

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	126.10	130	122	124	131	122	124	
SP500	2470	2,500	2,225	2,370	NONE	2220	2400	
Gold	1,255	1,300	1125	1200	1400	1080	1200	
Crude Oil	45.60	55	40	45	60	40	50	
US Dollar	93.68	105	96	100	105	96	100	

Intraday Intermarket



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

Stocks continued higher in a short-squeezed, positive feedback loop (both sides buying) environment along with Gold which reversed UP off the \$1,200 target low. With Gold, we're already back to our \$1,260 target ahead of schedule, erasing the prior sell-swing.

Crude Oil remains flat to bearish and may be entering a new sell-swing phase.

The Dollar remains the weakest market in an ongoing downtrend to new swing lows – though pay attention to this week's trendline play.

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 and likely won't for quite some time. I'm highlighting the prior 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.

Of all things that are puzzling right now, it's the fact that bonds keep rising (price) in the context of the Fed raising rates. Odd – but it's what's happening so we keep following it.

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. We remain **BULLISH** within this rising parallel trendline pattern in the context of a monthly chart primary uptrend.

Simply stated, we're going to **CONTINUE** playing the **DEPARTURE** away from our 125 critical pivot price potentially on a pathway up toward the 127.50 or 128.00 area.

Daily



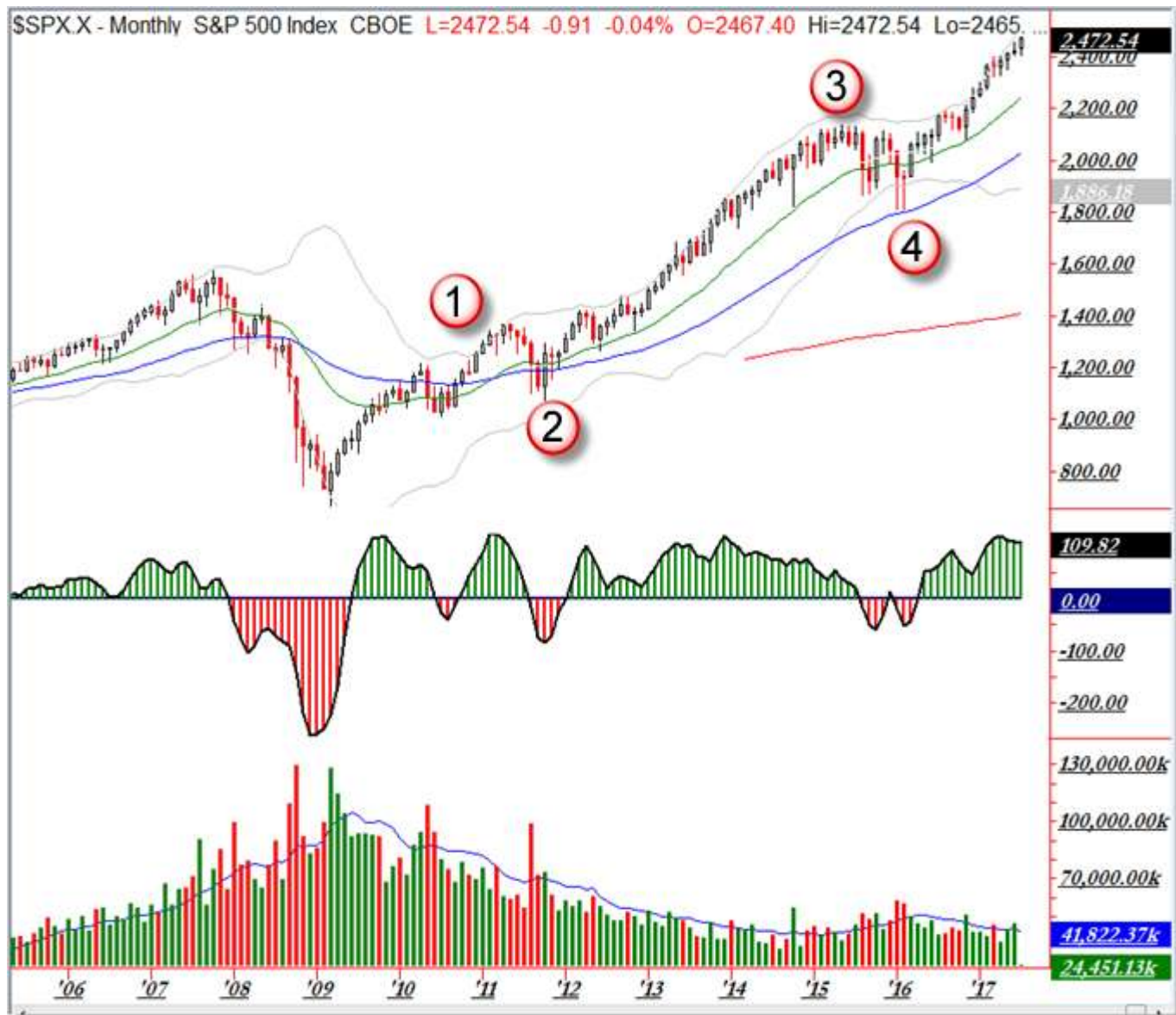
Strange as it may be in a rising rate environment, Bonds remain in an UPTREND and continued last week to extend UP AWAY FROM our 125 price pivot toward – then above – 126.

