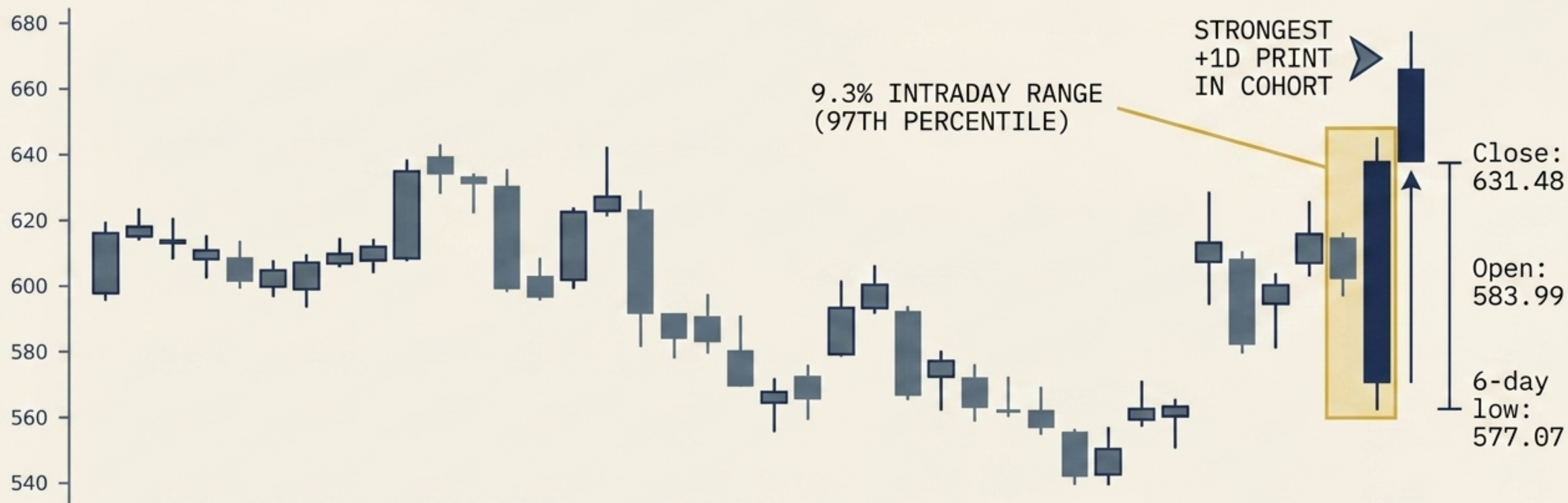


ROUTING: HIGH-IMPACT TRADING DESKS
DOC ID: AQI-RN-2026-0710
ORIGIN: TRAVERSE CITY, MI

SIGNAL STUDY: META PLATFORMS

Anatomy of a Capitulation Reversal

META — Last 40 Sessions



GAP DOWN

-3.2%

DAY GAIN

+4.7%

CLOSE POS

0.97
(Top Quartile)

STANDARD B.O.R.D. (LOW-VELOCITY)

Intraday Range: ~2%

Diagnosis: Short-term exhaustion within uptrends.

Forward Return: 0% win rate at +21 days (Mean -4.4%).

[REDUCED PRIORITY / DISCARD]

HIGH-MAGNITUDE COHORT (CAPITULATION)

Intraday Range: $\geq 4.5\%$ of prior close. Down open.

