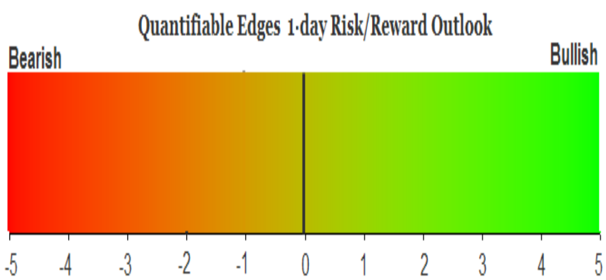
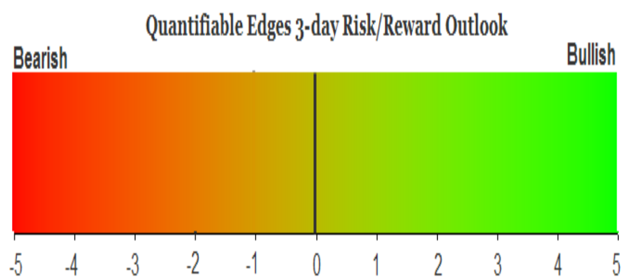
QUANTIFIABLE EDGES SUBSCRIBER LETTER

ASSESSING MARKET ACTION WITH INDICATORS AND HISTORY

July 15, 2026 Volume 20 Issue 132

Market Overview





Signals Overview

Aggregator	CBI Reading
Flat	0

Tonight's Research Points

- No compelling new evidence emerged on Tuesday.

Short-term Outlook

The Bottom Line

The Aggregator neutral. I am as well.

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

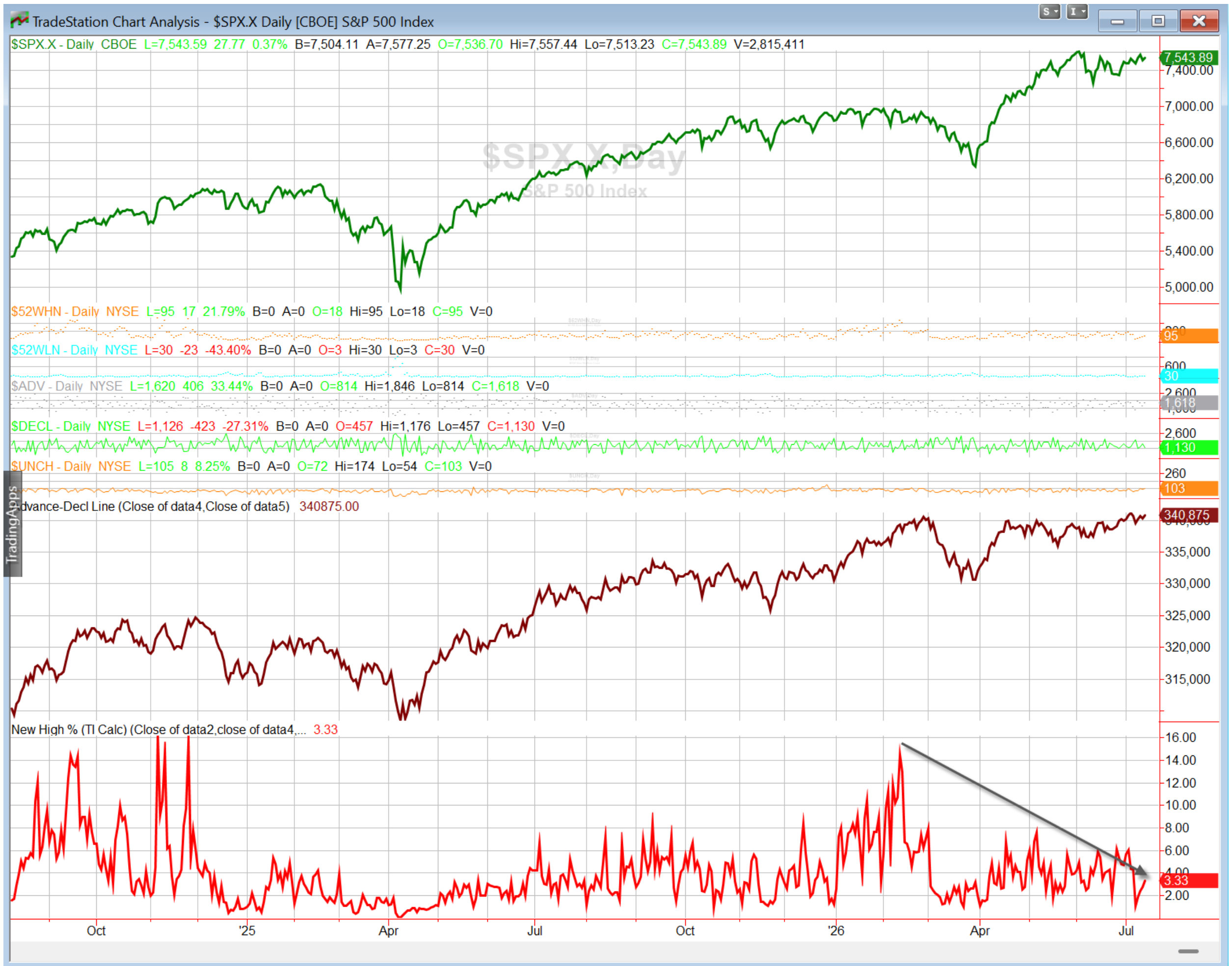
Study Date	Description	Time span	Bias	Avg Run-up	Avg DrawDn	Avg DrawDn - 1 Std Dev
Active - Short Term						
None						
Active - Long Term						
July 6, 2026	No QE. Rate rise probable. Fed hawkish	int term	Bearish			
June 29, 2026	NASDAQ lagging	int term	weak			
June 18, 2026	SPX -1% while SOX finishes 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 good day for the market. SPX finished up 0.4%, the NASDAQ gained 0.9%, and the Russell 2000 climbed 0.4%. Breadth was moderately positive as the NYSE Up Issues % closed at 59% and the NYSE Up Volume % posted a 56% reading. NYSE total volume was slightly lower than Monday's level.

