

Naturus



Daily trading plan for July 5, 2005

1. PIVOTS FOR ESU5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1208.42	1224.17	1251.67	1252.08	1428.75
R2	1205.33	1216.33	1238.33	1238.67	1324.25
R1	1202.67	1208.17	1219.17	1219.17	1269.00
PPT	1199.58	1200.33	1205.83	1205.92	1164.50
S1	1196.92	1192.17	1186.67	1186.58	1109.25
S2	1193.83	1184.33	1173.33	1173.17	1004.75
S3	1191.17	1176.17	1154.17	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
1205.25 (First Sell#)	1193.25 -1191.75 (First Buy)
1208.75 (Second Sell#)	1185.25 (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

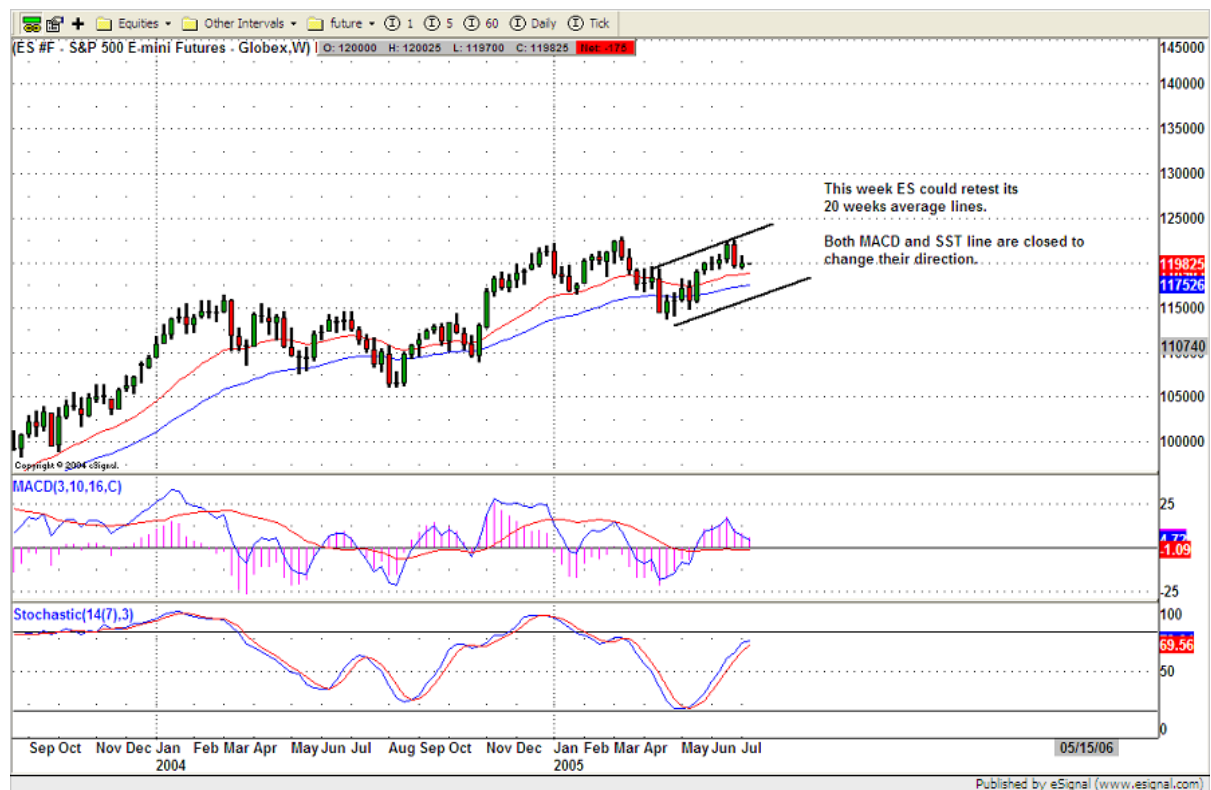
Resistance	1202.75	1205.25	1208.75	1213.75	1217.25
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Support	1195.75	1193.50	1191.75	1187.50	1185.25
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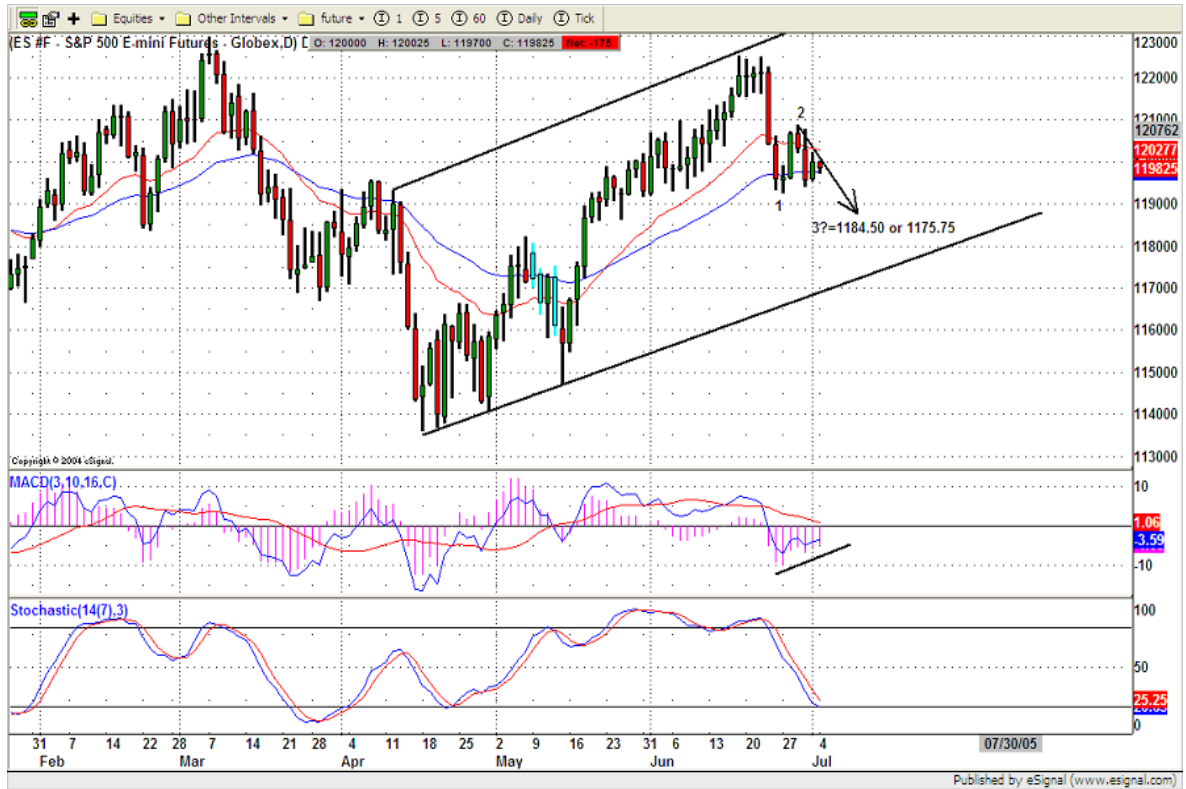
4. COMMENTARY

