



Daily trading plan for Feb 5, 2007

1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1452.25	1454.00	1448.75	1453.00

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1460.33	1494.33	1490.25	1722.00
R2	1457.17	1474.17	1468.50	1583.50
R1	1455.08	1463.58	1455.75	1506.00
PPT	1451.92	1443.42	1434.00	1367.50
S1	1449.83	1432.83	1421.25	1290.00
S2	1446.67	1412.67	1399.50	1151.50
S3	1444.58	1402.08	1386.75	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1459.50-60.75 (First Sell#)	1443.00-1442.25 (first Buy#)
1463.25-1465.25 (Second Sell#)	1440.50-39.50 (second Buy#)

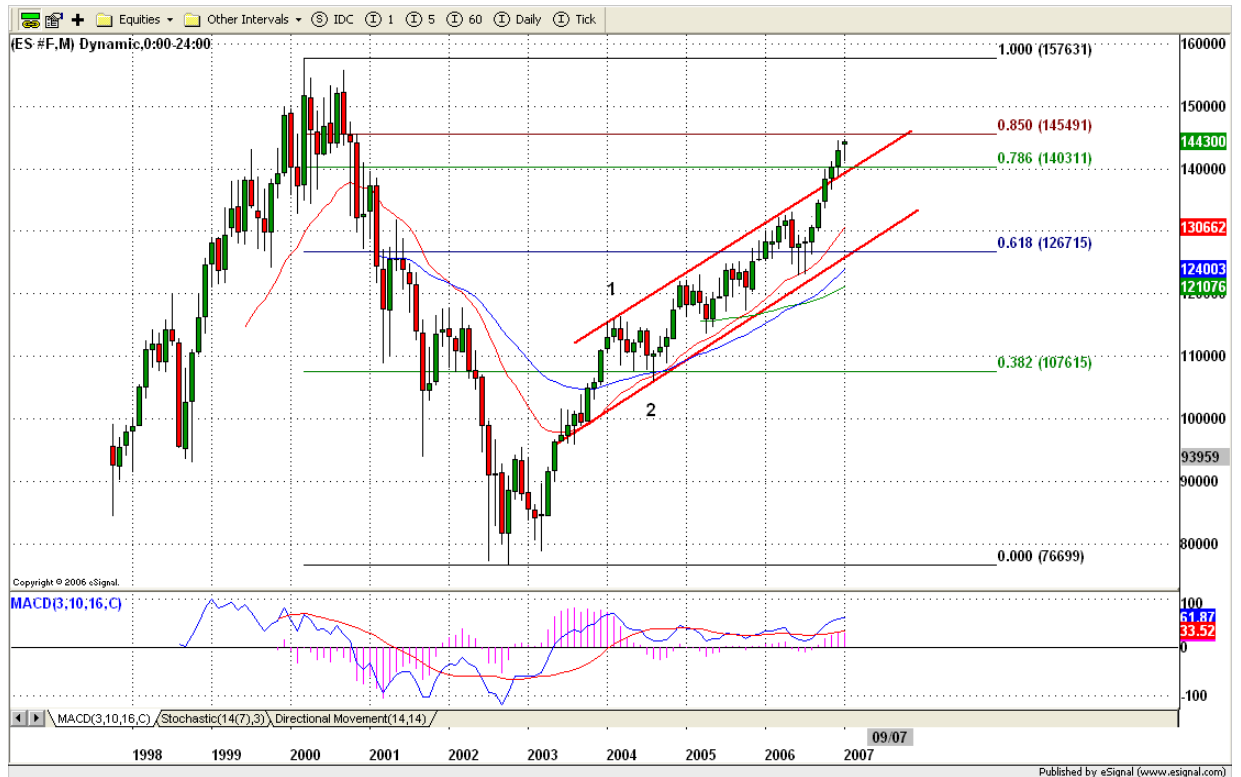
4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1455.75	1458.25	1461.50	1464.25	1469.25
Support	1448.75	1445.25	1442.75	1439.50	1437.50

5. MONTHLY AND WEEKLY OUTLOOK

S&P 500 closed at 1438.24 for Jan, a net monthly gain of 19.94 points. In the long-term analysis, S&P 500 still is in the sub-wave 5 of big wave 3 stage. Overall the long-term picture remains bullish.

