AFRAID to TRADE
overcoming stock market fears with Corey Rosenbloom

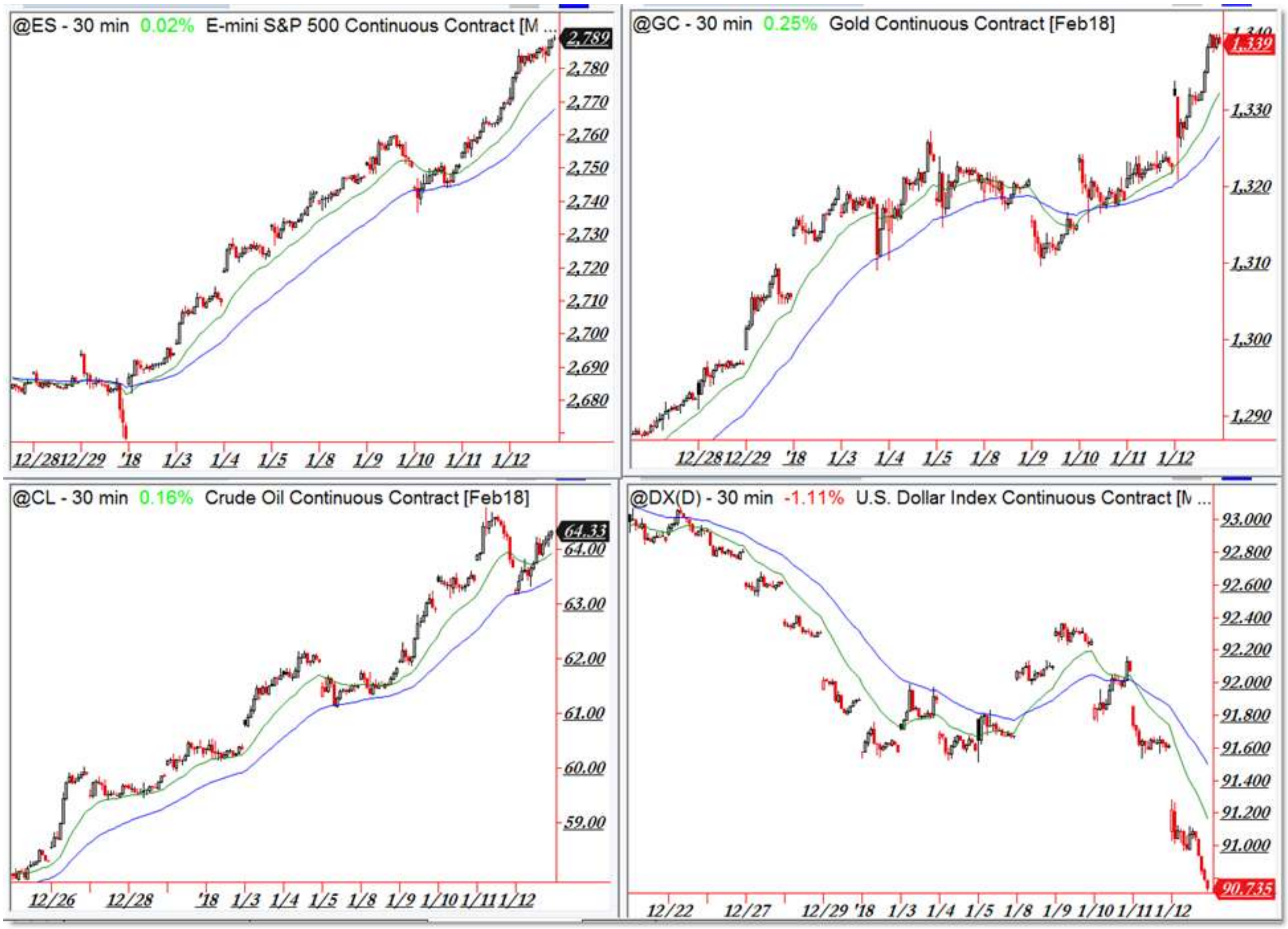
Weekly Inter-market Technical Report

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	UP	IN
US Dollar	UP	DOWN	DOWN	OUT

		SHORT-TERM TARGET			INTERMEDIATE-TERM TARGET		
	LAST*	UPSIDE	DOWNSIDE	KEY LEVEL	UPSIDE	DOWNSIDE	KEY LEVEL
10-Year Note	122.3	125	122	127	131	122	124
SP500	2789	Unlimited	2,400	2,700	Unlimited	2400	2700
Gold	1339	1,400	1320	1200	1400	1300	1300
Crude Oil	64.33	55	40	45	60	40	50
US Dollar	90.74	105	90	92.5	105	90	92.5

Intraday Intermarket



Let's prepare for the THIRD week of 2018, and 2018 is where the action is!

