Alan Rohrbach

From:	ROHR Alert <rohralert@gmail.com>
Sent:	Monday, June 03, 2019 9:03 AM
To:	undisclosed-recipients:
Subject:	ROHR ALERT!! Accelerated Uncertaintitus?

Dear Subscribers,
The Trump Giveth and The Trump taketh away. As noted of late, and especially revisited in Friday's 'Trumpalumpa on Steroids' ALERT!!, the whims of the US President are capable of punishing longer-term position holders on both sides of the capital markets. Yet it is reaching a point where the near-term lumps for the bulls and bears all of the various asset classes may be the least of it.

Thinking back to the heavy flow of early- and mid-May indications from the Organization for Economic Cooperation and Development (OECD), the key theme on the weakening global economy was 'uncertainty'. That is both on previous key influences (like tariffs), and the anticipation of further actions of that type. Yet the US administration's (which is mostly to say Mr. Trump's preferences) most recent actions have crossed a line. Whereas previous tariffs were employed to impact trade issues, the Mexican tariffs threat last week targeted a political objective.

Getting back to the OECD Economic Outlook (http://bit.ly/2HGYmz7) indications from May 21st (reinforced in previous and subsequent studies), global weakness is due to trade restriction-based 'uncertainty' that leaves companies limiting capital investment plans. As that is normally a key component of sustained economic growth, it does not bode well: Accelerated Uncertaintitus.

And that will eventually impact the US as well, regardless of how much Mr. Trump continues to rightfully boasts his policies have stimulated the US economy. That is what he giveth, and yet now his extension of tariffs might just be what taketh away. This may go beyond the latest US equities weakness, if the extension of tariffs into a lever for political ends gives business even more trepidation on future capital investment. It could exacerbate current economic weakness, with its weight on US equities and emerging currencies while encouraging govvies.

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. As June S&P 500 future pushed above a weekly DOWN Closing Price Reversal from 2,830-36, 2,825-14 and 2,800 along with weekly MA-41 at 2,775 became important support.

2,900-10 area resistance from September was overrun back in late April. That led to the retest of September's 2,947 front month future all-time high into May 1st. Even in the wake of the initial early-May 'Trump dump' 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 previously 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 back up to that 2,890 violated Tolerance into mid-May, but no better.

The recent recovery from a retest of 2,836-30 only carried up to 2,865 area prior to stalling. Lower key support remained that 2,800 area with the 2,775 weekly MA-41 Tolerance that failed last week (http://bit.ly/2Moq5KD.) Much below that supports are 2,722, 2,680-70 range and the hefty low-2,600 area congestion.

And for a bit of an extended view in light of the Accelerated Uncertaintitus ('itis' being a medical suffix indicating chronic disease or acute inflammation), what is the potential support if even the low 2,600 area congestion fails to hold?

In December the long-term up channel support from that major cyclical March 2009 front month S&P 500 666 trading low was in the 2,400 area with a buffer to the next lower low-2,300 congestion; which held despite the violence of the December selloff. Over the six months heading into June that slow adjusting significant support has moved up into the 2,500 area (http://bit.ly/2QFY7Il), with a buffer to the low-2,400 area monthly MA-48 and top of that previous congestion.

[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 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