

# Naturus



## Daily trading plan for Oct. 20, 2005

### 1. ESZ5 IN PREVIOUS DAY

Open	High	Low	Closing
1178.25	1201	1173.75	1200.50

### 2. PIVOTS FOR ESZ5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1237.00	1233.08	1296.00	1292.25	1428.75
R2	1219.00	1217.17	1267.50	1271.25	1324.25
R1	1209.75	1203.58	1228.75	1252.75	1269.00
PPT	1191.75	1187.67	1200.25	1231.75	1164.50
S1	1182.50	1174.08	1161.50	1213.25	1109.25
S2	1164.50	1158.17	1133.00	1192.25	1004.75
S3	1155.25	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
1197.75 (First Sell#) *Dual number	1189.50 (First Buy #)
1216.25 (Second Sell#)	1185.25-1184.75 (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.

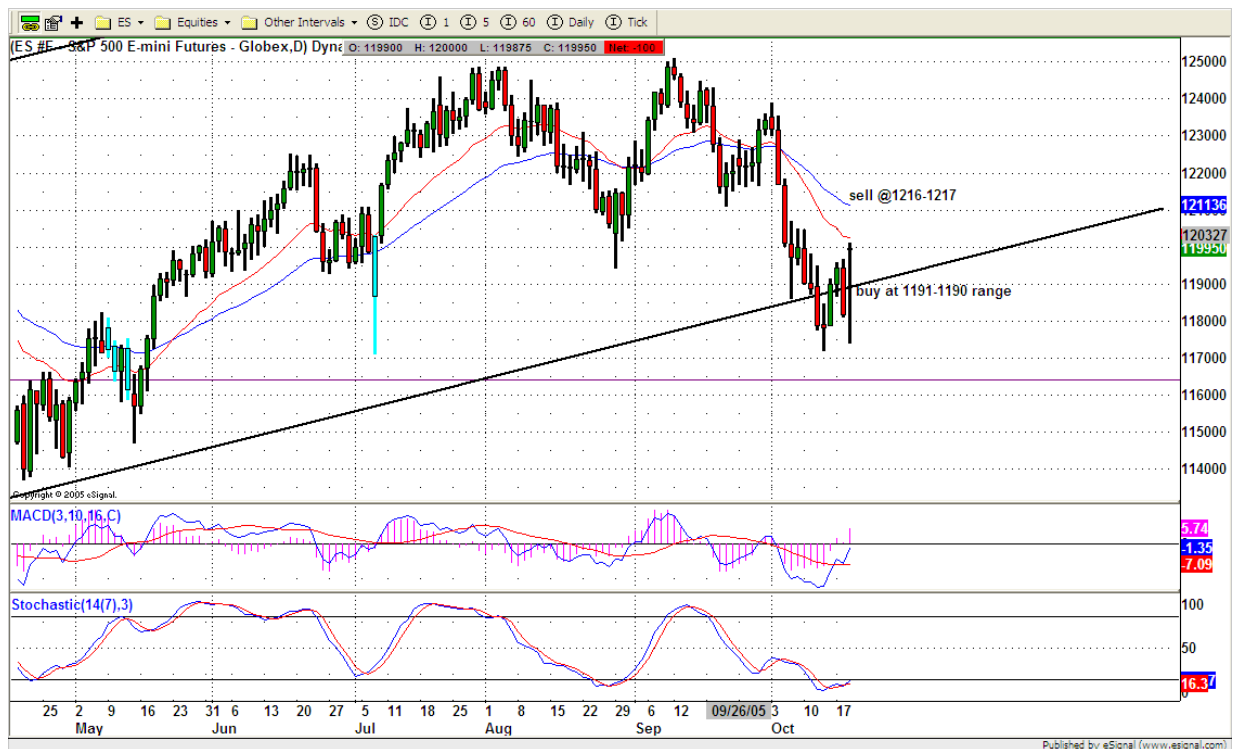
#### 4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

<b>Resistance</b>	1204.75	1209.75	1212.75	1214.50	1216.75
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<b>Support</b>	1194.75	1191.75	1189.25	1187.25	1185.25
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#### 5. COMMENTARY

Yesterday afternoon Beige book report confirmed that economic activity in most of the U.S hasn't been hurt by the impact of deadly storms. Market cheered for rally and closed at top. ES formed double bottoms. Whether ES can't hold yesterday's gain or not, depends on today's trading movement. As long as market can hold itself above 1190 level, we may see the low of coming two months.

