

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	125.23	130	122	127	131	122	124
SP500	2553	2,500	2,400	2,455	2500	2400	2400
Gold	1306	1,400	1320	1200	1400	1300	1300
Crude Oil	51.38	55	40	45	60	40	50
US Dollar	92.94	105	90	92.5	105	90	92.5
* Futures Data							

Intraday Intermarket



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

The short-squeeze/bullish creep in the equity market continues while Gold rallies strongly off its V-Spike Bottom.

Oil also reversed higher - all at the same time the US Dollar Index fell sharply from our resistance target (achieved) into 94.00.

These intraday trends - and recent reversals - will set the stage for the upcoming week.

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

Monthly



Bonds remain in a **longer-term uptrend** until proven otherwise beneath the 121.50 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.

Focus on the WEEKLY CHART and the critical EMA target overlap area just here at 125.

Weekly



We saw stocks continued to rally strongly through the end of Q3 at which point bonds fell sharply as the inverse relationship continued. As we begin Q4, bonds are a buy on a bounce up away from 125's support and an alternate thesis "collapse" breakdown if beneath it. That's our simple plan with reference to a critical make-or-break chart area.

We're already seeing this bounce/rally we expected though it reached its first target here at the 125 level. Note the Daily Chart overlap with the Fibonacci and EMAs - use this as your pivot point for the remainder of the week.

