



The King Report April 2, 2019 Issue 6231

Independent View of the News

*The computers that run disease models grind through calculations that **reflect researchers' best estimates of factors that two Scottish researchers identified a century ago** as shaping the course of an outbreak: how many people are susceptible, how many are infectious, and how many are recovered (or dead) and presumably immune... In the autumn of 2014, modelers at CDC projected that the Ebola outbreak in West Africa could reach **550,000 to 1.4 million cases in Liberia and Sierra Leone** by late January if nothing changed. As it happened, heroic efforts to isolate patients, trace contacts, and stop unsafe burial practices kept the **number of cases to 28,600 (and 11,325 deaths)**...*

<https://www.statnews.com/2020/02/14/disease-modelers-see-future-of-covid-19/>

When CDC's dire projections don't occur, they get credit for the 'heroic efforts' to stem the outbreak.

Current disease models are based on assumptions from a century ago? **Ya think there are material differences in living conditions, medical care, genetics, etc. from a century ago?**

ESMs hit a peak at 4:23 ET on Thursday. They then traded sideways for over three hours. At 8:30 ET, ESMs tumbled, hitting the session low of 2424.75 at 9:13 ET. The 78-handle ESM decline from the previous high was due to a panicky reaction to US Jobless Claims hitting 6.648m (3.763m expected).

Then, ESMs went vertical, hitting 2523, a 99-handle surge, at 10:37 ET. Anyone that is 'doing the work' can see that the Covid-19 doomsayers and their model(s) are very wrong. PS – It's interesting that some pundits who had been wrong on the stock market and US economy for a year or more (some for two or three decades) have been the among the biggest Covid-19 doomsayers.

@AlexBerenson: Update on the @IHME_UW model versus reality in New York STATE: reality is still winning. **56,000 hospitalizations and 11,000 ICU beds projected for April 2; 13,400 hospitalizations and 3,400 beds used.** Reminder: this model was released ONE WEEK AGO.

<https://twitter.com/AlexBerenson/status/1245748387359711234>

@seanmdav: **The IMHE model for the Wuhan coronavirus that the White House is relying on is garbage. It is using NY/NJ data and applying it to the rest of the U.S. It predicted that over 121,000 Americans would be hospitalized yesterday over the coronavirus. The actual number? 31,142.**

@AlexBerenson: A reader pointed me to Oregon, which has released clear and detailed data. Here's the statewide update from Monday. Two crucial points: **no lockdown measures seem to have had significant effect.** New infections have bounced almost randomly since mid-March... Even more importantly, **the state's own prediction is now that it would face NO crisis even if the lockdown was lifted.** By early May, all of Oregon would have ~90 people in ICU beds if all businesses reopened, as opposed to ~30 if the lockdown continued. See for yourself. <https://twitter.com/AlexBerenson/status/1245686483589226496>

@MQSullivan: With a population of 28.9 million, **Texas has had 70 fatalities from the Chinese coronavirus as of 12 noon today.**

The Covid-19 panic fomented by the usual suspects has prevented a cost-benefit analysis on shutting down the US economy. After the crisis, this analysis will occur. There will be a reckoning for many.

Will the usual suspects spew doom for coming flu seasons? Should the US economy shut down?

@1776Stonewall: **80,000 Americans died of the flu in 2018.** 35,000 have already died of the flu this year. Worldwide about 500,000-600,000 people die of the flu each year. **And that's WITH a flu shot.**

@DineshDSouza: *Medical personnel typically focus on one dimension: the health dimension. Statesmen, however, must also consider the economic dimension and the threats to constitutional freedom. Statesmen, not epidemiologists, must chart the course of public policy*

*“The only means to fight the plague is honesty.” -- Albert Camus, *The Plague* (published in 1947)*

Oil went vertical at 10:27 ET on this Trump tweet: *Just spoke to my friend MBS (Crown Prince) of Saudi Arabia, who spoke with President Putin of Russia, & I expect & hope that they will be cutting back approximately 10 Million Barrels, and maybe substantially more which, if it happens, will be GREAT for the oil & gas industry...Could be as high as 15 Million Barrels. Good (GREAT) news for everyone!*

The 25% oil rally was its best rally day ever. There is a very important tradeoff between lower energy prices for US consumers and the economic destruction from a depression in the US energy sector.

