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

Dear Subscribers,
We are coming to you a bit later than usual in order to make sure we were able to offer a link to a key bit of fundamental influence that we had developed about a month ago. In the context of so much that is still negative, the US equities seemed to be back to a 'bad news is good news' psychology…

...and as noted on the US equities further advances last week, we all know what that means: Less hawkish central banks, or conversely at least remaining more accommodative than previously anticipated. Recent weaker Asian and European data (with more of the same this morning) seems to justify the ECB's perennial accommodative stance that is consistent with the BoJ position.

And as reviewed in last Thursday's ALERT!!, the BoE Inflation Report press conference reflected diminished appetite for rate hikes after serial weak data. As BoE Governor Carney aptly put it, the Bank is not "trigger happy" pushing higher rates now that the long-delayed recovery has 'finally' begun.

And yet, the US (and other) equities rally in its own right has finally triggered a classical counterproductive influence: the rise in US long-term yields, with the 10-year Treasury Note cash now above 3.0% again. After the last push above it in mid-April we developed a table on the T-note future equivalent levels that equate to key cash yields (http://bit.ly/2HctAg3) in line with (for one) the late 2013 key 3.05% yield reaction high: that is June T-note future 118-21, which is not the next major front month T-note future historic congestion level (actually 117-22.) Along with the key US equities levels, that will be worth watching.

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 slipped below interim 2,700-10 and 2,660-50 areas. That entitled it to revisit the broader channel tested in the mid-2,500 area back in early February that had moved up to 2,620 in mid-March. The early April failure below it and weekly MA-41 allowed for further weakness to near lower support in the 2,550-32 range tested in early February.

As noted at that time, it was important to see if it could claw its way back above 2,600-20, which was accomplished later that week on the delay in imposing any tariffs. That reinstated it as lower support. It finally pushed back above 2,650-60 in mid-April as well to test 2,700-10 area prior to weakening again late that week.

With it back below 2,650-60 three weeks ago and again after the May 2nd FOMC statement, lower 2,600-20 support became more important. That held two weeks ago Thursday morning, and finishing that week back above 2,650-60 was a very strong sign. Holding it early last week despite the US Iran nuclear deal withdrawal was a key indication. Recently above the 2,700-10 range (and April 18th 2,718.50 trading high) leaves that as support, with resistances at 2,760-70 and 2,810 area.

[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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