

Alan Rohrbach

From: ROHR Alert <rohralert@gmail.com>
Sent: Thursday, January 31, 2019 8:35 AM
To: undisclosed-recipients:
Subject: ROHR ALERT!! Fed-tastic

Dear Subscribers,

Fed Chair Powell did a fantastic job Wednesday in squaring the circle of a still growing US economy versus a whole range of global stressors. In doing so he fully reinforced the 'bad news is good news' psychology providing mutual assistance to the US equities, all govies and the emerging currencies.

And we are coming to you just a bit earlier than usual today due to that overriding psychology being the key influence this week; at least this side of Friday's global Manufacturing PMI's and US Employment report. While the recent return to a 'bad news is good news' psychology was already apparent in all other central bank communication, it is important to note that the Fed is first among equals. That is due to the degree to which the FOMC previously seeming on both rate hike and balance sheet reduction autopilot was itself a key stressor for US equities.

It was not even necessary to wait for the press conference (<http://bit.ly/2MLGg1i>) to tease out changes to that previous (some would say overly hawkish) Fed approach. On the decision release both the Statement (<http://bit.ly/2WybQUL> for our heavily marked-up version) and a surprising additional release on "...Balance Sheet Normalization" (<http://bit.ly/2UuecBT>) made clear the Fed was shifting into a more 'data dependent' and a global economic developments sensitive stance.

And in that regard 'bad news' on the still weakening EU economy (which Powell specifically noted), Brexit, US-China trade and US shutdown remain 'good news'. The confirmation the Fed was taking external influences serious was enough to drive all the asset classes noted above to higher levels, but not the US dollar.

This is the critical consideration

The front month S&P 500 future pre-December activity above the early 2018 lows is relevant once again with March S&P 500 future back above 2,600-35 resistance. Along with lower 2,600 congestion it has been back above since Tuesday January 15th, that put the 2,675-70 area (including the 2017 Close) back in play.

At this point it must be noted that the push back above the full 2,600-35 range has also ratcheted March S&P 500 future back up into the October-early December trading range. The importance of that with the fresh weekly down channel UP Break (2,600) and key moving averages being exceeded is apparent on the 3-year weekly continuation chart (<http://bit.ly/2TjATZt>) (including weekly MA-9 & MA-13) updated through last Friday's Close. It is now also above that 2,675-70 area it had stalled into the previous week-and-a-half. Yet there is also higher resistance back up into interim previous 2,708 DOWN Break, mid-2,700 area (also weekly MA-41), and more prominent low-2,800 area top of the October-early December range.

While the December drop below early-2018 2,529-52 lows was critical due to next significant lower support not being until the major 2,400-low 2,300 area, that held its Tolerance into the early 2017 2,318 congestion area low right after Christmas. This can be seen on the monthly

chart (<http://bit.ly/2VBvb6D>) updated through the end of last year; it highlights that the broad up trend support was held.

[For those of you who are higher level www.rohr-blog.com subscribers, see the latest analysis and Market Take in the daily emailed ROHR-BLOG notes and occasional posts for more on the current Evolutionary Trend View.]

NOTICE: The Rohr International, Inc. research team or its principals may already have entered positions or have orders working based on this view.

Thanks for your interest.

This Current ROHR TREND ALERT!! will be available soon via the sidebar at www.rohr-blog.com for Platinum echelon subscribers.

Please reply 'Unsubscribe' if you no longer wish to receive these emails.

Contact: rohralert@gmail.com

This review of market positions and all other information is strictly for educational purposes. This information is provided without consideration of portfolio requirements, suitability for financial risk, or psychological state of any recipient. Any use of this information to implement actual trades or investments is the sole responsibility of the individual or entity authorizing that decision. This waives your right to any claim of explicit or incidental liability for financial loss or forgone profit against Rohr International, Inc. and any informational contributors under all circumstances. Information contained herein may have already been disseminated to others who may have acted upon it. Implicit in the Rohr educational services is the understanding that principals or employees of Rohr may have already taken positions. By review of the Rohr Alerts and/or Rohr Views and all attendant information you confirm receipt of them as educational content, as well as agreement with all of the stipulations articulated above.

A service of Rohr International, Inc.

© 2019 All international rights reserved. Redistribution strictly prohibited without written consent