Alan Rohrbach

From: ROHR Alert <rohralert@gmail.com>
Sent: Wednesday, January 29, 2020 9:35 AM
To: undisclosed-recipients:
Subject: ROHR ALERT!! Dr. Powell to the Rescue?

Dear Subscribers,
While Fed Chair Powell may hold a Juris Doctor, he's no physician. Possibly a talented money doctor, but not equipped to do anything about the current Wuhan virus outbreak. For this reason we are skeptical of the current sharp US equities rebound (more below on their Evolutionary Trend View developments), which may be partially on a 'friendly Fed anticipation' into this afternoon's announcement.

Of course, that goes for the recovery in emerging currencies, and the degree to which we suspect global govvies weakness is also going to be temporary. Given the intermarket trend evolution, watch the US equities for the market psychology.

As already noted in Monday's "The 'Known Unknown' Carries the Day" and Tuesday's follow-on 'Wuhan Virus Complementary Factors' ALERT!!s, the Wuhan virus differences from the 2002-2003 terrible SARS outbreak makes it that much worse. That is especially as opposed to SARS, the WUHAN virus variation can be contagious during gestion (i.e. prior to symptoms surfacing) for up to two weeks.

This is not to discount the already significant economic headwinds the Wuhan virus is causing. That may be especially true for the incipient recovery in China. It will most certainly be weakened (or even possibly reversed) by the extensive strictures the central government needs to impose to fight the virus.

Yet, lest anyone forget, one big reason for the sluggish manufacturing sector in Europe is diminished exports into a weak Chinese economy. As such, in addition to any steps by the European and other authorities directly related to the virus, there is a global economic impact which cannot be known until the situation fully unfolds after the end of this week's major Chinese Lunar New Year holidays.

And as revisited often of late, the old adage still reminds us, "*The market (which is to say equities) dislikes nothing quite so much as uncertainty*." We shall see.

This is the critical consideration
The front month S&P 500 future early November push above weekly topping line (broken red line on weekly chart through last Friday http://bit.ly/2uAjvrV) set the stage for the extended seasonal rally. That was after a major August break and September's subsequent failure above 3,000 (short of the 3,029.50 July high.)
This reinforced the importance of the overrun 3,065-70 Oscillator resistance into that weekly topping line, which held on the early November correction. It then pushed above serial higher resistances like 3,105-10, 3,155-65 and ultimately 3,205-10 area. That set the stage for the rally extension above the Oscillator range that moved up to 3,295-3,305 last week, and increases to 3,305-15 this week.

That this is also consistent with the short-term congestion throughout last week makes it the key near-term resistance. Therefore, whether any test of that area fails and ultimately falls

back below last week's 3,293.50 Close will be important to either reinforcing or beginning to eat away at last week's important weekly DOWN Closing Price Reversal (CPR). That was from the previous week's 3,325 Close with a Tolerance to that week's 3,330 trading high. If it fails, it will be reasonable to look for another selloff into the mid-low 3,200 area.

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