



Daily trading plan for Mar 22, 2007

1. ESM7 IN PREVIOUS DAY

Open	High	Low	Closing
1424.00	1449.79	1421.00	1445.00

2. PIVOTS FOR ESM7

	Daily	Weekly	Monthly	Yearly
R3	1484.92	1471.08	1528.58	1722.00
R2	1467.33	1447.17	1496.67	1583.50
R1	1456.17	1423.08	1452.83	1506.00
PPT	1438.58	1399.17	1420.92	1367.50
S1	1427.42	1375.08	1377.08	1290.00
S2	1409.83	1351.17	1345.17	1151.50
S3	1398.67	1327.08	1301.33	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1453.75 (First Sell#)	1438.25-36 (first Buy#)
1462.25 (Second Sell#)	1431.25-27.75 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1452.75	1456.25	1461.75	1467.25	1471.25
Support	1438.25	1433.00	1427.75	1423.25	1418.75

5. WEEKLY OUTLOOK

Wall Street rallied sharply after Fed announced no change in interest rates. What the market took from the Fed statement (not quite the same thing as what the Fed said) was two things: the subprime meltdown does not now seriously impact the general economy, and there are no threats from inflation for the moment. Suddenly all worries are gone, and all three major markets ran like a wild horse without reins.

Has our economy really changed from last Wednesday? Of course not. The markets just heard what they wanted to hear.

SPX closed under its recent downtrend line on Wednesday (March 21). We need to see where this price closes this week to confirm if the short term trend has turned up or not.

SPX WEEKLY



ESM7 Futures Contract

Like the S&P 500 cash, on the weekly chart the ES rallied to retest its medium-term broken trend line. We need to see if ES can hold its gain in the rest of week or not. Daily SST line still points downside. That means ES still faces one more down movement if SST line refuses to turn up.

For the rest of the week the weekly resistance level is 1457 and support level is 1424.

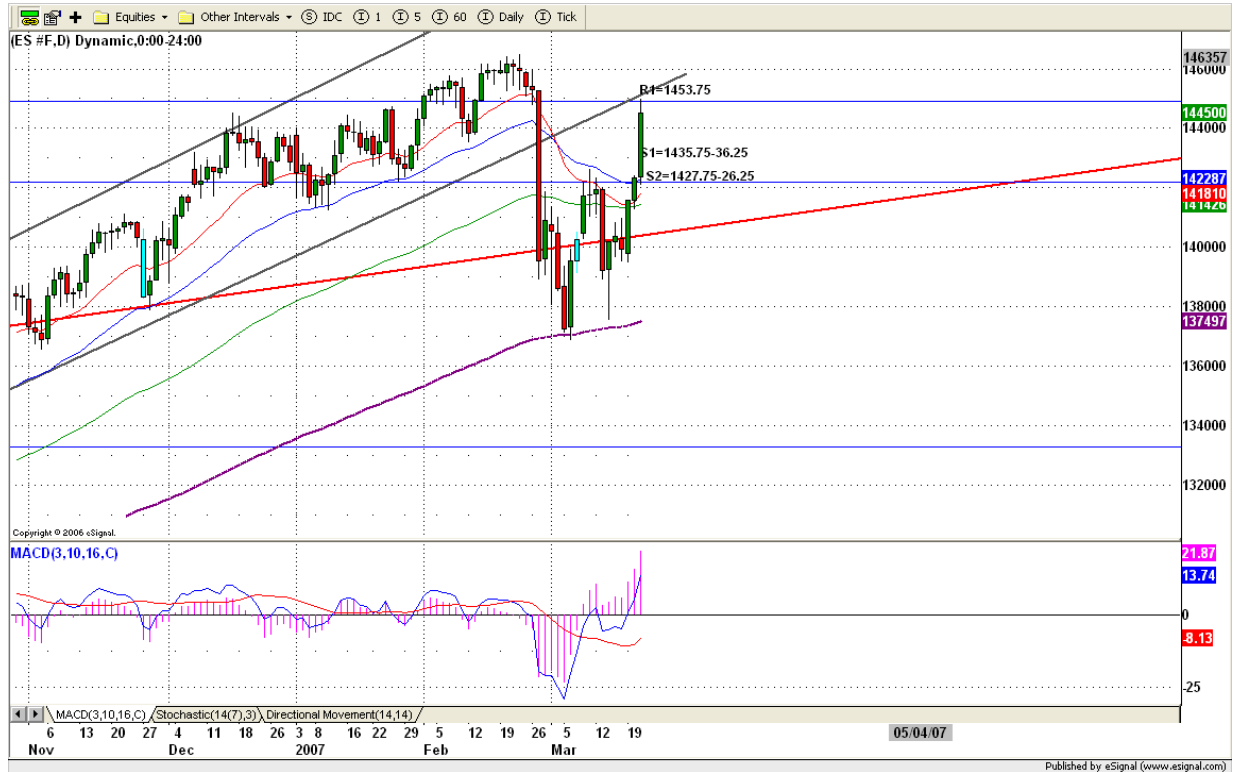
ESM7 WEEKLY CHART



6. DAILY OUTLOOK

Impressive movement yesterday. All major three market cheered by the Fed report, and the ES was no exception. ES broke out its bearish pattern and kept running up to the medium-term uptrend channel for testing. Today we may see consolidation and some pullback due to short-covering. Based on the pattern, we may see ES pullback into 1436 level for testing.

