

# Naturus



## Daily trading plan for Oct. 9, 2006

### 1. ESZ6 IN PREVIOUS DAY

Open	High	Low	Closing
1358.50	1360.00	1352.50	1358.75

### 2. PIVOTS FOR ESZ6

	Daily	Weekly	Monthly	Yearly
R3	1370.00	1396.58	1411.17	1425.83
R2	1365.25	1379.92	1380.83	1355.42
R1	1362.00	1369.33	1363.17	1305.08
<b>PPT</b>	<b>1357.25</b>	<b>1352.67</b>	<b>1332.83</b>	<b>1234.67</b>
S1	1354.00	1342.08	1315.17	1184.33
S2	1349.25	1325.42	1284.83	1113.92
S3	1346.00	1314.83	1267.17	1063.58

### 3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1365.50 (First Sell#)	1348.50-1347.50 (First Buy#)
1370.25 (Second Sell#)	1343.50 (second Buy#)

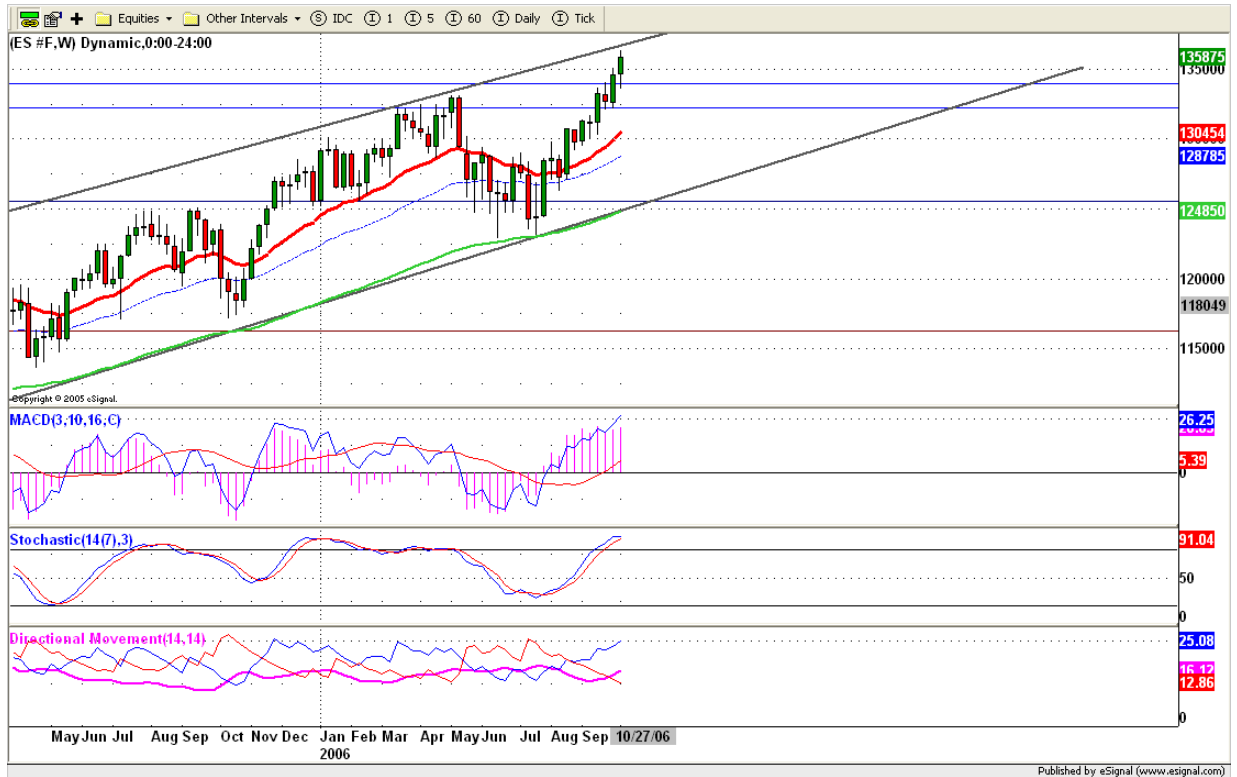
### 4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

<b>Resistance</b>	<b>1363.25</b>	<b>1366.50</b>	1369.25	1373.00	1379.75
<b>Support</b>	<b>1353.25</b>	1348.50	<b>1344.25</b>	1342.25	1339.25

## 5. COMMENTARY

ES hadn't had any substantial profit taking for 12 weeks since July 18. So a pullback soon should be expected. Also ES closed around its top band of uptrend channel last Friday. This ending week at resistance movement will encourage traders to take profits.

Based on weekly indicators MACD and SST, those are all in overbought area. As soon as SST turns down, it could create a sell divergence for the price.



Last Friday, ES gaped down at open, but tried to move up to close the gap at the last trading hour. But it was unable to close that gap. This is first bearish signal. Today ES may try to fill that gap one more time. If ES fails to fill that gap, downside movement to 1352.50 should be expected. As long as ES doesn't close up 1365.50 level today, pullback correction to 1349.25 or 1339 is very possible in the coming day.



## 6. TODAY'S TRADING

Based on 60min chart, ES has two choices to move. One is that ES moves upside first to fill last Friday's gap and test 1365.50 level if it can stay above the 1356 level, then moves down to 1349/1350 level later. The second is that ES fails to hold 1356 level in the first hour trading and moves down first to test 1352.50/1350 level, then moves up later to re-test 1356. Bradley CIT date is Oct 11, which could be tomorrow based on +/- one day

### **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=0.95)

1361.33	+2/8
1360.35	+1/8
1359.38	8/8
1358.40	7/8
1357.42	6/8
1356.45	5/8
1355.47	4/8
1354.49	3/8
1353.52	2/8
1352.54	1/8
1351.56	0/8
1350.59	-1/8
1349.61	-2/8

### Up (Interval=1.95)

1378.91	+2/8
1376.95	+1/8
1375.00	8/8
1373.05	7/8
1371.09	6/8
1369.14	5/8
1367.19	4/8
1365.23	3/8
1363.28	2/8
1361.33	1/8
1359.38	0/8
1357.42	-1/8
1355.47	-2/8

### Down (Interval=1.95)

1363.28	+2/8
1361.33	+1/8
1359.38	8/8
1357.42	7/8
1355.47	6/8
1353.52	5/8
1351.56	4/8
1349.61	3/8
1347.66	2/8
1345.70	1/8
1343.75	0/8
1341.80	-1/8
1339.84	-2/8

## 8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.51	0.73	11.51	10.45	1358.63
neutral	overbought			

## 9. WEEKLY ECONOMIC CALENDAR

### Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

#### Oct 10

Treasury Budget	12:00	Sep (TBA)	\$45.0B vs \$35.7B
Wholesale Inventories	10:00	Aug	0.6% vs 0.8%
Treasury Budget	14:00	Sep	NA vs \$48.3B

#### Oct 11

Crude Inventories	10:30	10/06	NA vs 3355K
FOMC Minutes	14:00	Sep 20	
Initial Claims	8:30	10/07	312K vs 302K
Trade Balance	8:30	Aug	-\$66.5B vs -\$68.0B
Fed's Beige Book	14:00		

#### Oct 13

Export Prices ex-ag.	8:30	Sep	NA vs 0.4%
Import Prices ex-oil	8:30	Sep	NA vs 0.5%
Retail Sales	8:30	Sep	0.2% vs 0.2%
Retail Sales ex-auto	8:30	Sep	0.0% vs 0.2%
Mich Sentiment-Prel.	9:50	Oct	86.0 vs 85.4
Business Inventories	10:00	Aug	0.5% vs 0.6%