

Naturus



Daily trading plan for May 1, 2006

1. ESM6 IN PREVIOUS DAY

Open	High	Low	Closing
1312.50	1322.00	1311.50	1316.00

2. PIVOTS FOR ESM6

	Daily	Weekly	Monthly	Yearly
R3	1333.00	1347.00	1369.92	1425.83
R2	1327.50	1334.50	1347.33	1355.42
R1	1321.75	1325.25	1331.67	1305.08
PPT	1316.25	1312.75	1309.08	1234.67
S1	1310.50	1303.50	1293.42	1184.33
S2	1305.00	1291.00	1270.83	1113.92
S3	1299.25	1281.75	1255.17	1063.58

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1324.75 (First Sell#)	1308.25 (First Buy#)
1329.50 (Second Sell#)	1302.25 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

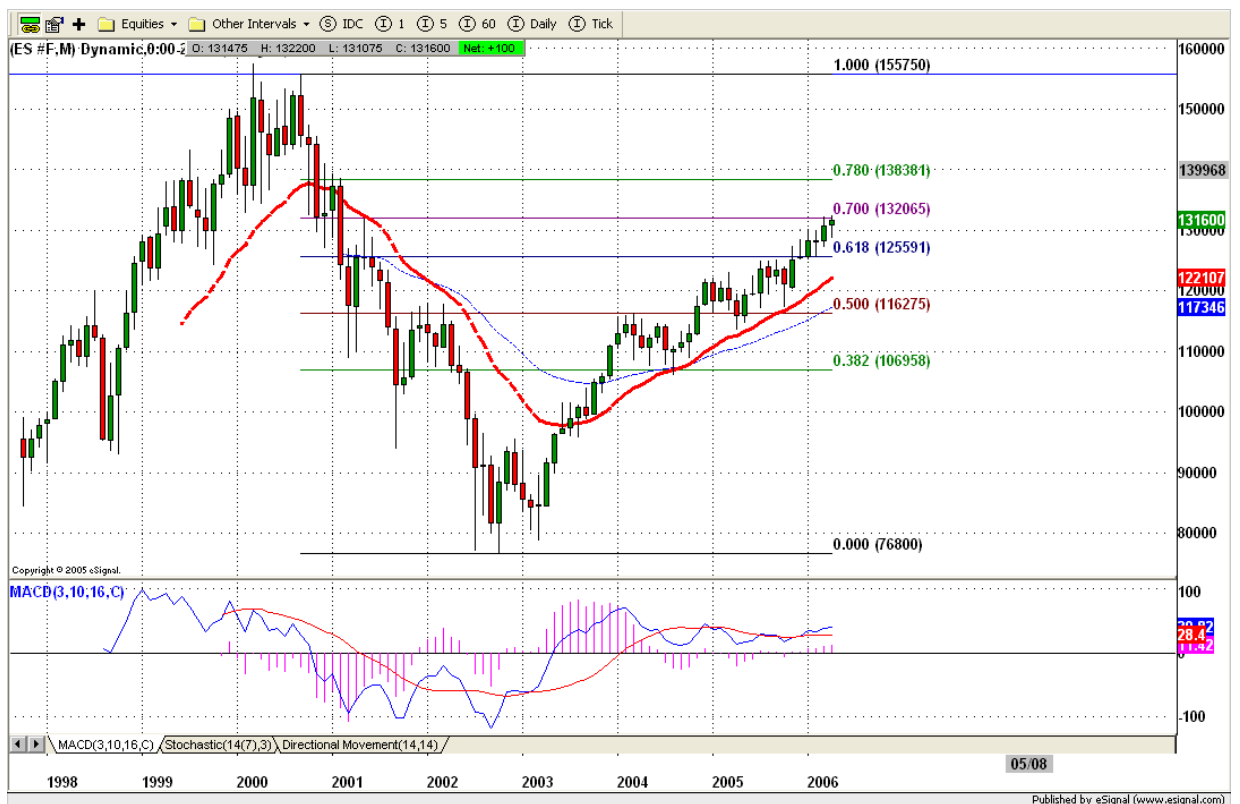
Resistance	1320.50	1323.75	1326.25	1328.50	1331.75
Support	1314.25	1312.50	1309.25	1306.00	1303.50

5. COMMENTARY

April trading month was end on last Friday trading. We saw six months on the upside running from last November. How far should this market go up? My answer is "NOT VERY FAR".

