



Daily trading plan for Feb 8, 2007

1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1455.00	1457.75	1450.50	1455.75

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1466.08	1494.33	1490.25	1722.00
R2	1461.92	1474.17	1468.50	1583.50
R1	1458.83	1463.58	1455.75	1506.00
PPT	1454.67	1443.42	1434.00	1367.50
S1	1451.58	1432.83	1421.25	1290.00
S2	1447.42	1412.67	1399.50	1151.50
S3	1444.33	1402.08	1386.75	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1459.50-58.75 (First Sell#)	1450.50-1448.75 (first Buy#)
1465.25 (Second Sell#)	1442.75-41.75 (second Buy#)

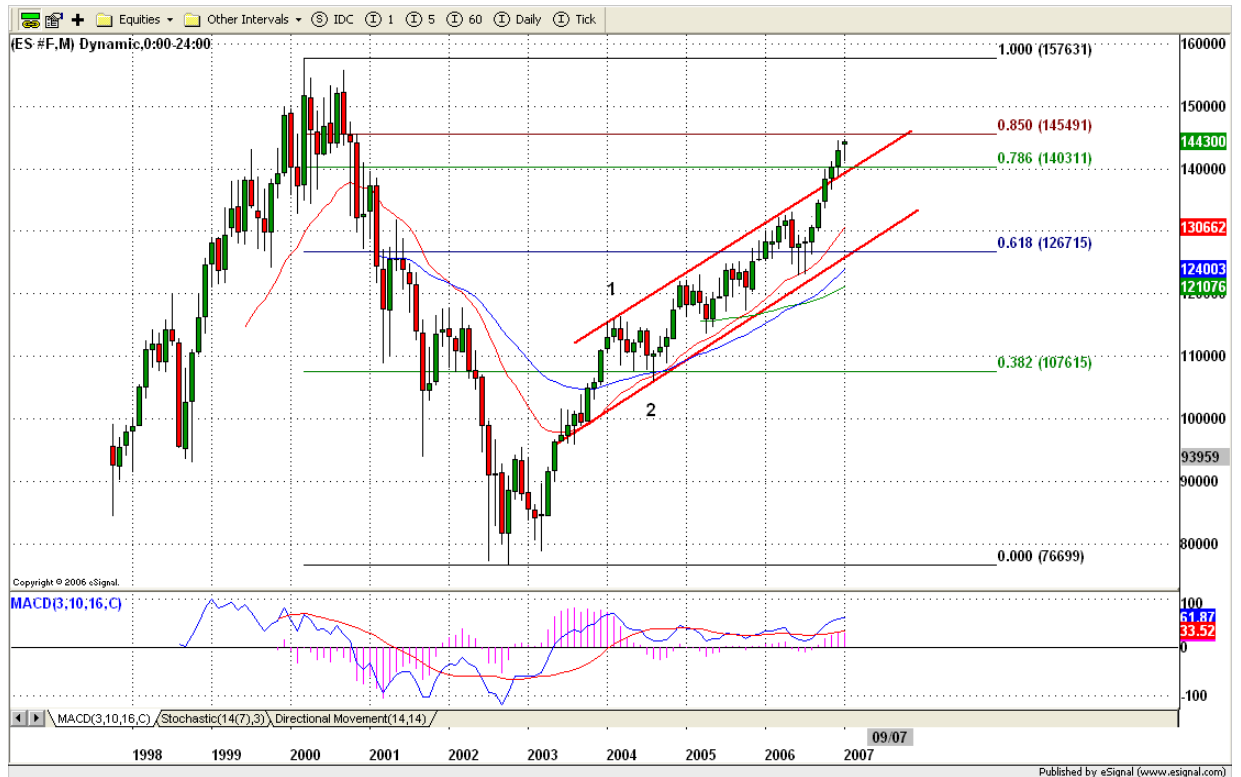
4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1458.75	1462.00	1465.75	1468.75	1472.25
Support	1451.75	1447.50	1444.50	1442.75	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.

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



6. DAILY OUTLOOK

ES made a new high yesterday with a relative low volume. In later afternoon, ES sold off a little while, but bounced up for higher closing. Based on the chart pattern, ES shows indecision for the direction of its next move. Today is CIT day. Either yesterday's low become the low of its next rally or today's high becomes the high of its next retracement.

