Alan Rohrbach

From:	ROHR Alert <rohralert@gmail.com>
Sent:	Wednesday, February 26, 2020 9:00 AM
To:	undisclosed-recipients:
Subject:	ROHR ALERT!! Same Views with Different Levels

Dear Subscribers,
While there is a bit of US equities short-term stabilization and cooling of recent global govvies extreme strength, it is unlikely the recent adjustment is over. With US equities below a key support (more below) and global govvies above significant resistances, the historic tendency is for a likely extension of the recent volatile swings; even if more limited and somewhat more subdued.
For anyone who was surprised by the recent volatile price swings, as noted in Tuesday's 'COVID-19 Plop' ALERT!!, "*You can't say we didn't warn you*." Please review that robust follow-up (with interesting links from last week) on the likely more pernicious implications than 'received wisdom' expected since January.

The classical progression from here would be for the US equities to stage a fragile recovery, yet be vulnerable to short-term troubling news that might drive it down to lower support. Yet even if that holds (which we suspect it will) it is now likely 'different this time'. That difference is concerns over all consumers (in China and Greater Asia but spreading to the West) recalibrating their plans.

In that regard there was an excellent Tuesday CNBC interview with Needham's Laura Martin and Roger McNamee (https://cnb.cx/32s4ZQ3), who is one of our favorite tech investors and general market analysts. There are multiple insights on the COVID-19 recurrence potential (yikes!) and current supply chain problems, yet also the degree to which it is both a 'supply' and 'demand' shock. While that depends on particular industries, it is also fairly widespread; especially insofar as consumers possibly becoming more defensive. That would translate into less of a 'demand' snapback, and possibly lower overall consumer demand across time.

Courtesy Repeat of Tuesday's critical consideration
The front month S&P 500 future early November push above the weekly topping line (broken red line on chart through Monday's Close http://bit.ly/2SXbZkv) set the stage for the extended seasonal rally. This reinforced the importance of the overrun 3,065-70 Oscillator resistance into that weekly topping line, which then held on the early November correction. It then pushed above higher resistances like 3,205-10 area. That set the stage for the rally extension above the Oscillator range in the 3,295-3,305 area that increased to 3,345-55 this week.
That meant early February was all about whether March S&P 500 future could overrun the late-January 3,325.00 weekly DOWN Closing Price Reversal (CPR… Tolerance to 3,330.25.) And it did so, even if it slipped back into that area for the weekly Close that week. The next upside area was not until 3,390-95 last week.
This made the response to data and especially central bank psych (a 'Powell Put'?) very important on the recent shift to more major 'macro' factor influence. And it failed miserably on the further COVID-19 fears. Violating support at the Negated 3,325-35 top and 3,300-3,290 congestion has left it testing the 3,205-10 area once again (Tolerance to the early January 3,181 trading low of the year.)

Much below that it would be reasonable to revisit that 3,065-70 overrun weekly topping line level (also near weekly MA-41 at present), or even slip below it to test the major 3,030-00 summer 2019 congestion (and July's previous all-time high.)
[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