Based on ES monthly chart (below), ES has about 60 points away from 1380 level which is almost 78% retracement from the lows in 2002. We are still in Bear market, just because this bear is in hibernation, it doesn't mean this bear won't wake up forever.

Monthly indicators show this market is overbought and buying power is decreasing. But when the market is performing its top, the market is likely to become more volatile. Especially when the public think any piece of "reports" should be more important for them; it will potentially move the market with a sudden big swing.



Last week, ES only had a minor loss. Its close was well above 1300 and also made the high of 1322. That looks like a decent sign of buying strength. However, a real sign of buying strength would have been a close above 1325. That line wasn't even tested last week.

There is the key resistance range from 1321-1324 which ES topped out two weeks ago. That zone had been tested for three times. Last Friday could be a fourth time testing. All indicates lost steam. That means Bulls are

getting tired. So I expect ES would move down soon after it reaches its long term top band of its uptrend channel.



Let us look at daily chart of ES (below). It shows we may see last push up from ES due to H&S pattern. As a bigger move, we need to see breakout above 1328 level or below 1300 level. For upside, we need to see high volume with breaking out 1328 level. If this occurs, ES can achieve its T2 (1331-1334) target or further to 1340 level. Without high volume, any rally is considered as a fake movement. For downside, we need to see break down 1300 level. Without breakouts, range-trading mode will be still in the place.

Daily MACD shows little divergence, we may see higher price with lower MACD in coming day. If this shows up, ES is giving us a "SELLING" signal.



6. TODAY'S TRADING

Based on 60mins chart, last Friday ES made its consolidation after it had a big movement in the previous day. Today if 1310.75 still can be held, price could try to test last Friday's high again. Breakout 1326.25 level, it may lead upside Momentum move and push price higher to 1331.50-1332.25 range to complete its bullish symmetrical pattern.

Breakdown 1310.75 level, ES could go down to retest 1300.25 level again.



7. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.95)

1322.27	+2/8
1321.29	+1/8
1320.31	8/8
1319.34	7/8
1318.36	6/8
1317.38	5/8
1316.41	4/8
1315.43	3/8
1314.45	2/8
1313.48	1/8
1312.50	0/8
1311.52	-1/8
1310.55	-2/8

Up (Interval=1.95)

1332.03	+2/8
1330.08	+1/8
1328.13	8/8
1326.17	7/8
1324.22	6/8
1322.27	5/8
1320.31	4/8
1318.36	3/8
1316.41	2/8
1314.45	1/8
1312.50	0/8
1310.55	-1/8
1308.59	-2/8

Down (Interval=1.95)

1316.41	+2/8
1314.45	+1/8
1312.50	8/8
1310.55	7/8
1308.59	6/8
1306.64	5/8
1304.69	4/8
1302.73	3/8
1300.78	2/8
1298.83	1/8
1296.88	0/8
1294.92	-1/8
1292.97	-2/8

8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	ATR 5	ATR 10	Waist number
0.66	0.39	12.10	12.68	1314.25
neutral	neutral			

9. WEEKLY ECONOMIC CALENDAR

Projected Economic Releases for Next Week

(Consensus Forecasts vs. Previous Report)

May 1

Personal Income	8:30	Mar	0.4% vs 0.3%
Personal Spending	8:30	Mar	0.4% vs 0.1%
Construction Spending	10:00	Mar	0.3% vs 0.8%
ISM Index	10:00	Apr	55.1 vs 55.2

May 2

Auto Sales	12:00	Apr	5.4M vs 5.3M
Truck Sales	12:00	Apr	7.9M vs 7.7M

May 3

Factory Orders	10:00	Mar	1.5% vs 0.2%
ISM Services	10:00	Apr	59.4 vs 60.5
Crude Inventories	10:30	04/28	NA vs -226K

May 4

Initial Claims	8:30	04/29	NA vs 315K
Productivity-Prel	8:30	Q1	3.0% vs -0.5%

May 5

Average Workweek	8:30	Apr	33.8 vs 33.8
Hourly Earnings	8:30	Apr	0.3% vs 0.2%
Nonfarm Payrolls	8:30	Apr	198K vs 211K
Unemployment Rate	8:30	Apr	4.7% vs 4.7%
Consumer Credit	15:00	Mar	\$4.5B vs \$3.3B