



## Daily trading plan for Jan. 11, 2007

### 1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1415.25	1424.75	1412.25	1424.50

### 2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1441.25	1458.67	1510.67	1722.00
R2	1433.00	1449.33	1477.83	1583.50
R1	1428.75	1432.92	1453.17	1506.00
<b>PPT</b>	<b>1420.50</b>	<b>1423.58</b>	<b>1420.33</b>	<b>1367.50</b>
S1	1416.25	1407.17	1395.67	1290.00
S2	1408.00	1397.83	1362.83	1151.50
S3	1403.75	1381.42	1338.17	1074.00

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

Sell levels	Buying levels
1430.50-1431.50.00 (First Sell#)	1412.25 (first Buy#)
1436.00-1437.75 (Second Sell#)	1407.50-1406.25 (second Buy#)

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

<b>Resistance</b>	1425.00	1430.75	<b>1433.00</b>	1437.75	1441.25
<b>Support</b>	1419.75	1416.25	<b>1412.25</b>	1408.00	1407.25

## 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 gapped down at open and later filled the gap for high closing. Obviously yesterday's gap is not a breakaway gap. Right now we have one gap created on Jan 4 outstanding. It could be filled by today.

What's going on in the market? It is normal for bulls and bears to fight for the frontier. Especially in major 20 and 40 moving average lines area since those two lines have been acting supports from last July. We could see price bounce further to 1431-33 range before ES moves down again from it.

MACD daily indicator starts to turn up, but not Slow Stochastic Indicator. If SST turns up, that means we could see further bounce. Daily major resistance level is 1433 and major support level is 1412.25.



## 7. TRADING STRATEGY FOR Jan 11, 2007

ES continued to move up to test its broken uptrend line (black) and closed right on it yesterday. Today 1421.75 is key level for controlling down move and 1425 key level for controlling up move. It is possible for ES to go up to fill the gap 1427.50 or higher to test the 1431-33 range if price can be held above 1421.75 level. Fails to breakout 1425.75 level and breakdown 1421.75, price could go sideways again within yesterday's range.

**Intraday swing position entry on short side:**

**1427.50-28.75 (agg scalping) and 1430.50-1431.50 (agg), 1436-37.75 (cons)**

**Intraday swing position entry on long side:**

**1460.50 (agg.scalping) 1412.25 (agg) and 1406-1407.25 (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)

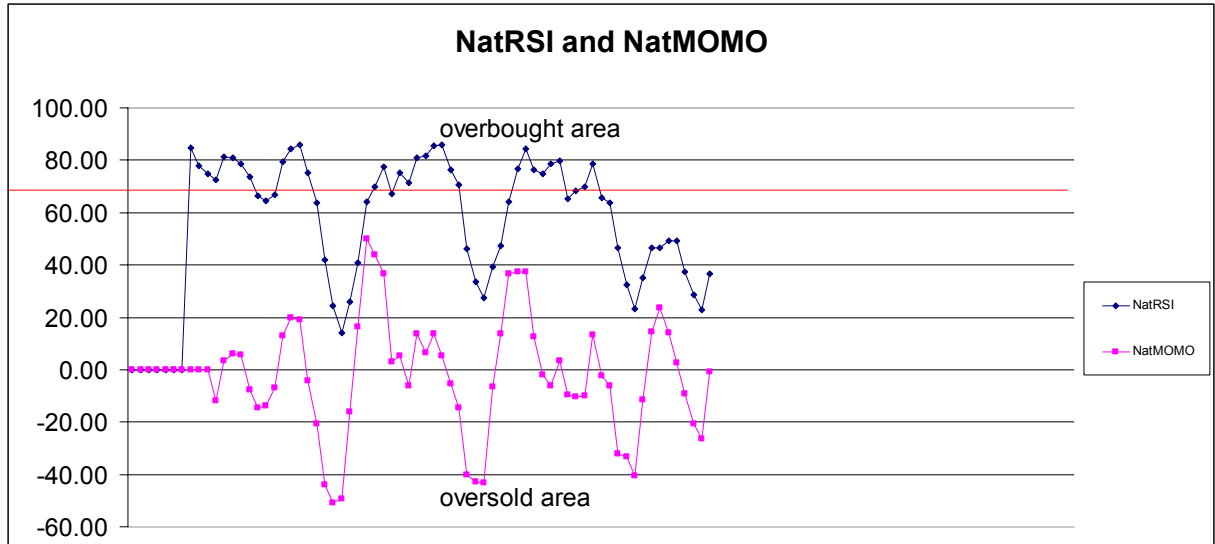
1441.41	+2/8
1439.45	+1/8
1437.50	8/8
1435.55	7/8
1433.59	6/8
1431.64	5/8
1429.69	4/8
1427.73	3/8
1425.78	2/8
1423.83	1/8
1421.88	0/8
1419.92	-1/8
1417.97	-2/8

### 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
0.87	0.36	-0.82	11.78	1419.88
neutral	neutral			



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

### 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%)**