

Naturus



Daily trading plan for Aug. 29, 2005

1. PIVOTS FOR ESU5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1219.33	1249.33	1261.83	1323.25	1428.75
R2	1216.17	1240.17	1250.17	1285.75	1324.25
R1	1211.08	1223.08	1228.08	1261.25	1269.00
PPT	1207.92	1213.92	1216.42	1223.75	1164.50
S1	1202.83	1196.83	1194.33	1199.25	1109.25
S2	1199.67	1187.67	1182.67	1161.75	1004.75
S3	1194.58	1170.58	1160.58	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
1214.50 (First Sell#)	1203.25 (First Buy #)
1216.00 (Second Sell#)	1196.25 (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	1208.00	1209.25	1211.25	1216.25	1218.75
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Support	1203.25	1202.25	1201.50	1199.25	1195.70
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4. COMMENTARY

Last week ES broke its key support level around 1225 level and headed toward low level for closing. That is bearish sign. Market is doing its downside correction. This week, if ES breakdown its sub-support zone from 1195-1191 level, 1155 could be next downside movement target.

So far weekly indicators still point out that trend is heading down. Whether market is going to hold itself above 40 weekly moving average or not, it depends on this week trading. First time, we should expect to see buyers around sub-support zone.



Let us see ES daily chart (below). ES broke down all short terms support levels, and heading towards to its 200 day moving average. All daily indicators show ES is approaching short term oversold territory. Some bounce should be expected in coming days. Especially we will have a labour holiday next week.



5. TODAY'S TRADING

On 120min chart, ES formed a downtrend channel if today ES can hold above 1201 level in all morning, Afternoon, bounce up for high level close could be occurred. 1201.50 and 1196 all are today's buying entry. Shorts need to be very careful today. Don't short too low level, specially when price trade closely to its major support level.



6. PREDICTION FOR TODAY'S MOVEMENT

Current (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

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=1.95)

1207.03	+2/8
1205.08	+1/8
1203.13	8/8
1201.17	7/8
1199.22	6/8
1197.27	5/8
1195.31	4/8
1193.36	3/8
1191.41	2/8
1189.45	1/8
1187.50	0/8
1185.55	-1/8
1183.59	-2/8



7. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.09	10.03	10.50	1209.38
oversold			

- 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
Aug 30	10:00 am	Consumer Confidence	Aug	101.5	103.2
Aug 30	10:00 am	Factory Orders	July	-2.0%	1.4%
Aug 30	2:00 pm	FOMC Minutes	Aug 9		

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Aug 31	8:30 am	GDP (Prelim)	Q2	3.4%	3.4%
Aug 31	8:30 am	Chain Deflator (Prelim)	Q2	2.4%	2.4%
Aug 31	10:0 am	Chicago PMI	Aug	61.0	63.5
Sep 01	12:00 pm	Auto Sales	Aug	5.3M	5.7M
Sep 01	12:00 pm	Truck Sales	Aug	9.2M	11.3M
Sep 01	8:30 am	Initial Jobless Claims	08/27	315k	315K
Sep 01	8:30 am	Personal Income	July	0.5%	0.5%
Sep 01	8:30 am	Personal Spending	July	1.0%	0.8%
Sep 01	10:00 am	Construction Spending	July	0.5%	-0.3%
Sep 01	10:00 am	ISM Index	Aug	57.0	56.6
Sep 02	8:30 am	Nonfarm Payrolls	Aug	190K	207K
Sep 02	8:30 am	Unemployment Rate	Aug	5.0%	5.0%
Sep 02	8:30 am	Hourly Earnings	Aug	0.2%	0.4%
Sep 02	8:30 am	Average Workweek	Aug	33.7	33.7