Daily

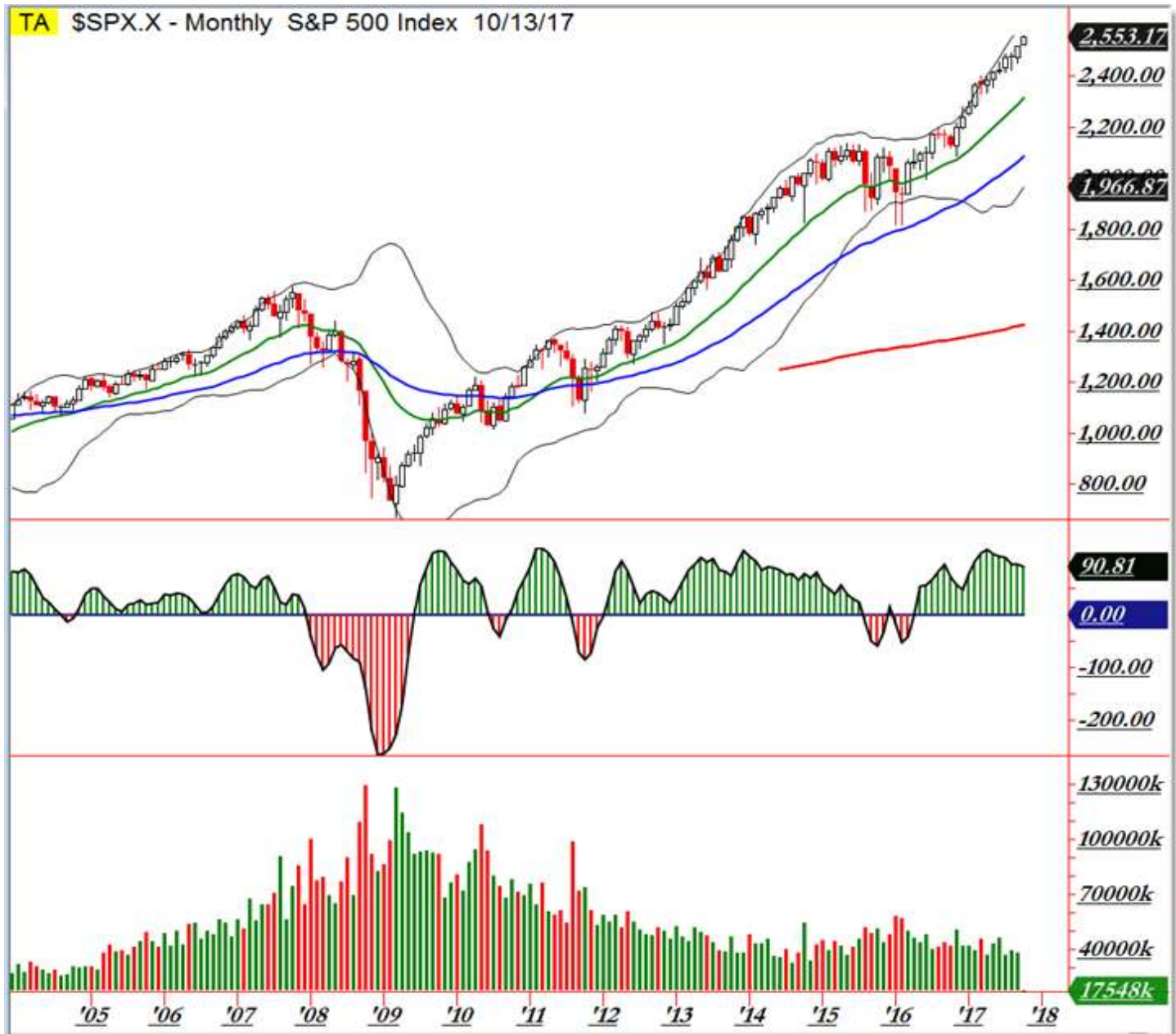


We successfully called the likely bullish bounce UP AWAY FROM the 124 pivot now into the falling daily EMAs and Fibonacci Pivot. Once again, use the 125.25 level as your bull/bear breakout pivot, playing the dominant bullish thesis long above 125.50 toward 127.25 again into the future.

However, be on guard for a small retracement down away from 125 before a possible breakout occurs. Should stocks fall soon, bonds will likely rally.

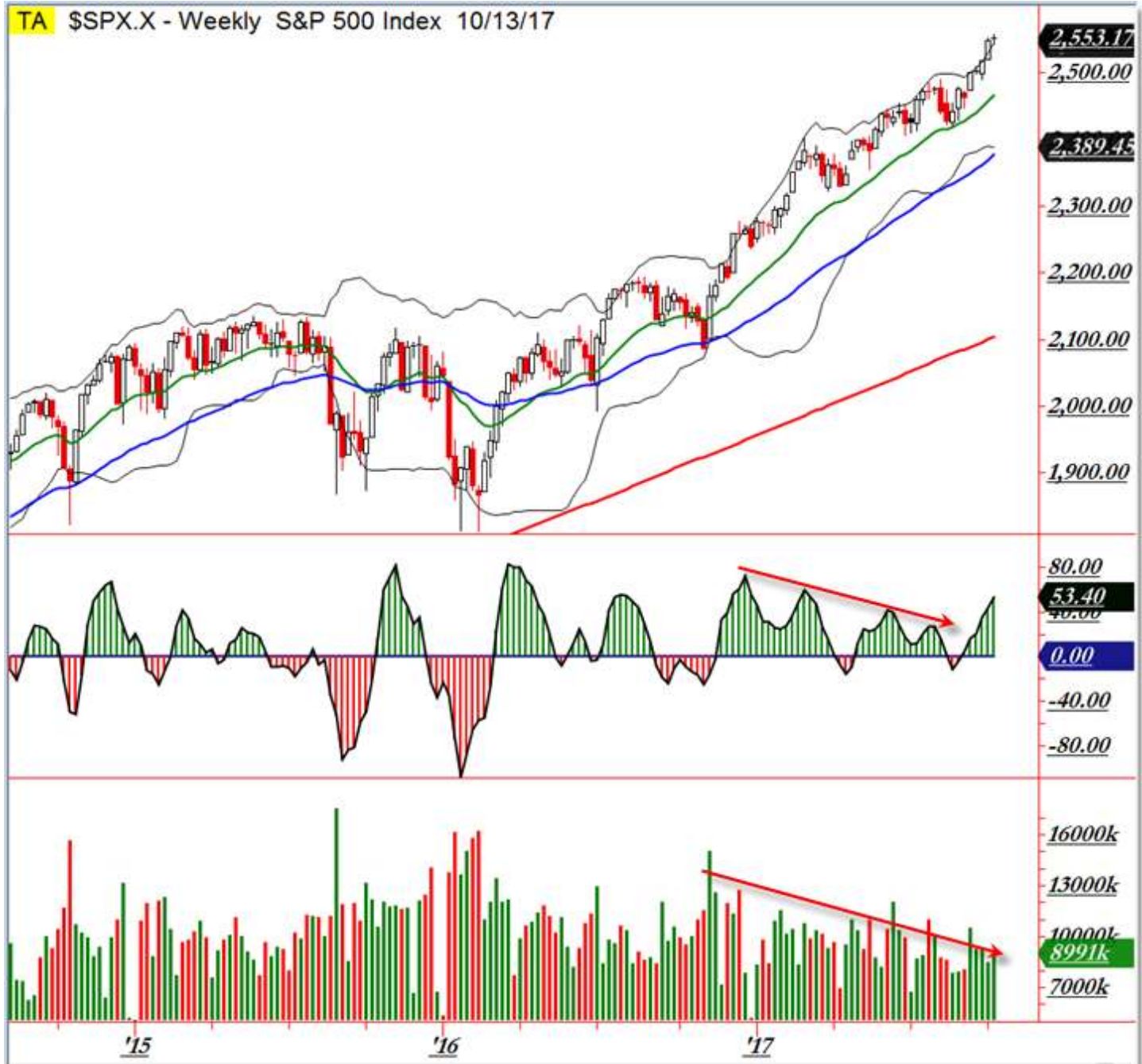
US S&P 500 (\$SPX)