After a low-volatility, low-range, and thus low opportunity end to 2017, we're off to a surging trend/continual price action beginning to the new year.

DO NOT FIGHT or FADE TRENDS in MOTION.

Continuing the price action from last week, stocks surged along with commodities Oil and Gold. However, the sacrificial lamb was once again the US Dollar Index which pushed to new swing lows beneath support.

10-Year Treasury Notes ($UST – Price)

Monthly

Bonds remain in a **longer-term uptrend** - that is at risk of reversing - until proven otherwise beneath the 121.50 level. We've had plenty of pullbacks on the Monthly Chart, all of which served as valid pro-trend retracement (buy) opportunities.

As the Fed continues a Rate-Hiking campaign, we'll be cautious and even bearish on Bonds long-term especially beneath 122 and 121 should that occur. Watch support here for a bounce or breakout event.

Weekly

Bonds FELL at weekly support last week, crushing lower toward 122 and the 121.50 target.

HOWEVER, any future breakdown beneath 123 likely triggers our BEARISH PATHWAY toward 121 or even lower into the future.

No bounce? Bearish pathway in motion.

Daily

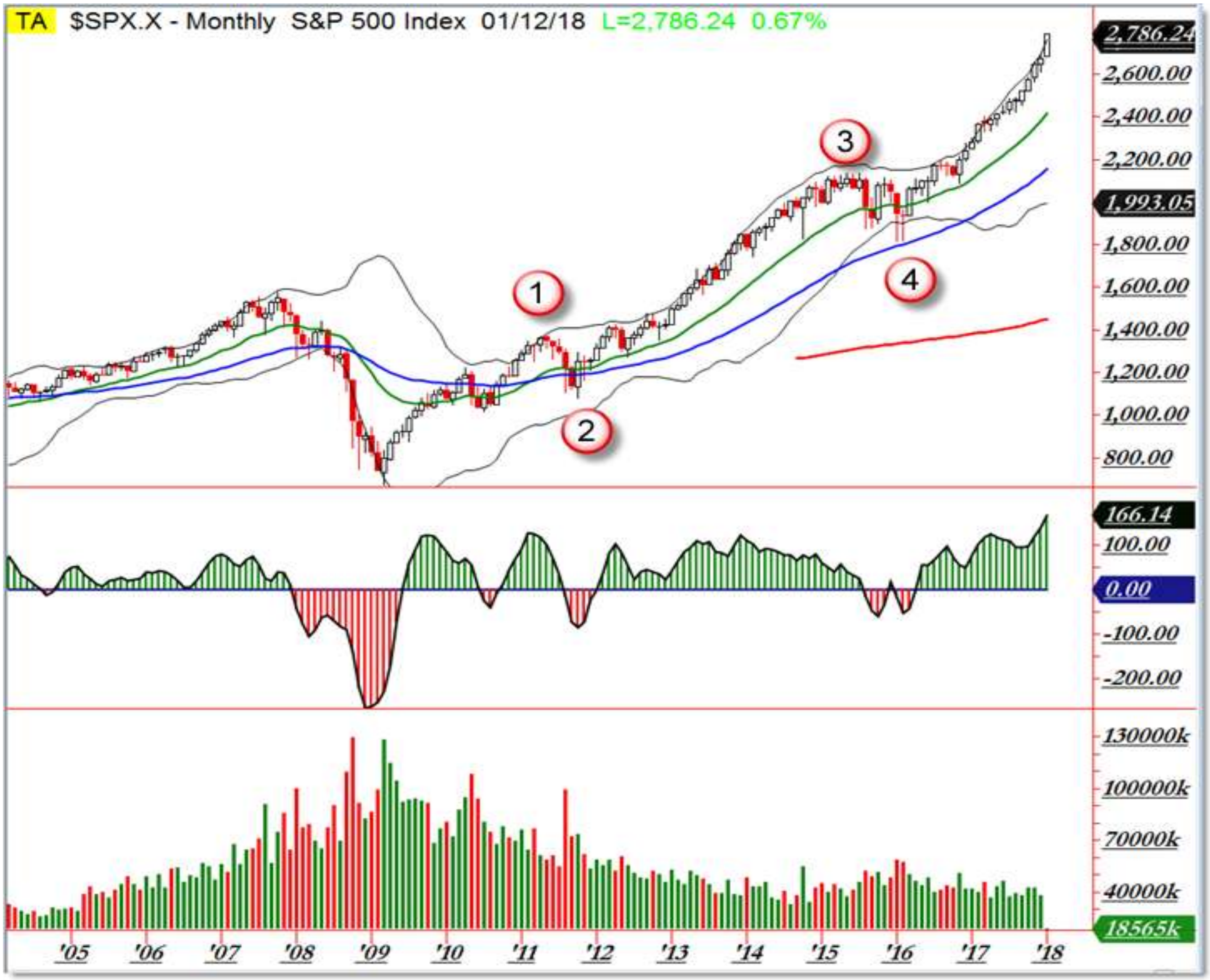
As mentioned on the WEEKLY chart, bonds are in a short-term DOWNTREND into a key weekly chart SUPPORT pivot.