Continue focusing on the 126.50 pivot level which is the prior swing high from April.

IF we're above this level – and then above 127 – we'll continue trading bullishly toward the rising trendline pattern seen on the weekly chart targeting 128.

US S&P 500 (\$SPX)

Monthly



Stocks rallied beyond 2,450 to new all-time highs in a short-squeezed breakout in the ongoing **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.

Weekly



The Weekly Chart reminds us that **we remain in a rising trend on ALL timeframes, making us bullish until proven otherwise**. We used 2,450 as our short-term pivot last week and it was successful as price continued its bullish rally within the broader third wave environment.

We contend that we remain in a late THIRD WAVE (middle portion - the "5" refers to the 3rd wave of 5) of a final larger/primary FIFTH wave that could end middle to late 2017 in terms of an Elliott count. 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).

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 mad bulls.

For now, we will be using the 2,475 pivot amid the current retracement/pullback from the high toward 2,460 (rising 20 day EMA and trendline).

It may sound incredibly odd in the political environment, but the economic environment at least as evidenced by the rising/new highs in the equity market does suggest a strong underlying economy and positive/bullish expectations for the future.

We'll simply remain bullish-leaning until/unless price is beneath the 2,420 rising trendline.

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).

The Weekly Chart hold the potential for additional bullish action but don't get too excited – given the Monthly Chart – until we're firmly above \$1,400 and our 2017 trading range.

Weekly



Buyers stepped in (and sellers covered profits) at our \$1,200 target resulting in an expected BOUNCE away from our target.

With two weeks up within our trading range, we're just shy of the \$1,270 level and then \$1,300 should buyers extend Gold above \$1,270.

Note the new "Arc" trendline pattern seen on the Daily Chart and the additional upside action leading toward \$1,270 (our confluence target).

Daily



Last Friday saw a bullish BREAKOUT above our target of the \$1,240 level (from last week) which was the overlap of the 20 and 50 day EMAs.

We'll remain BULLISH until proven otherwise in a breakdown beneath \$1,240's confluence support. Note the upside pathway – within the highlighted Arc Trendline pattern – toward \$1,270.

Notice the similar swings up and down within the pattern.

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. Oil is set to fall FIVE MONTHS in a row as the primary (monthly) downtrend continues.

