

Naturus



Daily trading plan for Nov. 9, 2005

1. ESZ5 IN PREVIOUS DAY

Open	High	Low	Closing
1220.50	1224.50	1218.50	1222.75

2. PIVOTS FOR ESZ5

	Daily	Weekly	Biweekly	Monthly	Yearly
R3	1231.33	1257.58	1286.58	1309.17	1428.75
R2	1227.92	1242.67	1257.17	1274.08	1324.25
R1	1225.33	1232.33	1239.58	1241.92	1269.00
PPT	1221.92	1217.42	1210.17	1206.83	1164.50
S1	1219.33	1207.08	1198.70	1174.67	1109.25
S2	1215.92	1192.17	1180.75	1139.58	1004.75
S3	1213.33	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
1226 (First Sell#)	1217.00 (First Buy#)
1230.25 (Second Sell#)	1215.25 (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.

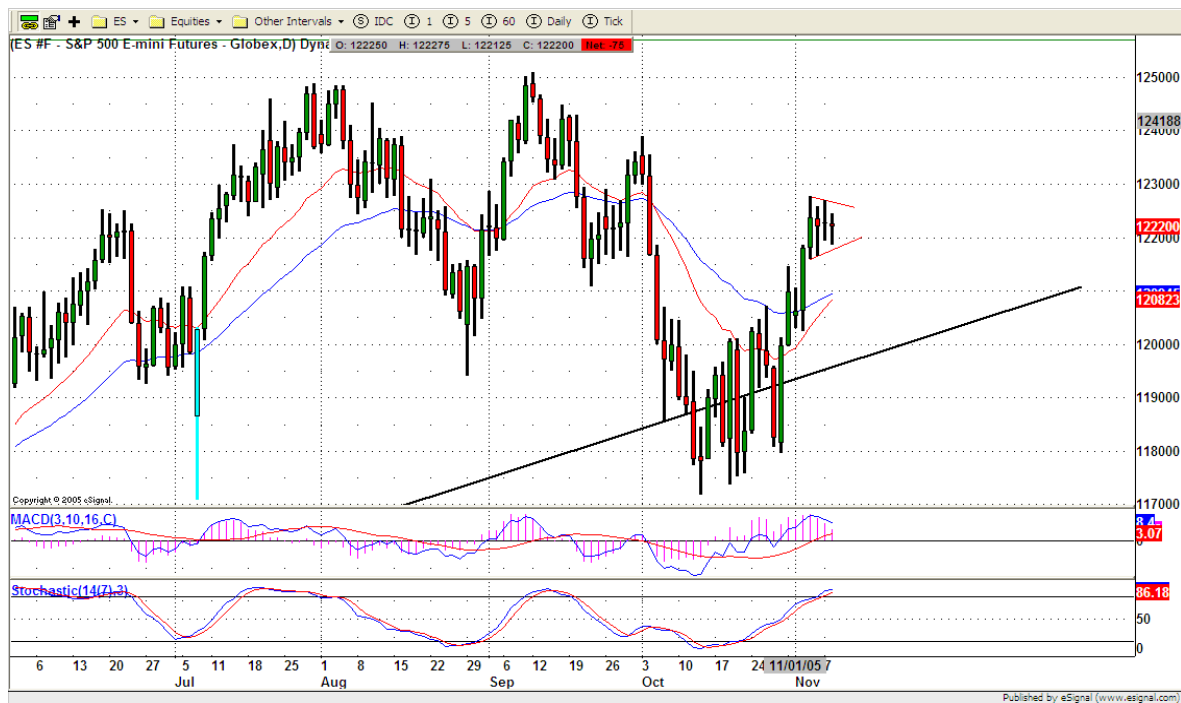
4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1224.75	1226.00	1227.75	1230.50	1234.25
-------------------	---------	---------	---------	---------	---------

Support	1218.50	1217	1215.25	1212.50	1209.50
----------------	---------	------	---------	---------	---------

5. COMMENTARY

ES had a second day with narrow range yesterday. It is called a narrow day 4 (NR4). Market is in contraction mode. Today expansion movement should be expected. If today ES can breakout 1225.50 level, Upside momentum will speed up and push price into 1230.50 -1231.50 level. If today ES breakdown 1218.50 level, downside momentum will pick up and push price down into 1212.50-1210 level. Daily indicators show market is in short term overbought condition. Correction is needed.

