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	122.05	125	122	127	131	122	124
SP500	2875	Unlimited	2,400	2,700	Unlimited	2400	2700
Gold	1354	1,400	1320	1200	1400	1300	1300
Crude Oil	66.2	55	40	45	60	40	50
US Dollar	88.9	105	90	92.5	105	90	92.5

Intraday Intermarket

I'll repeat the emphatic phrase from last week that is true this week and was accurate:

DO NOT FIGHT or FADE TRENDS in MOTION.

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In simplest terms as we'll see in all markets for the week ahead, all trends continued.

Gold and the Dollar had a volatile counter-swing but stocks and oil continued trading higher while bonds continued the downtrend as was expected.

Hey - don't fight or fade trends in motion. That's still the main lesson so far in 2018.

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 though odds continue to favor more downside future action.

Weekly

Bonds FELL at weekly support last week, crushing lower toward 122 and the 121.50 target. Compare the monthly 50 EMA with the breakdown and collapse toward the prior support on the weekly chart.

As stated last week, any future breakdown beneath 123 likely triggers our BEARISH PATHWAY toward 121 or even lower into the future.

Daily

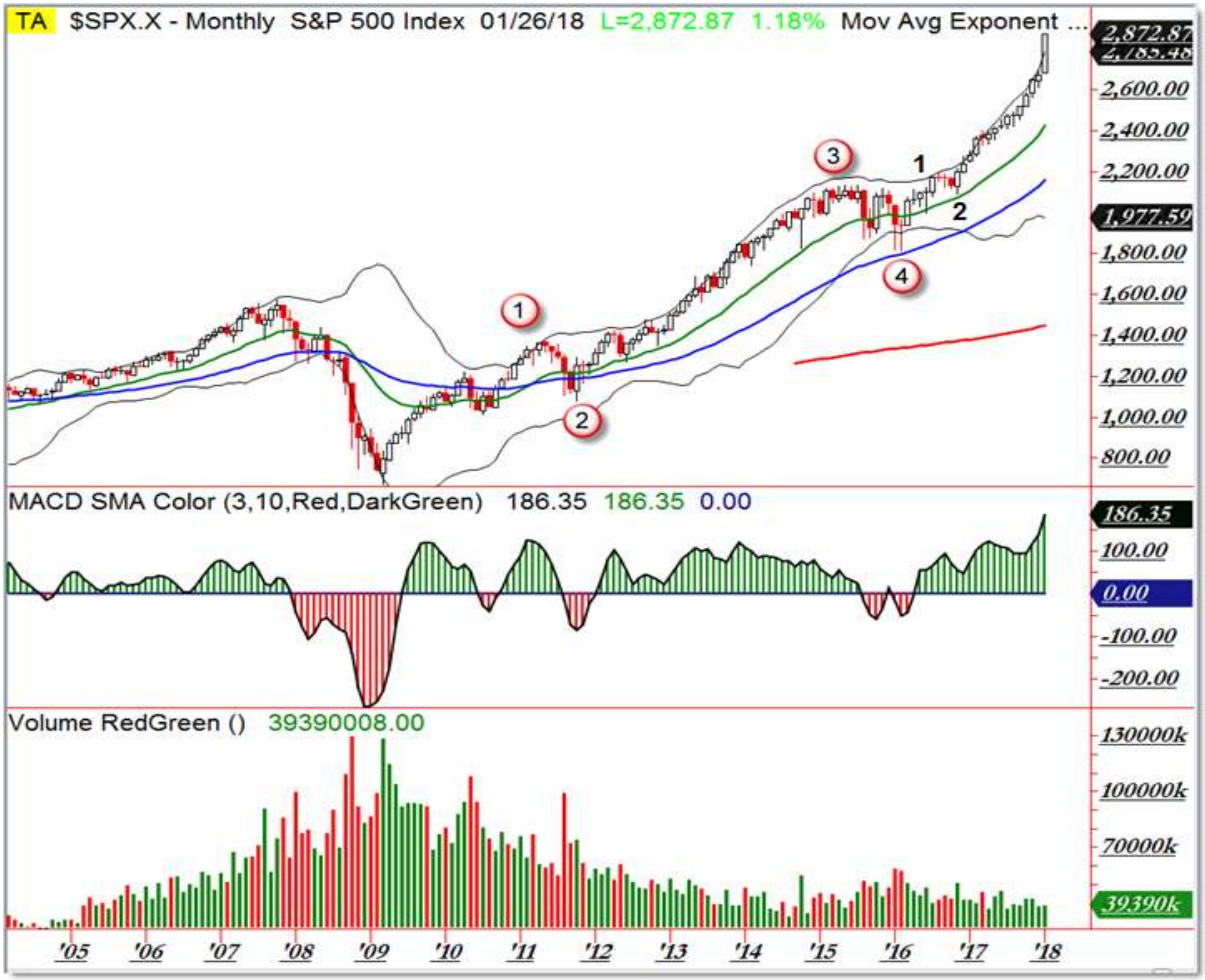
As mentioned on the WEEKLY chart, bonds are in a short-term DOWNTREND into a key weekly chart SUPPORT pivot at 122.00 (here) then 121.50.

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

We'll expect a rally/swing up (counter trend) toward 123 as the dominant thesis, making any future break beneath 122 (without a retracement) the alternate thesis breakout event.

