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From: ROHR Alert <rohralert@gmail.com>
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To: undisclosed-recipients:
Subject: ROHR TREND ALERT!!

Dear Subscribers,
Coming to you a bit later than usual this morning so that we could assess what Chair Yellen had to say in her speech at the KC Fed's Jackson Hole Symposium at 09:00 CDT. In the event it was still fairly accommodative. Yet as opposed to the market response to last Wednesday's lack of any specification of the beginning of the Fed balance sheet 'reduction' in the July 25-26 FOMC meeting minutes (our marked-up version accessible at http://bit.ly/2wRUHrZ), the US equities are taking that as constructive. We will now need to see how they react to the late session (14:00 CDT) speech by ECB head Mario Draghi that is also expected to be dovish.

Yet there is still the crumbling of business support for President Trump in the wake of his lame response to the events and fallout from the Charlottesville protest situation, and return of the North Korean (NOKO) situation in a more muted form. Also as noted recently, this has all come back into focus after another Trump Monday-Tuesday 'dipsy-doodle'.

Just like last week he was more scripted and professional on Monday, only to go totally off script, winging his sometimes almost bizarre ideas on Tuesday evening at his Phoenix rally. This and his recent tweetstorm have included major criticism of both Arizona senators and Mitch McConnell and Paul Ryan. And as we have been stating for months, the likely lack of 'timely' progress on tax reform and infrastructure spending are potentially a real problem for high priced US equities.

This is (still) the critical consideration:
As part of the post-Yellen testimony push to a new high, the September S&P 500 future exceeded the June 2,451-46 congestion highs and held it as support into mid-July. While that support was violated on the previous Thursday's NOKO confrontation selloff, it was reinstated with the caveat it could be violated again if the NOKO situation deteriorates. That 2,451-46 congestion remains a key area.

And Closing below MA-13 at 2,443 last week left it vulnerable. So now, even though it held the selloff around lower support (more below on that), with both weekly MA-13 and MA-9 in the mid-upper 2,440's the lack of upside follow through so far may mean the market is ready for another test of lower support.

As noted extensively previous, there always were more major lower supports. The most prominent among them is the 2,405-00 late-February through mid-May congestion, which was also a retest of the major top from the March trading high. Along the way there is also the weekly chart up channel support (from the late-March 2,317.75 selloff low) at 2,420 that was tested earlier this week.

As also noted previous, there is now more meaningful higher resistance from two weeks ago after the failure from above the previous 2,475-80 resistance left a fresh weekly DOWN Closing Price Reversal (CPR.) That reinforced the importance of the 2,475-80 resistance at which it has failed repeatedly in the short term (now including last week Wednesday.) The previous week's 2,472 Close is the DOWN CPR signal, with a Tolerance to the 2,480.50 late-July trading high.