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

Dear Subscribers,

The US equities calm at new all-time highs and extended Oscillator levels (more below) over the past couple of weeks is impressive into this morning's 30th anniversary of the Great Crash of 1987. Yet it is a different sort of market these days, even if underpinned by assumptions about large passive investment flows (indexed low cost mutual funds and ETFs, etc.) being there to buy any selloff.

That too may ultimately prove to be a new bubble with attendant risks, and we are developing a fresh www.rohr-blog.com post to review the similarities between the current market and previous bubbles. Yet for now the most telling risk may be the future potential failure of the administration's tax reform plan to pass into law prior to the end of the year. We revisited that in last Wednesday morning's "Commentary: Trump Tax Tract II", and will also be adding further comments soon in the future post with an expanded view on rising risks.

In the meantime the current US and international economic data remains firm, and was reinforced by more upbeat assessments for the first time in a while at last week's IMF and World Bank annual meetings in Washington DC. As such, it is likely best for now to just watch the technical evolution of the markets for the trend indications, and note the outlier weakish indications like last Tuesday's surprisingly weak NFIB Small Business Optimism. That highlighted how small businesses are losing optimism on the lack of major reforms, like the tax plan.

This is the critical consideration:

After the December S&P 500 future was able to put in a new high above the previous 2,507 all-time high (now lower support as well), the next resistance was into the 2,525-30 weekly Oscillator threshold (MA-41 plus 130-135) two weeks ago, that moved up to 2,533-38 last week and is 2,540-45 this week.

After that was exceeded the major extended Oscillator resistance (not seen since early March) is at 2,570-75 this week. That seems a reasonable resistance with the December S&P 500 future more convincingly out above the previous week's 2,550.75 all-time high than during the churn around that area earlier last week.

[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.]

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