



Daily trading plan for Mar 16, 2007 (OPTION EXPIRATION DAY)

1. ESM7 IN PREVIOUS DAY

Open	High	Low	Closing
1398.50	1408.50	1397.25	1403.50

2. PIVOTS FOR ESH7

	Daily	Weekly	Monthly	Yearly
R3	1420.17	1490.00	1528.58	1722.00
R2	1414.33	1457.00	1496.67	1583.50
R1	1408.92	1437.25	1452.83	1506.00
PPT	1403.80	1404.25	1420.92	1367.50
S1	1397.62	1384.50	1377.08	1290.00
S2	1391.53	1351.50	1345.17	1151.50
S3	1386.42	1331.75	1301.33	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1414.75 (First Sell#)	1386.50 (first Buy#)
1419.75 (Second Sell#)	1379.25 (second Buy#)

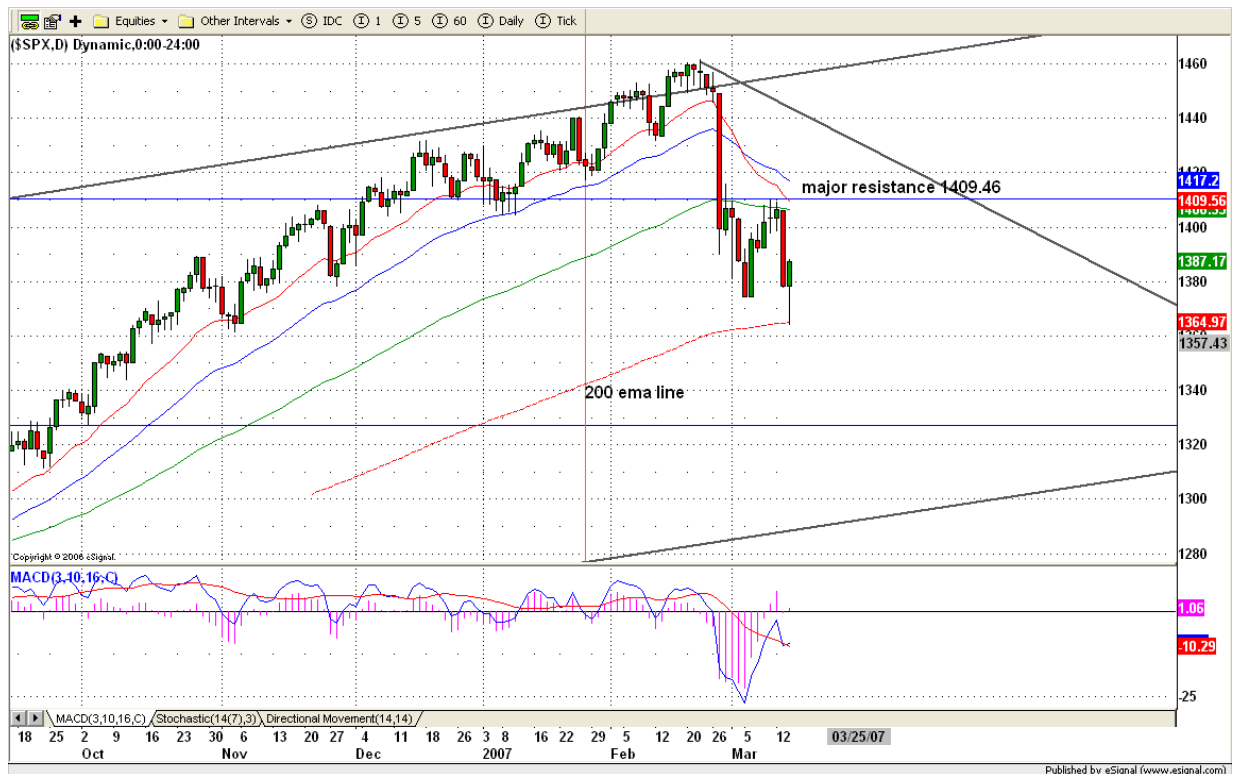
4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1408.75	1414.75	1420.75	1425.50	1428.75
Support	1393.25	1390.75	1386.50	1379.25	1377.25

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.

