

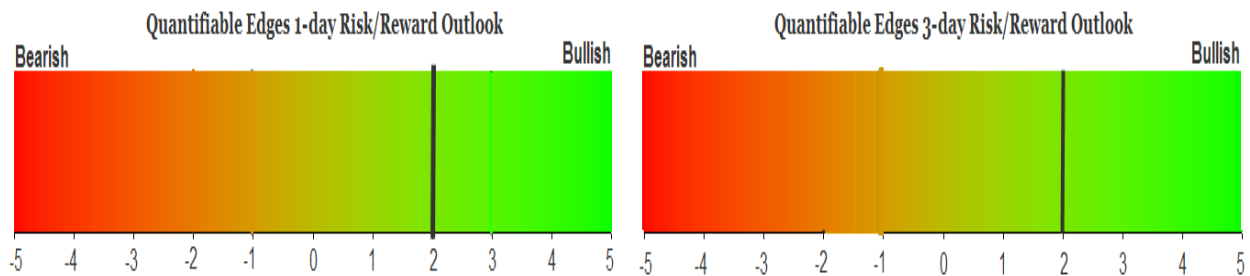
# QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

December 10, 2025

Volume 18 Issue 235

## Market Overview



## Signals Overview

| Aggregator | CBI Reading |
|------------|-------------|
| Long       | 5           |

## Tonight's Research Points

- A couple of notable studies emerged.
- Tonight's letter is a bit abbreviated.

## The Evidence

It was a busy Tuesday night and the hour is late. So I am going to keep it brief. Below is a look at a Fed study from Monday night, which triggered on Tuesday since SPY closed low in its range.

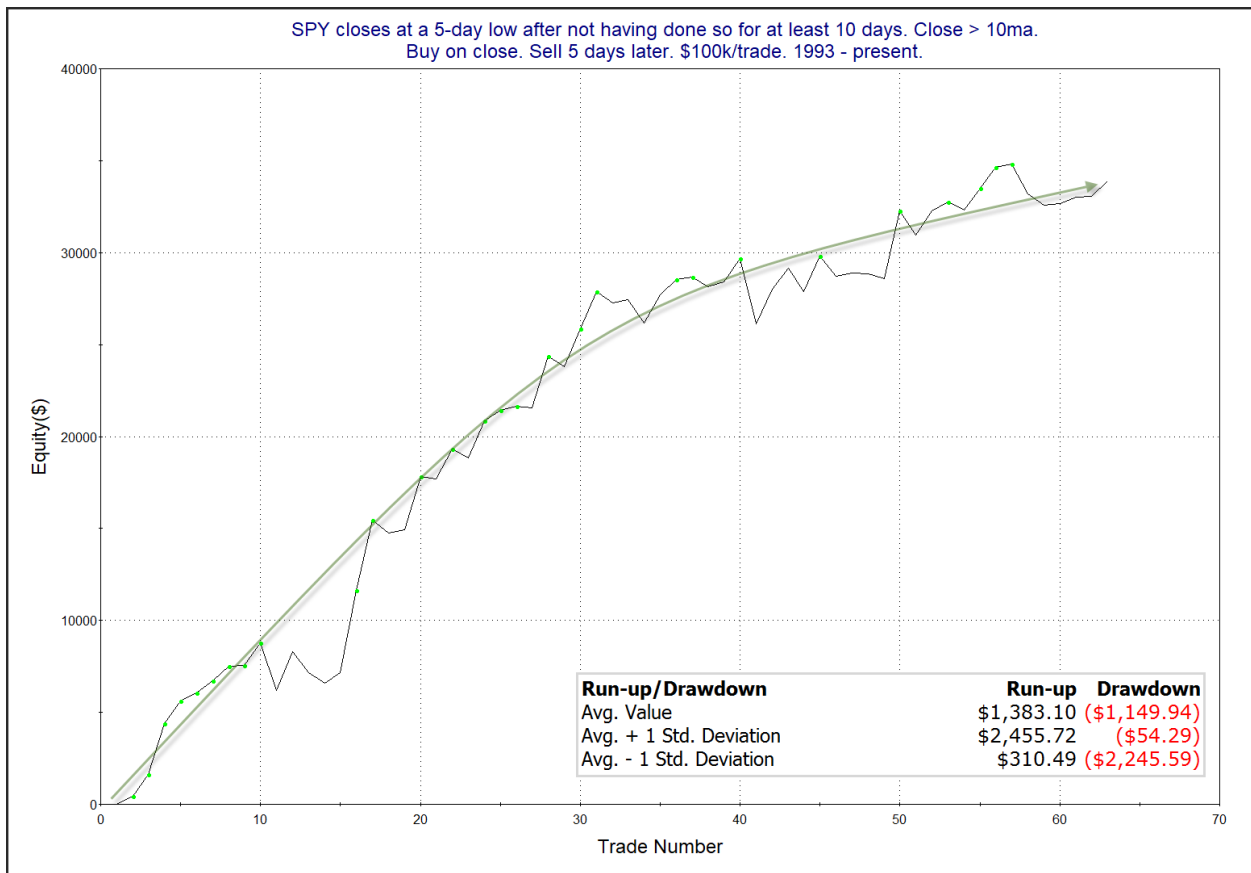
| Tomorrow is a Fed Day.<br>SPY closes in the bottom 25% of its intraday range.<br>Buy on close. Sell Fed Day close. \$100k/trade. 1993 - present. |                   |
|--|-------------------|
| <b>TradeStation Performance Summary</b>  |                   |
|  | <b>All Trades</b> |
| Total Net Profit   | \$25,333.46       |
| Gross Profit   | \$37,727.36       |
| Gross Loss   | (\$12,393.90)     |
| Profit Factor  | 3.04              |
| Total Number of Trades   | 48                |
| Percent Profitable   | 68.75%            |
| Winning Trades   | 33                |
| Losing Trades  | 15                |
| Even Trades  | 0                 |
| Avg. Trade Net Profit  | \$527.78          |
| Avg. Winning Trade   | \$1,143.25        |
| Avg. Losing Trade  | (\$826.26)        |
| Ratio Avg. Win:Avg. Loss   | 1.38              |
| Largest Winning Trade  | \$4,645.80        |
| Largest Losing Trade   | (\$2,945.28)      |

