



Daily trading plan for Mar 14, 2007

1. ESM7 IN PREVIOUS DAY

Open	High	Low	Closing
1411.50	1417.00	1389.00	1392.00

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1437.67	1490.00	1528.58	1722.00
R2	1427.33	1457.00	1496.67	1583.50
R1	1409.67	1437.25	1452.83	1506.00
PPT	1399.33	1404.25	1420.92	1367.50
S1	1381.67	1384.50	1377.08	1290.00
S2	1371.33	1351.50	1345.17	1151.50
S3	1353.67	1331.75	1301.33	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1398.50-1402.50 (First Sell#)	1371.75 (first Buy#)
1407.25-1410.25 (Second Sell#)	1364.25 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1398.50	1402.50	1406.75	1410.50	1414.25
Support	1386.00	1380.50	1375.50	1369.75	1364.25

5. WEEKLY OUTLOOK

Last week lots of confusion from all three major markets, plus ROLLOVER from March contract into June contract on Thursday. In the end weekly close was a mixed performance. The market shows more stability after its recent plunge, but also has shown some signs of nervousness despite positive jobs data.

For technical analysis, our market still is in bounce stage. When this bounce will be completed and the downside movement resumes depends on how far the bounce carries to its Fib. Retracement. Currently S&P 500 only bounced for 38% retracement; it could carry up to 50-61% retracement. But in any case the downside shouldn't be too far off.



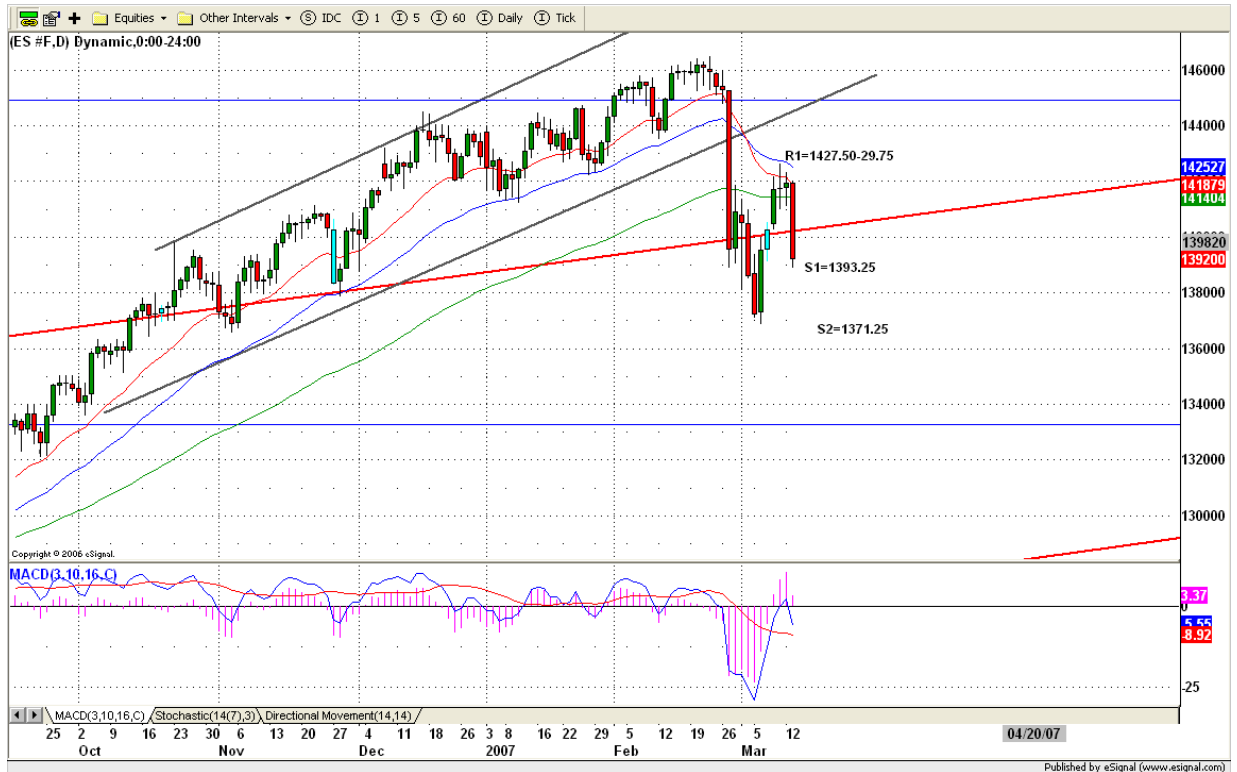
Weekly chart shows ES is in process on second leg down move. 1371 is current support level. if this level fails to hold price up, it is likely for ES to go down further to retest its last year breakout level around 1333-1331 area. Selling pressure was very strong on Mar 13. It could be related this week triple-witch options expiration. We may see price back up on Friday if 1371-75 level holds.



6. DAILY OUTLOOK

The Down, S&P 500 and NASDAQ all broke beneath their counter move's low yesterday. Volume expanded with price decline shows strong selling pressure on the market.

Yesterday's movement breaches the pattern to 1433-29 range, and created long squeeze downside momentum move. Today we may see little downside continuation in the early trading session for consolidation. If ES can hold up first hour low and breakout upside later, it is likely for price to bounce up to 1406-1410 for testing. If it fails to breakout of the first hour top range, and instead breaks down through the first hour low range level, that is very bearish signal. If that is the case, price will dip further 1371-68.50 range or lower until panic selling is over.



