

Naturus



Daily trading plan for Nov. 7, 2005

1. ESZ5 IN PREVIOUS DAY

Open	High	Low	Closing
1225.00	1225.25	1217.00	1222.00

2. PIVOTS FOR ESZ5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1234.08	1257.58	1286.58	1309.17	1428.75
R2	1229.67	1242.67	1257.17	1274.08	1324.25
R1	1221.42	1232.33	1239.58	1241.92	1269.00
PPT	1221.42	1217.42	1210.17	1206.83	1164.50
S1	1217.58	1207.08	1198.70	1174.67	1109.25
S2	1213.17	1192.17	1180.75	1139.58	1004.75
S3	1209.33	1181.83	1145.58	1107.42	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
1228.25 (First Sell#)	1214.25 (First Buy#)
1233.25 (Second Sell#)	1211-1210.75 (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.

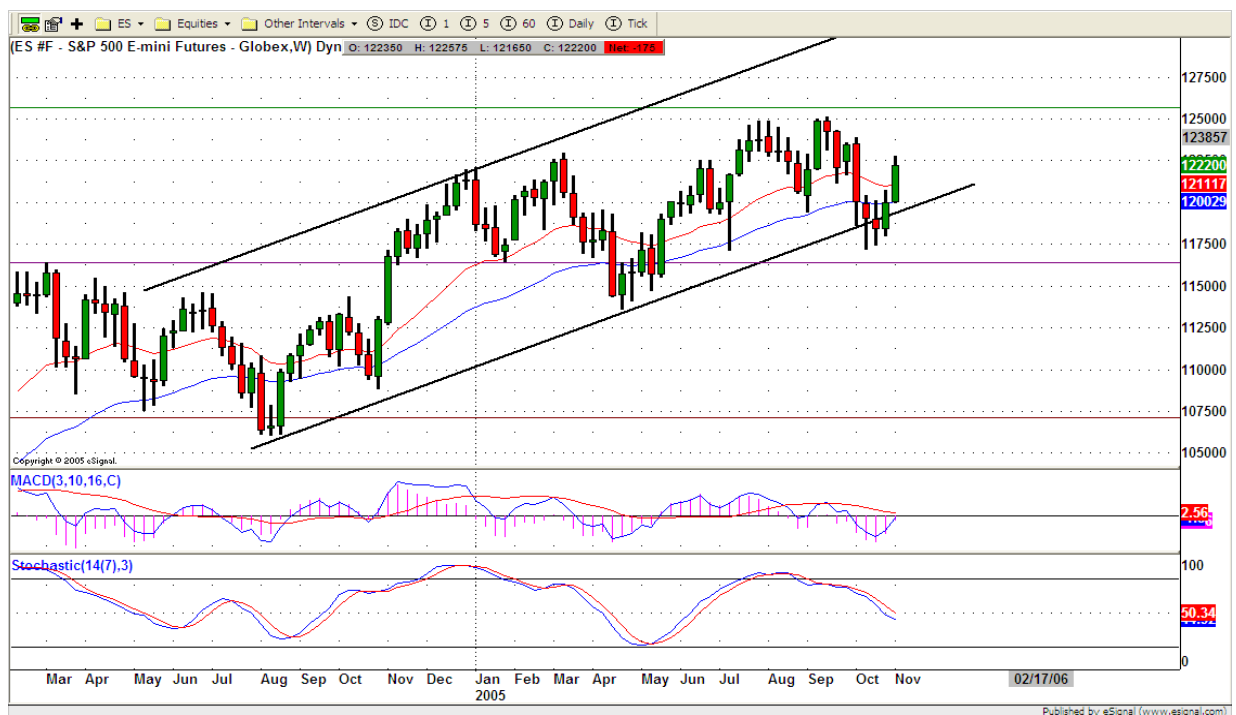
4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1225.75	1227.75	1229.75	1232.50	1234.25
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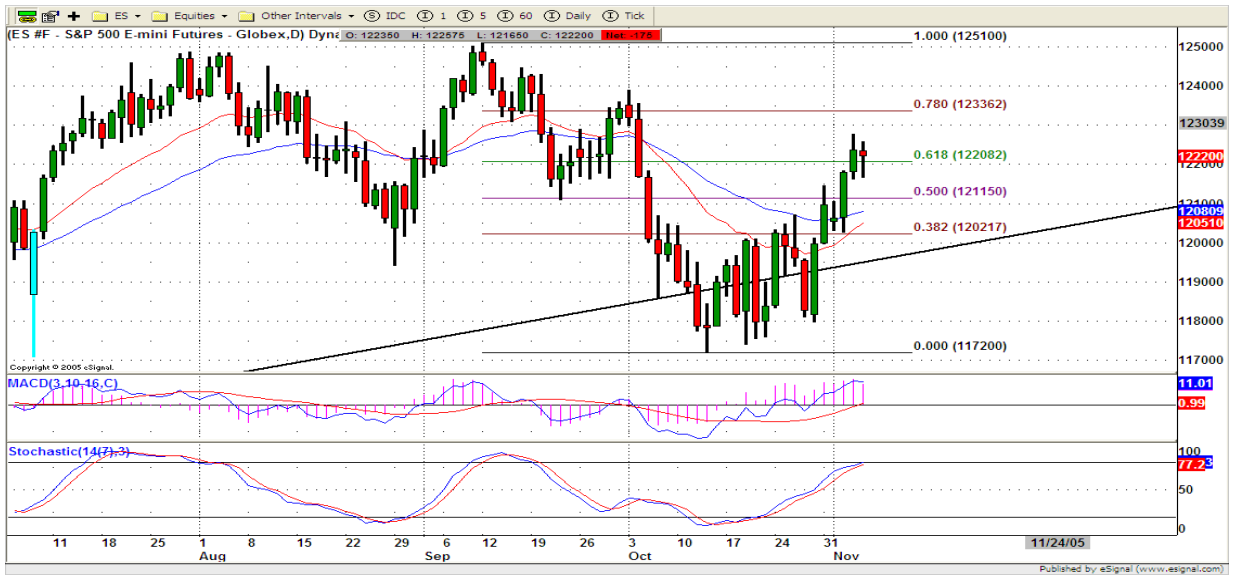
Support	1221.25	1217.50	1211.00	1204.25	1201.25
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5. COMMENTARY