First three days of this week, S&P 500 moved down again due to subprime news. On Wednesday hit its 200 moving average line and bounced up from it. For rest two days of this week, due to option expiration, we may see continuation bounce or consolidation move. Nevertheless, for continuation of downside move, S&P 500 shouldn't breakout 1409.46-1410.15 range this week. Breakout and closing above major resistance level will change current downside trend.



Weekly chart shows ES is in process of 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 to this week's triple-witch options expiration. We may see price back up on Friday if 1371-75 level holds.



6. DAILY OUTLOOK

yesterday's ES movement was mainly continuation from its previous high to complete its bullish pattern. As soon as ES hit bullish pattern completion level, it stopped and reversed to the middle of trading range for closing. Today we may see ES gap up at open. If it does, look for selling pressure around those major resistance levels. Because today is a triple-witch option expiration day, we may see price try to hold up for expiration day.



7. TRADING STRATEGY FOR Mar. 16, 2007

Yesterday ES consolidates its previous day's gain. But it could not move higher for closing, also volume declined dramatically. That means current rally may only be another bounce. Today we may ES gap up for open if CPI report is good. Otherwise it is likely for ES to repeat yesterday's movement or go lower to 1386.50 for testing.

Option Expiration Day; don't trade too aggressively.

Intraday swing position entry on short side:

1410.75-1409 (scalping), 1414.75 (agg) and 1417.75-1420.25(cons)

Intraday swing position entry on long side:

1393-90.75 (scalping) 1386.25 (agg) and 1379.25 (cons)



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8. PREDICTION FOR TODAY'S MOVEMENT

Current (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

Up (Interval=3.90)

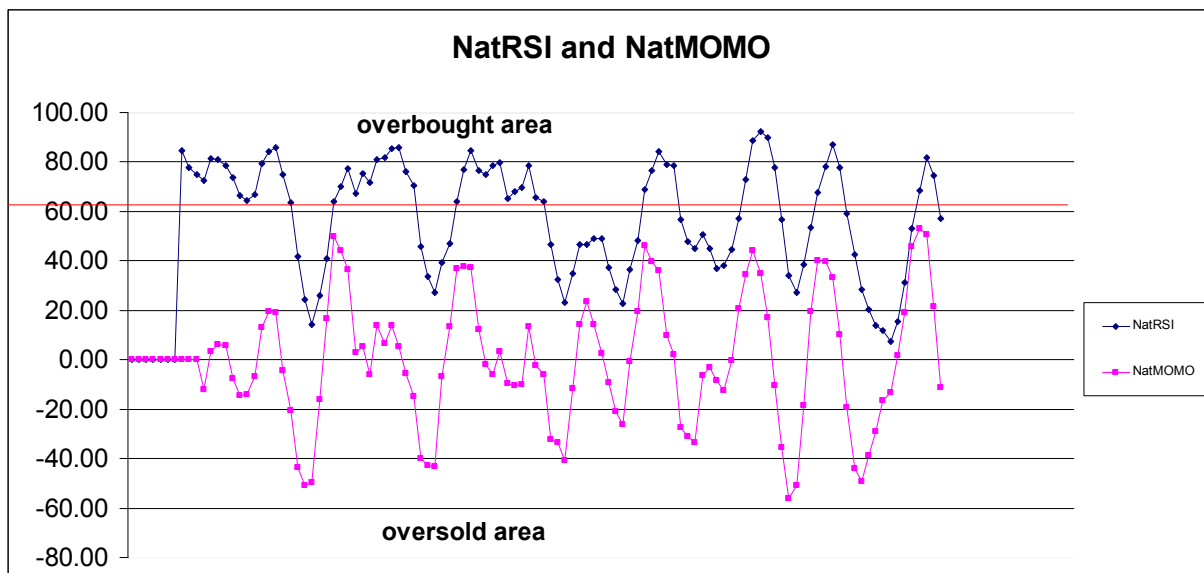
1445.31	+2/8
1441.41	+1/8
1437.50	8/8
1433.59	7/8
1429.69	6/8
1425.78	5/8
1421.88	4/8
1417.97	3/8
1414.06	2/8
1410.16	1/8
1406.25	0/8
1402.34	-1/8
1398.44	-2/8

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
0.71	0.37	-44.57	17.38	1400.88
Neutral	Neutral			



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

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

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