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

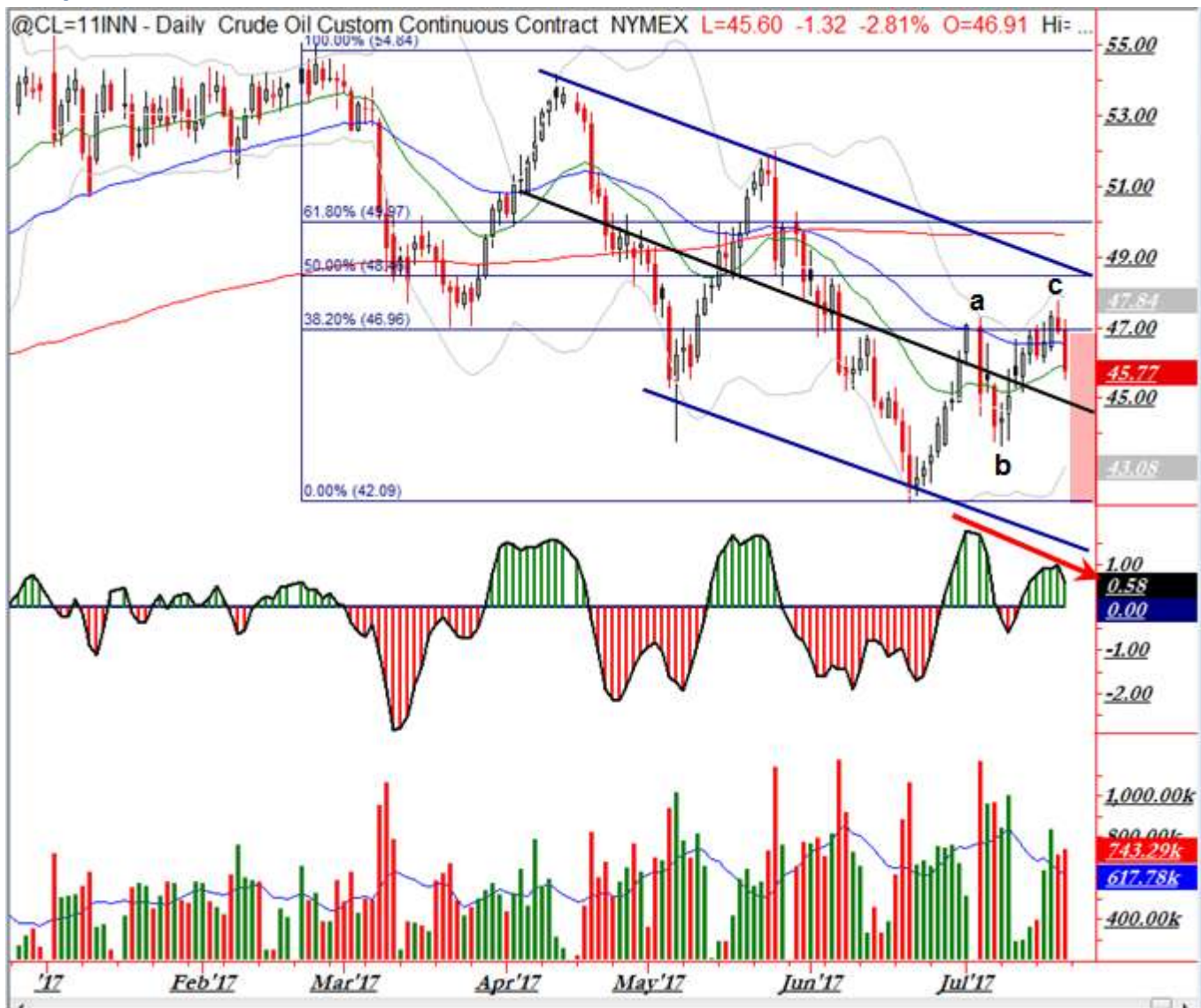


We did achieve our "short-term bounce" up away from the \$42.50 level as price traded up toward the 20/50 EMA confluence on the weekly chart and the 50 day EMA on the Daily Chart. The \$47.00 pivot was last week's high as a sell-swing occurred late last week.

See the Daily Chart for a clearer plan of what to expect/trade next (within the falling parallel trendline channel) and an "abc" retracement

Price is trading DOWN AWAY FROM a key pivot point as seen on the Daily chart.

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).

Sellers aggressively stepped up their campaign late last week, liquidating oil AWAY FROM our \$47.00 Fibonacci and Moving Average target.

With sellers taking the lead from a negative divergence into our resistance target, we're aggressively short-selling while price is beneath – and trading down away from - \$47.00 toward \$44.00 or even beneath \$43.00 as the downtrend continues.

US Dollar Index (\$USD)

Monthly



The weakest market (relatively speaking) has been the US Dollar which continues for a FIFTH month lower like Oil.

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.

Should the Dollar break beneath 93.00, expect it to trade even lower. For now, we'll tilt "bounce-plan" bullish unless firmly beneath 93.00.

