



Daily trading plan for Jan. 16, 2007

1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1430.25	1441.50	1430.00	1440.75

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1456.33	1460.75	1510.67	1722.00
R2	1448.92	1460.75	1477.83	1583.50
R1	1444.83	1450.75	1453.17	1506.00
PPT	1437.42	1431.50	1420.33	1367.50
S1	1433.33	1421.50	1395.67	1290.00
S2	1425.92	1402.25	1362.83	1151.50
S3	1421.83	1392.25	1338.17	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1443.75-1444.75 (First Sell#)	1435.25 (first Buy#)
1452.75-1453.50 (Second Sell#)	1429-27 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1442.75	1444.75	1450.75	1452.75	1456.75
Support	1437.25	1435.25	1430.25	1427.75	1423.50

5. WEEKLY OUTLOOK

Second week of the new year brought bulls back into the market. All three major indices had big gains. This time it is Nasdaq (\$NDX) lead. And other two went along with it. That told us we could see another bullish leg.

This week, S&P 500 (SPX) has its key line (1432) and ES has 1445. It is possible for both to move higher if they break out of those levels. Weekly indicators still are bullish. As long as our ES can hold price above 1435.50-1437.50 range, its bullish leg could go as high as 1456-57 this week. Major resistance level for this week is 1456-1459 range and major support level is 1412-1414 range.

Also this is option expiration week. Some wild and unpredictable moves should be expected Wednesday and Thursday.



6. DAILY OUTLOOK

Last Friday, resource stocks helped to lead the markets higher along with increasing commodity prices. The market also benefited from strength from Dow Jones Transportation Average.

The market is closed on Monday for Martin Luther King Jr. Day, and Tuesday could combine two days move. Market could go both sides with

wild move. Daily indicators are bullish. Major resistance level is 1453 and major support level is 1427-29 range.



7. TRADING STRATEGY FOR Jan 16, 2007

ES broke out 1437 level again on last Friday and closed for at the high end of the range. Today it is possible for ES to go higher to retest the previous year's high around 1445.

During first trading hour, we need to pay attention to the price around 1445 level and see how price react at that level. It is possible for price to do a small retracement to 1437 level. If in the early morning, ES goes down first, we need to pay attention on 1437-1435 range to see how this range can hold price. If this range can hold up, buying pressure could be increased around this area.

Intraday swing position entry on short side:

Agg. Scalping 1444.75 and 1452.75 (cons)

Intraday swing position entry on long side:

1435.50 (agg.scalping) 1429.25-27.25 (agg) and 1425.25 (cons)



8. PREDICTION FOR TODAY'S MOVEMENT

Current (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

Up (Interval=1.95)

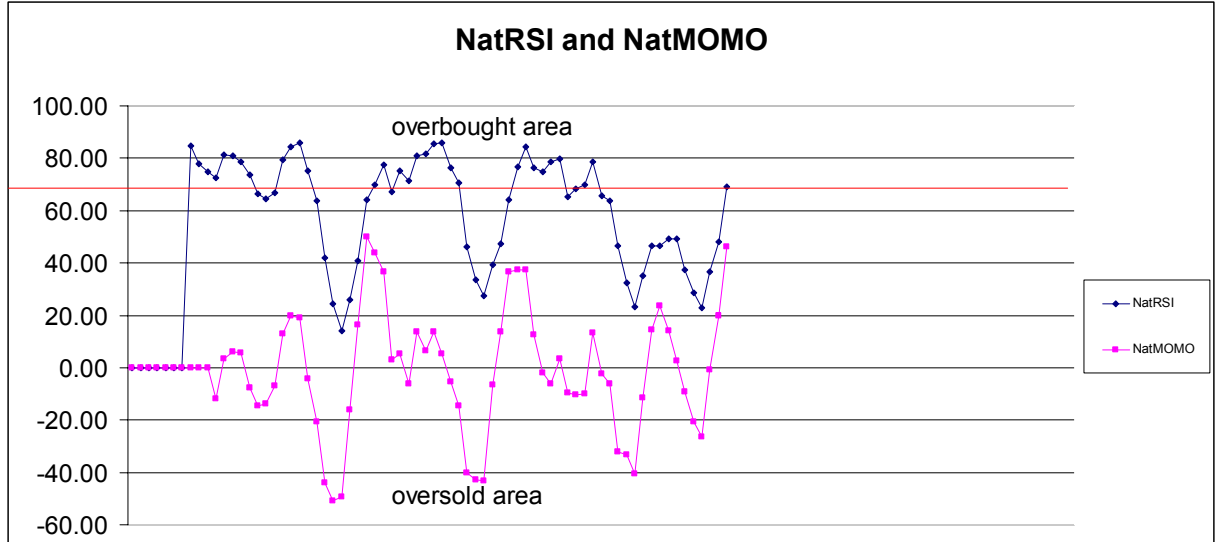
1457.03	+2/8
1455.08	+1/8
1453.13	8/8
1451.17	7/8
1449.22	6/8
1447.27	5/8
1445.31	4/8
1443.36	3/8
1441.41	2/8
1439.45	1/8
1437.50	0/8
1435.55	-1/8
1433.59	-2/8

