

Naturus



Daily trading plan for Oct. 26, 2005

1. ESZ5 IN PREVIOUS DAY

Open	High	Low	Closing
1199.50	1204.75	1191.75	1199

2. PIVOTS FOR ESZ5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1218.25	1225.83	1228.92	1292.25	1428.75
R2	1211.50	1213.42	1215.08	1271.25	1324.25
R1	1205.25	1198.58	1199.42	1252.75	1269.00
PPT	1198.50	1186.17	1185.58	1231.75	1164.50
S1	1192.25	1171.33	1169.92	1213.25	1109.25
S2	1185.50	1158.92	1156.08	1192.25	1004.75
S3	1179.25	1144.08	1140.42	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
1206.00 (First Sell#)	1190.50 (First Buy #)
1213.25 (Second Sell#)	1185.00 (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

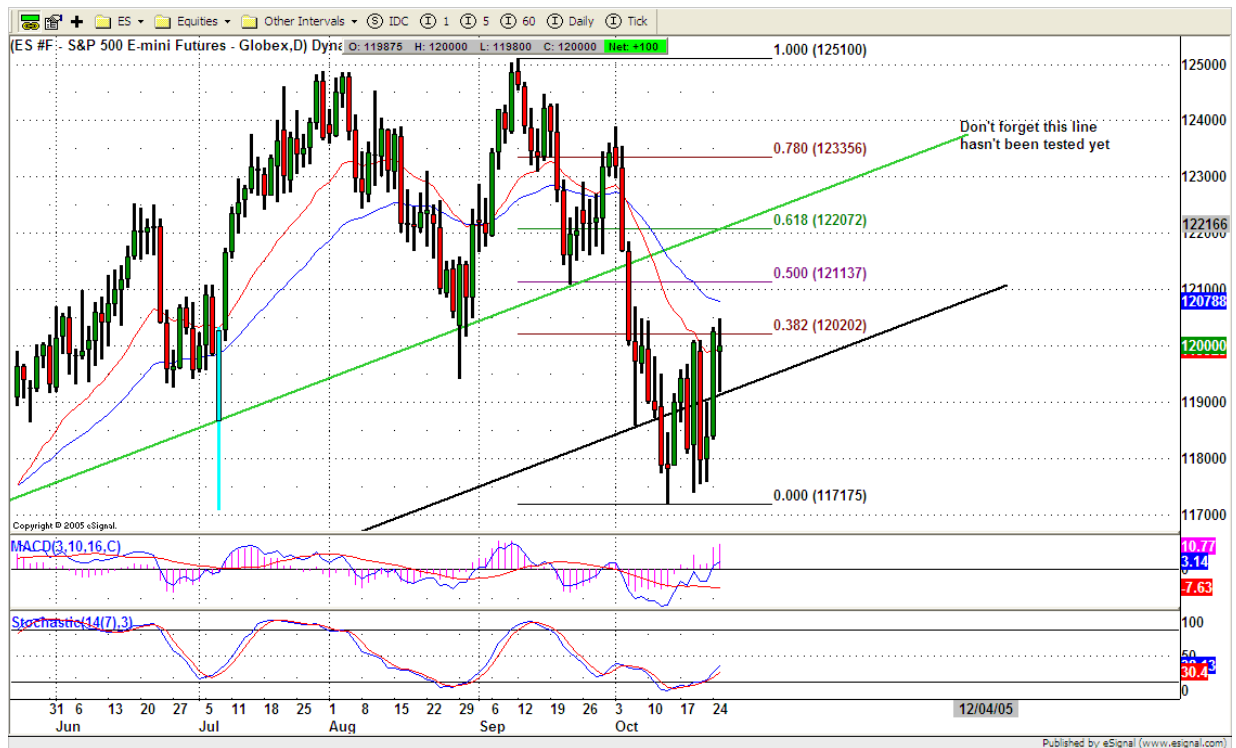
Resistance	1205.25	1208.75	1210.75	1214.75	1218.25
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Support	1199.25	1198.25	1192.50	1190.00	1186.25
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5. COMMENTARY

ES held itself above 1191 level very well yesterday and pushed price back up to close at high level. Today price is more likely moving up higher to 1212 or 1218.75 level to retest previous breakdown immediate-term uptrend line (green line). Breakout 1220 level, it confirms recent downtrend ends and we will see price go higher to 1280 level.

All indicators support price moving up.



6. TODAY'S TRADING

On 60min chart, ES did early morning retracement and back up opening level for closing. If today ES can breakout 1205 level in the early morning, price is more likely to move up to 1210-1214 range. If afternoon it breakout 1214 level, price could pop into 1218 level.



7. PREDICTION FOR TODAY'S MOVEMENT

Current (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

Up (Interval=1.95)

1214.84	+2/8
1212.89	+1/8
1210.94	8/8
1208.98	7/8
1207.03	6/8
1205.08	5/8
1203.13	4/8
1201.17	3/8
1199.22	2/8
1197.27	1/8
1195.31	0/8
1193.36	-1/8
1191.41	-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
0.48	19	15.75	1199.25
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.

9. WEEKLY ECONOMIC CALENDAR

Date	ET	Release	For	Consensus	Prior
Oct 26	10:30 AM	Crude Inventories	10/21		NA
Oct 27	8:30 AM	Durable Orders	Sep	-1.0%	3.3%
Oct 27	8:30 AM	Initial Claims	10/22	NA	355K
Oct 27	10:00 AM	Help-Wanted Index	Sep	35	35
Oct 27	10:00 AM	New Home Sales	Sep	1250K	1237K
Oct 28	8:30 AM	Chain Deflator-Adv.	Q3	2.9%	2.6%
Oct 28	8:30 AM	Employment Cost Index	Q3	0.8%	0.7%
Oct 28	8:30 AM	GDP-Adv.	Q3	3.5%	3.3%
Oct 28	9:45 AM	Mich Sentiment-Rev.	Oct	76.2	75.4