ES closed at 1443.00 on Jan 31 for a net monthly gain of 14.50 points. Like the cash, the ES monthly chart remains bullish. ES retraced back up to its Nov. 2000 first breakdown range (1453-57) after 6 years (ES made its all time high on March 2000). Whether or not ES can move up to make major double top around 1555 level depends on Feb. monthly closing price. Most important for this month is to see how ES reacts on its 1453-57 range. If breakout this range, it could rally up to 1465 and further up to 1488-90 area. Fail to breakout this range, it is possible for price to travel within 1455-1422 range again until either bulls or bears totally give up. Monthly major resistance level is 1488-95 and major support level is 1422-29.



Let us look at weekly chart (below). In the past weeks, ES had a minor correction move (mainly sideways). Last week, ES broke out that sideways move range and closed above it. That tells us that Bulls remain control of this market. As long as 1445-47 last week breakout level can hold price from falling, this week we could see 1465 or 1477 as soon as ES breaks out 1458-59 range. If ES fails to hold 1445-47 level, it is possible for price to dip down to fill last Thursday's gap around 1443 and retest 1437.75 level. Even weekly chart indicators shows that ES still is in minor correction stage, overall remain bullish. Only one

thing makes me to worry, that is SP100 (OEX) and Nasdaq. Those two were lagging and failed to confirm SP500 and Dow's high made by last Friday.

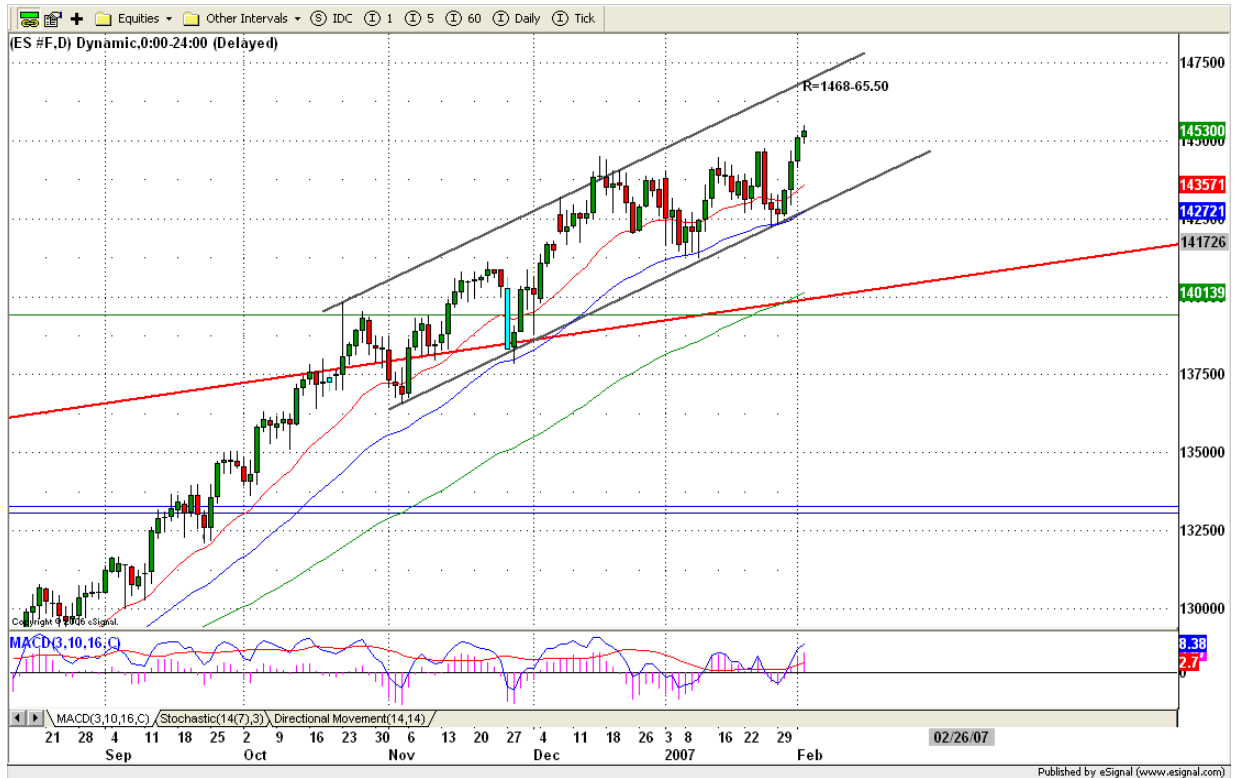
Major resistance level for this week is 1477 and support level is 1437.



6. DAILY OUTLOOK

Last Friday ES made a new high with low volume. In a very short term, ES is in overbought territory. Small retracement should be expected today. Based on daily chart, rally hasn't completed yet. Daily bullish pattern completion level could be around 1465-68 area. As long as ES can hold itself above 1447 for closing, Bulls are still in charge of this market.