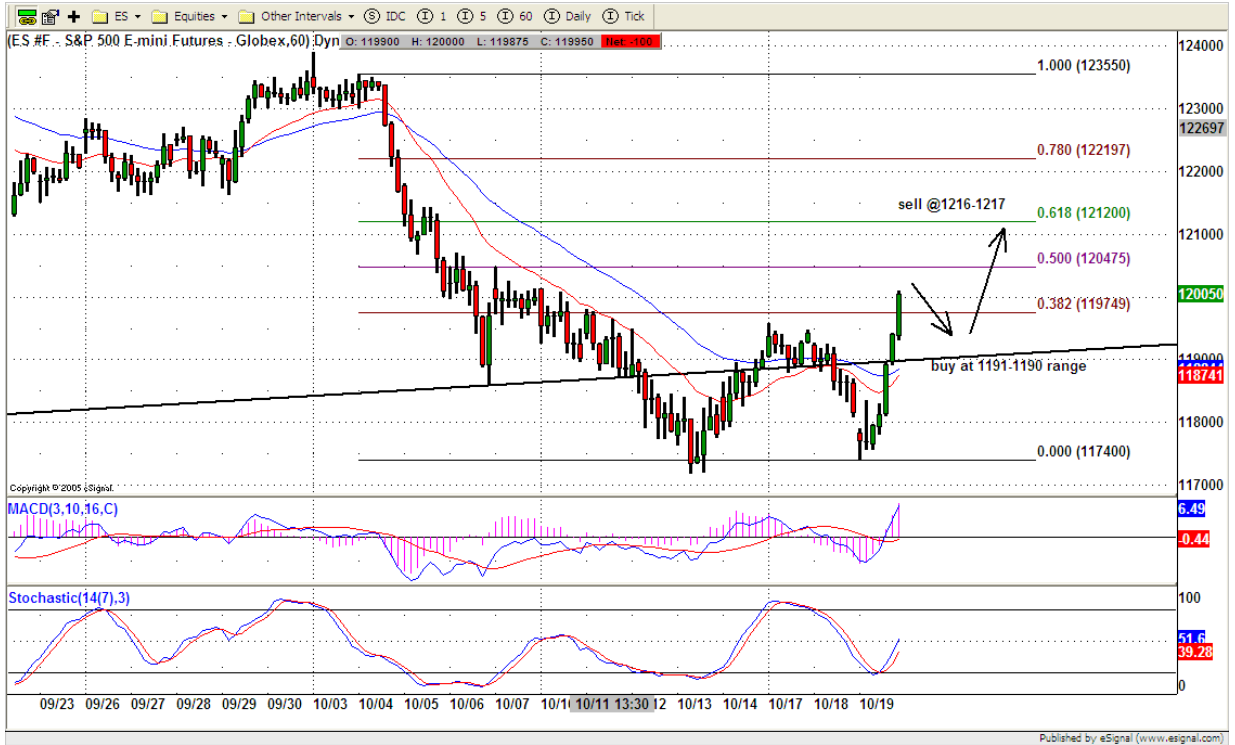


#### 6. TODAY'S TRADING

On 60min chart, we can see two bottoms with higher low. Neckline has been broken. But that line needs to be tested today. If 1194-1195 neckline can

be held, ES could move higher to 1216-1217 to complete its bullish pattern. Also Sept. 21 gap still is open at 1227 level.

Try to find long position entry and stay long.



### 7. PREDICTION FOR TODAY'S MOVEMENT

#### Current (interval=3.95)

1210.94	+2/8
1207.03	+1/8
1203.13	8/8
1199.22	7/8
1195.31	6/8
1191.41	5/8
1187.50	4/8
1183.59	3/8
1179.69	2/8
1175.78	1/8
1171.88	0/8
1167.97	-1/8
1164.06	-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

## 8. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.91	14.45	14.30	1189.25
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 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