about a potential short-term index trade. I'll remain sidelined until a more compelling opportunity emerges.

*Intermediate-term Outlook (2 weeks – 2 months) – updated 9/22 – **bullish***

Catapult and Capitulative Breadth Statistics

[Catapult & CBI Presentation Link](#)

Open Catapult Triggers

LOW – 1/3 @ \$260.39 (bought @ limit)

LOW – 1/3 @ \$259.81 (bought @ limit)

LOW – 1/3 @ \$257.33 (bought @ limit)

HD – 1/3 @ \$409.77 (bought @ limit)

CMCSA – 1/3 @ \$30.40 (buy @ limit) – *not filled, try again on Friday*

Broad Market Large Cap CBI – 5 (LOW-3, HD, CMCSA)

Additional New Trade Ideas

CMCSA – Buy 1/3 Catapult position @ \$30.08 LIMIT. From the Catapult section above, this is the 1st of up to 3 possible lots of CMCSA.

Current Open Trade Ideas

Symbol	Entry Date	Entry Price	Current Price	% Gain/Loss	Notes
LOW(1/3)	9/23/2025	\$259.56	\$234.67	-9.59%	Catapult
LOW(1/3)	9/24/2025	\$258.29	\$234.67	-9.14%	Catapult
LOW(1/3)	9/25/2025	\$257.33	\$234.67	-8.81%	Catapult
HD(1/3)	9/25/2025	\$406.79	\$377.69	-7.15%	Catapult

DISCLAIMER: PAST PERFORMANCE, WHETHER ACTUAL OR TESTED, DOES NOT GUARANTEE FUTURE RESULTS, PROFITABILITY, OR CORRELATION TO ANY LISTED SECURITY OR TRADE IDEA.

This publication is produced by Quantifiable Edges, LLC (QE), and is intended solely for informational and educational purposes. It is a regularly issued impersonal financial research commentary, and should not be construed as personalized investment advice, a solicitation to buy or sell securities, or a recommendation tailored to any individual's financial circumstances. Data provided by Tradestation and Norgate Data. The information presented herein is believed to be accurate at the time of publication, but QE makes no representation or warranty as to its completeness or reliability. Opinions, data and analyses are subject to change without notice. Readers are encouraged to conduct their own due diligence and consult with a qualified financial professional before making investment decisions. There is a high degree of risk in trading and simulated performance results have certain inherent limitations. Unlike an actual performance record, simulated results do not represent actual trading or the results of a specific account or group of accounts. Because these trades may not have been executed, results could misrepresent the effects of market factors like liquidity. Simulated trading programs in general are also subject to the fact that they are designed with the benefit of hindsight. No representation is being made that any account will or is likely to achieve results like those shown. QE, its officers and employees do not accept responsibility for any direct or consequential loss resulting from the use of this information.

Mr. Robert Hanna, author of the publication, is separately affiliated with Eastsound Capital Advisors, LLC (ECA), doing business as Capital Advisors 360. ECA is registered as an investment adviser with the Securities and Exchange Commission (SEC). ECA provides individual client services only in states in which it is filed, or which an exemption or exclusion from such filing exists. Registration with the SEC does not imply a certain level of skill or training. Although ECA clients utilizing the approaches developed by Mr. Hanna incidentally receive the QE Gold Subscription at no charge, ECA does not sponsor, endorse or validate its content. Mr. Hanna and/or his clients may hold positions in securities (including derivatives) mentioned herein; however, such holdings are not intended as endorsements and may change without notice and/or differ from published study indications at the sole discretion of Mr. Hanna. No part of this publication may be reproduced, redistributed, or republished without prior written consent from QE.

Copyright © 2025 Quantifiable Edges, LLC.