Down (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

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.95	0.68	46.19	12.58	1435.50
overbought	neutral			



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

U.S. MARKETS CLOSED MONDAY

Tuesday, Jan 16th, 2007

08:30am Jan Empire Manufacturing (last 23.1)
09:00am Bank of Canada rate announcement

Events

ABC Consumer Confidence (last -5), Trading Ex-split: AFAM 2-1, BKE 3-2.

Earnings

Before the Open: **AMTD CBH CBSH FRX INVX MI MNRO PVTB USB WFC**. After the Close: **FUL INTC LLTC TSS TRMK**.

Wednesday, Jan 17th, 2007

08:30am Dec Producer Price Index (last 2.0%), PPI Ex Food & Energy (last 1.3%)
09:00am Nov Net Long-term TIC Flows (last \$82.3B)
09:15am Dec Industrial Production (last 0.2%), Capacity Utilization (last 81.8%)
01:00pm Jan NAHB Housing Market Index (last 32)
02:00pm Fed's Beige Book

Fed's Mishkin speaks on Housing Prices in NYC at 1:00pm.

Earnings Before the Open: **APH ASML CIT FCX JPM LEN MEL NTRS PH PGR LUV STT WIT**. During Trading Hours: **SNV**. After the Close: **DOX AAPL CLC FHN IBKC LRCX NVEC SOV WM**.

Thursday, Jan 18th, 2007

Economic

08:30am Initial Jobless Claims (last 299K), Dec Consumer Price Index (last 0.0%), CPI Ex Food & Energy (last 0.0%), CPI NSA (last 201.5), Housing Starts (last 1.588M), Building Permits (last 1.513M)
10:00am Dec Leading Indicators (last 0.1%)
10:30am Natural Gas Inventories, Crude Oil/Gasoline/Distillate Inventories
11:00am Treasury's 20-year TIPS announcement
12:00am Jan Philadelphia Fed (last -2.3)

Fed's Pinalto speaks on Economy in OH at 8:00am. Fed's Bernanke testifies before Senate Budget Committee at 10:00am Fed's

Earnings Before the Open: **AIT BK BBT BGG CHZ CMA CAL FITB HOG HBAN IGT JEF LOGI MMR VIVO MER NVS PPG SLM SMTS UNH USAP**. After the Close: **CAMD COF CREL CREE DGII ETFC FNB IBM ICOS MOLX PNFN XLNX**.

Friday, Jan 19th, 2007

10:00am Jan Preliminary U. of Michigan Confidence (last 91.7)

Fed's Lacker speaks on Economic Outlook at 8:00am. Fed's Hoenig speaks on Economy in Kansas City at 1:15pm.

Earnings

Before the Open: **ACO C FAST GE JCI KEY MOT JNC RF SAY SLB STI WL**.