ESM7 DAILY CHART



7. TRADING STRATEGY FOR Mar. 22, 2007

There is a gap around 1452.75 area, and we may see ES try to fill that gap today or tomorrow. Because of yesterday's rally, we may see every pullback met by shorts buying to cover their positions. Therefore downside will be very slow move for today and tomorrow.

No matter how far ES pullback, a bounce back up to 1452-53 range should be expected.

Intraday swing position entry on short side:
1452.75-53.75 (scalping), 1459.75 (agg) and 1462.25(cons)
Intraday swing position entry on long side:
1436.25-33.50 (scalping) 1432.75-31.25 (agg) and 1427.25 (cons)

ESM7 INTRADAY



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8. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=3.91)

1460.94	+2/8
1457.03	+1/8
1453.13	8/8
1449.22	7/8
1445.31	6/8
1441.41	5/8
1437.50	4/8
1433.59	3/8
1429.69	2/8
1425.78	1/8
1421.88	0/8
1417.97	-1/8
1414.06	-2/8

Up (Interval=3.90)

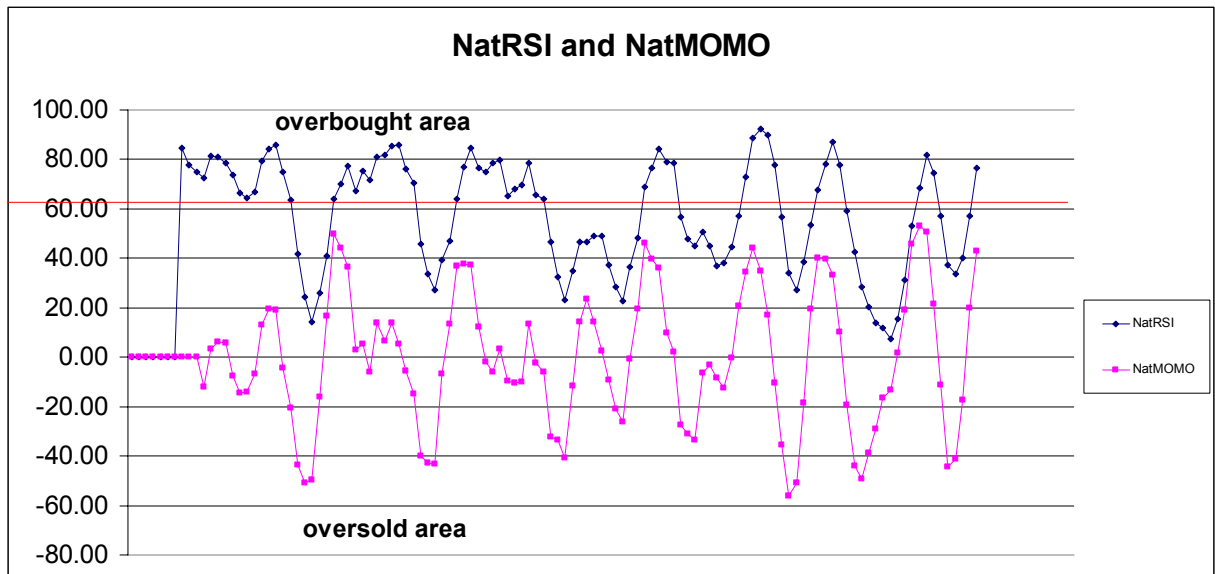
1476.56	+2/8
1472.66	+1/8
1468.75	8/8
1464.84	7/8
1460.94	6/8
1457.03	5/8
1453.13	4/8
1449.22	3/8
1445.31	2/8
1441.41	1/8
1437.50	0/8
1433.59	-1/8
1429.69	-2/8

Down (Interval=3.91)

1460.94	+2/8
1457.03	+1/8
1453.13	8/8
1449.22	7/8
1445.31	6/8
1441.41	5/8
1437.50	4/8
1433.59	3/8
1429.69	2/8
1425.78	1/8
1421.88	0/8
1417.97	-1/8
1414.06	-2/8

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.87	0.76	42.91	16.93	1434.63
overbought	overbought			



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

Projected Economic Releases for This Week			
(Consensus Forecasts vs. Previous Report)			
Mar 22			
Initial Claims	8:30	03/17	325K vs 318K
Leading Indicators	10:00	Feb	-0.3% vs 0.1%
Mar 23			
Existing Home Sales	10:00	Feb	6.35M vs 6.46