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

We are coming to you a bit later than usual in order to incorporate the last of the US economic data this week prior to Friday's global Manufacturing PMIs and US Employment report. And despite the trade and EU governmental fears, what we have seen there and elsewhere in the world is that sheer economic tendencies remain strong. Even prior to the US Personal Spending and Chicago PMI this morning, Chinese PMIs and Euro-zone CPI (an important indication) were also stronger than expected.

The overriding theme beyond this week's European short-term drama (a form of sharp 'indigestion' shock) is other indications the global economy remains very constructive overall (barring a more sustained crisis we suppose is still possible.) Wednesday afternoon's Fed Beige Book (http://bit.ly/2L9xvf9 for our lightly marked-up version) was roundly positive, as expected for the US economy.

Yet in spite of fears over the US international trading regime and Europe based on the Italian dysfunction, the global activity and outlook remained very positive on a couple of perspectives that were obscured by the Italian government mini-crisis earlier this week. Tuesday's OECD G20 International Merchandise Trade Statistics (http://bit.ly/2H6I0xi also lightly highlighted) were at new highs, a major recovery from the post-2008 crisis period and 2015-2016 fears. And Wednesday morning's OECD semi-annual Economic Outlook (http://bit.ly/2xQTogU) was very upbeat, anticipating another two years of growth as long as no trade war takes place.

As such, it is all very positive overall for the US and other equities.

This is (still) the critical consideration:
As noted back in early April, it was important to see if the June S&P 500 future could claw its way back above 2,600-20 previous major channel DOWN Break and weekly MA-41. It accomplished that later that week on the delay in imposing steel 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.

Back below 2,650-60 in late April and again after the May 2nd FOMC statement left lower 2,600-20 support more important again. That held again in early May, and finishing that week back above 2,650-60 was a very strong sign. Holding it the following week despite the US Iran nuclear deal withdrawal was a key indication.

Above 2,700-10 again early this month left it support that has been extensively retested, and slipped below early this week on Euro-zone concerns. Yet as noted Tuesday morning, there is a buffer to weekly MA-9 and MA-13 in the 2,685-80 range this side of 2,660-50. And it quickly recovered, leaving higher resistances back up at 2,760-70 and the 2,810 area. That said, stalling both of the past two weeks into 2,741 area sets that up as a key interim resistance as well.

[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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