



Daily trading plan for Feb 14, 2007

1. ESH7 IN PREVIOUS DAY

Open	High	Low	Closing
1440.75	1449.75	1440.50	1449.50

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1461.92	1475.58	1490.25	1722.00
R2	1455.83	1466.67	1468.50	1583.50
R1	1452.67	1454.83	1455.75	1506.00
PPT	1446.58	1445.92	1434.00	1367.50
S1	1443.42	1434.08	1421.25	1290.00
S2	1437.33	1425.17	1399.50	1151.50
S3	1434.17	1413.33	1386.75	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1454.25-1455 (First Sell#)	1443.25-44 (first Buy#)
1462.75 (Second Sell#)	1437.25-36.75 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1449.75	1453.75	1455.75	1458.25	1461.75
Support	1445.50	1443.50	1441.25	1437.50	1434.25

5. WEEKLY OUTLOOK

Last week, ES made a new high with a series of contraction moves in the first four days; in the fifth day it sold off and wiped out the entire week's gain.

For the short term, last Friday's sell off was bearish, and the ES is likely to continue being bearish early this week. For the long term, ES still made a higher weekly high and higher weekly lows. On the weekly chart the current uptrend hasn't been breached, which tells us this market is still bullish.

As long as ES doesn't breakdown 1412 level, last Friday's sell off should be treated as short term correction move. In addition this week is option expiration week. If 1437-35 range can be held up, it is likely for ES to have a back-to-back move within the 1455-1435 range.

Major resistance level for this week is 1455 and support level is 1425.



6. DAILY OUTLOOK

Yesterday ES bounced from its 20 day moving average line and made its 62% retracement from last Friday's low. Is currently correction over? Maybe. Even though ES closed above 1445 level, it doesn't mean this week it will close above 1445 level. Due to option expiration, anything can happen. Today whether ES can follow through yesterday's gain or not depends on 1449-50 level. It is possible for price to go down again if 1449-50 level acts a strong resistance level. Retesting 20/40 day moving average lines still is possible for today.

Daily indicators don't change very much. That means yesterday rally could be a bounce. If today 1445 level can be held up firmly and price breakout 1458 level, then major correction will be delayed to next month.



7. TRADING STRATEGY FOR Feb. 14, 2007

ES made its 62% retracement from last Friday's low. For the downside, second leg down should go to 1427 if 1449.75 can resist price from rally. For the upside, price needs to hold 1445 level and go up 1470.75 level to complete its bullish pattern. Both bulls and bears will fight for taking control of 1449.75-50.50 range.

Before the market open there is the Retail Sales report at 8:30am. After the report, if price goes up first and breakout 1449.75 level, looking for 1453.75 -55 range as first resistance level for go short. If price goes down first, looking for 1445-43 range as first support level, if price can be held up 1445-43 range, scalping long side. Both side play for target gap filled.

Today's key level is 1449.75

Intraday swing position entry on short side:
1452.50-53.75 (agg.scalping) 1458.50 (agg) and 1462.75 (cons)
Intraday swing position entry on long side:
1443 (Agg.Scalp) 1437.75 (agg) and 1434.25 (cons)



8. PREDICTION FOR TODAY'S MOVEMENT

Current (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

Up (Interval=1.95)

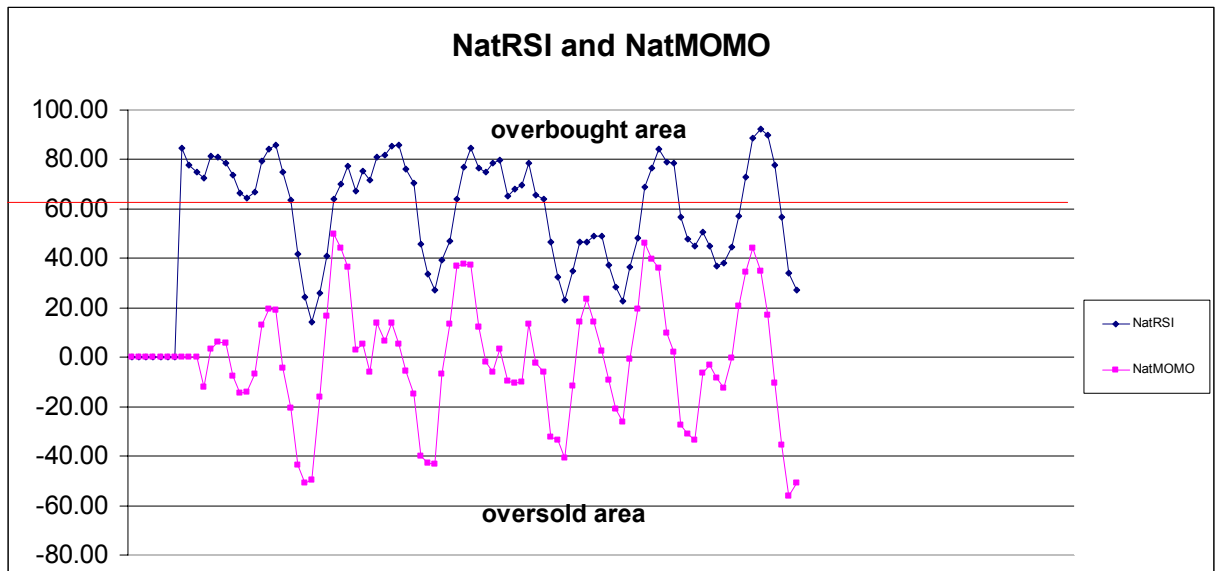
1464.84	+2/8
1462.89	+1/8
1460.94	8/8
1458.98	7/8
1457.03	6/8
1455.08	5/8
1453.13	4/8
1451.17	3/8
1449.22	2/8
1447.27	1/8
1445.31	0/8
1443.36	-1/8
1441.41	-2/8

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
0.96	0.27	-50.90	9.78	1445
overbought	neutral			



10. WEEKLY ECONOMIC REPORTS (<http://www.tradethenews.com/weekly-calendar.php>)

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

Feb 14

Retail Sales	8:30	Jan	0.3% vs 0.9%
Retail Sales ex-auto	8:30	Jan	0.3% vs 1.0%
Business Inventories	10:00	Dec	0.4% vs 0.4%
Crude Inventories	10:30	02/09	NA vs -449K

Feb 15

Export Prices ex-ag.	8:30	Jan	NA vs 0.5%
Import Prices ex-oil	8:30	Jan	NA vs 0.4%
Initial Claims	8:30	02/10	NA vs 311K
NY Empire State Index	8:30	Feb	11.0 vs 9.1
Net Foreign Purchases	9:00	Dec	\$60.0B vs \$68.4B
Industrial Production	9:15	Jan	0.0% vs 0.4%
Capacity Utilization	9:15	Jan	81.7% vs 81.8%
Philadelphia Fed	12:00	Feb	5.0 vs 8.3

Feb 16 Option Expiration Day

Housing Starts	8:30	Jan	1610K vs 1642K
Building Permits	8:30	Jan	1590K vs 1613K
PPI	8:30	Jan	-0.6% vs 0.9%
Core PPI	8:30	Jan	0.2% vs 0.2%
Leading Indicators	10:00	Jan	NA vs 0.3%
Mich Sentiment-Prel.	10:00	Feb	97.0 vs 96.9