

Naturus



Daily trading plan for Aug. 18, 2005

1. PIVOTS FOR ESU5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1234.92	1263.75	1269.17	1323.25	1428.75
R2	1231.33	1254.50	1258.83	1285.75	1324.25
R1	1226.42	1242.75	1244.92	1261.25	1269.00
PPT	1222.83	1233.50	1234.58	1223.75	1164.50
S1	1217.92	1221.75	1220.67	1199.25	1109.25
S2	1214.33	1212.50	1210.33	1161.75	1004.75
S3	1209.42	1200.75	1196.42	1137.25	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
1230.50 (First Sell#)	1216.25 (First Buy #)
1232.75 (Second Sell#)	1210.25 (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	1223.25	1225.50	1226.50	1227.75	1231.50
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Support	1218.75	1216.25	1214.25	1210.75	1209.50
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4. COMMENTARY

PPI hints inflation. Market could hold its gain and gave back all at the closing. But it still managed to close around 50 simple moving average line. This may be deal with option expiration in coming Friday. Nerveless, if today ES continue to trade below 50 SMA line, 1216.25, 1214.25 and 1209.50 levels could be seen soon.

Due to option expiration week, Today will be tough day to trade. Three reports come out at different time will move market. Trade Caution.



5. TODAY'S TRADING

On 30min chart, ES did what I said yesterday and bounced into its resistance level around 1228 level. But the end of day, it couldn't hold its gain. So if today ES still trade below 1225 level, as soon as price

breakdown 1218 level, price could head towards T1, T2 and T3 level. Short term trend still is down.

Based on indicators, Bounce correction is finished, ES resumes its downside.



6. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.95)

1228.52	+2/8
1227.54	+1/8
1226.56	8/8
1225.59	7/8
1224.61	6/8
1223.63	5/8
1222.66	4/8
1221.68	3/8
1220.70	2/8
1219.73	1/8
1218.75	0/8
1217.77	-1/8
1216.80	-2/8

Up (Interval=1.95)

1238.28	+2/8
1236.33	+1/8
1234.38	8/8
1232.42	7/8
1230.47	6/8
1228.52	5/8
1226.56	4/8
1224.61	3/8
1222.66	2/8
1220.70	1/8
1218.75	0/8
1216.80	-1/8
1214.84	-2/8

Down (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

7. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.52	10.80	10.43	1221.25
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
Aug 18	08:30	Initial Claims	08/13		310K	308K
Aug 18	10:00	Leading Indicators	Jul		0.2%	0.9%
Aug 18	12:00	Philadelphia Fed	Aug		14.5	9.6