Alan Rohrbach

From: ROHR Alert <rohralert@gmail.com>
Sent: Monday, July 15, 2019 9:19 AM
To: undisclosed-recipients:
Subject: ROHR ALERT!! Fresh Jailbreak?

Dear Subscribers,
The US equities are possibly on a fresh upside signal, yet with a couple of telling caveats along the way. While the burden of proof is on bears to get the extended up trend genie back into the bottle, there is one more hurdle the bullish trend needs to surmount to extend the renewed major up trend quite a bit further.

We are coming to you a bit later than usual to allow for address of a technical glitch at our URL shortening service. That allows us to now bring you the full Financial Times article (http://bit.ly/2GeiPeP) on the Chinese economy performing at its worst levels in 30 years during Q2. It also highlights the degree to which this is not going to encourage any forbearance in their trade negotiation stance.

As the last line of the article notes (in the words of a prominent Chinese academic), "*We are not prepared to make additional concessions just because we are facing downward pressure*." So much for US-China talks being 90% complete.

Yet how can this be such a fillip for US equities and leave govvies in downside reactions? Quite simply, central bank psychology that has returned the markets to a 'bad news is good news' mindset. The question now is whether that is strong enough to propel the US equities to an extended new high? The 'big penny' psychology, Oscillators and technical contingencies are all reviewed below. That said, the govvies are not suffering all that much with economic data still weak.

This is the critical consideration
Even after the early June US-Mexico tariffs scare selloff sent the front month S&P 500 future 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 were overrun into mid-June, September S&P 500 future was above historic Oscillator levels at 2,965-70 and 2,985, with the critical 3,010-15 into this week above that.

Also note the low 3,000 area topping line out of January 2018 on the weekly chart (http://bit.ly/2xLElmw) through last Friday's Close. The question now would seem to be whether it can maintain a push above critical 3,010-15 Oscillator resistance and somewhat higher topping line into the 3,030 area prior to dropping back below the 2,947-38 gap and old all-time high area from September.

The other psychological key in light of current trading levels is the 'big penny' psychology: the tendency for markets to treat major round numbers (like 3,000) as significant whether or not they are actual technically important thresholds.

In this case 3,000 is not a fine line critical threshold, yet relates to higher levels noted above. And 'extended' weekly Oscillator projections suggest any sustained escape above the 3,010-15 area points to 3,060-70 next (weekly MA-41 plus 280-290.) Hence the added importance of the 3,030 topping line as a Tolerance.

[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