

[Xenia/KGBgirlMARKETSWave Alert U.S. Indices \(Swing\)](#)

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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 and 1-day charts, after fulfilling upside targets for the 2018 rally, RUT declined below the start of that rally, leaving no doubt that that wave up has completed. That now makes it likely that rally off 2016 low completed, and with it, has me favor completion of the rally off 2009 low, with remaining bullish potential noted as Alt on the 2-week chart. RUT failed to show bottoming over 1303, and at this time, 1128 is likely to be reached, for as long as RUT remains below key resistance noted in the next paragraph. It is from that zone that potential for a larger degree bounce will open up.

At a smaller degree (RUT intraday chart), RUT failed to show bottoming over 1303, favoring acceleration to the downside. It now looks likely that (iii) is extending beyond standard extensions. Most benign accelerated bearish pattern is shown; in it, bounces will likely remain below 1334, so a sustained break of this level is the absolute minimum needed to suggest that something more bullish may be going on, with confirmation over 1392. At a smaller degree, ideal bottoming structure would be for wave iii of (iii) of circle-iii to bottom over 1257, and stage a test of 1334. Conversely, declining below 1255 directly will open up potential to further acceleration lower (scenario not labeled).

Zooming in further (RTY chart), action is consistent with the accelerated bearish micro pattern off Dec 19 high that I've been tracking. Under this structure, the Overnight low (1252.0) should have completed wave circle-v of 3, with bounce off that low being wave 4, with resistance at 1296.9. A sustained breach of this level is the absolute minimum needed to indicate that something more bullish may be going on, with a move over 1336.2 needed to confirm. For as long as RTY remains below this resistance, one more low, expected to reach 1235.1 and with support at 1195.7, is likely.



