

Alan Rohrbach

From: ROHR Alert <rohralert@gmail.com>
Sent: Wednesday, July 10, 2019 8:27 AM
To: undisclosed-recipients:
Subject: ROHR ALERT!! Fed Double Whammy

ROHR ALERT!! Fed Double Whammy

Dear Subscribers,

It has been clear since Friday's much stronger than expected US Employment report Nonfarm Payrolls that Fed psychology is the primary market driver. And that has already been clarified this morning with the prerelease of Fed Chair Powell's prepared remarks (<http://bit.ly/30tSOzE>) for his first day of congressional testimony and follow-on Q&A this morning (beginning at 10:00 EDT.) Then this afternoon is the release of the last FOMC meeting minutes for more detail.

And we are coming to you a bit earlier than usual due to the Fed psychology being primary, even if the international economic data remains weak with only US Wholesale Trade Sales to follow today. And in the context of that still weak data, it is telling that Powell has chosen to highlight the still troubled outlook, noting "*Since our May meeting, however, these crosscurrents have reemerged, creating greater uncertainty.*" He goes on to cite many of the same issues we have noted for months, even when the psychology turned upbeat on near-term comments.

In that regard we suggest a review of Tuesday's 'Global Economy Still Struggling' ALERT!! for the review of Monday's latest OECD Composite Leading Indicators (<http://bit.ly/2SdMtWx> our marked-up version.) And Powell's remarks have reinforced the idea that the Fed will remain more accommodative than the first response to the US Employment report might have indicated. As such, it is no surprise that the US equities have gone from another morning of lower activity back to nicely higher, have pared their earlier losses based on the fear that Powell was going to use that US economic indication strength to become less dovish.

Courtesy Repeat of Tuesday's critical consideration

Front month S&P 500 future 2,900-10 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 that extended to 2,961. Once lower 2,910-00 support was violated, it was reasonable to expect 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 area.

And even after the early June US-Mexico tariffs scare selloff back near the 2,722 March trading low, US equities saw a sharp rally. Lower key supports at 2,865, 2,836-30 and 2,825-14 were all reinstated. Higher resistance was again 2,900-10 area, with the early May 2,938.25-2,947.50 gap lower from the all-time high Close above. As those are now overrun, September S&P 500 future is above historic Oscillator levels at 2,965-70 and 2,985, with the critical 3,005-10 above that.

Also note the low 3,000 area topping line out of January 2018 on the weekly chart (<http://bit.ly/30rWe6n>) through last Friday's Close. The question now would seem to be whether it can push above the critical 3,005-10 Oscillator resistance and slightly higher

topping line prior to dropping back below the 2,947-38 gap and old all-time high area from last September it has finally fully overrun.

[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

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