Play any bounce up away from the 122.50 level that may take price back toward the 50 day EMA near 124.00.

Otherwise, look to short (or avoid) bonds beneath 123 which opens a rapid sell-swing pathway and continues the downtrend toward 122 then 121.

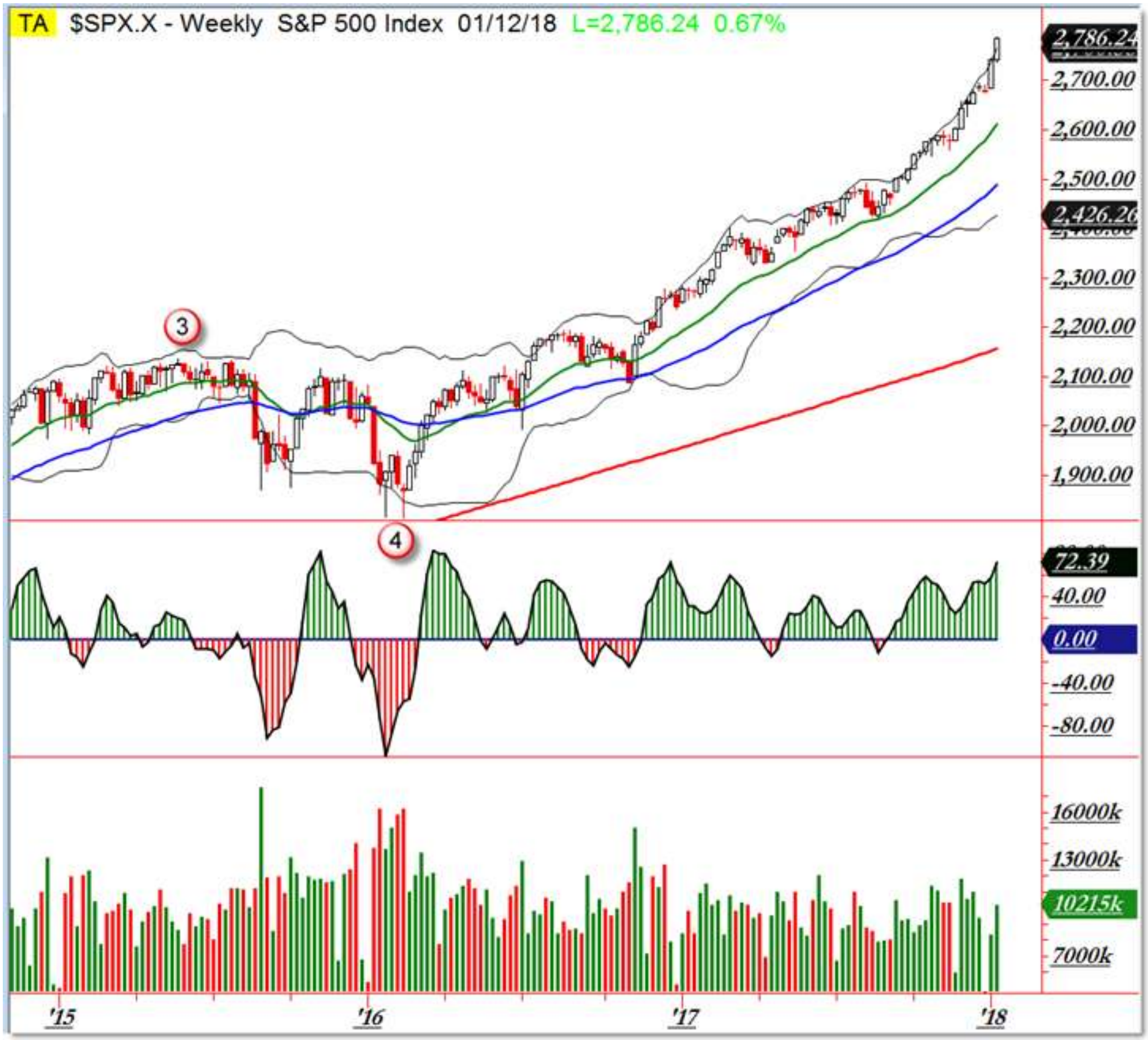
US S&P 500 ($SPX)

Monthly



Stocks pushed and closed at new all-time highs near 2,750 in a continued short-squeezed breakout in the ongoing late or ending THIRD WAVE of a likely final (long-term) primary fifth wave toward 2,600. 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. Note how FAR extended price is from the 20 month EMA near 2,400 which only notes caution in an overbought market, not bearishness. With the recent similar price action, there's no change. We remain in a strong impulse with minimal pullbacks, underscoring the strength of the current Wave 3 unfolding of 5 (meaning the market STILL has higher to run).