ESMs and stocks tumbled in the afternoon after Cuomo said NY will run out of ventilators in six days. We must reiterate the major dilemma in the markets: **The Covid-19 panic increasingly looks to be unwarranted. But, the economic damage is severe; and no one knows the depth & duration of it.**

The afternoon decline ended just after the VIX Fix (14:15 ET), which has become a turning point. The ensuing rally endured to the close. Gold soared over 3% while the dollar rallied sharply on Thursday.

Pelosi continues to appear on TV. Polling must be very bad for her and Dems; and/or she knows that the impeachment during January, when Covid-19 started blossoming in the US, is hurting Dems.

@bennyjohnson: *Pelosi claims the threat posed by Coronavirus was “Self Evident” while Democrats pursued Impeachment. Why would Democrats knowingly focus on removing the*

*leader of a country that was about to face a
Pandemic?* <https://twitter.com/bennyjohnson/status/1245787850341220353>

Pelosi goes on to blame McConnell for doing nothing about the virus - a risible and obvious attempt to divert attention from her & Dems' impeachment focus and inaction on Covid-19 in January.

The latest WaPo/ABC, which typically oversamples Dems (30% vs. 24% in this poll) shows Trump has jumped from a 7-point deficit with Biden to even. The latest Gallup poll (3/22) has voters identifying themselves as GOP or Dems at 30% each. <https://context-cdn.washingtonpost.com/notes/prod/default/documents/5ff24ba7-0686-4393-b2fe-86c39447bc9d/note/943d692c-f812-4ec3-a0a7-cabd64d36d4b.#page=1>

Pelosi forms select committee on spending of coronavirus stimulus money

House Speaker also backs independent 9/11 style commission for coronavirus 'after action review'

Pelosi said the congressional committee would have "subpoena power" and exercise oversight of the federal government's handling of the coronavirus pandemic ...

<https://justthenews.com/government/congress/pelosi-backs-independent-911-style-commission-coronavirus#.XoYNiEsme8U.twitter>

Republicans charge Pelosi's committee is redundant. She & Schumer insisted that an oversight com be included in the Covid-19 bill. It's obvious what she is doing. Clyburn, the Dem Rep in charge of the committee, said the bailout bill is "*a tremendous opportunity to restructure things to fit our vision.*"

With virus crisis raging, Pelosi, Schiff ramp up new Trump investigations

Pelosi also gave Democrats room to go after Trump for whatever reason they choose ...

<https://www.washingtonexaminer.com/opinion/columnists/with-virus-crisis-raging-pelosi-schiff-ramp-up-new-trump-investigations>

Pelosi and Dems are very vulnerable for delaying the Covid 19 bailout bill, packing it with goodies for the friends, and most importantly, for running the impeachment when Covid-19 was germinating in the US in January. Pelosi thinks that running another inquiry will hurt DJT. It will only infuriate swing voters who will perceive this to be a ploy to hurt DJT as he is fighting the Covid-19 crisis and trying to resurrect the US economy. Pelosi is giving Trump yet another gift/foil. Who is advising her and Dem leadership?

Pittsburgh scientists develop possible coronavirus vaccine, hope FDA can fast-track it -

When tested in mice, produces antibodies specific to the coronavirus SARS-CoV-2 that could be enough to fight off the virus... <https://triblive.com/local/pittsburgh-alleggheny/pittsburgh-scientists-say-coronavirus-vaccine-could-be-fast-tracked-after-key-animal-testing/>

Hydroxychloroquine rated 'most effective therapy' by doctors for coronavirus: Global survey

<https://www.washingtontimes.com/news/2020/apr/2/hydroxychloroquine-rated-most-effective-therapy-do/>

@IngrahamAngle: *Big Pharma makes no money off cheap generics. **Hydroxychloroquine is cheap and easy to make**, yet we're running out here bc we don't produce it...*

@LizRNC: *Great news! **FDA approves new antibody test for COVID-19** "It has a really important role to play...this virus is different...**we suspect that there's a large contingent of people who are asymptomatic.** "The antibody test is going to help us identify that"*

The antibody test will reveal if Covid-19 entered the US earlier than expected and how many people had the virus. If the virus is/was more pervasive than now known, it will be devastating for the WHO, CDC, NIH as well as their scientists, apologists, funding benefactors and their gloomy models.

Positive aspects of previous session

Robust rally on the realization that Fauci & Birx's dire predictions are not occurring so far

Negative aspects of previous session

Declines on Cuomo's latest gloom and the reality of a severe economic plunge

Ambiguous aspects of previous session

When will the Covid-19 data be reconciled with the fear mongering?