Based on yesterday price movement, ES starts to show exhaustion on the up movement. Short-term daily indicators approach overbought territory. But SST still shows some energy left for ES.

Major resistance level is 1472 and support level is 1450.



7. TRADING STRATEGY FOR Feb. 8, 2007

In the past four days, ES successfully held price up above its breakout level 1445. Today ES could make a new move up to 1460.25 (Scalp SHORT entry) or higher to 1465.50 (SHORT entry) if price can be held above 1453.75 and can breakout from yesterday's high. Fail to breakout 1456.25, it is possible for ES to go down to retest 1450.50 level or lower to 1448.50 level (LONG entry). CIT day could be choppy and volatile.

Today's key level is 1453.75

Intraday swing position entry on short side:
1460.25 (agg) and 1465.50-67.25 (cons)
Intraday swing position entry on long side:
1450.50 (Agg.Scalp) 1448.50 (agg) and 1443.00 (cons)



8. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.95)

1458.98	+2/8
1458.01	+1/8
1457.03	8/8
1456.05	7/8
1455.08	6/8
1454.10	5/8
1453.13	4/8
1452.15	3/8
1451.17	2/8
1450.20	1/8
1449.22	0/8
1448.24	-1/8
1447.27	-2/8

Up (Interval=0.95)

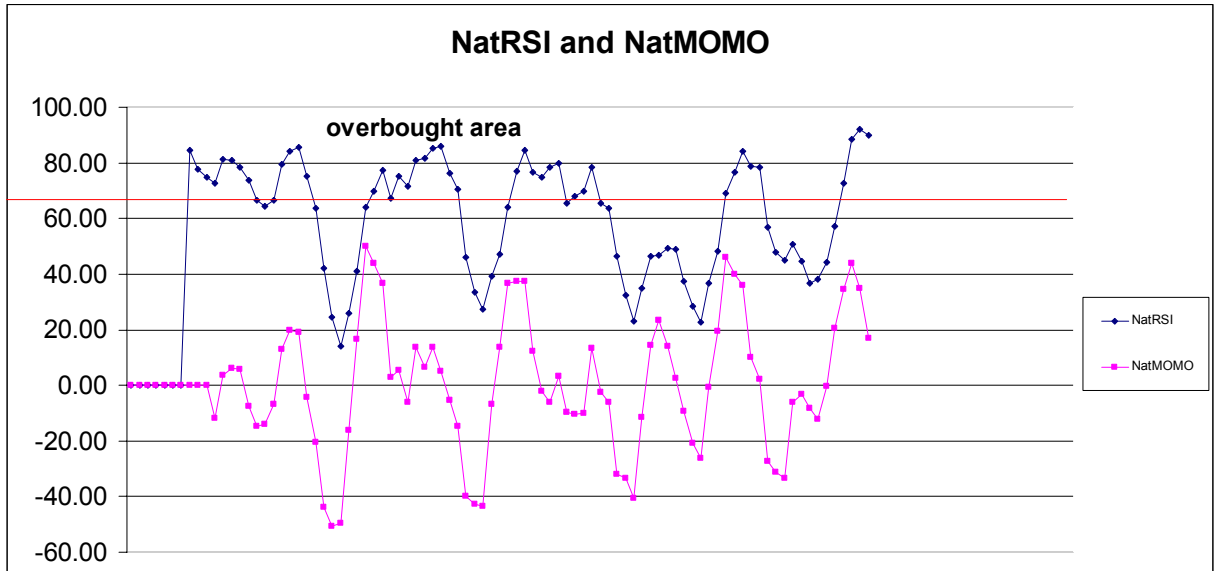
1462.89	+2/8
1461.91	+1/8
1460.94	8/8
1459.96	7/8
1458.98	6/8
1458.01	5/8
1457.03	4/8
1456.05	3/8
1455.08	2/8
1454.10	1/8
1453.13	0/8
1452.15	-1/8
1451.17	-2/8

Down (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

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.55	0.89	+17.12	9.80	1455.38
neutral	overbought			



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

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

Feb 8

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