Alan Rohrbach

From: ROHR Alert <rohralert@gmail.com>
Sent: Wednesday, August 30, 2017 8:42 AM
To: undisclosed-recipients:
Subject: ROHR TREND ALERT!!

Dear Subscribers,
Within our warning of the "Trump Troika" problems (subscribers should see last Thursday's www.rohr-blog.com post for more), the North Korean situation that had dropped into a more muted form did not go away… as seen in Monday's fresh ICBM test that threateningly flew over northern Japan. And that was the proximate cause of the US equities plunge right after Monday's US Close.

Why they are rallying back now as well as they are is a bit of a mystery. We can only figure that much like generals always aggressively preparing for the last war, traders are assuming the post-Hurricane Harvey response will be the same as the post-Hurricane Katrina markets. We are skeptical of that for multiple reasons that include the size and economic importance of Houston compared to New Orleans.

It is the fourth largest US city and home to major oil refining capacity that is now shut. That includes much of the US specialty chemical feeder stock for other industries along with gasoline, and civilian and military airplane fuel. The entire Houston area is going to take much longer to drain than New Orleans. This is going to cause sustained disruption (possibly a month or more) not seen in the wake of Katrina. The only upside is the Fed now likely remaining more dovish, yet with a hit to US Q3 GDP now in the works. We shall see how that plays out.

And the crumbling business support for President Trump remains, with his recent attacks on both Arizona senators and Mitch McConnell and Paul Ryan damaging the prospects for his tax reform and infrastructure agenda.

This is (still) the critical consideration:
As part of a post-Yellen Congressional testimony push to a new high, September S&P 500 future exceeded June's 2,451-46 congestion highs and held it as support into mid-July. While it was violated on the previous NOKO confrontation selloff, it was reinstated in mid-August prior to being violated again. And as recent trading has confirmed, 2,451-46 congestion remains a key area.

And Closing below MA-13 at 2,443 two weeks ago left it vulnerable. So now, even though it held the selloff around lower support (more below on that), with both weekly MA-13 and MA-9 in the mid-upper 2,440's the lack of upside follow through so far may mean the market is ready for another test of lower support.

As noted extensively previous, there always were more major lower supports. The most prominent among them is the 2,405-00 late-February through mid-May congestion, would also be a retest of the major top from the March trading high. Along the way there is also weekly chart up channel support (from the late-March low) at 2,420 tested last week, and up to 2,425 which held on Tuesday.

As also noted previous, there is now heavier higher resistance from three weeks ago after the failure from above the previous 2,475-80 resistance left a fresh weekly DOWN Closing Price

Reversal (CPR.) That reinforced the importance of the 2,475-80 resistance at which it has failed repeatedly in the short term (now including two weeks ago Wednesday.) The previous week's 2,472 Close is the DOWN CPR signal, with a Tolerance to the 2,480.50 late-July trading high.

[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