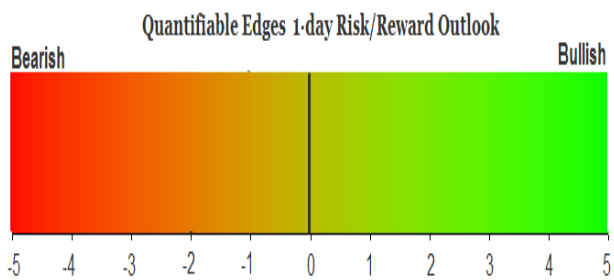
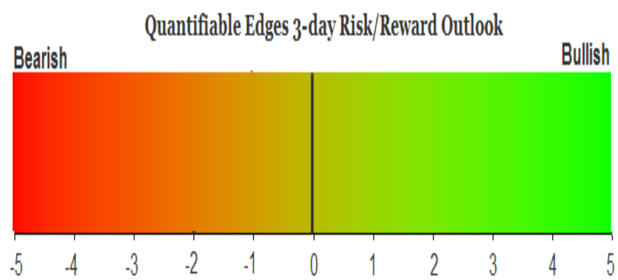
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

July 8, 2026 Volume 20 Issue 127

Market Overview





Signals Overview

Aggregator	CBI Reading
Flat	0

Tonight's Research Points

- No new compelling evidence emerged on Monday.

Short-term Outlook

The Bottom Line
The Aggregator is neutral. Again. That's where I'm at as well. Again.

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

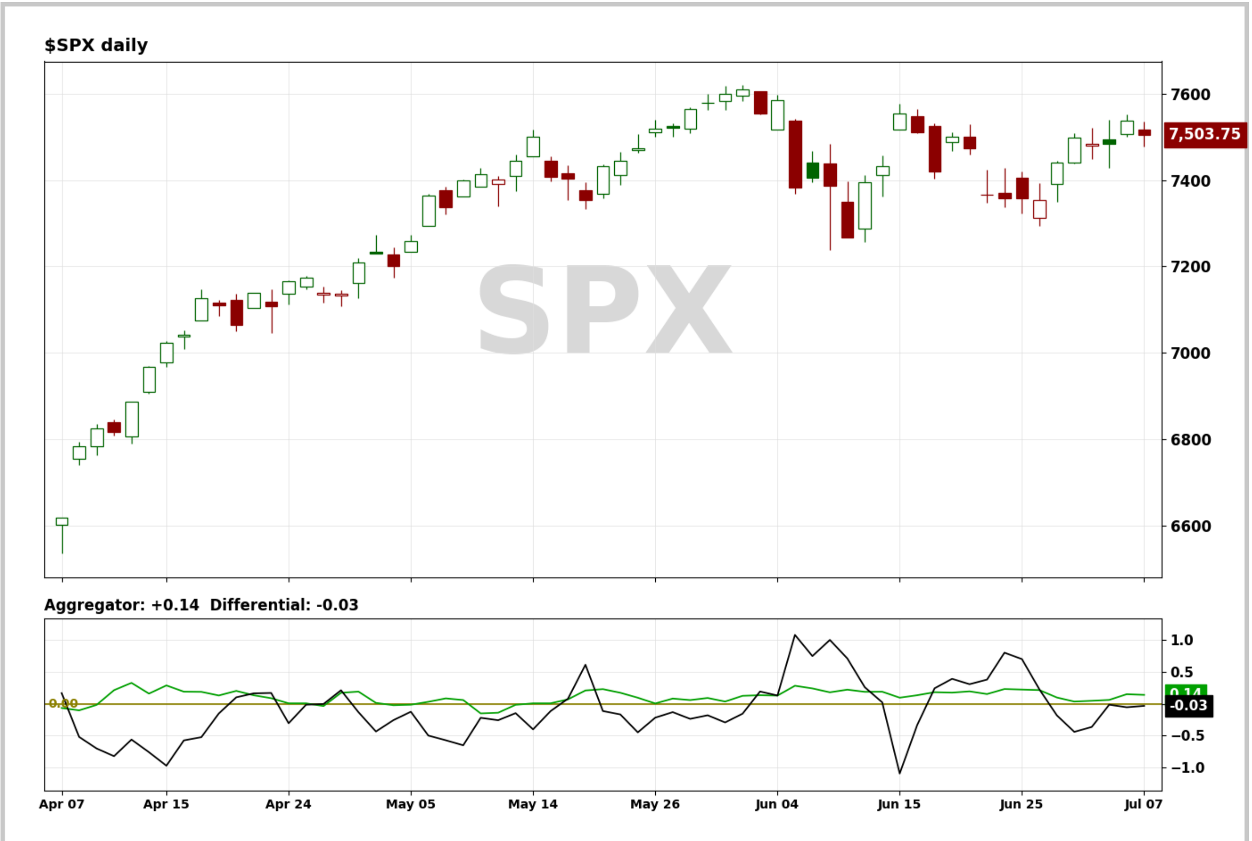
Study Date	Description	Time span	Bias	Avg Run-up	Avg DrawDn	Avg DrawDn - 1 Std Dev
Active - Short Term						
July 1, 2026	NYSE Up Vol % < 40% w/ SPX up, > 200ma	1-6 days	Bullish	1.51%	-1.39%	-2.74%
Active - Long Term						
July 6, 2026	No QE. Rate rise probable. Fed hawkish	int term	Bearish			
June 29, 2026	1st two weeks of July bullish - NDX	1-10 days	Bullish	4.26%	-2.66%	-5.95%
June 29, 2026	NASDAQ lagging	int term	weak			
June 18, 2026	SPX -1% while SOX finishes positive	1-17 days	Bullish	5.37%	-2.79%	-5.71%
May 27, 2026	NDX > 18% above 200ma	1-90 days	Bullish	13.80%	-9.37%	-18.64%
May 13, 2026	SPX historically strong 6-week rally	1-12 months	Bullish	18.96%	-8.29%	-10.88%
April 27, 2026	Sell in May 2nd yr Pres Cycle & 5% pullback	1-6 months	Bearish			
June 30, 2025	SPX Golden Cross (7/1/25)	int term	Bullish			