First Hour/Last Hour Action [S&P 500 Index]: First Hour **Up**; Last Hour **Up**

Previous session S&P 500 Index High/Low: 2533.22; 2455.79

Pivot Point for S&P 500 Index [above/below indicates daily trend for traders]: 2505.30

@realDonaldTrump: *Somebody please explain to Cryin' Chuck Schumer that we do have a military man in charge of distributing goods, a very talented Admiral, in fact. New York has gotten far more than any other State, including hospitals & a hospital ship, but no matter what, always complaining..... It wouldn't matter if you got ten times what was needed, it would never be good enough. Unlike other states, New York unfortunately got off to a late start. You should have pushed harder. Stop complaining & find out where all of these supplies are going. Cuomo working hard!*

Massive amounts of medical supplies, even hospitals and medical centers, are being delivered directly to states and hospitals by the Federal Government. Some have insatiable appetites & are never satisfied (politics?). Remember, we are a backup for them. The complainers should have been stocked up and ready long before this crisis hit. Other states are thrilled with the job we have done...

Trump says "the states should have been building their stockpile" before the coronavirus outbreak: "We're not an ordering clerk. We're a backup" <https://cbsn.ws/2V1xqRg>

Fed up with Schumer's chirping, DJT released a snarky & mocking letter that he sent to Schumer.

“If you would have spent less time on your ridiculous impeachment hoax... and instead and focused on helping the people of New York, then New York would not have been so completely unprepared for the ‘invisible enemy’” ... You have been missing in action, except when it comes to the ‘press’. While you have stated that you don’t like Andrew Cuomo you ought to start working alongside him for the good of all New Yorkers. I have known you for many years, but I did not know how bad a Senator you are for the State of New York, until I became president... <https://twitter.com/SteveGuest/status/1245836620089221122>

*Pres. Trump: "Today, I have issued an order under the Defense Production Act to more fully ensure that domestic manufacturers can **produce ventilators** needed to save American lives." <https://abcn.ws/39HmugV>*

@bennyjohnson: NAVARRO: “One of the things that this crisis has taught us, sir, is that we are dangerously over dependent on a global supply chain... Never again should we depend on the rest of the world for essential medicines and countermeasures.”

*BBG’s @lisaabramowicz1: Companies in **the S&P 500 re-purchased \$5.3 trillion of their own shares from 2010 through 2019**, creating a massive buying pressure that has now basically evaporated*

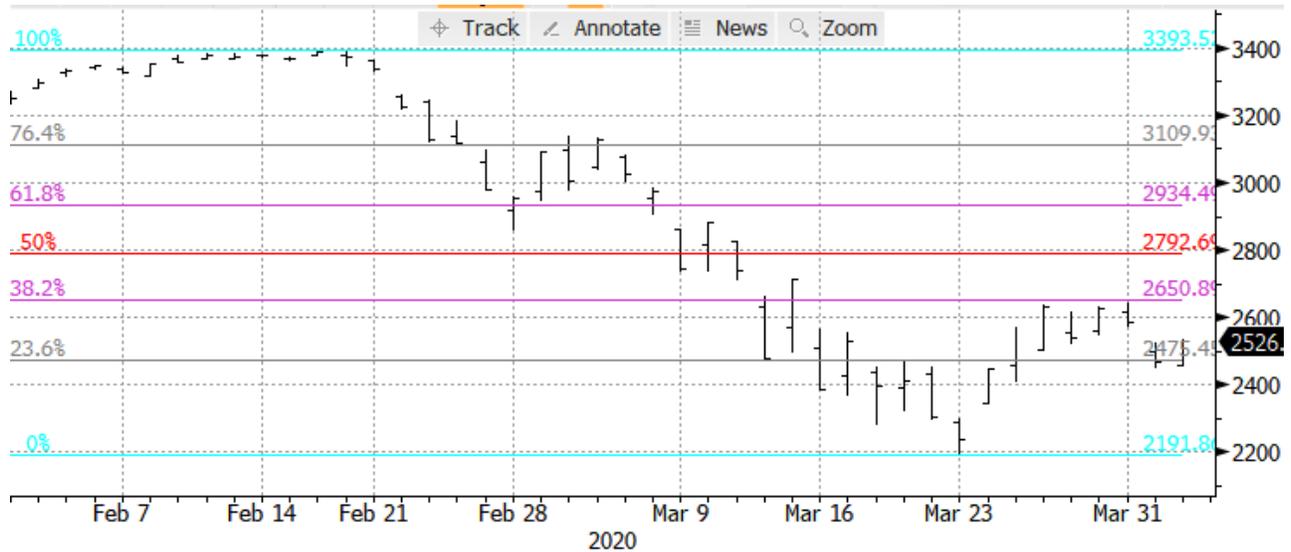
Barring enormous dollar destruction, major stock indices are unlikely to hit new highs for the foreseeable future. Gold would perform far better if the dollar is crushed by even more US fiscal & monetary stimuli.

