

Naturus



Daily trading plan for July 28, 2005

1. PIVOTS FOR ESU5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1251.00	1259.33	1269.33	1252.08	1428.75
R2	1245.75	1249.67	1254.67	1238.67	1324.25
R1	1242.75	1243.33	1245.83	1219.17	1269.00
PPT	1237.50	1233.67	1231.17	1205.92	1164.50
S1	1234.50	1227.33	1222.33	1186.58	1109.25
S2	1229.25	1217.67	1207.67	1173.17	1004.75
S3	1226.25	1211.33	1198.83	1153.83	949.50

* Blue color number turns into major resistance levels.

* Green color number currently acts as a support level.

2. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1240.75 (First Sell#)	1232.25-1231.25 (First Buy #)
1248.25-1249 (Second Sell#)	1223.75 (second Buy #)

Trading rules for intra-day position trading:

1. **Dual number** could be used for long position when price trades above it. Also it could be used for short position when price trades below it. Inexperienced traders should not trade this number.
2. For intra-day position traders, you have the potential to capture a big move if you are trading in the right direction. If you get stopped out two times in one direction, especially during a strong trend day. **STOP** trading for rest of the day.
3. If you are a scalping trader, **DON'T** hold your position too long if you trading against the direction of a strong trend.
4. If you are in right direction of the market movement, you can hold your position until price hit opposite major resistance or support level target.

3. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1240.70	1242.50	1243.75	1247.50	1249
Support	1237.50	1234.50	1232.25	1229.00	1225.25

4. COMMENTARY

ES closed up at the high trading range after it did a minor retracement in the morning session. Bulls continue fighting with Bears. Both sides are not aggressive. Today ES could move high first before it pulls back into 1237-1234 level. In the morning trading session, looking for reversal signal.

Daily indicators still is in little negative mode. But as long as ES can hold above its major support level, it won't breach its uptrend.



5. TODAY'S TRADING

Short-squeeze after Beige book reports. ES broke out resistance level around 1238 level and lead shorts squeeze all the way up to 1240 level.

Based on 30 mins chart, we only see 2nd push up almost ends. Today we want to see 3rd push up from price with negative divergence on the indicators. It could be seen around 1244-1245 level. If we see this level in the early morning, GO SHORT



6. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=1.95)

1253.91	+2/8
1251.95	+1/8
1250.00	8/8
1248.05	7/8
1246.09	6/8
1244.14	5/8
1242.19	4/8
1240.23	3/8
1238.28	2/8
1236.33	1/8
1234.38	0/8
1232.42	-1/8
1230.47	-2/8

Up (Interval=1.95)

1253.91	+2/8
1251.95	+1/8
1250.00	8/8
1248.05	7/8
1246.09	6/8
1244.14	5/8
1242.19	4/8
1240.23	3/8
1238.28	2/8
1236.33	1/8
1234.38	0/8
1232.42	-1/8
1230.47	-2/8

Down (Interval=1.95)

1246.09	+2/8
1244.14	+1/8
1242.19	8/8
1240.23	7/8
1238.28	6/8
1236.33	5/8
1234.38	4/8
1232.42	3/8
1230.47	2/8
1228.52	1/8
1226.56	0/8
1224.61	-1/8
1222.66	-2/8

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7. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.68	9.30	8.93	1238.25
neutral			

- NatRSI >80-90 overbought
 NatRSI >30 or <70 neutral
 NatRSI <20 oversold
- ATR** (Average true range) can be used for predicting intra-day's high and low.
- Waist number** is MMLine number, acting pivot number, can be used for support or resistance. Price trades above its level, market is bullish; price trades below its level, market is bearish.

8. WEEKLY ECONOMIC CALENDAR

Date	ET	Release	For	Actual	Consensus	Prior
Jul 28	08:30	Initial Claims	07/23		NA	303K
Jul 28	10:00	Help-Wanted Index	Jun		38	37
Jul 29	08:30	GDP-Adv.	Q2		3.5%	3.8%
Jul 29	08:30	Chain Deflator-Adv.	Q2		3.0%	2.9%
Jul 29	08:30	Employment Cost Index	Q2		0.8%	0.7%
Jul 29	09:45	Mich Sentiment-Rev.	Jul		96.3	96.5
Jul 29	10:00	Chicago PMI	Jul		54.8	53.6