

Naturus



Daily trading plan for Oct. 30, 2006

1. ESZ6 IN PREVIOUS DAY

Open	High	Low	Closing
1391.00	1392.25	1381.00	1384.75

2. PIVOTS FOR ESZ6

	Daily	Weekly	Monthly	Yearly
R3	1402.25	1421.92	1411.17	1425.83
R2	1397.25	1408.58	1380.83	1355.42
R1	1391.00	1396.67	1363.17	1305.08
PPT	1386.00	1383.33	1332.83	1234.67
S1	1379.75	1371.42	1315.17	1184.33
S2	1374.75	1358.06	1284.83	1113.92
S3	1368.50	1346.17	1267.17	1063.58

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1391.75 (First Sell#)	1380.25 (First Buy#)
1395.50 (Second Sell#)	1374.25-1375 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1386.50	1389.25	1392.00	1396.50	1399.25
Support	1382.25	1381.25	1379.25	1376.75	1374.00

5. COMMENTARY

Last week ES closed right on its top band of uptrend channel and made another 0.64% gain over the previous week. It is impressive, but potentially disastrous, because that may be the top. Based on weekly chart showing, 1381 and 1370 level are current support levels. Below those, there is no support until the 1330 level. Upside room seems to have a ceiling.

\$VIX consolidates at low level. No room left for moving down. If this week it closes above 11 and continues to move up, it could a clue of ES dip. Keep eyes on both of ES and \$VIX.



Based on Daily chart, there is another 18 day cycle ending, which I talked about in the room last week. Last Friday ES made a low around 1381 level. Today price could continue going down a little bit in the morning. If price moves back above today's open, it is likely for us to see price going higher. Then today's low or last Friday's low whichever is lowest could become the 18 days cycle low. If this is the case, there are two possible results. Price may go sideways until election is over; second may turn out price going down quickly to its major support level to breach this 18 day cycle pattern. Nevertheless, 1381 and 1370 is this week key support level. ES fails to hold 1370 level, it will make a big correction.



6. TODAY'S TRADING

Last Friday, ES made a low in the afternoon, but it managed to hold up the low. Today 1381 is first key level. Only if this level can be held, the price has a chance to bounce up to 1386.50 level which determines both-side movement level. It is possible for ES to retest 1392.50 level if price breakout 1387 level. Fails to breakout 1387 level, price could dip back 1380/1379 level.



Caution:

We are in election period. Many charting patterns and indicators suggest the market is on its top, but political considerations may limit any decline. Be cautious in the pre-election period. Normal trading methods may not work.

7. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=1.95)

1394.53	+2/8
1392.58	+1/8
1390.63	8/8
1388.67	7/8
1386.72	6/8
1384.77	5/8
1382.81	4/8
1380.86	3/8
1378.91	2/8
1376.95	1/8
1375.00	0/8
1373.05	-1/8
1371.09	-2/8

Up (Interval=1.95)

1402.34	+2/8
1400.39	+1/8
1398.44	8/8
1396.48	7/8
1394.53	6/8
1392.58	5/8
1390.63	4/8
1388.67	3/8
1386.72	2/8
1384.77	1/8
1382.81	0/8
1380.86	-1/8
1378.91	-2/8

Down (Interval=1.95)

1394.53	+2/8
1392.58	+1/8
1390.63	8/8
1388.67	7/8
1386.72	6/8
1384.77	5/8
1382.81	4/8
1380.86	3/8
1378.91	2/8
1376.95	1/8
1375.00	0/8
1373.05	-1/8
1371.09	-2/8

8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.22	0.86	19.07	7.58	1387.88
neutral	overbought			

9. WEEKLY ECONOMIC CALENDAR

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

Oct 30

Personal Income	8:30	Sep	0.3% vs 0.3%
Personal Spending	8:30	Sep	0.3% vs 0.1%

Oct 31

Employment Cost Index	8:30	Q3	0.9% vs 0.9%
Chicago PMI	10:00	Oct	58.0 vs 62.1
Consumer Confidence	10:00	Oct	108.0 vs 104.5

Nov 1

Auto Sales	12:00	Oct	5.3M vs 5.3M
Truck Sales	12:00	Oct	7.6M vs 7.6M
Construction Spending	10:00	Sep	0.0% vs 0.3%
ISM Index	10:00	Oct	53.1 vs 52.9
Crude Inventories	10:30	10/27	NA vs -3205K

Nov 2

Initial Claims	8:30	10/28	NA vs 308K
Productivity-Prel	8:30	Q3	1.5% vs 1.6%
Factory Orders	10:00	Sep	3.0% vs 0.0%

Nov 3

Nonfarm Payrolls	8:30	Oct	125K vs 51K
Unemployment Rate	8:30	Oct	4.6% vs 4.6%
Hourly Earnings	8:30	Oct	0.3% vs 0.2%
Average Workweek	8:30	Oct	33.8 vs 33.8
ISM Services	10:00	Oct	54.5 vs 52.9