



## Daily trading plan for Jan. 29, 2007

### 1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1432.25	1433.00	1422.00	1427.50

### 2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1444.00	1466.50	1510.67	1722.00
R2	1438.50	1456.50	1477.83	1583.50
R1	1433.00	1442.00	1453.17	1506.00
<b>PPT</b>	<b>1427.50</b>	<b>1432.00</b>	<b>1420.33</b>	<b>1367.50</b>
S1	1422.00	1417.50	1395.67	1290.00
S2	1416.50	1407.50	1362.83	1151.50
S3	1411.00	1393.00	1338.17	1074.00

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

Sell levels	Buying levels
1435.75-37.25 (First Sell#)	1418.25-19.25 (first Buy#)
1440.50-42.25 (Second Sell#)	1414.00-12 (second Buy#)

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

<b>Resistance</b>	<b>1431.75</b>	1434.75	<b>1437.50</b>	1440.50	1442.25
<b>Support</b>	1421.75	1418.50	<b>1416.50</b>	1414.00	1412.25

## 5. WEEKLY OUTLOOK

S&P 500 closed at 1422.2 on Friday, and lost 8.3 points on weekly basis. S&P 500 emini lost 9.25 points weekly. So far it seems ES still consolidates at its top daily range. Also the short-term support line (black) formed since Nov. 2006 has prevented price from falling three time recently. Last Friday ES closed right on this support line again with less strength. This tells major trend is going to change. Even it hasn't been confirmed, at least it is in process. Bull's strength has been deflating.

This week, the major support range 1414-1412 could be challenged. A couple of days closing under this range will put the market on the bearish side. It is possible for ES to go to 1390 if major support range breaks.

But in the early days of week, we may see price bounce up a little for January window dressing. As long as price doesn't close above 1438-39 range for the month, the odds favour a downside move rather than an upside movement. Weekly resistance level is 1440 and support level is 1390.

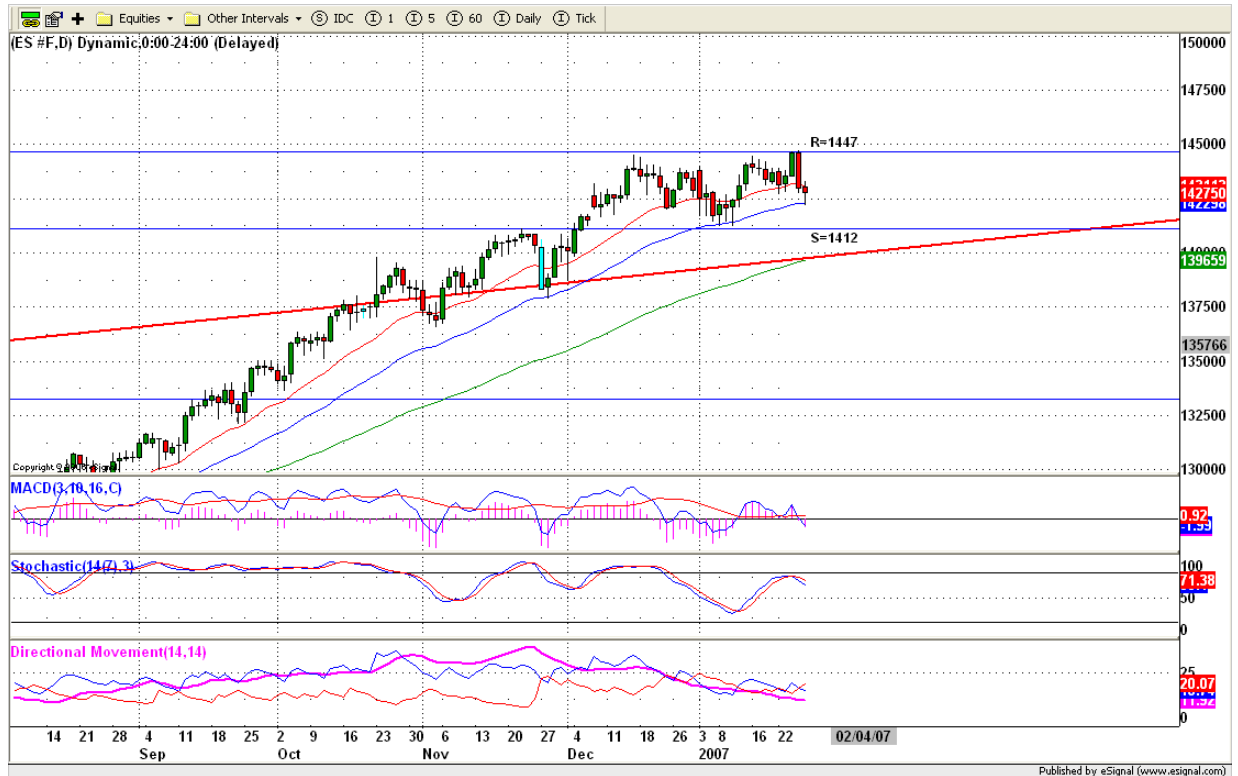


## 6. DAILY OUTLOOK

Last Friday ES had second day of loss. It tested its 40 day moving average line and bounced up for closing. Rectangle pattern at top with distribution movement brought aggressive bears into the market. Today 1417-16 is key level for ES. Price needs to hold

this level for an up move to test last week's breakdown levels 1432.50-35. Failure to hold this level will create a more bearish tone again.