Last week, we didn't have the breakout in the S&P 500, but we did see a solid gain. This coming week will be crucial for the S&P500 as the momentum must continue. If not, the bears will short this market with a vengeance. They had several solid declines after similar rallies in the past few weeks.



Based on daily chart (below), ES approaches its 78% retracement and indicators start to show overbought condition. Major resistance zone is lying between 1233 and 1236.25. This week, if ES can hold itself above 1218.75, and breakout 1248 level, it will add the upside momentum.



6. TODAY'S TRADING

On 60min chart, ES filled its Sept.21 gap at 1227.50 and pullback to retest its support level. But it managed to close at high weekly range, which gives us a bullish sign. Momentum could be continued today or tomorrow. If today ES can hold price above 1221.25 level, Bulls may push price into major resistance zone around 1233-1236 area.

As soon as price approaches major resistance zone, selling pressure may increase.



7. 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



8. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.32	10.30	12.80	1223.50
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
Nov 07	15:00	Consumer Credit	Sep	\$6.0B	\$4.9B
Nov 09	10:00	Wholesale Inventories	Sep	0.4%	0.5%
Nov 09	10:30	Crude Inventories	11/4		NA
Nov 10	08:30	Export Prices ex-ag.	Oct	NA	1.1%
Nov 10	08:30	Import Prices ex-oil	Oct	NA	1.2%
Nov 10	08:30	Trade Balance	Sep	-\$61.0B	-\$59.0
Nov 10	08:30	Initial Claims	11/05	325K	323K
Nov 10	09:45	Mich Sentiment-Prel.	Nov	76.5	74.2
Nov 10	14:00	Treasury Budget	Oct	-\$50.0B	-\$57.3B