

AFRAID to TRADE

overcoming stock market fears *with* Corey Rosenbloom



Weekly Inter-market Technical Report

Summary Chart

	TREND STRUCTURE							
	Primary	Intermediate	Short-Term	Money Flow				
10-Year Note	UP	UP	UP	IN				
SP500	UP	UP	UP	IN				
Gold	DOWN	UP	UP	IN				
Crude Oil	DOWN	DOWN	DOWN	OUT				
US Dollar	UP	UP	DOWN	OUT				
	SHORT-TERM TARGET				INTERMEDIATE-TERM TARGET			
	LAST*	UPSIDE	DOWNSIDE	KEY LEVEL	UPSIDE	DOWNSIDE	KEY LEVEL	
10-Year Note	126.02	130	122	124	131	122	124	
SP500	2472	2400+	2,225	2,370	NONE	2220	2400	
Gold	1264	1,300	1125	1200	1400	1080	1200	
Crude Oil	49.51	55	40	45	60	40	50	
US Dollar	93.42	105	96	100	105	96	100	

Intraday Intermarket



Always keep in mind the BIGGER PICTURE or LARGER TREND on your market.

A short-term SIDEWAYS TRADING RANGE grips the Stock Market between 2,460 and 2,475. Wait to trade a breakout from this range.

Oil continues its rally with Gold, although Gold tumbled late last week as the US Dollar Index strengthened noticeably on higher momentum at the end of the week. Both markets broke opposite trendlines from opposite divergences, underscoring why we begin our week with the intermarket picture of related markets.

10-Year Treasury Notes (\$UST – Price)

Monthly



Bonds remain in a **longer-term uptrend** until proven otherwise beneath the 121 level which has yet to occur may not for quite some time. We've had plenty of pullbacks on the Monthly Chart, all of which served as valid pro-trend retracement (buy) opportunities.

We're seeing the resolution of another successful pullback which is taking the form of a bullish rally within the rising trendline pattern on the Weekly Chart into a resistance target.

Weekly



Price similarly **BROKE OUT** of the falling weekly averages near the 125.00 target area which was a Fibonacci and rising trendline (as drawn) overlap. Note the upper target into 127 which is our focal point - and possible sell-swing - for next week.

Look closely at the critical support pivot at 125 as seen with the Fibonacci and Daily moving averages.

We're **NEUTRAL** between the 38.2% and 50% Fibonacci Boundaries as drawn as was the case last week. Like stocks, wait for a breakout from this region unless already in a trade.

Daily



Strange as it may be in a rising rate environment, Bonds remain in an UPTREND and continued last week to extend UP AWAY FROM our 125 price pivot and then price fell BACK TOWARD our pivot by the end of last week.

We noted a BULLISH REVERSAL CANDLE in last week's report and that was successful ahead of the rally up back toward 126.20 last week.

Until we get a breakout from this narrow range - seen on the weekly chart - stay out of the market. Bullish above 126.30/Bearish under 125.25.

US S&P 500 (\$SPX)

Monthly



Stocks rallied into 2,475 to new all-time highs in a continued short-squeezed breakout in the ongoing late THIRD WAVE of a likely final (long-term) primary fifth wave as highlighted. We're overbought but extending multiple months higher in a strong, multiple timeframe uptrend - and we'll focus on lower timeframes for the week ahead as usual. Our analysis still has us continuing in a primary FIFTH WAVE with more future upside action later in 2017 to come, clearly setting 2,500 in our trading sights and beyond (we're so close right now).

Weekly



The Weekly Chart reminds us that **we remain in a rising trend on ALL timeframes, making us bullish until proven otherwise**. We used 2,474 as our short-term target pivot and it was successful as price continued its bullish rally within the broader third wave environment.

Continue your cautious plan should it become necessary, especially given the negative divergences that are setting into the price at the highs (with a wedge pattern as we continue to highlight). Note how far price is above the rising 20 week EMA - a magnet.

For definition, our DOMINANT thesis calls for a pullback toward 2,440 while the alternate "ignore it all/short-squeezed bullish" plan has us bullish above 2,475 toward 2,500.

Daily:



Note where we are in the larger Elliott Wave count on the weekly chart and negative divergences that still keep us from running rampant and committing our whole account long as raging bulls.