The Fed balance sheet inflated \$557.329B to \$5.812 T as of 4/1/20.

<https://www.federalreserve.gov/releases/h41/current/>

Today – The March Employment Report could be stronger than expected and warranted because, as we noted in yesterday’s missive, the BLS samples on the 12th of the month.

After severe market moves, most technical indicators lose value until normalcy returns. One guide that retains value is Fibonacci Retracements. So far, Fibs are working for the S&P 500 Index.



S&P 500 Index with Fibonacci Retracements – Next resistance is at 2650.89

ESMs tumbled 26 handles last night because Dr. Fauci, on a CNN town hall, said the US should institute a national stay-at-home order. This guy has got to go before he puts the US in a deep depression!

CNN: Fauci says U.S. should issue nationwide stay-at-home order

"I don't understand why that's not happening," Fauci said, per CNN

<https://www.axios.com/fauci-coronavirus-trump-stay-at-home-995de778-d9f4-4d56-a596-40f55b734cf5.html>

@JordanSchachtel: *Fauci is exposing himself as way out of his league on this. **He considers destruction of US society & economy an "inconvenience."** He & all his friends are still getting a paycheck, still living their best lives. **He has no idea what's happening around him.***

From Wednesday's King Report: *A big conflict in the market now: US Covid-19 data that is NOT tracking with Drs. Fauci & Birx's troubling projections. Their forecasts have induced Trump, as well as [mostly Blue State] governors and mayors, to impose or extend 'stay in shelter' orders.*

Remember, Team Trump loves to issue verbal intervention on Friday.

The Director of Florida's Division of Emergency Management, @JaredEMoskowitz, said he is trying to purchase masks for Florida from 3M, **but 3M is selling masks to foreign countries instead.**

@realDonaldTrump: *We hit 3M hard today after seeing what they were doing with their masks. "P Act" all the way. Big surprise to many in government as to what they were doing - will have a big price to pay!*

S&P 500 Index 50-day MA: 2970; 100-day MA: 3079; 150-day MA: 3048; 200-day MA: 3022

DJIA 50-day MA: 25,670; 100-day MA: 26,987; 150-day MA: 26,946; 200-day MA: 26,856

Expected economic data: March NFP -100k (Whisper # is -205k), Mfg -10k, Rate 3.8%, Hourly wages 0.2%, Workweek 34.2, Labor Force Participation Rate 63.3%; Mar Markit US Services PMI 38.5; March ISM Non-Mfg PMI 43

S&P 500 Index – Trender trading model and MACD for key time frames

Monthly: Trender and MACD are **negative** – a close above 3769.78 triggers a buy signal

Weekly: Trender and MACD are **negative** – a close above 3290.34 triggers a buy signal

Daily: Trender is **negative**; MACD is **positive** – a close above 2676.88 triggers a buy signal

Hourly: Trender is **negative**; MACD is **positive** – a close above 2527 triggers a buy signal

Michael Flynn lawyer says client was prepared to 'audit' Obama spy officials before getting 'set up'

*"He was going to audit the intel agencies because **he knew about the billions Brennan and company were running off books...** There's no telling how many billions of taxpayer dollars they're running off books for the different intel agencies ... Powell alleged..."*

<https://www.washingtonexaminer.com/news/michael-flynn-lawyer-says-client-was-prepared-to-audit-obama-spy-officials-before-getting-set-up>

Trump campaign donating meals to hospitals during coronavirus crisis...to feed doctors, nurses and first responders on the front lines of the coronavirus battle... <https://fxn.ws/3aGsfX0>

CBS's @BoKnowsNews: *After earlier statement on US unemployment, @JoeBiden says the US needs to do more to help IRAN.* [Even a CBS reporter is stunned by Biden's latest pap.]

@NRA: *2.5 MILLION GUNS WERE SOLD IN MARCH – the highest sales volume in recorded history... what do they expect when they are releasing inmates while closing gun shops during a pandemic. Americans don't want to be defenseless.*