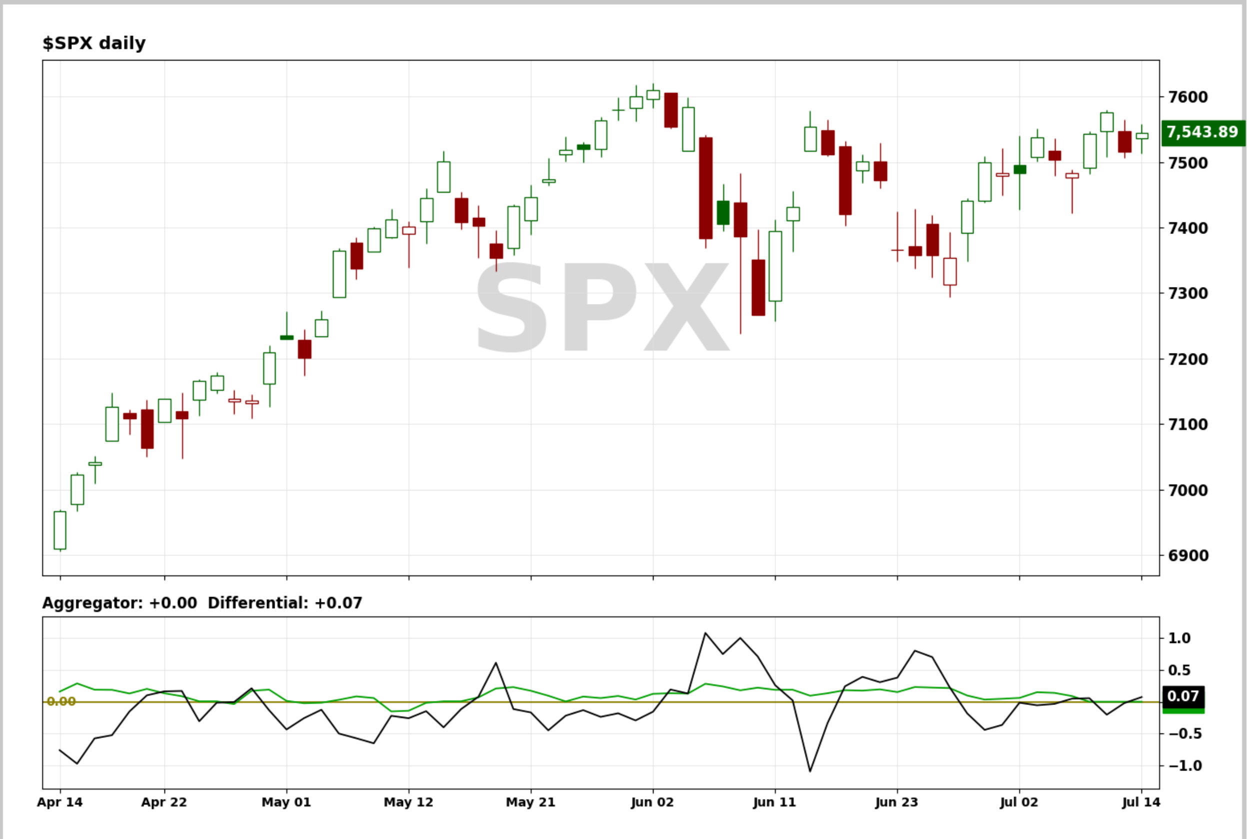
Same story as the last few days. The Quantifinder did not identify anything compelling. The market keeps chopping back and forth. We remain within the same range we've been in for the last two months now. Last night I mentioned this sometimes happens when the market gets the summer doldrums. It's rare that we go this many days in a row without the short-term active list having any studies. I took a look at the last time where we bumped along directionless like this for 4 days in a row. It was June of 2025. It won’t last forever. But while it does, patience is paramount. No sense taking risks without a compelling edge.