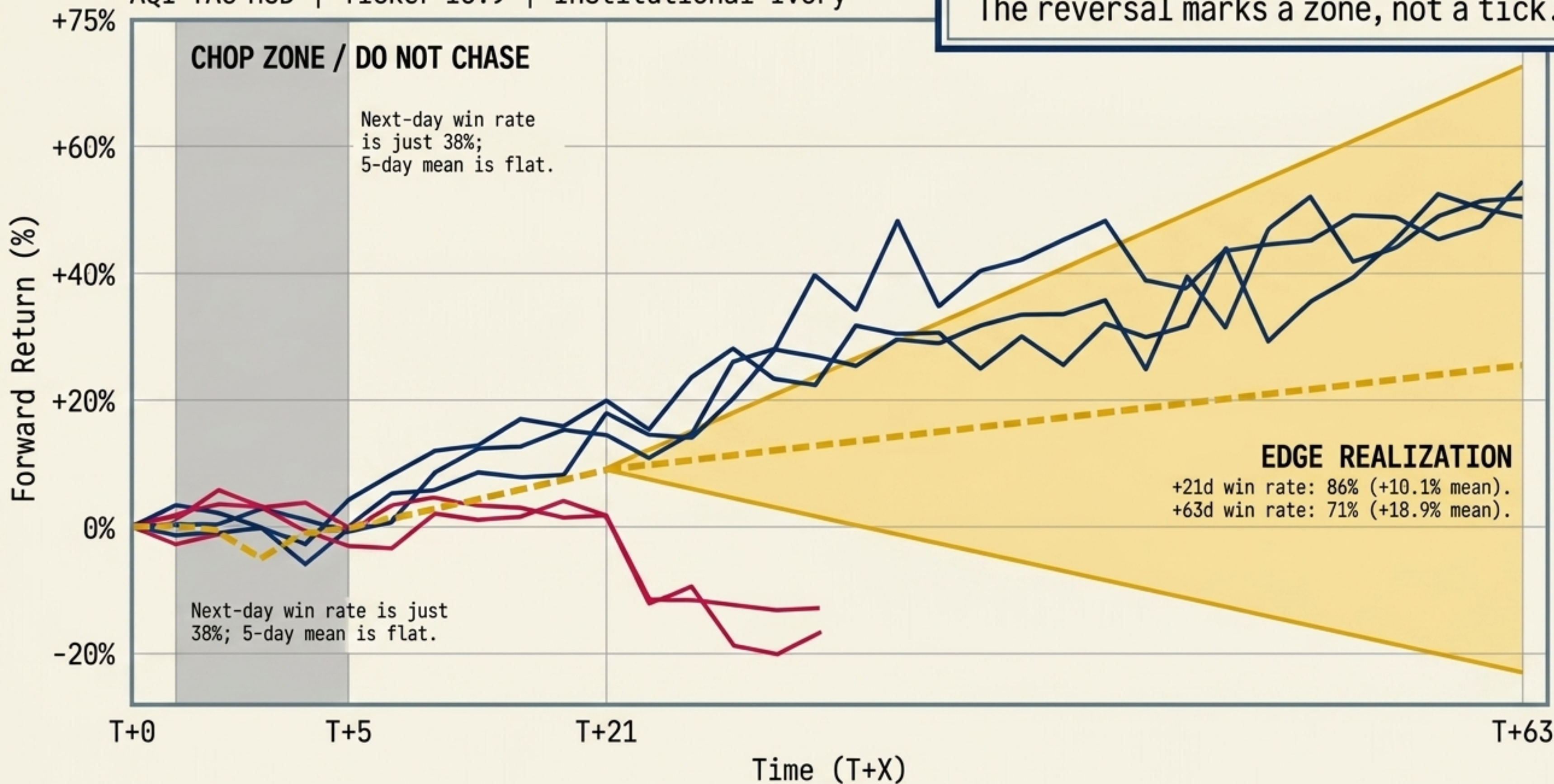
Diagnosis: Genuine capitulation event triggering institutional re-allocation.

Forward Return: N=7 historical analogs since 2023.