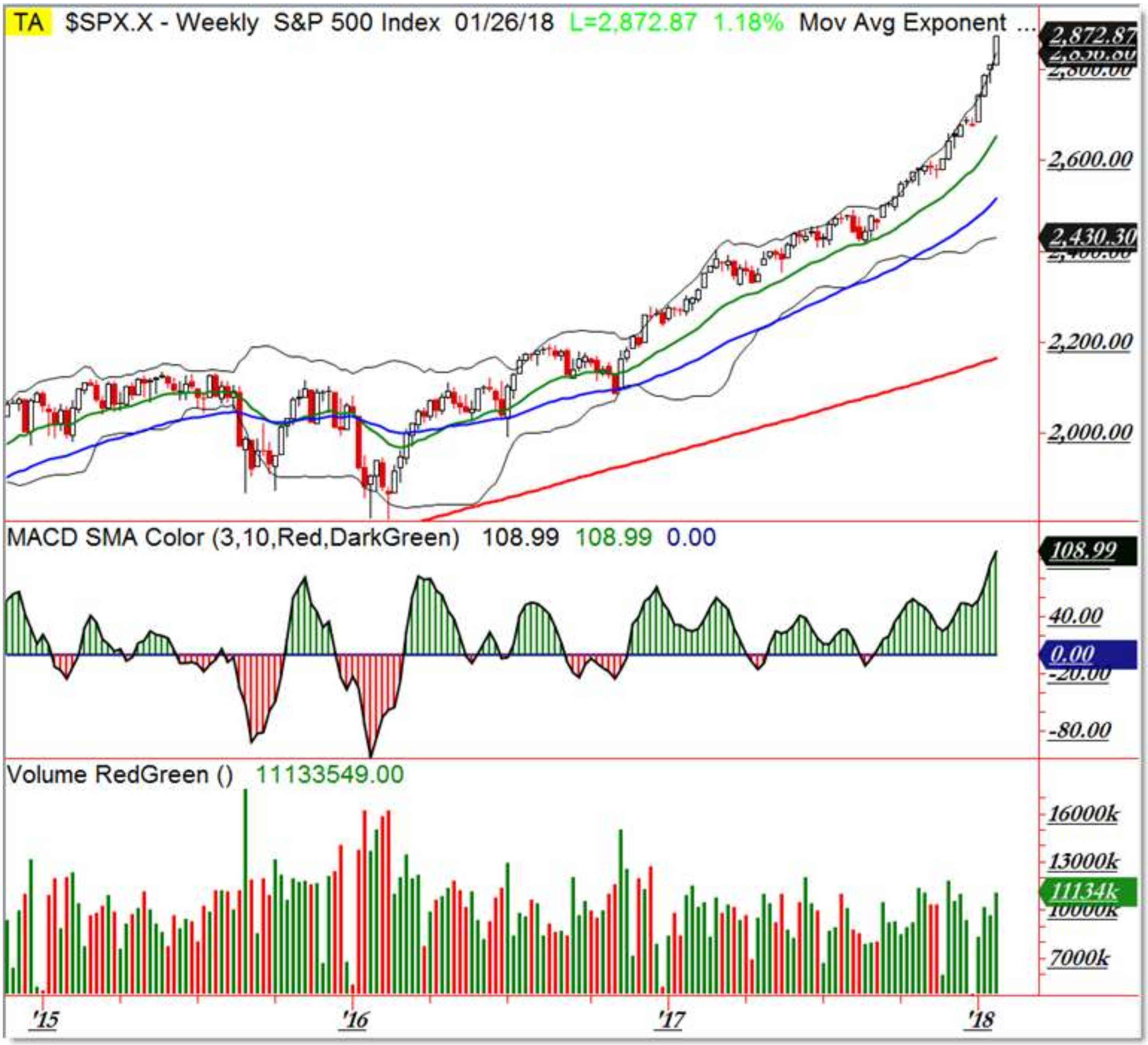
US S&P 500 ($SPX)

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 price closed above 2,800 in an extended and straight-up price run now approaching 2,900. It likely will snap-back hard but until it does, stay cautious or bullish. Yes, that's 2,900 in the S&P 500 after being at 2,700 in December.

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

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 $1,350 level which is a key price pivot, triangle trendline, and upper Bollinger Band target. Watch this level closely.

Friday gave us an initial departure from this target - see the Daily Chart.

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 suddenly achieved then FELL from our prior high just above $1,365.

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 $1,370 target for a probable pullback(alternate thesis bullish breakout above $1,370)

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 firmly and strongly (like stocks) break ABOVE 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 $65.00.

We got our retracement (see Daily Chart) which turned into a clear BULL FLAG buying opportunity.

Note the breakout and bullish uptrend continuity along with a surging US Stock Market.

Daily

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

We even got our pullback last week toward support (rising 20 day EMA) and the expected/logical BULLISH uptrend action.

Use the $66.50 level as your pivot, continuing any bullish trades into "open air" (no resistance/no target) above it or cautious beneath $65.00 toward $63.50.

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 beneath our critical pivot near $91.00, collapsing in a violent breakdown as seen best on the Weekly Chart.

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 - then breaking strongly beneath (on high volume) - the 90.00 low.

The Dollar collapses while the US Stock Market surges as the strong inverse relationship continues.

Daily

The Dollar continues its downtrend with a breakdown beneath the 91.00 target and a sudden fall toward 90.00 and now under $89.00.

Here's a valid/actionable (correct) quote from last week:

Once again, 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.

We saw a big reversal candle Thursday and are on guard for a bullish counter-trend reaction up like in bonds (potentially). If not, then this collapse continues (alternate thesis).

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