# Viking Analytics: Gamma Band Update 2/19/2024

Gamma Bands

The S&P 500 (SPX) finished 21 points lower right above 5,000 for Feb monthly opex. SPX remains technically strong and in reach of fresh all-time highs. The Gamma Band model continues with a 100% allocation. In addition, our technical signals are all bullish, and our two fundamental signals are neutral.

The Gamma Band model will move to a lower allocation if the market closes below gamma flip, currently near 4,960. This model will fall to a 0% allocation if SPX closes below the lower gamma level currently near 4,635.

The chart below shows how price (in black) relates to the gamma flip (in blue) and the lower gamma level (in red). The gamma flip level often serves as a support and resistance level. One can see how the gamma flip has provided solid support since late 2023.
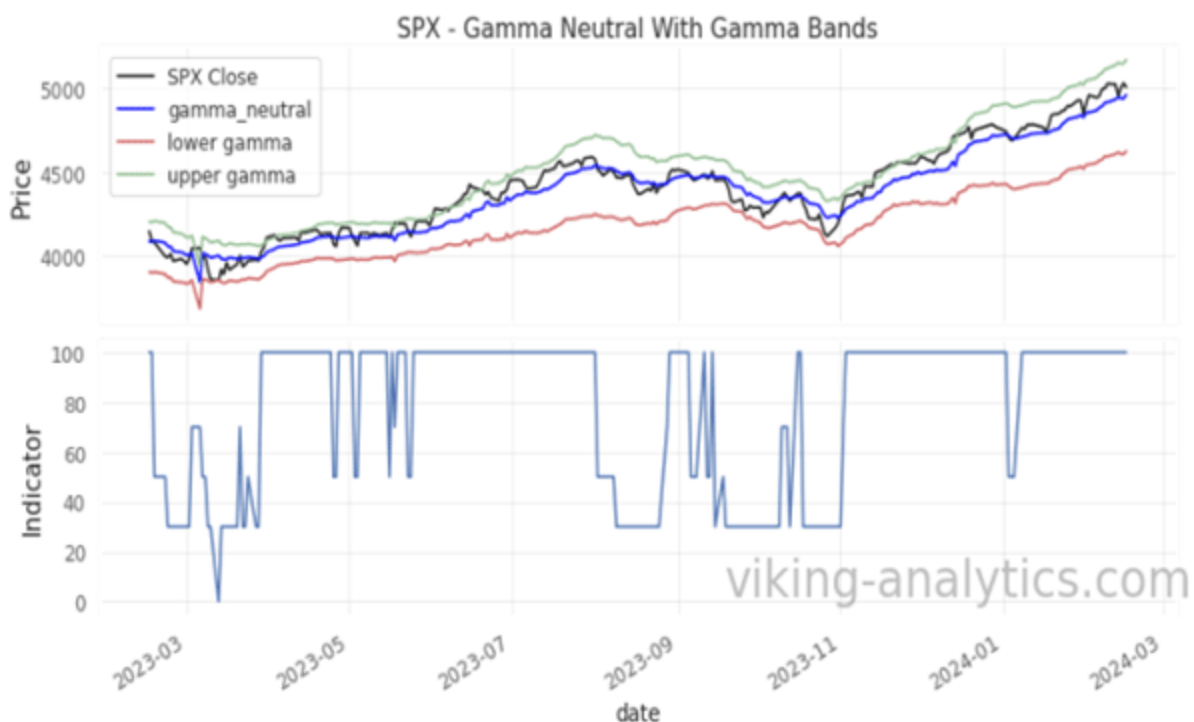
The Gamma Band model can be viewed as a trend following model that shows the effectiveness of tracking various levels of market gamma. When the daily price closes below Gamma Flip, the model will reduce exposure to avoid price volatility and sell-off risk. There is also an allocation adjustment on the trend slope of the gamma flip line.

Market Navigator Signals

Our Market Navigator Report encapsulates data from the broader market and the economy to provide a near-term outlook for stocks. Fundamentally, the market remains is neutral as the inverted yield curve acts as a governor on real growth. From a technical perspective, the market

has all bullish signals.

Indicator Name	Indicator Class	Current State
Overnight	Technical	↑
Safe Sector	Technical	↑
Open Interest Put Call Ratio	Technical	↑
Market Titan	Technical	↑
Credit Market Support	Fundamental	→
US Treasury Curve	Fundamental	→

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