We did get a snap-pullback to the rising 20 day EMA in our divergent and over-extended market, making risk high to BOTH sides as the market held the support of the rising 20 day EMA just above 2,460. We'll go into Monday/next week BULLISH CAUTIOUS until proven otherwise - objectively - with a breakdown beneath the rising 20 day EMA, at which point we'd play short toward the 2,440 level (rising 50 day EMA). We won't become super bearish unless price is beneath the 50 day EMA and 20 week EMA both overlapping near 2,440.

Gold

Monthly



Pay close attention to the WEEKLY CHART and the Fibonacci Levels with respect to our ongoing SIDEWAYS trend in the context of a Monthly Chart downtrend in a possible early reversal from down (bear) to up (bull) trend (we've seen a higher high and higher low in 2016).

We're into a key TARGET at \$1,275 (achieved) and we'll play the DEPARTURE from there next week. Last week gave us a successful bear swing initially from our \$1,275 target.

Weekly



Our third week up in a row took us to the TARGET of \$1,275 as highlighted and last week gave us our expected/logical pullback. We'll be NEUTRAL/BULLISH above \$1,275 to play toward the \$1,300 critical target and will become BREAKOUT BULLISH if above \$1,300 (not until then). We're bearish/cautious beneath \$1,275 which is a logical/dominant (short-term) pullback thesis that began last week.

Daily



Gold remains in a **SIDWAYS TRADING RANGE** on the Daily Chart (seen above) and next week gives us a potential support/bounce play "up away from" the \$1,260 target.

Note your Fibonacci levels, price pivots, and play the departure from these levels.

BEARISH beneath \$1,260's confluence support (target \$1,240 then \$1,220) and **bullish** above \$1,260.

WTI Crude Oil (\$WTIC)

Monthly



Negative divergences set the stage for the logical sell-swing down away from the \$54.00 level which was our key overhead resistance (successfully achieved) upside target. The downtrend was interrupted with a bullish month in July but we're back into a monthly EMA target.

As always, start with the Weekly Chart and note key levels and plans - including targets for the current bounce that may have already ended into our target- on the Daily Chart.

Weekly



We did achieve our "short-term bounce" up away from the \$42.50 level as price traded up toward the 20/50 EMA confluence on the weekly chart and the 50 day EMA on the Daily Chart.

We're seeing a big bullish rally and breakout moving price UP AWAY FROM our \$42.50 confluence level into the confluence target here just beneath \$50.00 per barrel.

Use both the Weekly and Daily charts to form your targets and trades as price moves within this WIDER WEEKLY RANGE. If we stay above \$50.00, target the \$55.00 prior high.

Daily



We were correct with our "expect Oil to bounce from \$43" thesis as the market rallied sharply toward the confluence of the daily Upper Bollinger Band with the falling 50 day EMA (and weekly averages). We're now ABOVE those targets into our \$50.00 per barrel Fib Target.

As was the case last week, play "breakout bullish" if Oil is above \$50 (should the Dollar continue falling) or else "range resistance bearish" should the Dollar strengthen here. Lower targets include \$47.00 (and \$48.50). Last week the Dollar strengthened; monitor these markets early next week after Friday's Jobs Report reaction.

US Dollar Index (\$USD)

Monthly



The weakest market (relatively speaking) has been the US Dollar which continues for a FIFTH month lower like Oil. Will August be the first up-month... or the sixth down month?

At this point, we're seeing the Dollar achieve a critical support target ahead of schedule near 93.00. It's the rising 50 month EMA and a confluence pivot as seen on the Weekly Chart.

Weekly



The prior week took us lower toward the \$94.00 target which remains a CRITICAL make-or-break (hold or collapse) support pivot target just above the 93.00 level as highlighted. We ended the week beneath \$94.00 toward the new targets of \$93.00 and the all-important \$92.00 longer term target (being achieved ahead of schedule).

WE were bullish last week in the Dollar and begin next week BULLISH on the Dollar, expecting a dominant thesis rally up away from \$92.50. If that doesn't happen, short beneath \$92.00.

Daily



Price remains active in a **falling parallel trendline channel** which is taking the form of a multi-swing retracement down away from the 103 prior high level. We're also seeing an accelerating arc trendline take price lower (weekly chart).

We'll be on guard for a sudden bounce up away from the 93.00 level next week – which would be logical and expected – but if it doesn't occur, expect the Dollar to complete the alternate thesis continued collapse (without a logical retracement) toward 92.00 in the future. That was the same plan from last week and it remains true - and happening - into next week.

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