Monthly



Stocks pushed and closed at new all-time highs above 2,550 in a continued short-squeezed breakout in the ongoing late or ending THIRD WAVE of a likely final (long-term) primary fifth wave. 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 2,300 which only notes caution in an overbought market, not bearishness. With the recent similar price action, there's no change.

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, play the DEPARTURE from 2,550 as we've done at recent similar key levels.

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 /divergent situation.

Daily:



Last week gave us a series of low volatility range-style sessions which created doji/reversal candles at the high (running the upper Bollinger Band). We'll still be cautious going into next week as the dominant thesis calls for a pullback - as any method would right now.

HOWEVER, if price defies the probabilities one more week by extending even higher above 2,550, that's the ALTERNATE thesis and we could simply see a continued string of up days - and you'll lose money if you short that scenario. Plan for the pullback but beware/prepared for the alternate bullish extension to continue (many traders incorrectly think it would be impossible).

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. Recently, price played up toward our \$1,370 target and we used it as our departure point to play the bearish DEPARTURE (retracement) from this level.

We expected - and played - the bullish departure UP AWAY FROM our weekly and daily targets as noted.

Weekly



Price broke OUT OF this range with a \$50+ point (so far) surge away from \$1,300 pivot, officially reversing the intermediate trend back to UP/BULLISH. That's an important thing to note because the next thing that occurred was a steep four-week pullback toward support.

This quote from last week applies to this week as well: Focus on your DAILY CHART next week and the 50 week EMA target that's been achieved near \$1,275. Gold rallied up away from our daily support target and **will expect additional bullish action as the dominant thesis** while maintaining a cautious/watchful view while beneath the key \$1,300 price level.

Daily



Gold continued the V-SPIKE REVERSAL scenario last week with a series of bullish action toward - and now just above - our initial \$1,300 target.

For the week ahead, use \$1,300 as your neutral pivot, playing the bullish "open air" and dominant thesis action above \$1,300 or a logical/typical pullback should price fall back beneath the \$1,300 pivot. If so, watch for a pullback toward \$1,280 at least.

A bullish breakout does set Gold on a path toward \$1,400 and higher as a new uptrend begins.

WTI Crude Oil (\$WTIC)