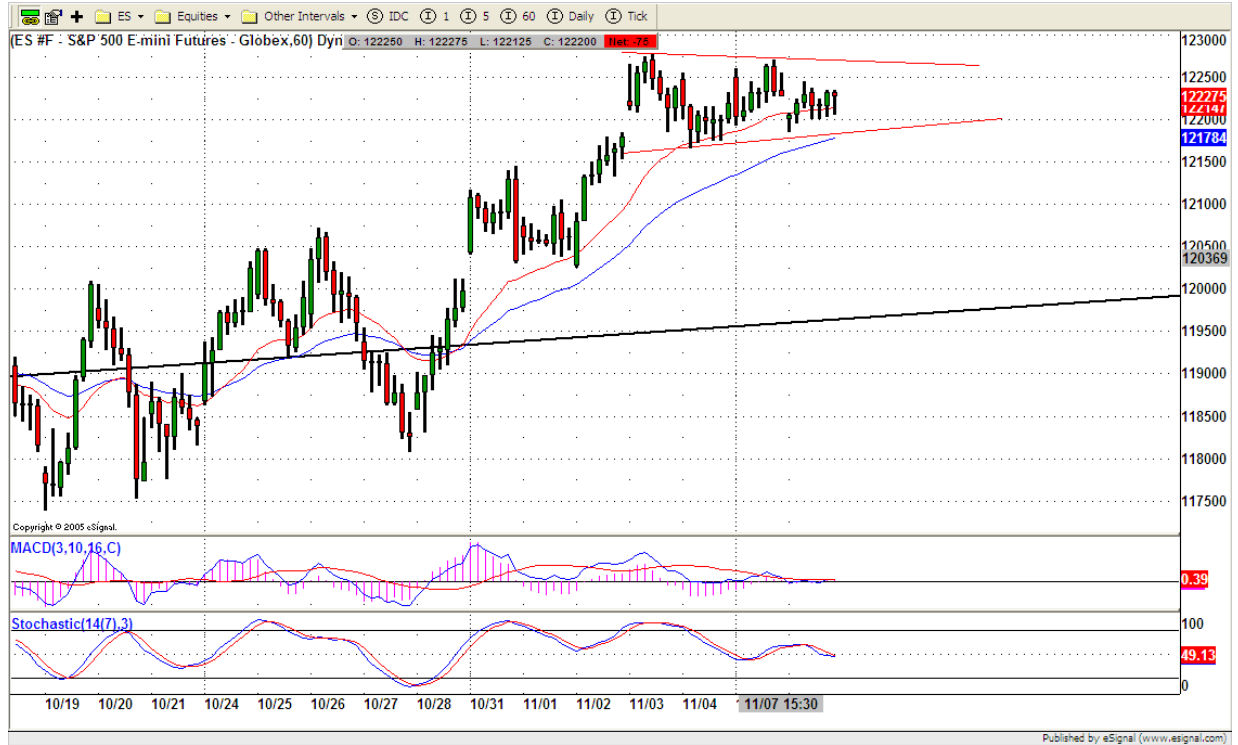


6. TODAY'S TRADING

On 60min chart, ES formed a narrow range triangle pattern. If 1218.50 level can be held, as soon as price breakout 1225.50 level, bulls will push price higher to test 1230.50 level. If 1218 fails to hold, there is

air pocket to 1200 level. After market opens, looking for reversal signal around 11am.

In any case, today could be a strong trend day. Be prepared.



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)

1230.47	+2/8
1228.52	+1/8
1226.56	8/8
1224.61	7/8
1222.66	6/8
1220.70	5/8
1218.75	4/8
1216.80	3/8
1214.84	2/8
1212.89	1/8
1210.94	0/8
1208.98	-1/8
1207.03	-2/8

8. OTHER INDICATORS

NatRSI	ATR 5	ATR 10	Waist number
0.71	9.50	11.25	1221.50
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
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