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From: ROHR Alert <rohralert@gmail.com>
Sent: Friday, October 19, 2018 8:30 AM
To: undisclosed-recipients:
Subject: ROHR TREND ALERT!! Slackticipation

Dear Subscribers,
Yep, 'slackticipation'. That is our term for the US equities anticipation of weaker key Chinese economic numbers this morning as a driver for Thursday's selloff back below a key near-term range (more below.) And we are coming to you a bit earlier than usual in deference to those Chinese numbers (including both weak GDP and Industrial Production) being the last of the critical economic data at the end of this week after other mixed international data.

Even allowing the further impasse in EU-UK Brexit talks only leading to a UK request for a further grace period might have also been an equity market drag, the Chinese situation along with higher US interest rates were far more likely to be the culprits behind the most recent softening of US equities. That is also still consistent with German and UK govvies keeping their bid on Brexit and Italian budget concerns while US govvies remain weak on global growth confidence, and the US dollar also keeping its bid on US upside leadership.

Yet in the context of the overall trend, the US equities selloff remains a modest correction that had not even reached (much less violated) its key lower overall trend support at last week Thursday's sharp selloff low. While it is a bit dated now, Tuesday morning's weekly chart (http://bit.ly/2pV5GyL) is still instructive on just how much further down that broad up channel support remains this week into next week. At least so far US equities have done no worse than churn around key lower long term weekly MA-41, even if they might slip further in the near term.

This is the critical consideration
Front month S&P 500 future still had higher resistance into the 2,840-50 area in early August after the rebound from still important 2,800 area support. It was exceeded along with the 2,878.50 January all-time high in late August. Next weekly resistance into 2,895-2,900 was also overrun and remained important after recent rallies failed into higher weekly Oscillator thresholds around 2,930-35.

Those ultimately led to failure back below 2,895-2,900 congestion that was a weak sign pointing to a retest of at least 2,840-50 area and possibly the still important 2,800 hefty congestion area. In the event a 'quadruple whammy' noted Thursday really hit near-term psychology, and brought failures below those areas. However, as noted at the time that still left room for subsequent recovery of the bull trend, as apparent on the weekly chart from Tuesday morning (http://bit.ly/2pV5GyL.)

The December S&P 500 future failure below 2,800-2,790 left an intermediate-term channel DOWN Break from 2,835, an area it will need to exceed to fully restore a bull trend. Failure below the weekly MA-41 at 2,770 looked bad yet still allowed for a test of more prominent 2,700 area (major channel and congestion) within a broad bull trend. The current weakness back below 2,800-2,790 area opens the door to further slippage. And even it it recovers back above that area, the 2,835 intermediate-term channel DOWN Break (reinforced by previously failed 2,840-50 congestion) remains key higher resistance.

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