Alan Rohrbach

From: ROHR Alert <rohralert@gmail.com>
Sent: Thursday, September 07, 2017 8:46 AM
To: undisclosed-recipients:
Subject: ROHR TREND ALERT!!

Dear Subscribers,
Once again after US equities took the long view of Hurricane Harvey's impact last week and the North Korean (NOKO) thermonuclear bomb test into the top of this week, they finally had a bit more of a correction on Tuesday. Yet even that was somewhat contained, only falling from the heavier upside resistance to near the key lower interim support (more on all of that below of course.)

And as noted Wednesday morning, there is now looming impact of the extremely strong Hurricane Irma on Florida into this weekend. It will potentially raise the issue of whether the US economy and equities can handle damage to two of its major commercial areas in quick succession. The resilience of the US equities after Tropical Storm Harvey's record rainfall damage that impacted Houston and other southeast Texas areas will be tested once again if Irma smashes into Florida as expected.

And of course there is also the additional weight of President Trump's decision to end the DACA program with a six month deferral in spite of opposition from many major businesses. While the pressure on Congress to resolve many other critical issues on its plate into the end of September was resolved with Wednesday's deal with Democrats on the US debt ceiling and budget.

Yet the future success of Trump's legislative agenda remains problematic after his recent attacks on both Arizona senators and Republican leaders. This means that tax reform and infrastructure spending stimulus happening timely by the end of 2017 still seem less than assured for now.

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. As recent trading has confirmed, 2,451-46 congestion remains a key area, and pushing back above it last Wednesday is a constructive sign.

While Closing below MA-13 at 2,443 three weeks ago left it vulnerable, holding the selloff around lower support (more below on that) was a positive sign. With both weekly MA-13 and MA-9 in the 2,450 area, the push back above it is even more so confirmed as a strong near-term sign and it remains interim support.

Yet as noted previous, there is now heavier higher resistance from early August 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 had failed repeatedly in the short term even as it retests it at present. The previous week's 2,472 Close is the DOWN CPR signal, with a Tolerance to the 2,480.50 late-July trading high.

And if the 2,451-46 support should be violated, there is still much heavier support into the 2,405-00 range March-May congestion. Along the way is the 2,425 weekly up channel support from the 2,318 late March selloff low.