This has been added to the Aggregator.

Tuesday's price movement caused SPY to close in an interesting position. Traders could look at the chart and say it is "short-term oversold" due to the fact that it closed at a 5-day low. They might also say it is "short-term overbought" since it closed above its 10-day moving average. I have found that edges often arise when something is short-term overdone in one timeframe, but overdone in another direction in another timeframe. The study below, updated from the 8/20/25 letter, looks at the current discrepancy.

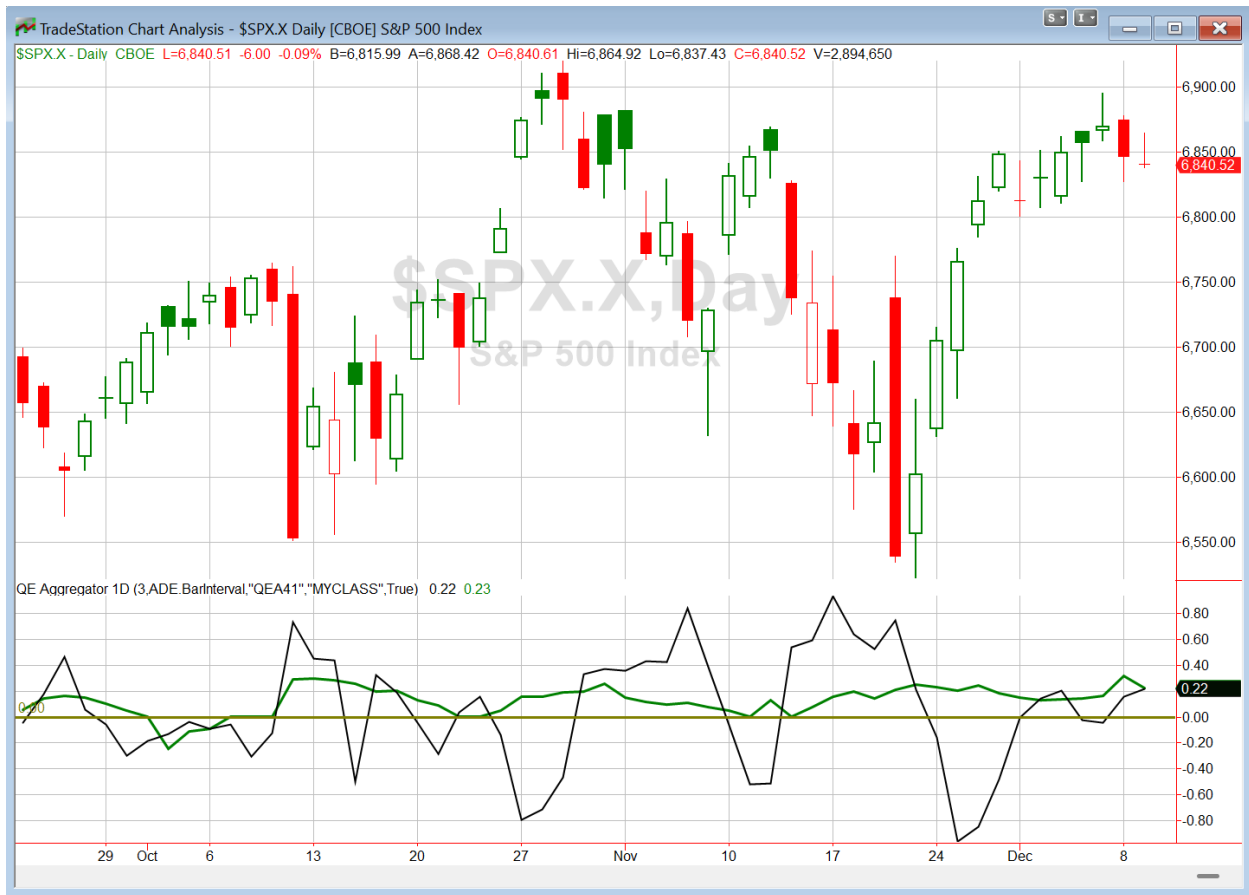
| SPY closes at a 5-day low after not having done so for at least 10 days. Close > 10ma.<br>Buy on close. Sell X days later. \$100k/trade. 1993 - present. |                 |                   |                     |                    |                   |                        |                       |                        |                       |                     |                   |                |
|--|-----------------|-------------------|---------------------|--------------------|-------------------|------------------------|-----------------------|------------------------|-----------------------|---------------------|-------------------|----------------|
| 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 |
| 5  | 33,917.55       | 63                | 42                  | 21                 | 66.67             | 4,496.34               | -3,570.00             | 1,256.07               | -897.01               | 1.40                | 2.80              | 538.37         |
| 4  | 25,963.79       | 63                | 39                  | 24                 | 61.90             | 3,240.45               | -2,475.20             | 1,194.55               | -859.31               | 1.39                | 2.26              | 412.12         |
| 3  | 21,517.34       | 63                | 41                  | 22                 | 65.08             | 3,452.40               | -3,393.78             | 1,074.44               | -1,024.31             | 1.05                | 1.95              | 341.55         |
| 2  | 12,747.15       | 63                | 37                  | 26                 | 58.73             | 3,809.72               | -3,737.28             | 958.23                 | -873.37               | 1.10                | 1.56              | 202.34         |
| 1  | 6,120.95        | 63                | 35                  | 28                 | 55.56             | 2,225.48               | -3,909.03             | 668.70                 | -617.27               | 1.08                | 1.35              | 97.16          |

