



Daily trading plan for Jan. 19, 2007

1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1439.75	1440.75	1431.00	1433.25

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1448.75	1460.75	1510.67	1722.00
R2	1444.75	1460.75	1477.83	1583.50
R1	1439.00	1450.75	1453.17	1506.00
PPT	1435.00	1431.50	1420.33	1367.50
S1	1429.25	1421.50	1395.67	1290.00
S2	1425.25	1402.25	1362.83	1151.50
S3	1419.50	1392.25	1338.17	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1438.75 (First Sell#)	1427.50-28 (first Buy#)
1441.00 (Second Sell#)	1418.75 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1435.50	1439.75	1444.75	1446.75	1453.25
Support	1431.50	1428.75	1426.50	1421.25	1417.25

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.

So far ES still is unable to breakout its major resistance level at 1445 on Wednesday. But as long as our ES can hold price above 1435 range, its bullish leg still could go as high as 1450-47 on Thursday or Friday. Major resistance level for this week is 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 or Thursday.



6. DAILY OUTLOOK

Finally ES started to move on Ben's speech. As I said in Jan 18 trading plan, upside has limits. ES broke its previous two days' range and closed below its breakdown point at 1435.50 level. It is possible for ES to continue going down to search for major support. Today's major resistance level is 1439 and support level is 1418.75.



7. TRADING STRATEGY FOR Jan 19, 2007

ES broke down and closed at its relatively low trading range. Today due to option expiration day, we may see price move up to retest yesterday's breakdown level around 1435.50-37.50 range in the early morning trading. If ES gaps up at open, it is likely to see 1435.50-37.50 range first before price moves down again.

But it is also possible for ES to continue going down first to search for support around 1427.50 area, and after move up to retest 1435 level. If this is the case and we see a gap down at open, look for 1427.50 level first for scalping LONG and target for gap filled, and then GO SHORT 1434-35.50 (Agg) and 1437.50-38 (cons).

Today's key level is 1433.75.

Intraday swing position entry on short side:

Agg. Scalping 1435.75-36.75 and 1438.75 (agg) and 1441 (cons)

Intraday swing position entry on long side:

1427.50 (agg.scalping) 1424.25(agg) and 1418.75 (cons)



8. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.95)

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)

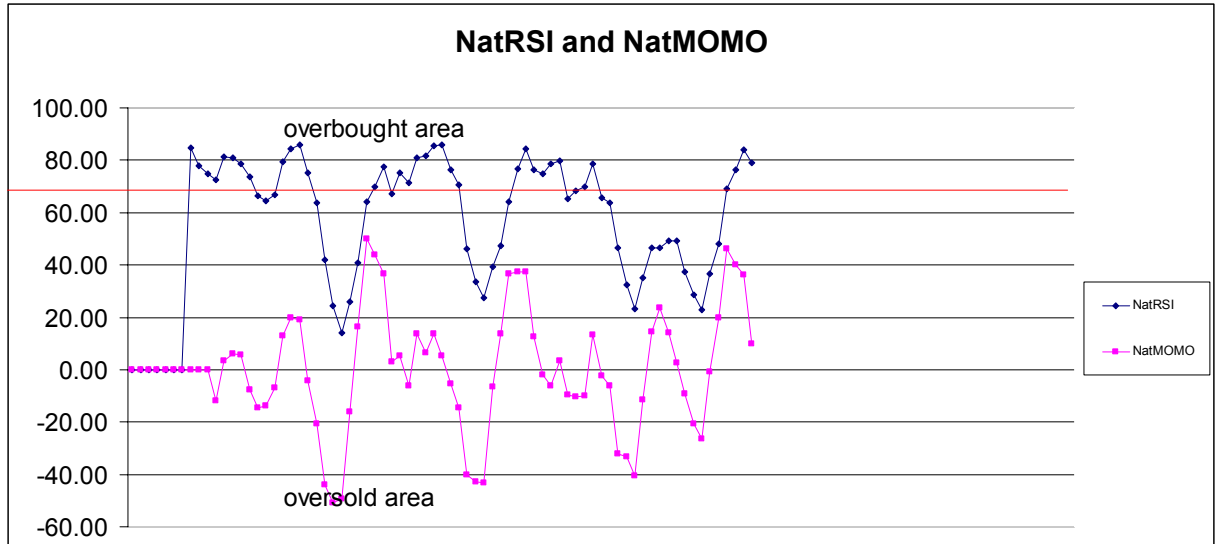
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1423.83	1/8
1421.88	0/8
1419.92	-1/8
1417.97	-2/8

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
0.17	0.78	9.97	10.60	1436.50
oversold	overbought			



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

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.