7. TRADING STRATEGY FOR Mar. 14, 2007

After two consolidation days, ES showed wild movement based on bad news from subprime mortgage lenders. Today we may see a consolidation move in first hour; a later breakout move would be an important indication of the trading direction for rest of the day. Also today's low should be a short-term low. If ES doesn't bottom today, the rest of this week could see a strong decline into the weekend. Therefore I expect breakout upside after first hour.

Intraday swing position entry on short side:

1398.50-1400.25 (scalping), 1406.25-1409.25 (agg) and 1412.75-1414.00 (cons)

Intraday swing position entry on long side:

1383-81.75 (scalping) 1372-1371 (agg) and 1368.25-65.25 (cons)



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8. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=3.91)

1429.69	+2/8
1425.78	+1/8
1421.88	8/8
1417.97	7/8
1414.06	6/8
1410.16	5/8
1406.25	4/8
1402.34	3/8
1398.44	2/8
1394.53	1/8
1390.63	0/8
1386.72	-1/8
1382.81	-2/8

Up (Interval=1.95)

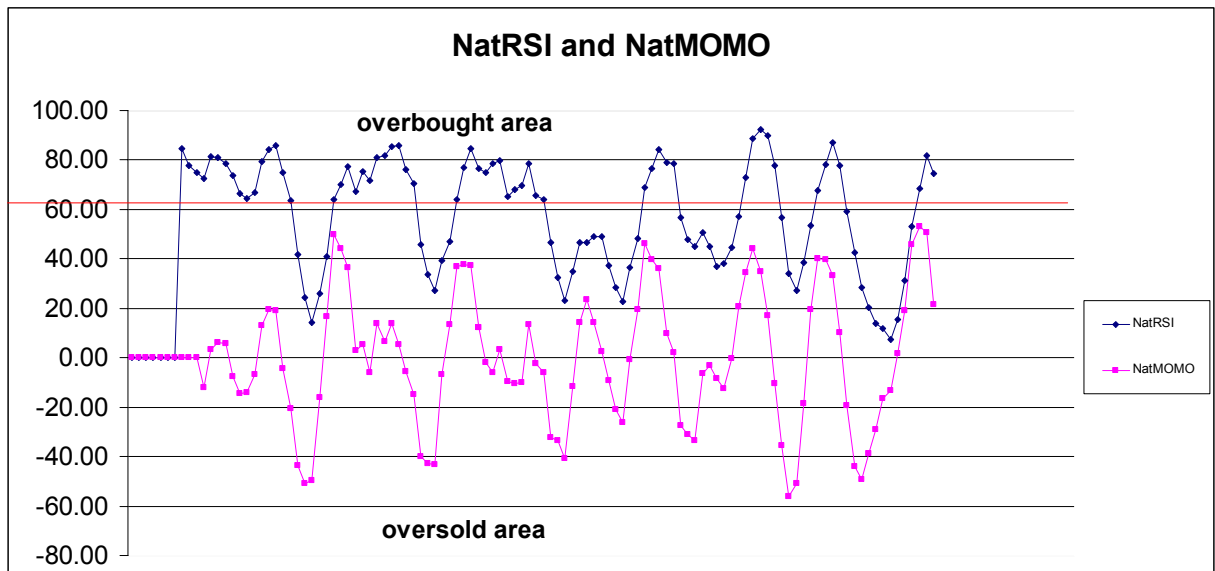
1410.16	+2/8
1408.20	+1/8
1406.25	8/8
1404.30	7/8
1402.34	6/8
1400.39	5/8
1398.44	4/8
1396.48	3/8
1394.53	2/8
1392.58	1/8
1390.63	0/8
1388.67	-1/8
1386.72	-2/8

Down (Interval=3.90)

1414.06	+2/8
1410.16	+1/8
1406.25	8/8
1402.34	7/8
1398.44	6/8
1394.53	5/8
1390.63	4/8
1386.72	3/8
1382.81	2/8
1378.91	1/8
1375.00	0/8
1371.09	-1/8
1367.19	-2/8

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.15	0.74	+21.39	18.73	1401.75
oversold	overbought			



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

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

Mar 14

Current Account	8:30 AM	Q4	-\$203.0B vs -\$225.6B
Export Prices ex-ag.	8:30 AM	Feb	NA vs 0.3%
Import Prices ex-oil	-	Feb	NA vs 0.0%
Crude Inventories	10:30	03/09	NA vs -4848K

Mar 15

PPI	8:30	Feb	0.4% vs -0.6%
Core PPI	8:30	Feb	0.2% vs 0.2%
Initial Claims	8:30	03/10	NA vs 328K
NY Empire State Index	8:30	Mar	17.0 vs 24.4
Net Foreign Purchases	9:00	Jan	- vs \$15.6B
Philadelphia Fed	12:00	Mar	4.0 vs 0.6

Mar 16

CPI	8:30	Feb	0.3% vs 0.2%
Core CPI	8:30	Feb	0.2% vs 0.3%
Industrial Production	9:15	Feb	0.3% vs -0.5%
Capacity Utilization	9:15	Feb	81.3% vs 81.2%
Mich Sentiment-Prel.	10:00	Mar	90.5 vs 91.3