Results here suggest a solid edge over the next 1-5 days. Below is the 5-day profit curve.



The persistent upslope is impressive, and serves as some confirmation of the bullish edge suggested by the numbers. I have added this study to the Active List tonight.

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



A few quick points:

- Both lines above zero mean a bullish Aggregator formation.
- The Differential Pivot for Wednesday is 6900.66 (0.9% above Tues close).
- Expectations are currently set to remain bullish on Wednesday.
- Fed Day edges primarily play out before the announcement. Post-announcement action is more random. Therefore, I will look to sell the SPY index position just before the announcement if there are already solid gains.

***Intermediate-term Outlook (2 weeks – 2 months) – updated 12/8 – bullish***

## Catapult and Capitulative Breadth Statistics

[Catapult & CBI Presentation Link](#)

### ***Open Catapult Triggers***

LLY – 1/3 @ \$1010.31 (bought @ limit)

LLY – 1/3 @ \$997.59 (bought @ limit)

LIN – 1/3 @ \$389.38 (buy @ limit) – *not filled – cancel for now*

### ***New***

LLY – 1/3 @ \$982.22 (buy @ limit)

SO – 1/3 @ \$85.49 (buy @ limit)

***Broad Market Large Cap CBI – 5 (LLY-3, LIN, SO)***

### **Additional New Trade Ideas**

**LLY – Buy 1/3 Catapult position @ \$982.22 LIMIT.** From the Catapult section above, this is the 2<sup>nd</sup> of up to 3 possible lots of LLY.

**LIN – Buy 1/3 Catapult position @ \$389.38 LIMIT.** From the Catapult section above, this is the 1<sup>st</sup> of up to 3 possible lots of LIN.

### **Current Open Trade Ideas**

| Symbol   | Entry Date | Entry Price | Current Price | % Gain/Loss | Notes                      |
|----------|------------|-------------|---------------|-------------|----------------------------|
| JNJ(1/3) | 12/8/2025  | \$201.90    | \$199.96      | -0.96%      | <i>exit on open</i>        |
| LLY(1/3) | 12/8/2025  | \$1,010.31  | \$982.22      | -2.78%      | Catapult                   |
| JNJ(1/3) | 12/9/2025  | \$201.62    | \$199.96      | -0.82%      | <i>exit on open</i>        |
| LLY(1/3) | 12/9/2025  | \$997.59    | \$982.22      | -1.54%      | Catapult                   |
| SPY(1/4) | 12/9/2025  | \$683.04    | \$683.04      | 0.00%       | Aggregator - see not below |
|          |            |             |               |             |                            |

***I will look to exit the SPY position just before the 2pm announcement (at the close of the 1:55 5-minute bar) at a limit price of \$686.45. If not filled at 1:55, I will hold the position through the close – not selling.***

**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.