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	125.04	130	122	124	131	122	124
SP500	2424	2400+	2,225	2,370	NONE	2220	2400
Gold	1220	1,300	1125	1200	1400	1080	1200
Crude Oil	46.76	55	40	45	60	40	50
US Dollar	95.95	105	96	100	105	96	100

Intraday Inter-market

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

In the SHORT-TERM, we see a SIDEWAYS/RISING price action (except for the recent bearish action) movement in STOCKS but bearish action in the US Dollar.

However, commodities have been the weakest markets recently with Gold pushing to new swing lows. Oil held support with divergences and extended the rally from last week.

Keep this grid in mind as you plan and execute your swing/short-term trades this week.

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. We're seeing additional BULLISH action as price moved above falling weekly EMA targets.

Note the uptrend and bullish pathway on the monthly chart above the 126 level should buyers continue to extend the market higher (in the events stocks retrace). However, we're seeing a strong sell-swing in Bonds and a possible new swing (shift) to the downside as framed on the WEEKLY chart.

Weekly

Price similarly BROKE OUT of the falling weekly averages (like the nip above the 126 level) near the 125.50 target area, making price push through resistance toward higher targets shy of 127 (see the Daily Chart).

Price rallied off our 20 week EMA support target for four weeks but pulled back from the upper Bollinger Band recently. We saw a strong sell-swing last week which grabs our attention.

Here's a quote from last week that is in play for the week ahead (as we play the departure):

We're at a pivot or turning point which is one more week beneath the 50% Fibonacci Target as drawn on the WEEKLY chart so adjust your trades and plan accordingly - playing the DEPARTURE from the current target into 127.00.

Daily

Here's another quote from last week:

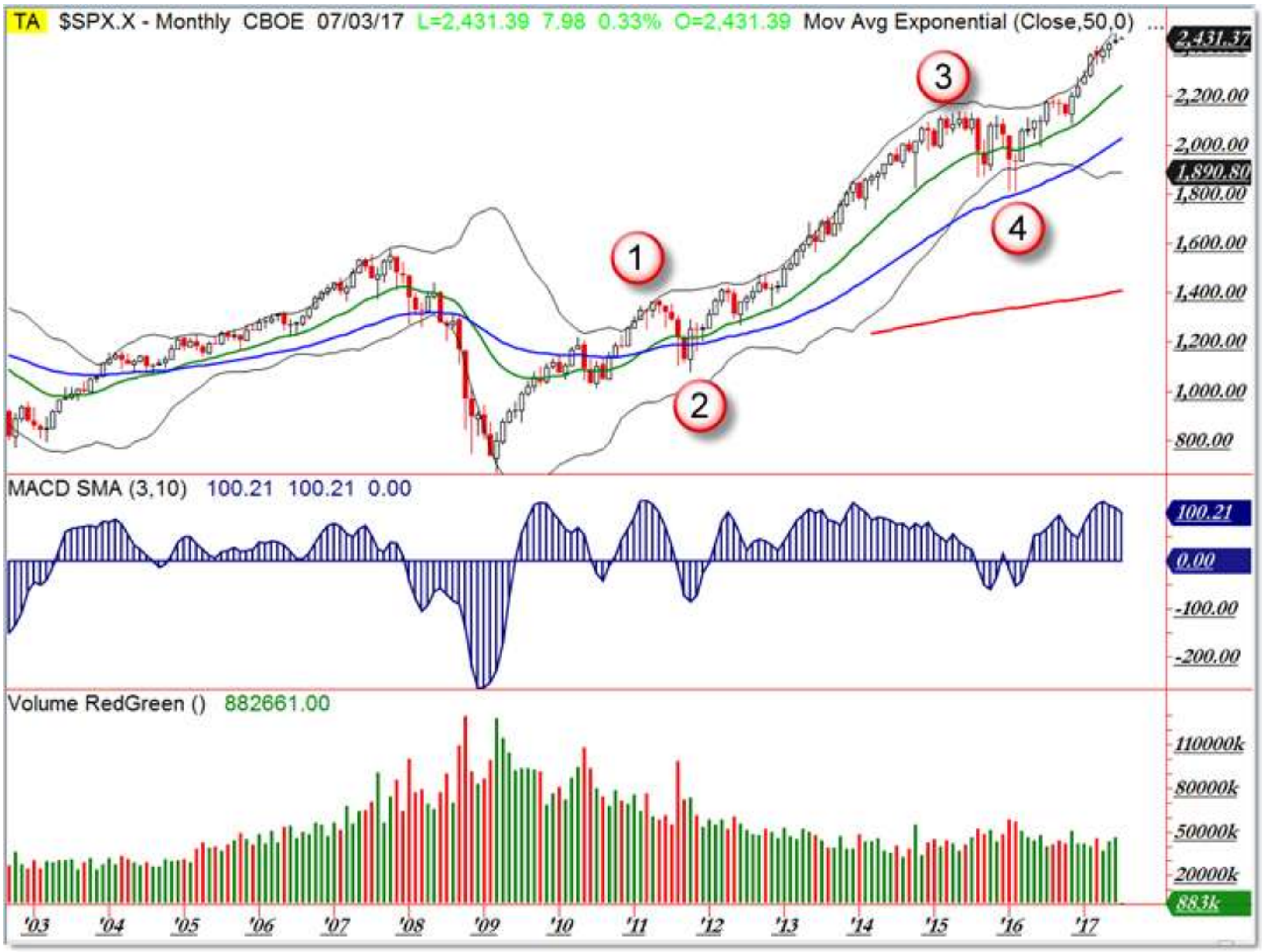
For the week ahead, we still note the 38.2% Fibonacci Retracement at 125.15 which is a downside confluence retracement TARGET with the lower Bollinger Band, 200 day SMA, and 50 day EMA. We'll mark this - the pullback thesis - as our dominant/logical one.

