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From:	ROHR Alert <rohralert@gmail.com>
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To:	undisclosed-recipients:
Subject:	ROHR TREND ALERT!!

Dear Subscribers,
Once again we have already seen the key US economic data today in the form of US Q2 GDP holding up around 3.0% with internals firm and other international data also constructive this morning. Yet the real driver of the more positive sentiment has been the release of the outline for the Trump administration tax reforms, which are in collaboration with Republican Congressional leadership.

That is of course a distinct change from the healthcare insurance reform effort that was fractious from the very beginning, and is destined for failure in the Senate again into the end of this week. Yet the more upbeat collegial signals on tax reform are still only on a preliminary outline, and count on some cooperation from a mostly still obstructionist Democratic Party. Once again the Republicans are saying they can do it alone, and that rings as hollow as it did on healthcare.

This is likely the reason US equities have dropped back to some degree from the swing up into their previous highs on Wednesday. If the broad tax reform outline runs into trouble like healthcare once the key details are added, it will reinforce the sense that the US may be rudderless under President Trump in a way that might restrain US equities. There are certainly some aspects which will likely attract strong opposition instead of support from the Democrats. That said, his US debt ceiling and budget 'deal' with Democrats (that was actually more of a total capitulation) is going to provide plenty of spending for reconstruction in storm damaged areas of the US in the near term (i.e. fully into Q4.)

This is (still) the critical consideration:
As noted since late July, there was September S&P 500 future resistance into 2,475-80. That resistance was intensified in early August after the failure from above that area left a fresh weekly DOWN Closing Price Reversal (CPR.) That reinforced the importance of 2,475-80 resistance at which it failed repeatedly.

Yet that weekly DOWN CPR Tolerance at the 2,480.50 late-July trading high was overrun two week's ago and is now the near term support, and the December S&P 500 future (now front month) has so far been unable to even break that far.

The next resistance is into the 2,518-23 weekly Oscillator threshold (MA-41 plus 130-135) this week. Interestingly now that this was the Oscillator extension at which it stalled into 2,475-80 area in early August, with the increase in weekly MA-41 since then now also raising that resistance. Major extended Oscillator resistance (not seen since early March) is 2,548-53 this week.

As far as lower support if it reacts below 2,475-80, the front month (September) S&P 500 future exceeded June's 2,451-46 congestion highs in early July. As recent trading confirmed, 2,451-46 congestion remains a key area. Pushing back above it in late August was a constructive sign, and it remains lower support.