

Naturus



Daily trading plan for Nov. 2, 2006

1. ESZ6 IN PREVIOUS DAY

Open	High	Low	Closing
1386.00	1387.00	1370.75	1373.00

2. PIVOTS FOR ESZ6

	Daily	Weekly	Monthly	Yearly
R3	1399.33	1421.92	1466.25	1425.83
R2	1393.17	1408.58	1430.75	1355.42
R1	1383.08	1396.67	1407.00	1305.08
PPT	1376.92	1383.33	1371.50	1234.67
S1	1366.83	1371.42	1347.75	1184.33
S2	1360.67	1358.08	1312.25	1113.92
S3	1350.58	1346.17	1288.50	1063.58

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1378.75-1379.50 (First Sell#)	1361.25 (First Buy#)
1384.50-1385.25 (Second Sell#)	1350.00 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1377.25	1378.75	1383.25	1384.50	1388.25
Support	1370.50	1366.50	1363.50	1361.25	1359.00

5. COMMENTARY

First day of November, ES made a fool of the public. It gapped up at open to trap more than 50K contracts buyers, but within first 15 minutes, it was unable to breakout its pre-market high 1378.50, instead it turned to the downside and quickly filled the gap and closed below its open. This action gave bears courage to short any bounce. Finally ES gave up any bounce and made its first strong downtrend day since last July 18. It breached 18 days bullish cycle. Even though ES held up above 20 days moving average line yesterday, odds still favor to short on bounce. Based on slow stochastic indicator, there is lots of room for it to go down.



6. TODAY'S TRADING

Yesterday ES couldn't breakout its major resistance level and turned down to test the low band of the downtrend channel. Today, Gap up at open means market still is in bearish tone. Therefore, we are still looking for short entry around 1379-78 range if ES gaps up at open.

Short term trend is on downside. While this short term trend continues we are looking for a short entry on the longer timeframe to give a safer place to enter the market.



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=3.95)

1414.06	+2/8
1410.16	+1/8
1406.25	8/8
1402.34	7/8
1398.44	6/8
1394.53	5/8
1390.63	4/8
1386.72	3/8
1382.81	2/8
1378.91	1/8
1375.00	0/8
1371.09	-1/8
1367.19	-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)

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

Copyright 2006 by Natusur Inc. All rights are reserved. Photocopying and further distribution of this newsletter are strictly prohibited. Information, opinion, research, and commentary contained herein is obtained from sources believed to be reliable; their reliability, however, cannot be guaranteed. The maxim of Caveat Emptor applies – let the buyer beware! This newsletter is for education purpose only. It doesn't provide individual investment advice, or act as an investment advisor, or individually advocate the purchase or sale of any security or investment. In making any investment decision, you will rely solely on your own review and examination of the facts and the records relating to such investments. Past performance of our recommendations is not an indication of future performance. We shall have no liability of whatever nature in respect of any claim, damages, loss or expense arising out of or in connection with the reliance by you on the contents of our newsletter, any promotion, published material, alert or update.

8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.10	0.42	-43.79	9.85	1379.50
Oversold	Neutral	Over-bearish		

9. WEEKLY ECONOMIC CALENDAR

Projected Economic Releases for This Week				
(Consensus Forecasts vs. Previous Report)				
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