



April 19, 2024

## Oversold CAP II Alert in the S&P

The S&P has just registered its fifteenth oversold CAP II alert since 1998. It is common to spend a few days around the lows (*next Monday/Tuesday?*) and then have a 38% to 62% retracement rally. Resistance is generally seen around the 50-day ema.

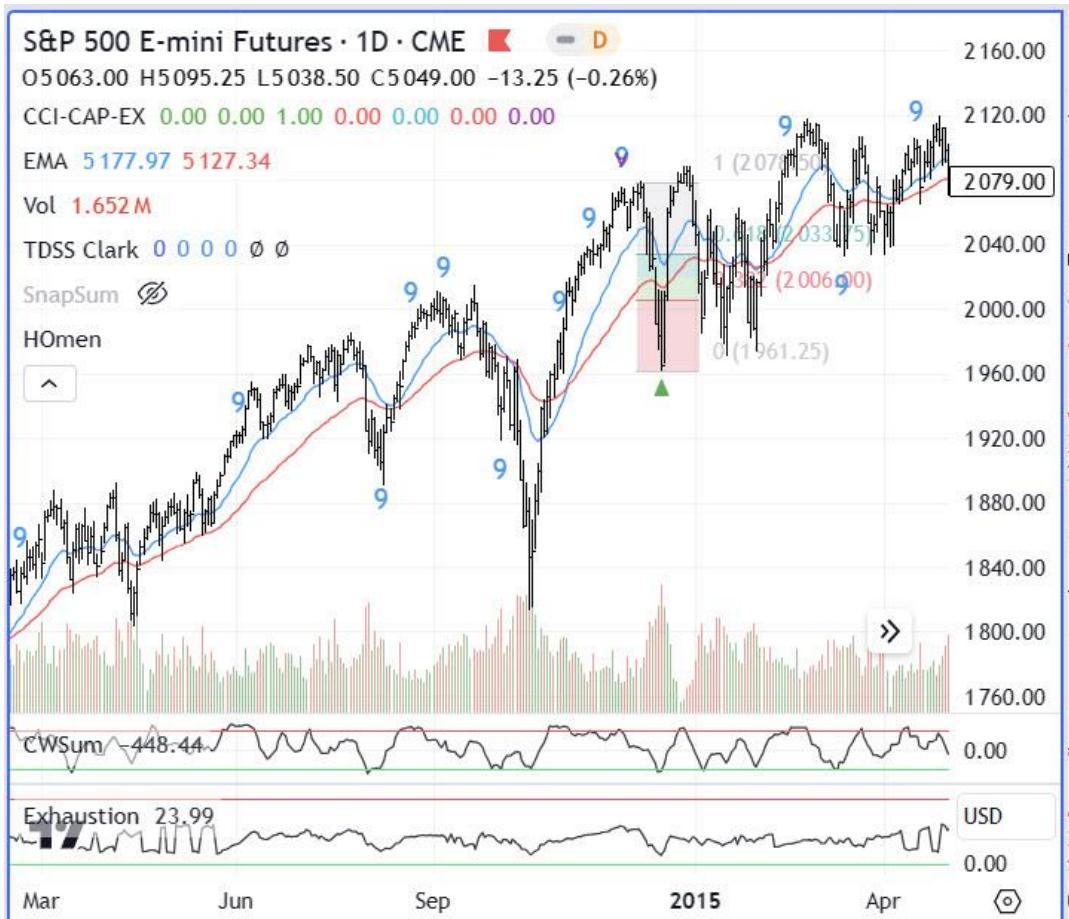
Only three instances (2015, 2016 and 2019) saw prices move to new highs without re-testing the initial signal.

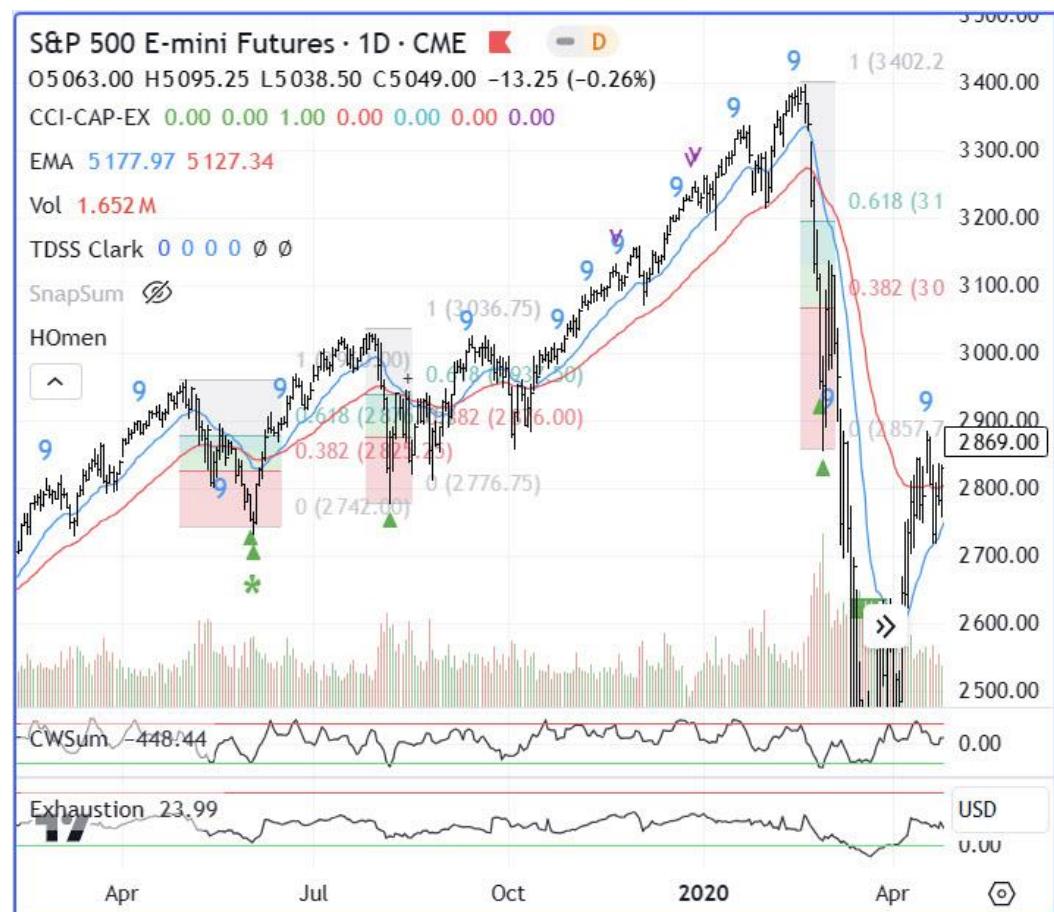
Five examples saw prices move to new lows after the 38% to 62% retracement.













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