Alan Rohrbach

From: ROHR Alert <rohralert@gmail.com>
Sent: Thursday, April 05, 2018 7:51 AM
To: undisclosed-recipients:
Subject: ROHR TREND ALERT!!

Dear Subscribers,
Kudlow to the rescue!! We are coming to you quite a bit earlier than usual again today in the wake of Wednesday's sharp US equities recovery from the depths of despair overnight Tuesday into Wednesday morning. As was obvious, in addition to recent big tech stocks slide (see Tuesday's ALERT!! and www.rohr-blog.com "Commentary: Bonfire of the Techies" post for much more), the international trade tariffs situation had the potential to inflict more damage on the world economy and stock markets. As noted Wednesday morning, there were two additional troubling developments out of Tuesday into Wednesday morning.

The first was China targeting more items in the agricultural sector and aircraft on top of its original US tariffs response. The even more striking influence was US Commerce Secretary Ross on TV Wednesday morning commenting on the overnight US equities plunge. He noted the Chinese retaliation should have been expected, so he was surprised by the market reaction. Really? We are can only to channel our inner John McEnroe in response… (apologies for the shout but here's the historic reference http://bit.ly/2GTcG9A) "YOU CANNOT BE SERIOUS!"

From a businessman who (as noted previous) should know better, this only added to Professor Navarro's idiocy of predicting there would be no retaliation in response to the US tariffs. But after lunch Wednesday international 'white hat' (i.e. more so free trader than the others) new National Economic Council Director Larry Kudlow (free trader Gary Cohn's replacement) pointedly noted that none of the proposed US or Chinese tariffs were going to be imposed without a lengthy (months-long) period of negotiations. And the equities obviously liked that a lot.

This is the critical consideration:
After its test of 2,809, the June S&P 500 future failing to hold the 2,770-60 range into mid-March left it weak. It was therefore no real surprise it first slipped to lower support in the interim 2,700 area, ultimately dropping below it and the 2,660-50 area. As it could not recover back above there, it was entitled to revisit the broader channel it had tested in mid-2,500 area back in early February.

That had moved up to 2,620 two weeks ago, with weekly MA-41 rising to 2,600 this week. As the Close two weeks ago below 2,620 was a DOWN Break, Monday's failure back below that and weekly MA-41 allowed for further weakness to very near lower support in the 2,550-32 range tested in early February.

And as noted on Tuesday morning, it was very important to see if it could claw its way back above 2,600-20 to reestablish upside momentum (see chart from 09:15 CDT Tuesday at http://bit.ly/2uKEYOJ.) After Tuesday's late rally failed to do so, it was still going to be vulnerable and saw another swing down near 2,550-32 lower support (from the initial early February plunge.) However, after Kudlow's comments it finally managed to push well back above 2,600-20, reinstating it as the lower support now with higher resistances remaining as noted above.

[For those of you who are subscribers, see the latest analysis and Market Observations write-up at www.rohr-blog.com for more on the current trend evolution. Market Observations are available to Gold and Platinum subscribers.]

NOTICE: The Rohr International, Inc. research team or its principals may already have entered positions or have orders working based on this view.

Thanks for your interest.

This Current ROHR TREND ALERT!! will be available soon via the sidebar at www.rohr-blog.com for Platinum echelon subscribers.

Please reply **'Unsubscribe'** if you no longer wish to receive these emails.

Contact: rohralert@gmail.com