Daily indicators are bearish. Any bounce will attract Bears to step in the market.



## 7. TRADING STRATEGY FOR Today Jan. 29, 2007

Due to the sell off in the last two days ES had little oversold situation in a very short timeframe. Today it could continue bouncing up a little bit further. But it also could move down to retest last Friday's low. Early morning 1426.25 is key level. If the ES holds up and breakout of the 1430.75 level, it could create upside MOMO again and push price up to test 1435. But if ES breaks down 1422 region, it is possible to see 1417.75 level.

Watch the first hour range breakout movement. Trade in the direction of the breakout direction.

**Intraday swing position entry on short side:**  
**1432.75 (agg.scalping) 1436.25-37.50 (agg) and 1440.25 (cons)**  
**Intraday swing position entry on long side:**  
**1417.75 (agg.scalping) 1414.25-1412 (agg) and 1408.25 (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)**

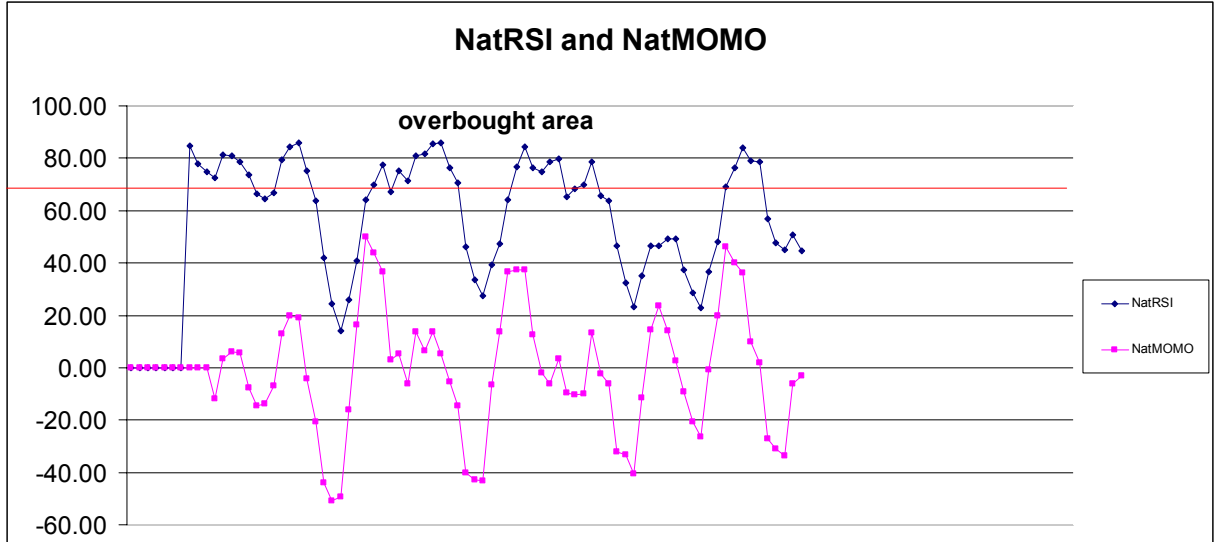
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1423.83	1/8
1421.88	0/8
1419.92	-1/8
1417.97	-2/8

**Down (Interval=1.95)**

1433.59	+2/8
1431.64	+1/8
1429.69	8/8
1427.73	7/8
1425.78	6/8
1423.83	5/8
1421.88	4/8
1419.92	3/8
1417.97	2/8
1416.02	1/8
1414.06	0/8
1412.11	-1/8
1410.16	-2/8

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.28	0.47	-3.02	10.28	1429.88
Neutral	Neutral			



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

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

**Jan 30**

Consumer Confidence	10:00	Jan	109.5 vs 109.0
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**Jan 31**

Employment Cost Index	8:30	Q4	0.9% vs NA
GDP-Adv.	8:30	Q4	3.0% vs 2.0%
Chain Deflator-Adv.	8:30	Q4	1.7% vs 1.9%
Employment Cost Index	8:30	Q4	1.0% vs 1.0%
Chicago PMI	9:45	Jan	52.0 vs 51.6
Construction Spending	10:00	Dec	0.0% vs -0.2%
Crude Inventories	10:30	01/26	NA vs 789K
FOMC policy statement	14:15		

**Feb 1**

Personal Income	8:30	Dec	0.5% vs 0.3%
Personal Spending	8:30	Dec	0.7% vs 0.5%
Initial Claims	8:30	01/27	318K vs 325K
ISM Index	10:00	Jan	51.5 vs 51.4
Auto Sales	17:00	Jan	5.4M vs 5.6M
Truck Sales	17:00	Jan	7.4M vs 7.2M

**Feb 2**

Nonfarm Payrolls	8:30	Jan	150K vs 167K
Unemployment Rate	8:30	Jan	4.5% vs 4.5%
Hourly Earnings	8:30	Jan	0.3% vs 0.5%
Average Workweek	8:30	Jan	33.9 vs 33.9
Factory Orders	10:00	Dec	1.5% vs 0.9%
Mich Sentiment-Rev.	10:00	Jan	97.8 vs 98.0