That's EXACTLY what happened.

Now we arrive at - and just beneath - our target near 125. Remain BEARISH beneath this level but don't be surprised if we do get a bounce/relief rally after such a strong - expected - sell-swing last week.

US S&P 500 ($SPX)

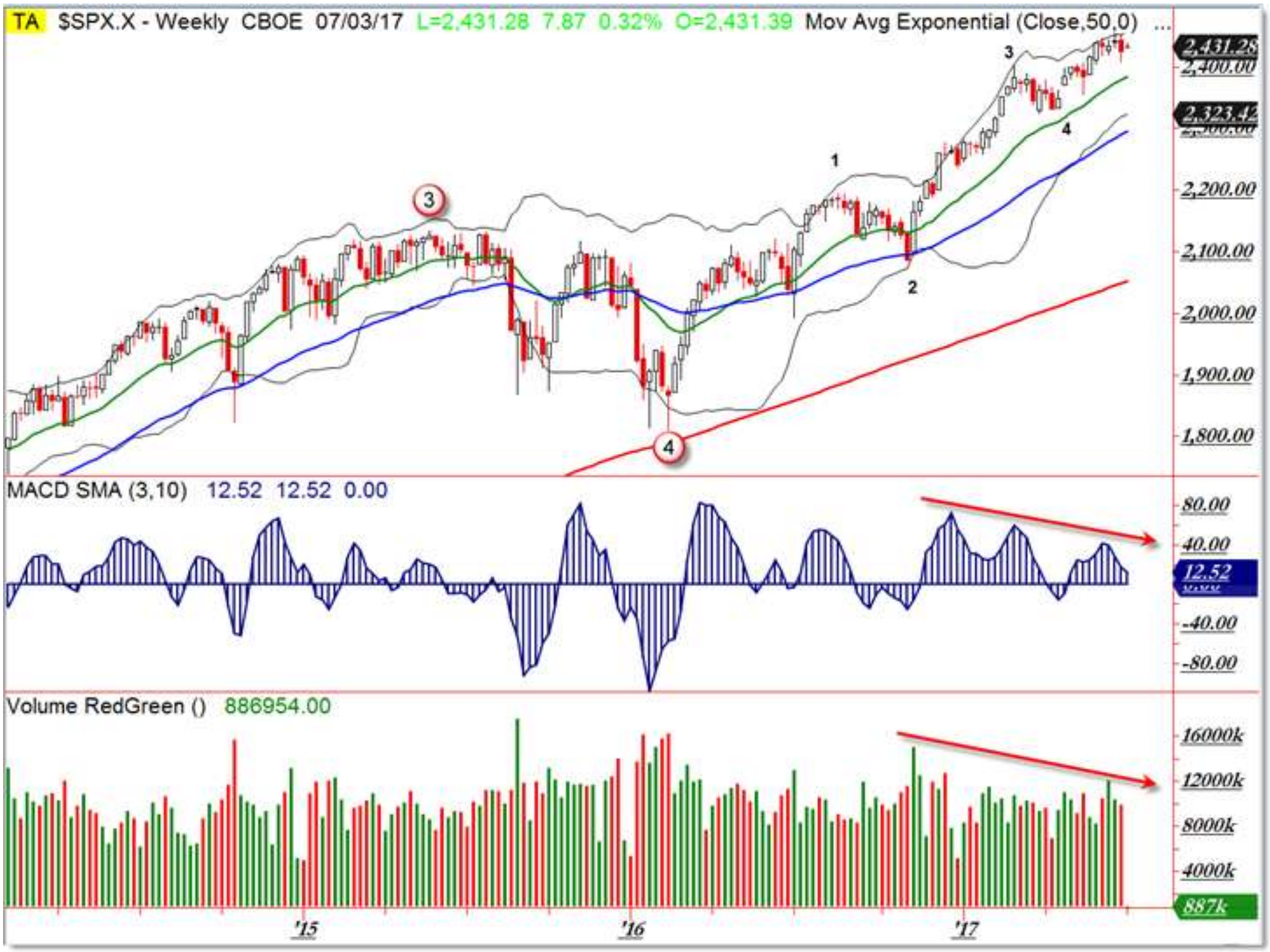
Monthly



Note that the Monthly Chart suggests a possible pullback toward 2,250 but that's ONLY in play ***IF*** price (sellers) breaks beneath the weekly support target achieved at 2,400. That clearly didn't happen last week as we continue our attention at the achieved all-time high at 2,450.

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 puts us continuing in a primary FIFTH WAVE with more future upside action in 2017 to come.

Weekly



The Weekly Chart reminds us that **we remain in a rising trend on ALL timeframes, making us bullish until proven otherwise**. Do note the DAILY chart and the critical support (also on the 20 week EMA) at 2,400. We'll be snap-back bearish beneath this level and otherwise "edge of the cliff" bullish above it.

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 FIFTH wave that could end middle to late 2017 in terms of an Elliott count that we've held for a while. At this point, we are likely the latter/terminal stages of the third wave so DO BE CAUTIOUS, especially given the negative divergences that are setting into the price at the highs (with a wedge pattern).

Daily:

Don't be biased - be objective and know what positions/trades you'll take in either a bullish breakout or bearish (short-term) retracement scenario. Don't be bewildered by this persistent uptrend or the second recent sideways trading range at the highs. We got the initial pullback last week but rest at the rising 50 day EMA for another possible bounce-up within the range.

Otherwise if we don't see a break beneath 2,400, ignore **anything** that says the market should pullback if it doesn't - and instead remain bullish within the short-squeezed "weak momentum/weak volume" rally (which would be against historical odds but could certainly occur).

Compare the current sideways trading range at the highs with that of May - we had a one-day "crash" yet the uptrend persisted. Risk remains high to bulls AND bears so be safe here.

Gold

Monthly

We were monitoring overhead resistance levels - especially on the Monthly and Weekly EMA levels - we saw continued sell-swing action as Commodities continued to "collapse" on lower frames. Gold traded DOWN away from resistance toward the lower end of a weekly range.

