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

Dear Subscribers,

It really hasn't mattered what side of a sustained trend view anyone has stuck with: both sides have taken their lumps from the seemingly madcap musings of the truculent Trump. Whatever he says in the moment is put forth as gospel that is only waiting to be soon reversed, with each side taking its lumps.

While Oompa Loompas in Roald Dahl's 1971 children's book *Charlie and the Chocolate Factory* were helpers, they were also derisive toward many children they did not like... sound familiar? Trumpalumpa on the other hand is a wholly unconstructive market influence, except for very agile short-term traders willing to play both sides. Part of the problem is that the effusive President's overnight tweets and other ad hoc pronouncements often reverse his previous views, and also create quite a bit of overnight price movement on those serial reversals.

Yet through all of this the major theme we have stressed for some time remains: the general weakening of the global economy due to uncertainty plaguing any chance for extended corporate capital investment. This is as true for major Brexit extensions as it is for now more entrenched US-China trade war. As we noted in the WEEKEND ALERT!! into the beginning of last week, the problem is that "...the US 'ask' in these negotiations is that China change its entire business model."

This was again clear in the latest key evidence we alerted everyone to watch last Monday (while we were out on holiday) in the May OECD Composite Leading Indicators (<http://bit.ly/2LXvXKB> for our marked up version.)

And we are going to hear more from OECD in Tuesday's major Economic Outlook and Wednesday's Quarterly National accounts. Yet what we know to this point on the market's assessment of the Trumpalumpa yin-yang is that US equities failure below key support two weeks ago led to a holding action into the next significant lower area, with the bounce only stalling at the violated support (more below.)

This is the critical consideration

It is obvious that the front month S&P 500 future mid-March surge above the 2,825-14 resistance opened the door to more strength. After wild mid-March swings, the June S&P 500 future pushed above a weekly DOWN Closing Price Reversal from 2,830-36, implying more upside was likely. And with the 2,825-14 (October-December range) weekly MA-41 at 2,775 remains important support.

Back in late April 2,900-10 area resistance from September was overrun. That was important as the last congestion this side of September's 2,947 front month future all-time high that was retested into the May 1st prior to the current selloff. Even in the wake of the initial Trump dump two weeks ago (May 6th on the China tariffs comments), it was only back around that 2,910-00 support's 2,890 Tolerance.

However, once that was violated, it was reasonable to anticipate a test of lower supports at the violated 2,865 resistance, 2,836-30 and 2,825-14 all the way to the 2,800 'big penny'. A round of friendly Trump US-China comments squeezed the bears all the way back up that 2,890 violated Tolerance, but no better. As such, the simple Evolutionary Trend View suggests an evolving bearish phase for now.

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