Last Friday ES made a small range day (NR7). A wild day should be expected today.



7. TRADING STRATEGY FOR Feb. 5, 2007

Due to last Friday day (NR7), also based on hourly indicators, we may see shakeout bothside move today. Range breakout move likely to be seen first. Early morning, we should pay attention on the range of last Friday. Breakout 1456 level, upside Momentum could pick up and push price higher to 1460.75 (Short level) or higher to 1465-67 range (Second short level) if ES has a very strong move in first 15 min. Breakdown 1448.75 level, downside Momentum could pick up and push price down to 1443.75-1442.75 range (Long level).

Intraday swing position entry on short side:

1459.25-60.75 (agg) and 1465.50-67.25 (cons)

Intraday swing position entry on long side:

1448.75 (Agg.Scalp) 1443.50-42.75 (agg) and 1439.50-37.75 (cons)



8. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.95)

1455.08	+2/8
1454.10	+1/8
1453.13	8/8
1452.15	7/8
1451.17	6/8
1450.20	5/8
1449.22	4/8
1448.24	3/8
1447.27	2/8
1446.29	1/8
1445.31	0/8
1444.34	-1/8
1443.36	-2/8

Up (Interval=1.95)

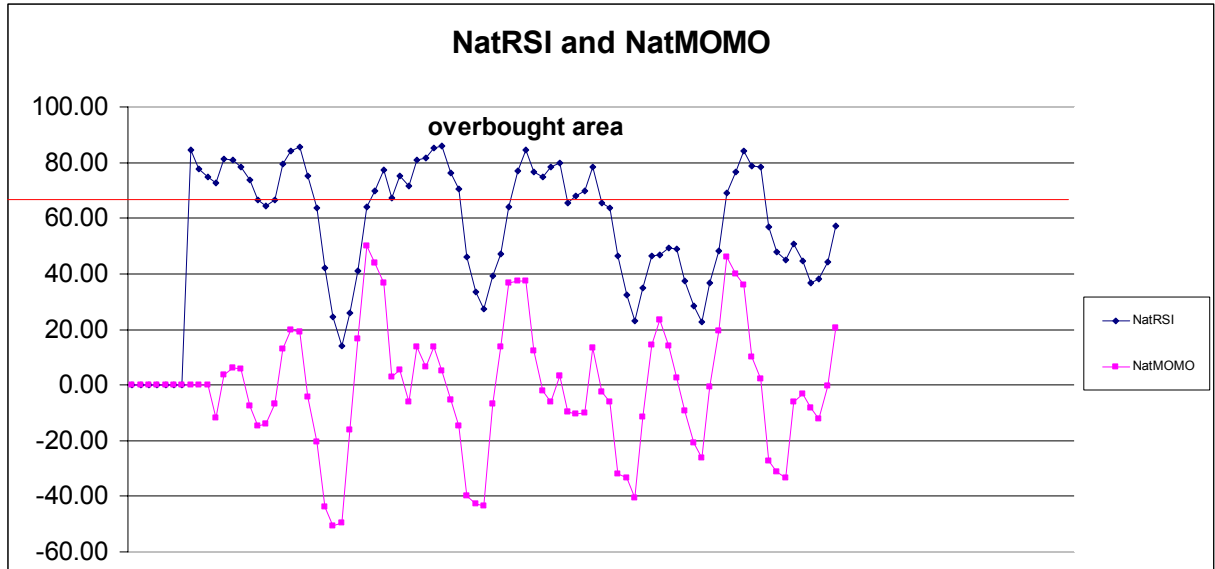
1464.84	+2/8
1462.89	+1/8
1460.94	8/8
1458.98	7/8
1457.03	6/8
1455.08	5/8
1453.13	4/8
1451.17	3/8
1449.22	2/8
1447.27	1/8
1445.31	0/8
1443.36	-1/8
1441.41	-2/8

Down (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

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.57	0.72	+34.47	10.98	1452.63
neutral	Neutral			



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

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

Feb 5

ISM Services	10:00	Jan	57.0 vs 56.7
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Feb 7

Productivity-Prel	8:30	Q4	1.7% vs 0.2%
Crude Inventories	10:30	02/02	NA vs 2684K
Consumer Credit	15:00	Dec	\$6.5B vs \$12.3B

Feb 8

Initial Claims	8:30	02/03	NA vs 307K
Wholesale Inventories	10:00	Dec	0.6% vs 1.3%