

RUT/RTY - very big picture (2-week chart), I see RUT as being in the final stages of its rally off 2009 low, with potential that this structure already completed. Completion of the rally off 2016 low will have me favor this entire move to have completed, though for as long as it's holding over 1100, there will be some potential that this rally will subdivide with one more high, under the Alt count. Below 1100, next support zone is 829-979; ultimately, potential for a deep re-test of 2009 low (343) exists.

Moving on to the 1-week chart, RUT fulfilled the upside price target I set out for it in my post on February 11, 2016. Furthermore, it reached those targets in what can count as a completed impulse off 2016 low. A sustained break below April's low (1482) would now be needed to confirm completion of the rally off 2016 low, and with it, to have me favor completion of the rally off 2009 low. Until such a sustained break is seen, however, potential for this wave to subdivide remains (Alt count).

Zooming in further to the RUT daily chart, September action makes the scenario that I tracked on the "primary" chat unlikely, making me now focus on the post-triangle scenario. Under that scenario, potential for a significant top to be in place in RUT exists, however to begin to make such potential likely, RUT needs a sustained break below 1663, and confirmation below 1592. Until then, potential for the structure to subdivide higher remains, with bullish count shown as Alt.

At a smaller degree (RTY and RUT 1hr chart), yesterday's action constitutes breakdown under the most of the bearish counts, where it is in the heart of wave C/3 down, as shown. This perspective remains for as long as RUT can hold below its September low (1686.99) - note, futures equivalent level is lower, and it is the cash level that I would now like to hold. Break over this level will make the picture unclear, however to begin to reverse the action to bullish, break of Oct 1 high is needed. For as long as RUT remains below Sept low, pressure remains down, with a break below 1663 likely next. To begin to turn this action bullish, we need a break over 1697, with stronger indication over 1711.7.



