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

Dear Subscribers,
Very much remains the same as indicated previous, which is quite a statement on the eve of US-China mutual sanction implementation tomorrow. US equities are nicely higher this morning after giving up Tuesday's early gains that tested higher interim resistance for the fourth time since last week Monday's drop to lower key support (more below.) While current economic data (especially PMI's) has improved modestly from weak late June indications, it is still clear that the bigger future influences will flow from the current Trade Tension Trauma. That is why the overall market situation continues to be the previously noted 'binary confidence conundrum', which has created the current churn.

In the face a real breakdown of the NAFTA renegotiation pending newly elected Mexican President López Obrador's inauguration in December, rising US tariffs threats and implementation with most other countries and Trump mulling a US pullout from the World Trade Organization, the situation becomes more critical as US and Chinese tariffs are likely implemented over the next couple of days.

While still buoyant economic data for the historically cycle leading US economy looks good, as noted previous Trump's steel tariffs might create more domestic pain than global results. See Monday's ALERT!! on the plea from conservative Senator Johnson (WI-R) regarding his district's steel tariff exemption pressure from manufacturers who are now uncompetitive against (irony of ironies) Chinese manufactured imports. This is a possible reason US equities might suffer if that continues along with Chinese agricultural sanctions. Even if not today, this may affect Republicans' November election prospects with their critical base.

This is (still) the critical consideration:
In spite of last week Monday's selloff, it is still important to note how well the 'front month' S&P 500 future has done after the selloff into early February stabilized. Back below 2,650-60 in late April and early May left important lower 2,600-20 support. That held into early May, and the June contract recovery back above 2,650-60 was a strong sign.

Above 2,700-10 again in early May left it support that it only slipped below temporarily on Euro-zone concerns in late May. Yet it quickly recovered back above 2,700-10, and that remains important now. By early June it had also pushed above 2,741 key interim full month of May resistance.

That left higher resistances back up at 2,760-70 and 2,810 area. Even though the lower of them was exceeded in early June and held in the wake of Fed Chair Powell's more hawkish stance, current concerns saw September S&P 500 future back below 2,770-60 congestion two weeks ago prior to recovering and below it again last week on the trade concerns noted above. Also below 2,741 interim support last week leaves more major support into 2,710-00. While tested last Monday and violated temporarily after last Thursday morning's US GDP data, the ability to recover again is impressive after Monday morning's vigorous retest.

[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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