

Naturus



Daily trading plan for Oct. 18, 2005

1. ESZ5 IN PREVIOUS DAY

Open	High	Low	Closing
1190.50	1195.75	1187.75	1194.25

2. PIVOTS FOR ESZ5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1205.42	1233.08	1296.00	1292.25	1428.75
R2	1200.58	1217.17	1267.50	1271.25	1324.25
R1	1197.42	1203.58	1228.75	1252.75	1269.00
PPT	1192.58	1187.67	1200.25	1231.75	1164.50
S1	1189.42	1174.08	1161.50	1213.25	1109.25
S2	1184.58	1158.17	1133.00	1192.25	1004.75
S3	1181.42	1144.58	1094.25	1173.75	949.50

* Blue color number turns into major resistance levels.

* Green color number currently acts as a support level.

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1198.75 (First Sell#)	1184.75 (First Buy #)
1205.25 (Second Sell#)	1183.25 (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.

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

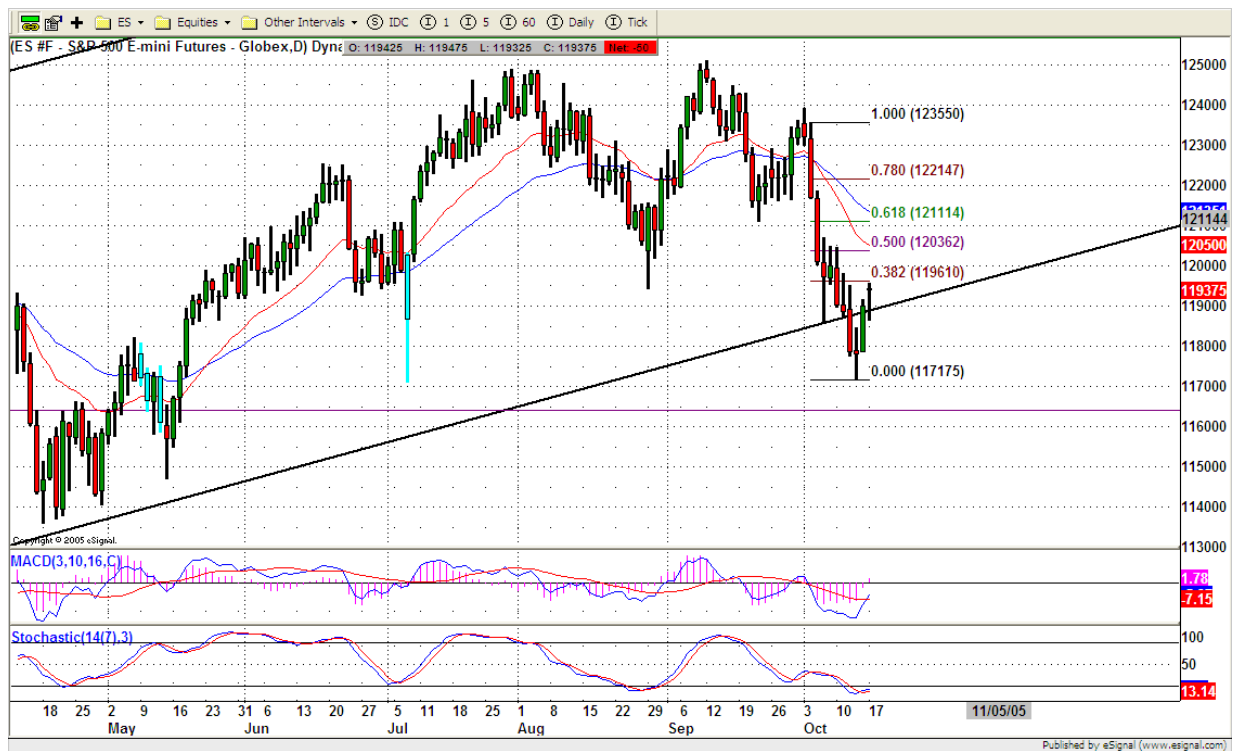
Resistance	1195.75	1197.50	1199.75	1203.50	1205.25
-------------------	---------	---------	---------	---------	---------

Support	1191.50	1189.25	1187.75	1184.75	1183.25
----------------	---------	---------	---------	---------	---------

5. COMMENTARY

ES holds its gain quite well today. Upside correction still is going on. 20/40 day moving average line could be retested before ES turns down again.

Based on the daily chart, ES is in wave 4 process.



6. TODAY'S TRADING

On 30min chart, ES smoothed out its overbought situation until lunch trading session and closed at higher range. Today if ES can hold above

1191.50 in the pre-market trading, we more likely will see price moves up first before 11am. Looking for reversal signal if price pop into 1199.50-1202 range.

Indicators still try to turn up. If price can breakout 1197.50 level, 1203-1204 level should be expected to see today.



7. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.95)

1197.27	+2/8
1196.29	+1/8
1195.31	8/8
1194.34	7/8
1193.36	6/8
1192.38	5/8
1191.41	4/8
1190.43	3/8
1189.45	2/8
1188.48	1/8
1187.50	0/8
1186.52	-1/8
1185.55	-2/8

Up (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

Down (Interval=1.95)

1191.41	+2/8
1189.45	+1/8
1187.50	8/8
1185.55	7/8
1183.59	6/8
1181.64	5/8
1179.69	4/8
1177.73	3/8
1175.78	2/8
1173.83	1/8
1171.88	0/8
1169.92	-1/8
1167.97	-2/8

8. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.73	12.30	14.08	1192.38
overbought			

- 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.

9. WEEKLY ECONOMIC CALENDAR

Date	ET	Release	For	Consensus	Prior
Oct 18	08:30	PPI	Sep	1.1%	0.6%
Oct 18	08:30	Core PPI	Sep	0.2%	0.0%
Oct 19	08:30	Housing Starts	Sep	1950K	2009K
Oct 19	08:30	Building Permits	Sep	2050K	2138K
Oct 19	10:30	Crude Inventories	10/14	.	NA
Oct 19	14:00	Fed's Beige Book	.	.	.
Oct 20	08:30	Initial Claims	10/15	NA	389K
Oct 20	10:00	Leading Indicators	Sep	-0.5%	-0.2%
Oct 20	12:00	Philadelphia Fed	Oct	10.0	2.2