



## Daily trading plan for Jan. 12, 2007

### 1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1424.75	1435.75	1424.00	1431.00

### 2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1448.28	1458.67	1510.67	1722.00
R2	1442.00	1449.33	1477.83	1583.50
R1	1436.50	1432.92	1453.17	1506.00
<b>PPT</b>	<b>1430.25</b>	<b>1423.58</b>	<b>1420.33</b>	<b>1367.50</b>
S1	1424.75	1407.17	1395.67	1290.00
S2	1418.50	1397.83	1362.83	1151.50
S3	1418.00	1381.42	1338.17	1074.00

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

Sell levels	Buying levels
1436.00-1437.50 (First Sell#)	1424.00-1422.25 (first Buy#)
1442.75-1444.50 (Second Sell#)	1419.25-1417.50 (second Buy#)

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

<b>Resistance</b>	1434.50	1436.25	<b>1437.50</b>	1440.75	1442.00
<b>Support</b>	1429.25	1427.50	<b>1424.00</b>	1422.25	1419.25

## 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

ES continues bouncing from its low. But yesterday at the end, it couldn't hold its higher level and closed in the upper middle of its trading range.

Today it could go higher to complete its bullish double bottom pattern target around 1437-39 range if it can hold price above 1429.50 level.

In the morning, if ES fails to hold price above 1427.50 level it may go down to retest yesterday's low around 1424.



## 7. TRADING STRATEGY FOR Jan 12, 2007

ES broke out 1425 level and made half way to its bullish pattern target. Today it is possible for ES to go higher to retest yesterday's high or higher to 1437-37.75 range before it goes down again.

Friday, we do Gap Play. If we see 1437-39 range after retail report is out, GO SHORT for gap filled targets. If we see 1425-24 range after report is out, Scalping LONG for gap filled target.

**Intraday swing position entry on short side:**  
**Agg. Scalping 1436 and 1437.50-1439 (agg), 1442.75-44.75 (cons)**  
**Intraday swing position entry on long side:**  
**1424.50 (agg.scalping) 1419.25 (agg) and 1412.25 (cons)**



**8. PREDICTION FOR TODAY'S MOVEMENT**

**Current (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

**Up (Interval=1.95)**

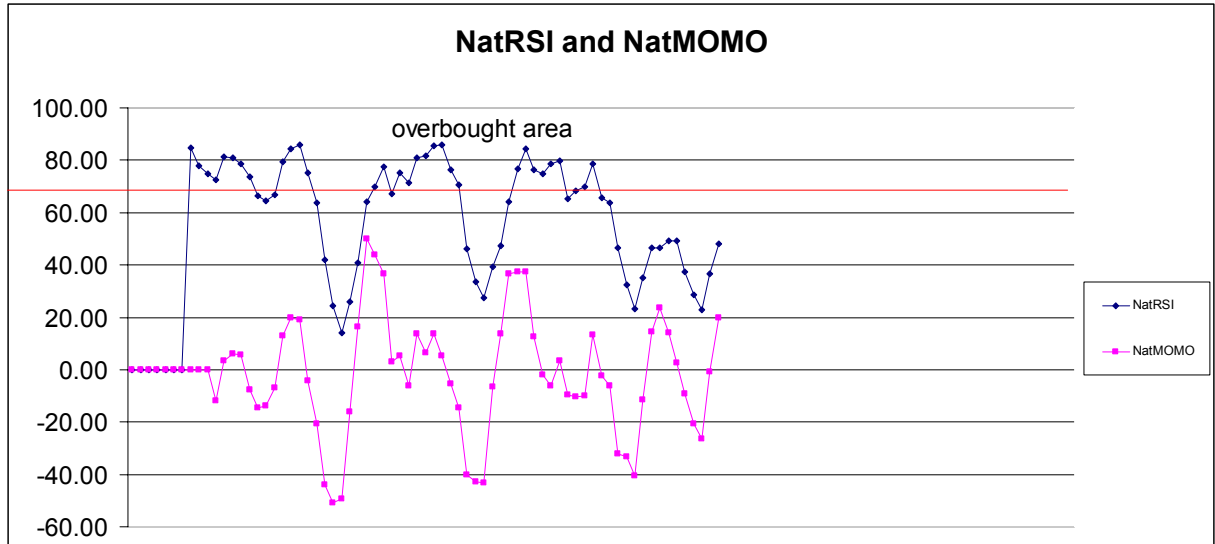
1449.22	+2/8
1447.27	+1/8
1445.31	8/8
1443.36	7/8
1441.41	6/8
1439.45	5/8
1437.50	4/8
1435.55	3/8
1433.59	2/8
1431.64	1/8
1429.69	0/8
1427.73	-1/8
1425.78	-2/8

**Down (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

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.77	0.48	19.64	11.35	1427.88
overbought	neutral			



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

**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%)