

THE FIRST 1.5% DOWN DAY IN OVER A QUARTER

A 1.5% down S&P day is the equivalent of two a Standard deviation move and over the course of the last thirty years happens quiet frequently, 16.5 times on average a year. Last Wednesday, May 17, the S&P was down 1.82%, the first two standard deviation down day of 2017. Over the last thirty years, the first 1.5% down day in over a quarter has generally been a good short term buying opportunity, 20-4 over the next month for an average/median monthly gain of 2.46/2.27%.

S&P PERFORMANCE AFTER THE FIRST 1.5% DOWN DAY IN A QUARTER				
DATE	PERCENT CHANGE	FORWARD S&P PERFORMANCE		
		WEEK%	MONTH%	QTR%
19870901	-1.94	-2.93	1.22	-28.26
19881111	-2.11	-0.54	3.13	9.19
19890222	-1.71	-1.31	-0.66	9.42
19890629	-1.88	1.64	8.26	9.05
19900618	-1.66	-1.28	2.06	-10.96
19910510	-1.96	-0.89	1.41	3.03
19920407	-1.86	3.60	4.47	3.07
19930216	-2.40	0.21	3.32	1.49
19940204	-2.27	0.08	-0.84	-5.85
19951218	-1.55	1.23	0.24	7.40
19961212	-1.54	2.26	5.42	8.76
19980427	-1.93	3.27	0.52	5.59
20040310	-1.78	0.31	1.70	0.98
20040805	-1.63	-1.62	3.05	5.78
20050415	-1.67	0.83	2.02	7.47
20051020	-1.50	0.09	5.98	7.30
20060517	-1.68	-0.92	-1.48	1.98
20070227	-3.47	-0.26	1.30	8.51
20121019	-1.66	-1.48	-2.94	4.30
20130225	-1.83	2.51	5.10	10.87
20140124	-2.09	-0.43	3.06	4.08
20140731	-2.00	-1.09	3.77	2.67
20150629	-2.09	1.15	2.48	-8.55
20160624	-3.59	3.22	6.47	6.25
20170517	-1.82	?	?	?
	#UP-DN =	13-11	20- 4	20- 4
	AVG%CHG=	0.32	2.46	2.65
	MED%CHG=	0.09	2.27	4.95