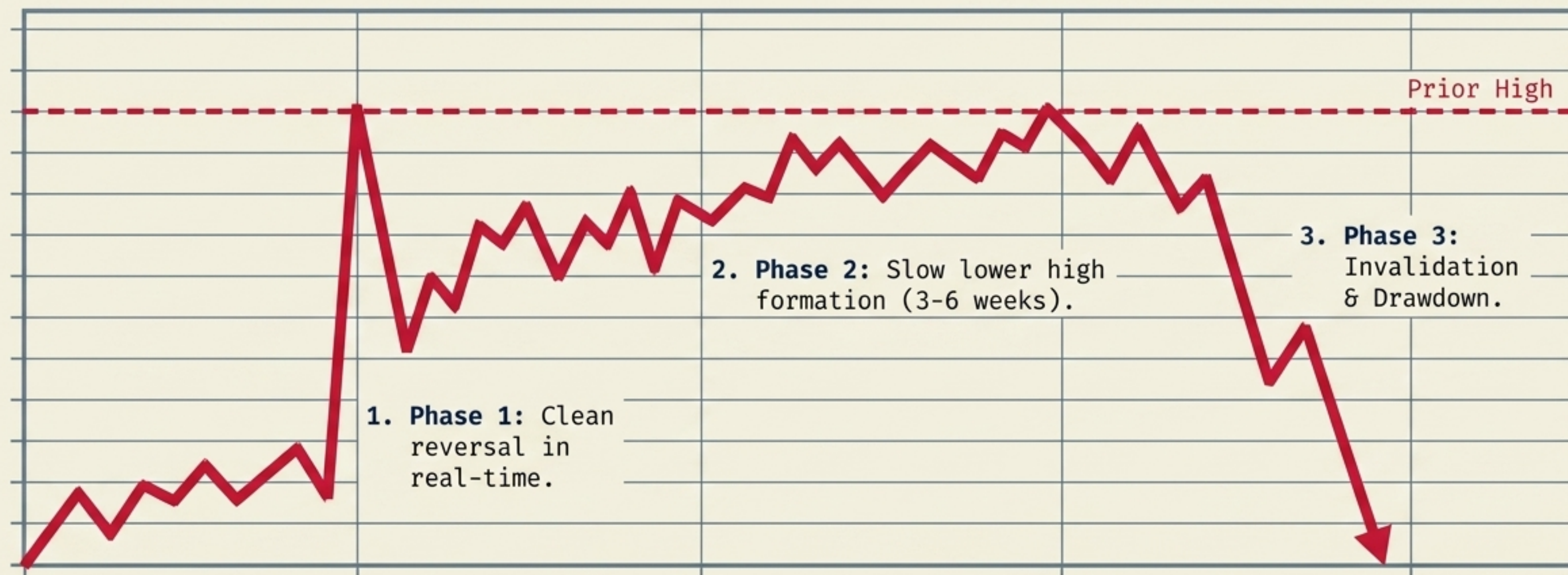
[PRIMARY ANALYSIS COHORT]

The July 9 bar does not belong to the exhaustion family. The economically meaningful comparison set requires high magnitude.

The signature is delay, then drift.
The reversal marks a zone, not a tick.



DIAGNOSING THE FAILURE MODE



The pattern does not fail by immediate breakdown. It fails by rallying into a lower high over three to six weeks. This is the disconfirming path to monitor for risk reduction.



[STRATEGY]

Await retest. Do not chase first bounce.

[ENTRY]

Ladder exposure on retests toward the 577-584 zone over the next the next 1-2 weeks.

(Historically, analogs retest within 8-12% of the low inside 2 weeks).

[STOP / INVALIDATION]

Decisive close below 577.07 removes the capitulation thesis entirely.

[TARGET HORIZON]

Optimize for +21d / +63d realization.



THE MACRO OVERLAY

N=7 is a cohort, not a distribution. Every analog sits inside a **distinct macro narrative** (Jan 2023 recovery, DeepSeek shock, April 2025 tariffs). The operative question is **whether the** current macro narrative rhymes, not just the bar pattern.



DATA OVERLAP WARNING

April 7 and April 9, 2025 **events overlap forward** windows, **effectively double-counting** one regime. Adjust **confidence intervals** accordingly.



SYMMETRIC DISCIPLINE

Had **July 9 closed weak**, this exact magnitude would read as **breakdown confirmation**. This pattern earns **strict position sizing**, not unblinking conviction.