The Evidence

Tuesday was a down day for the market. SPX fell 0.4%, the NASDAQ lost 1.2%, and the Russell 2000 declined 0.9%. Breadth was moderately negative as the NYSE Up Issues % closed at 42% and the NYSE Up Volume % posted a 47% reading. NYSE total volume dropped sharply from Monday's level. It appears it was the lightest volume day since the Friday before Memorial Day weekend.

So welcome to the July summer doldrums. Ranges are getting tighter and volumes are getting lighter. And over the last week that all has been accompanied by chop back and forth as well. It's probably not a big surprise that I didn't find anything terribly compelling today based on this choppy, low-volatility, low-volume action we're seeing. In fact it's been three nights in a row without a really strong short-term study emerging. That's unusual, and it won't last. But for now it doesn't inspire great confidence that one direction or the other is highly likely. No new studies are being added to the active list tonight.

I have updated the Aggregator chart below.



Without any new studies being added, 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 below zero. The negative Differential Line reading means that SPX is overbought versus recent expectations. So expectations are positive but SPX is slightly 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 list of active studies, expectations are set to remain positive on Wednesday. This could change if compelling new bearish evidence emerges. Meanwhile, the Differential Pivot will be 7493.38. That is 0.1% below Tuesday's close. Therefore, SPX will need to close down at least 0.1% on Wednesday in order to flip from overbought to oversold versus recent expectations.

So the Aggregator is again neutral. Tuesday's action didn't really change anything. My overall view is basically the same as last night. Short-term evidence remains weak, but leaning bullish while the market is a little overbought. Not a great reward/risk setup. I'll continue to stand aside until a more favorable entry opportunity avails itself.

Intermediate-term Outlook (2 weeks – 2 months) – updated 7/6 – neutral

Catapult and Capitulative Breadth Statistics

[Catapult & CBI Presentation Link]

Open Catapult Triggers

None

***Broad Market Large Cap CBI* – 0**

Additional New Trade Ideas

None tonight.

Current Open Trade Ideas

None