The pullback last week took us from our weekly confluence at $1,300 (seen best on the Weekly Chart). We'll focus on that and the level-planning from there within a SIDEWAYS (yellow highlight) monthly trend which we can see easily on the Weekly Chart.

Weekly

Here's a quote from last week's plan:

We're at a critical pivot at the $1,250 target and initially DEPARTING FROM IT higher as expected. Use it for planning your trading strategy for the week ahead.

Price broke beneath our $1,135 "rising trendline" pattern to test the bottom (low) of a sideways trading range (rectangle) as drawn above.

For next week, keep focused on the Daily Chart and the recent SIDEWAYS ACTION in price that developed in the context of a rising trend that began early in 2017 and continues to this day.

Daily

Price successfully rallied toward our $1,300 level which is the prior high, Round Number, Fibonacci, and Upper Bollinger Target (that's Confluence!). We were to take profits and were successful with that strategy. We saw the pullback extend last week with Gold closing beneath the 38.2% Fibonacci Level ($1,233).

We did successfully get our sell-swing to this level - but for the remainder of the week, focus your attention on the $1,220 price target. We'll look for a possible bounce here but if not, expect the market to fall toward $1,200. If beneath $1,200, then "something else is going on," meaning we're breaking OUT of the sideways range.

Bull above $1,240; Bear beneath $1,220. Neutral of course between right now.

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 fell for the last FOUR months in a row - but we may be seeing a relief rally.

As always, start with the Weekly Chart and note key levels and plans - including targets for the current bounce - on the Daily Chart.

Weekly

Price resumed the broader sideways trading range (see Daily) from the logical sell-swing down away from the $52.00 level. Note the new SIDEWAYS trading range giving way to a BREAKDOWN (under the rising trendline beneath $48).

Here's a quote from last week that was - once again - very successful to trade:

The DAILY CHART gives us a key plan within this broader trading range we're seeing on the Weekly Chart above, particularly with a possible short-term bounce into our $43.00 target.

For now, the best strategy is to focus on the broader consolidation between the $44.00 and $55.00 level (see DAILY chart) and play the daily swings between these key pivot prices.

Daily

Continue to frame your short-term Crude Oil trades in terms of the weekly consolidation and sustained swings between these levels.

Here's another quote:

Oil "should" bounce here (it did so Thursday and Friday) so take profits if short and prepare to trade a possible bounce, placing a stop beneath this current pivot support.

Note the target into the falling 50 day EMA ($47.00 level) and the possible "swing repeat" toward $49.00 if we get another pattern similar to the blue lines I've drawn for you.

US Dollar Index ($USD)

Monthly

Price broke beneath the rising 50 week EMA the 100.50 index level and is heading toward the or $97.00 level which would achieve the rising 20 month EMA. That happened last week and price began a potential short-term reversal.

The Monthly Chart shows that the index achieved a key target into the 61.8% Fibonacci Pivot - which is logical and expected; watch the weekly chart for accelerated selling if this level fails.

Weekly

The prior week took us lower toward this target with a potential bullish reversal candle in motion (Friday was a bullish session).

The Dollar remains weak but use the DAILY chart to formulate your trades - within a falling parallel trendline channel pattern.

Do note the weekly Open Air beneath 96.00 should sellers keep up the pressure in a market in possible distribution/collapse (if support fails). Right now, 95.00 is your key within the pattern.

Daily

Price remains active in a falling parallel trendline channel trading range which is taking the form of a multi-swing retracement down away from the 103 prior high level.

We didn't get a bullish bounce off the Fibonacci pivot near 96.00 but instead saw a "collapse" or bigger move in the opposite direction. Once again, here's a quote from last week:

However, keep short-selling the index if it breaks powerfully beneath 96.00. IF so, look to the Weekly Chart and the Daily Chart to see that there isn't much there to hold price if 96.00 fails as support.

Focus on the Fibonacci Levels within the falling trendlines as a "stair-step" pattern takes price lower.

Disclaimer: