



Daily trading plan for Jan. 10, 2007

1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1423.25	1425.00	1414.00	1420.50

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1436.67	1458.67	1510.67	1722.00
R2	1430.83	1449.33	1477.83	1583.50
R1	1425.67	1432.92	1453.17	1506.00
PPT	1419.83	1423.58	1420.33	1367.50
S1	1414.67	1407.17	1395.67	1290.00
S2	1408.83	1397.83	1362.83	1151.50
S3	1403.67	1381.42	1338.17	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1427.00 -1426(First Sell#)	1410.75 (first Buy#)
1433.50-1431.50 (Second Sell#)	1407.50-1406.25 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1425.00	1427.00	1429.25	1433.50	1436.75
Support	1414.00	1410.75	1407.25	1401.00	1397.25

5. WEEKLY OUTLOOK

First week of New Year 2007 was very short, S&P 500 (SPX) and Dow Jones Average Industrial had small loss. But Nasdaq (\$NDX) has small gain. There is a negative divergence between SPX and NDX.

Though overall the weekly chart of S&P 500 emini (ES) remains bullish, in the short term it is possible for it to go down for testing its long term breakout uptrend line around 1400-1396 or lower to 1387-78 range this week.



6. DAILY OUTLOOK

Yesterday ES mainly had one day which was a back-to-back move from last Monday. It performed a relative inside day with closing lower than its previous day. That means this market still has more selling than buying. Today we may see one more day sideways with smaller trading range than yesterday (1424-1414). As long as ES doesn't breakout 1426 level, market bias remains downside.

Daily indicators still roll over in negative side, there is no sign to turn up from Slow Stochastic Indicator. That means yesterday rally was only a bounce move. Daily major resistance level is 1432 and major support level is 1406.25



7. TRADING STRATEGY FOR Jan 10, 2007

Today it is possible for ES to continue going sideways if price fails to breakout 1425-26 range and fails to breakdown 1414-1413 range. Breakdown 1413-14 range will lead downside Momentum to push price down to 1408-07 range; breakout 1426 level will courage bulls to push price to fill last Friday's gap around 1427.75, or higher to 1429-1431.50 range. Today is Wednesday, First hour range breakout direction could be the direction for rest of the day. As long as daily trend doesn't change, we are still looking for short side trading.

Intraday swing position entry on short side:

1425.50-1427.00 (agg scalping) and 1429.50-1431.50 (agg) , 1435-36.75 (cons)

Intraday swing position entry on long side:

1412 (agg.scalping) 1406.25-1407.50 (agg) and 1399 (cons)



8. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=1.95)

1425.78	+2/8
1423.83	+1/8
1421.88	8/8
1419.92	7/8
1417.97	6/8
1416.02	5/8
1414.06	4/8
1412.11	3/8
1410.16	2/8
1408.20	1/8
1406.25	0/8
1404.30	-1/8
1402.34	-2/8

Up (Interval=1.95)

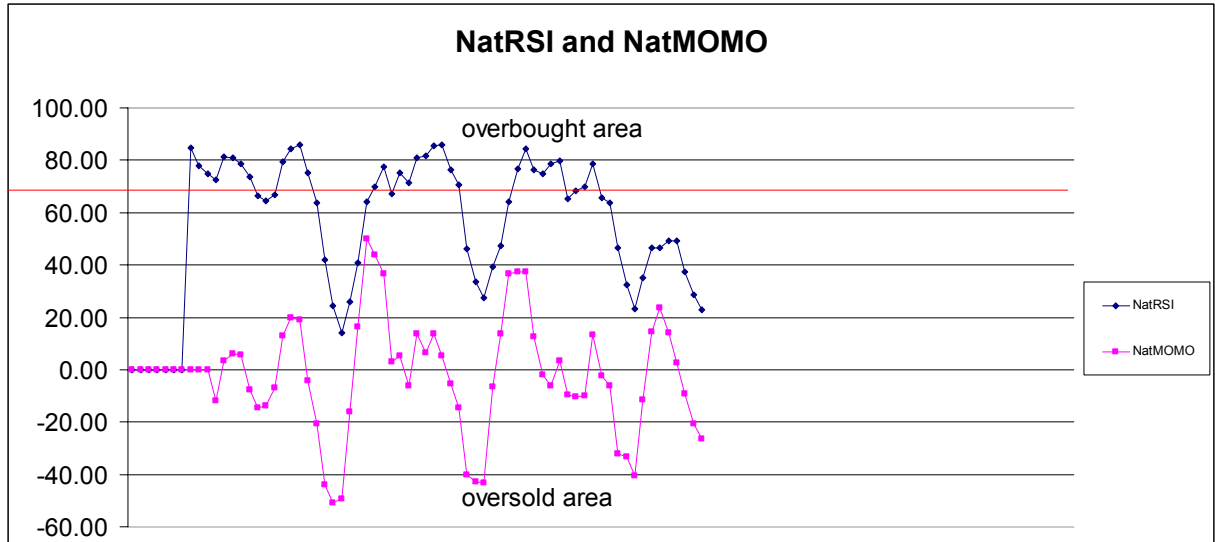
1441.41	+2/8
1439.45	+1/8
1437.50	8/8
1435.55	7/8
1433.59	6/8
1431.64	5/8
1429.69	4/8
1427.73	3/8
1425.78	2/8
1423.83	1/8
1421.88	0/8
1419.92	-1/8
1417.97	-2/8

Down (Interval=1.95)

1425.78	+2/8
1423.83	+1/8
1421.88	8/8
1419.92	7/8
1417.97	6/8
1416.02	5/8
1414.06	4/8
1412.11	3/8
1410.16	2/8
1408.20	1/8
1406.25	0/8
1404.30	-1/8
1402.34	-2/8

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.37	0.22	-26.36	11.73	1421.88
neutral	neutral			



10. Weekly Economic Reports (<http://www.tradethenews.com/weekly-calendar.php>)

Wednesday, Jan 10th, 2007

08:30am Nov Trade Balance (last -\$58.9B)
10:00am Nov Wholesale Inventories (last 0.8%)
10:30am Crude Oil/Gasoline/Distillate Inventories

Thursday, Jan 11th, 2007

07:00am BOE Rate announcement
07:45am ECB Rate announcement
08:30am Initial Jobless Claims (last 329K)
10:30am Natural Gas Inventories
02:00pm Dec Monthly Budget Statement (last \$11.0B)

Friday, Jan 12th, 2007

08:30am Dec Import Price Index (last 0.2%), Advance Retail Sales (last 1.0%), Retail Sales Less Autos (last 1.1%)
09:00am RBC Cash Index (last 86.9)
10:00am Nov Business Inventories (last 0.4%)