Last week ES gapped up on Tuesday with 10 points gain, but it was followed by last two days of weakness of the prior week. Last Friday, ES got some strength return, but Nasdaq turned bearish. So the rally's chance this week seems not optimistic.

Based on weekly chart, MACD and SST indicators seems to turn down again. If they does, second downside correction will start again.



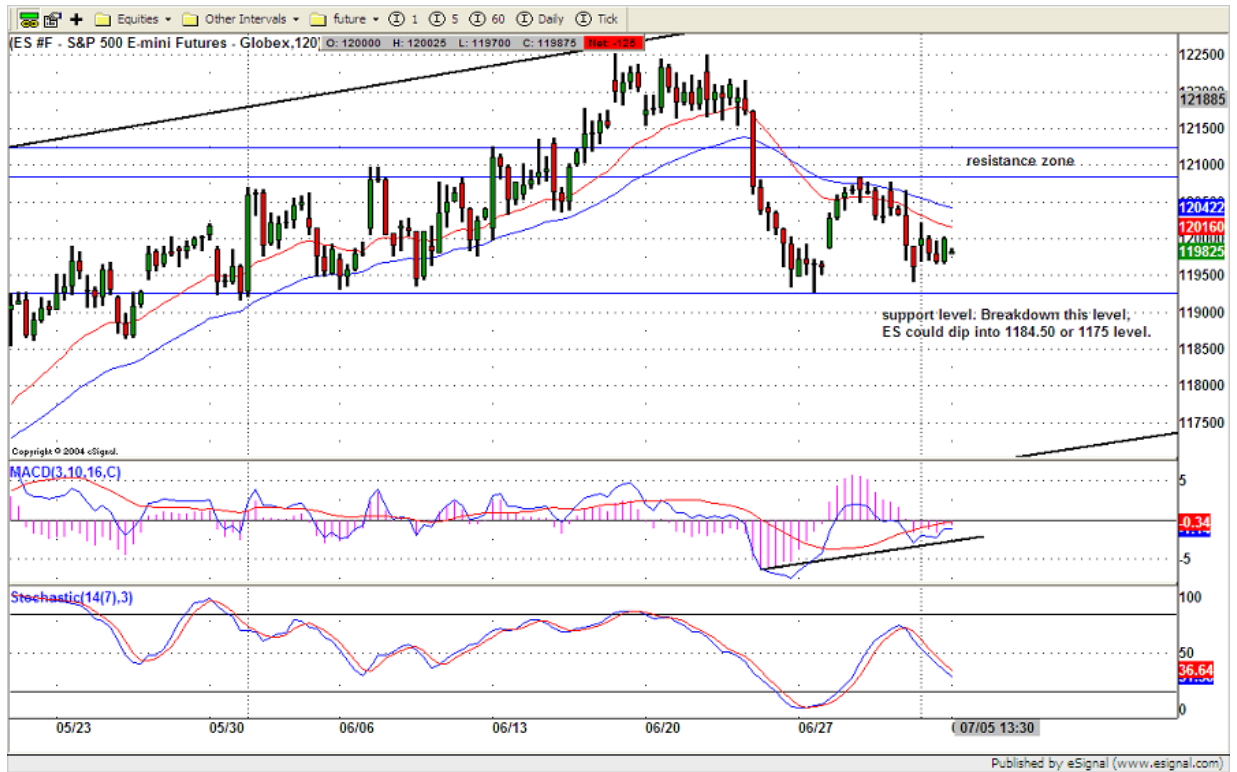
Let us look at daily chart, after a big vacation week, today we may see rally. But this doesn't mean we will see many traders to push price higher. We may see sideways action on ES. So far the trend remains bullish. Only it breakdown its support level 1176 and then 1164 , the major trend will turn into bearish again.



5. TODAY'S TRADING

Based on 120 mins chart, ES is in the intersection of both directions. If today it can hold price above 1191 level, it could retest 1202-1205 level. Breakout 1209 level, it will squeeze shorts. If ES can't hold price above 1191, shorts will push price down further into 1185/1186 level to search for support. It could squeeze longs out until price hits around 1183 level.

Based on MACD and SST indicators, MACD has divergence and SST still points down. It is very hard to get a clue what ES is going to do. One thing we can do is waiting for opening, let market tell us which direction it intends to go, then we follow it.



6. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.95)

1205.08	+2/8
1204.10	+1/8
1203.13	8/8
1202.15	7/8
1201.17	6/8
1200.20	5/8
1199.22	4/8
1198.24	3/8
1197.27	2/8
1196.29	1/8
1195.31	0/8
1194.34	-1/8
1193.36	-2/8

Up (Interval=1.95)

1222.66	+2/8
1220.70	+1/8
1218.75	8/8
1216.80	7/8
1214.84	6/8
1212.89	5/8
1210.94	4/8
1208.98	3/8
1207.03	2/8
1205.08	1/8
1203.13	0/8
1201.17	-1/8
1199.22	-2/8

Down (Interval=3.95)

1226.56	+2/8
1222.66	+1/8
1218.75	8/8
1214.84	7/8
1210.94	6/8
1207.03	5/8
1203.13	4/8
1199.22	3/8
1195.31	2/8
1191.41	1/8
1187.50	0/8
1183.59	-1/8
1179.69	-2/8



7. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.58	8.25	9.53	1199.50
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	Consensus	Prior
Jul 06	10:00	ISM Services	Jun	57.8	58.5
Jul 07	08:30	Initial Claims	07/02	NA	310K
Jul 08	08:30	Nonfarm Payrolls	Jun	180K	78K
Jul 08	08:30	Unemployment Rate	Jun	5.1%	5.1%
Jul 08	08:30	Hourly Earnings	Jun	0.2%	0.2%
Jul 08	08:30	Average Workweek	Jun	33.8	33.8

Jul 08	10:00	Wholesale Inventories	May	0.5%	0.8%
Jul 08	15:00	Consumer Credit	May	\$4.2B	\$1.3B