So while nothing compelling emerged, I did decide I would show this breadth chart that I've been keeping an eye on. I haven't shared it for a few weeks in the intermediate-term update, but it is still notable.



SPX can be seen in green on top. The maroon line down lower is the advanced decline line and that recently did make a new high. Where this chart is concerning is the red line down at the bottom. That's the percent of stocks that are making a new 52-week high. That topped out in February and it's continually gotten worse. That doesn't mean the market is about to tumble but it means it's susceptible to a sizable drawdown. The condition could relieve itself if we get a sharp increase in the number of new highs but that has not happened. Until then, chances of a large correction or even a bear market are increased. More on this can be found in the [Quantifiable Edges Study of Tops](), which is available on the Special Reports page on the website.

I have updated the Aggregator chart below.



Without any new studies being added, the green Aggregator Line remained at zero. Neutral readings mean expectations are flat over the next few days. Meanwhile the black Differential Line moved above zero. The positive Differential Line reading means that SPX is oversold versus recent expectations. So expectations are neutral but SPX is slightly oversold. This is considered a neutral configuration. Neutral configurations are visible on the chart whenever both lines fail to close on the same side of zero. Therefore, the Aggregator formation stayed flat at the close.

With the short-term active list currently bare and the intermediate-term outlook neutral, expectations are set to remain flat on Tuesday. Of course any new evidence that emerges should be highly impactful on expectations going forward. Meanwhile, the Differential Pivot will be 7581.61. That is 0.5% above Tuesday's close. Therefore, SPX will need to close up at least 0.5% on Wednesday in order to flip from oversold to overbought versus recent expectations.

So the Aggregator is again flat. Evidence is still lacking. SPX keeps chopping back and forth, and I still don't see an enticing reason to get involved in a short-term index position right now. I'll continue to wait until a more favorable reward/risk opportunity arises.

Intermediate-term Outlook (2 weeks – 2 months) – updated 7/13 – 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

Symbol	Entry Date	Entry Price	Current Price	% Gain/Loss	Notes
MMM(1/3)	*7/9/2026*	*$154.70*	*$158.77*	*2.63%*	*sell on open*