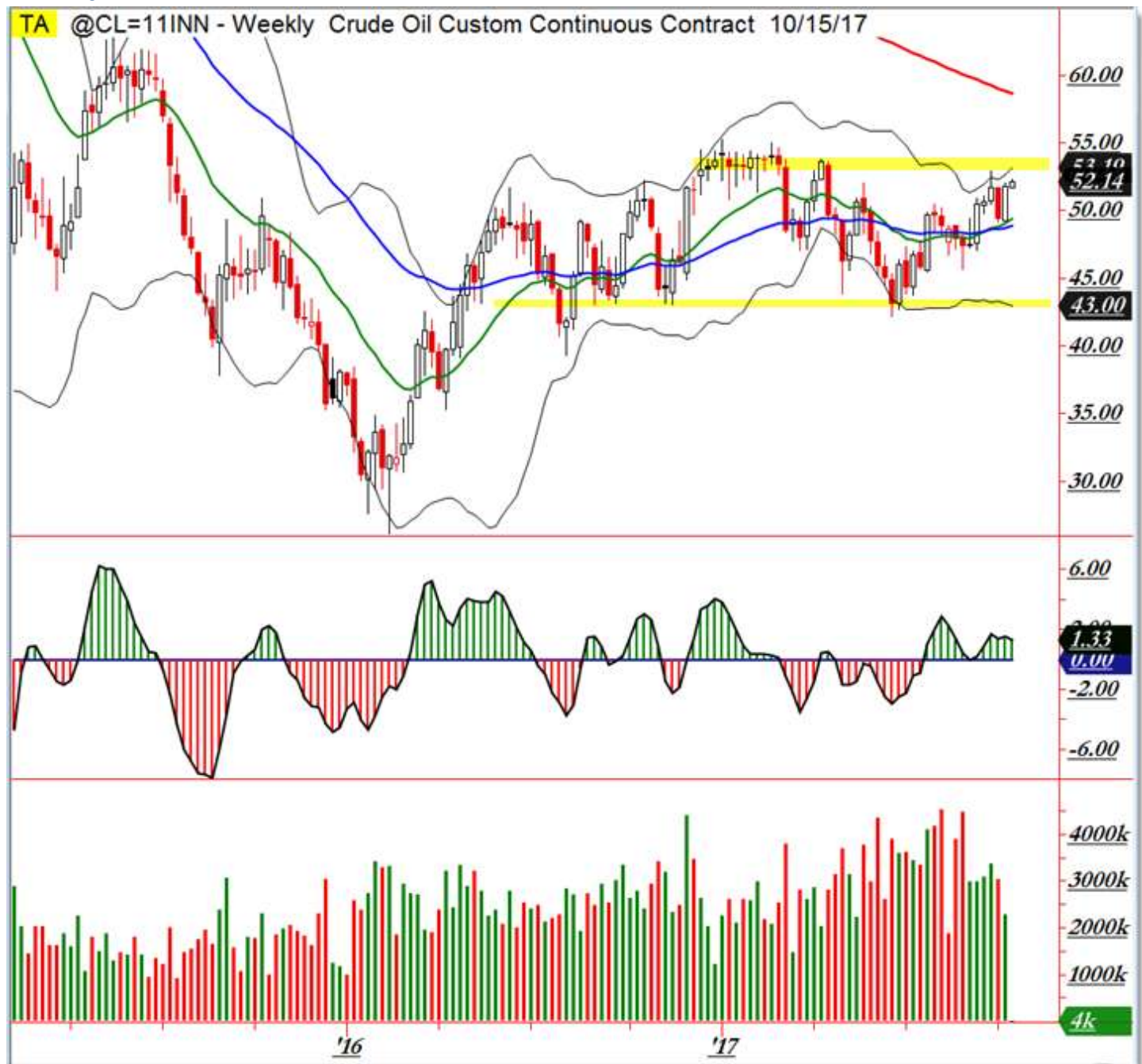
Monthly



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.

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.

Weekly



Use both the Weekly and Daily charts to form your targets and trades as price moves either TOWARD THE HIGH of this weekly range with pivot target just above \$53.00.

Follow your DAILY CHART with price pushing toward the \$53.00 target on schedule/as expected. We won't become breakout bullish until we get a clean break that holds above \$54.00 or even the \$55.00 prior high. Until then, look to \$53.00 as your target pivot.

Daily



In the context of a wider trading range (see weekly and monthly charts), Oil recently fell from the resistance near \$53.00 (on negative divergences) toward the overlapping Daily and Weekly EMA target levels at the \$49.00 pivot.

Here's a quote from last week that applies to the week ahead:

Note the potential for a second BULL FLAG to trigger which makes Oil an aggressive pro-trend (short-term) buy above \$50.00 and \$51.00 to target \$53.00 then \$55.00.

Do be prepared to trade a retracement down away from the \$53.00 target if it occurs.

US Dollar Index (\$USD)

Monthly



FINALLY after a sustained multi-month sell swing (while stocks rallied without stopping), the Dollar found support just beneath the 92.00 pivot and is (so far) rallying UP AWAY FROM this target.

The Dollar did fall as expected from our resistance targets which sets the stage for next week.

Weekly



We're finally seeing the expected (overdue) upward action as four weeks have passed with bullish price action in the Dollar Index.

Last week gave us the expected sell-swing down away from the 94.00 resistance target which continued toward the current break just beneath 93.00.

Focus on your Daily Chart within the context of either a new bullish reversal phase... or just a strong oversold snap-back rally taking place.

Daily



The Dollar strengthened as expected with a rally off the 90.00 pivot in early September.

From there the index broke above the daily EMAs near 93.00 and then reversed down from the prior high at the 94.00 pivot - also as was our plan.

For the week ahead, focus on the 93.00 level as your neutral pivot, playing the departure from this level. It's common to see a market break out then retest the breakout level before trading higher. We're watching this potential - for a dominant thesis support bounce -here or an alternate thesis sell-off event beneath 92.50 again.

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