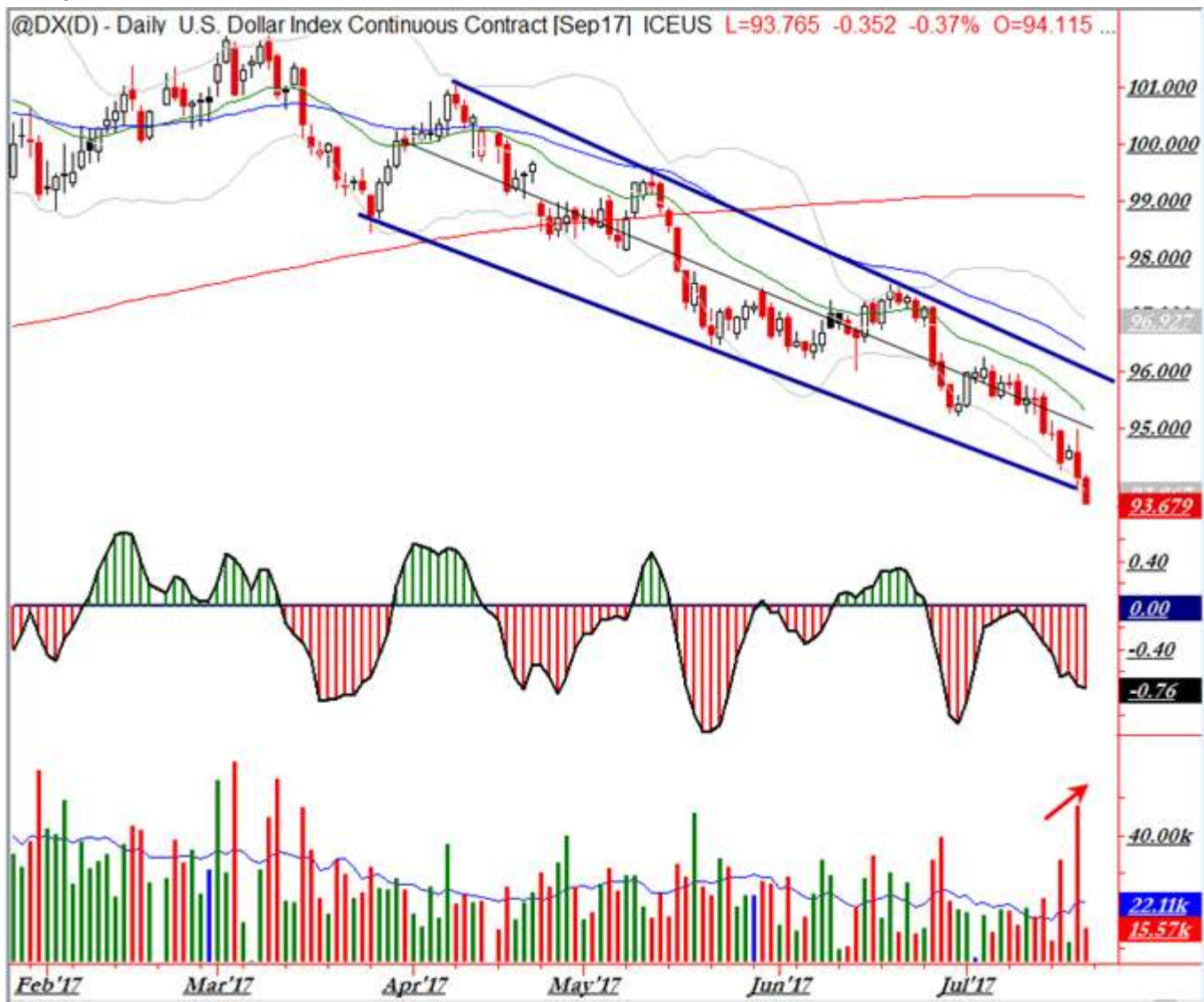
Weekly



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.

The Dollar remains weak but use the DAILY chart to formulate your trades - within a falling parallel trendline channel toward a key Fibonacci Level. Buyers haven't stepped in yet and short-sellers (our bias) have been profitable during this slow-moving collapse.

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.

The Dollar collapsed last week and fell **BENEATH** the lower trendline, lower Bollinger Band, and 78.6% Fibonacci Retracement. Those are serious developments within this emerging and strong downtrend in price.

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).

Disclaimer:

All information is from sources deemed to be reliable, but there is no guarantee to the accuracy. Information is for educational purposes only and is not intended to give specific trading advice. Past performance is no guarantee of future performance. Investment/ trading carries significant risk of loss and you should consult your financial professional before investing or trading. Your financial advisor can give you specific financial advice that is appropriate to your needs, risk-tolerance, and financial position. Neither Corey Rosenbloom nor Afraid to Trade was compensated in any way by any of the broad markets, stocks, or securities discussed in this report. Corey Rosenbloom is compensated by the sale of this report and not by any underwriter or dealer associated with these markets. Opinions are based on widely-accepted methods of technical analysis including the Elliott Wave Principle, Oscillators/Indicators, Candle-charting analysis, Volume, Fibonacci, and other methods of analysis. No specific recommendation is given to buy, hold, or sell any of these markets/securities or exchange traded funds related to these markets. Neither Corey Rosenbloom nor Afraid to Trade is a Registered Investment Advisor. Long-term investment success relies on recognizing probabilities in price action for possible future outcomes, rather than absolute certainty – risk-management is critical for success. Error and uncertainty are part of any form of market analysis.