Weekly



The Weekly Chart reminds us that **we remain in a rising trend on ALL timeframes, making us bullish until proven otherwise**. For simple strategy planning, we're playing the DEPARTURE from 2,700 as we've done at recent similar "round number" levels (we're at 2,750 now).

We keep playing this extended bull market while it lasts, knowing it won't last forever. It's a unique situation but the market does continue defying traditional wisdom by refusing to give even a small pullback. It does increase the odds of a larger/violent snap-back in the future so please be careful however you are choosing to trade this overextended environment.

Daily:

We're off the rails, folks. Deep level analysis and planning WILL NOT help you.

Focus on your lower-timeframe charts and keep playing within this extended bull market above 2,700 that is actually accelerating at the beginning of 2018.

Don't stand in the way of this bull market - be neutral if you can't bring yourself to be long.

Though it seemed impossible at the end of 2017, the 2,800 level is firmly in play as a valid and easily achievable target (15 points away).

Gold

Monthly

Gold broke out of our sideways trend recently, allowing aggressive traders to play the breakout swing UP AWAY FROM the $1,300 known resistance target. Price then played up toward our $1,370 target and we used it as our departure point to play the bearish DEPARTURE (retracement) from this level. At this point, a SIDEWAYS trading range (triangle) has developed with price rapidly rallying toward our upper target (see Weekly Chart).

Weekly

Gold and Bonds have been trading together as RISK-OFF markets and with price at the midpoint, note the daily chart targets and price pathways but we're seeing a departure (breakdown) in that relationship at the beginning of 2018.

We've been playing BULLISHLY for our ongoing departure/rally UP AWAY FROM the $1,250 level, playing for $1,300's price overlap as price closed the week at the trendline and weekly Bollinger Band. Now, we're nearing our official longer-term target of the $1,340 level which is a key price pivot, triangle trendline, and upper Bollinger Band target. Watch this level closely.

Daily

Gold surged at the end of 2017 and continued surging higher with a minimal retracement in 2018.

Again, we're playing up toward the $1,340/$1,345 pivot which is just shy of the prior spike high of $1,360. Price closed at our short-term target last week.

Like stocks, it's LATE in the game to get long/bullish here but again we don't want to fight/fade (trade against) the bullish upside strong price action.

Note the target and follow your lower timeframe charts in the week ahead for any weakness.

WTI Crude Oil ($WTIC)

Monthly

As always, start with the Weekly Chart and note key levels and plans - including targets for the retracement toward weekly and daily target support. Oil remains in a longer-term sideways trend with bullish overtones and bullish short-term trends as we challenge a resistance target high at $60 - where price currently trades above this level for now.

Weekly

Use both the Weekly and Daily charts to form your targets and trades as price moves **ABOVE THE HIGH of this weekly range** ($55) with pivot target near $60.00. Price is above our simple $60 pivot and challenging the $65.00 per barrel level.

Follow your DAILY CHART with price initially trading DOWN AWAY FROM the $65 target.

Daily

Oil continues the BULLISH UPTREND (with stocks) and exceeded our $60.00 target toward $65.

We've correctly played into the bullish action but now price is above our expected target on negative divergences and with reversal candles into Friday's session.

Carefully play a sell-swing (or take profits) into the current $65.00 level as Oil is expected to trade lower back toward or beneath $60.00.

It would be an alternate thesis "ignore it all" short-squeeze breakout trade above $65.00 if we find ourselves above $65.00 next week as we correctly traded above $62 per last week's plan.

US Dollar Index ($USD)

Monthly

Targets have been achieved on all timeframes so update your positions here in the Dollar with respect to our Wide Neutral Range and bull/bear pathways.

Price fell once again toward our critical pivot near $91.00 so we'll be watching that within the yellow highlight and larger sideways trading range seen on the monthly chart above.

Weekly

The Dollar fell from our Monthly (20 EMA) and Weekly (50 EMA) pivot targets just shy of 95.00 and continued doing so last week; in fact, the Dollar continues to be the biggest moving (downside) market that we track.

The short-term downtrend continues with price trading back down toward the 90.00 low.

Focus on the DAILY chart and note any possible support-bounce from 90.50.

Daily

The Dollar is just above the critical MAKE or BREAK PIVOT at the $90.50 level after trading back down toward our pivot from our sell-swing (signal) just above 93.00 recently.

In fact, use September 2017's swing low (spike reversal) as your pivot and trade the DEPARTURE from the current 90.75 level as your trading plan.

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