



Daily trading plan for Mar 26, 2007

1. ESM7 IN PREVIOUS DAY

Open	High	Low	Closing
1446.25	1451.00	1444.50	1447.00

2. PIVOTS FOR ESM7

	Daily	Weekly	Monthly	Yearly
R3	1457.00	1510.00	1528.58	1722.00
R2	1454.00	1480.50	1496.67	1583.50
R1	1450.50	1463.75	1452.83	1506.00
PPT	1447.50	1434.25	1420.92	1367.50
S1	1444.00	1417.50	1377.08	1290.00
S2	1441.00	1388.00	1345.17	1151.50
S3	1437.50	1371.25	1301.33	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1459.25 (First Sell#)	1436.25 (first Buy#)
1461.25-1462.25 (Second Sell#)	1429.75 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1453.75	1457.25	1463.75	1467.25	1471.25
Support	1438.25	1434.75	1428.00	1423.25	1419.75

5. WEEKLY OUTLOOK

After last Wednesday's rally, all three major markets went sideway for next two days. On the positive side, all three markets did hold their gain in last two day. However the volume didn't follow through in the past two days. All three are short-term overbought and trading in daily resistance zones.

Price moves into a very important level – “make or die” level. If people don't see volume follow through, we should expect price to pull back soon. If we do see the volume follow through first two days this week, it is possible for our market to hold strong and breakout last two day's consolidation resistance level. In addition, the end of quarter is coming up this week; we may see window dressing and earnings anticipation for coming April's earning season.

For the technical analysis: ES June contract (ESM7) has a gap around 1461.25-1452.25, Continuation Contract ES#F has a gap around 1452.75 and SPX has a gap at 1449.57. We may see these gaps get filled first before ES starts to go down again to retest its 20 and 40 ema lines.

Weekly major resistance level is 1465 and support level is 1412.

ES WEEKLY Chart



6. DAILY OUTLOOK

After huge two-hour rally last Wednesday afternoon, ES made its indecision movement in last past two days. That could indicate a potential reversal and we should be prepared for it today. ES is short-term overbought and retesting its previous breakdown level around 1452-54 area. We may see ES has a small pullback into 1434-33 range today for testing its 20/40 daily moving average if it fails to hold price above 1444 level.

ESM7 DAILY Chart



7. TRADING STRATEGY FOR Mar. 26, 2007

Last Friday, ES made its second narrow range day (NR7). ES was in contraction mode for past two days. Today range breakout movement should be expected. Also Price volatility should pick up as soon as price breaks out of its consolidation range.

For upside movement, 1450-51 range is key. Breakout this range, price could go up to fill the gap either 1552.75(ESH7) or 1461.25 (ESM7).

For downside movement, 1444-45 is key. Breakdown this range, price could dip into 1438-37.50 range or lower to 1434.50-33 range.

Intraday swing position entry on short side:

1452.75-53.75 (scalping), 1458.25 (agg) and 1461.25(cons)

Intraday swing position entry on long side:

1436.25-35.50 (scalping) 1432.75 (agg) and 1429.25-1428.25 (cons)

ESM7 INTRADAY



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8. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=0.97)

1455.08	+2/8
1454.10	+1/8
1453.13	8/8
1452.15	7/8
1451.17	6/8
1450.20	5/8
1449.22	4/8
1448.24	3/8
1447.27	2/8
1446.29	1/8
1445.31	0/8
1444.34	-1/8
1443.36	-2/8

Up (Interval=3.90)

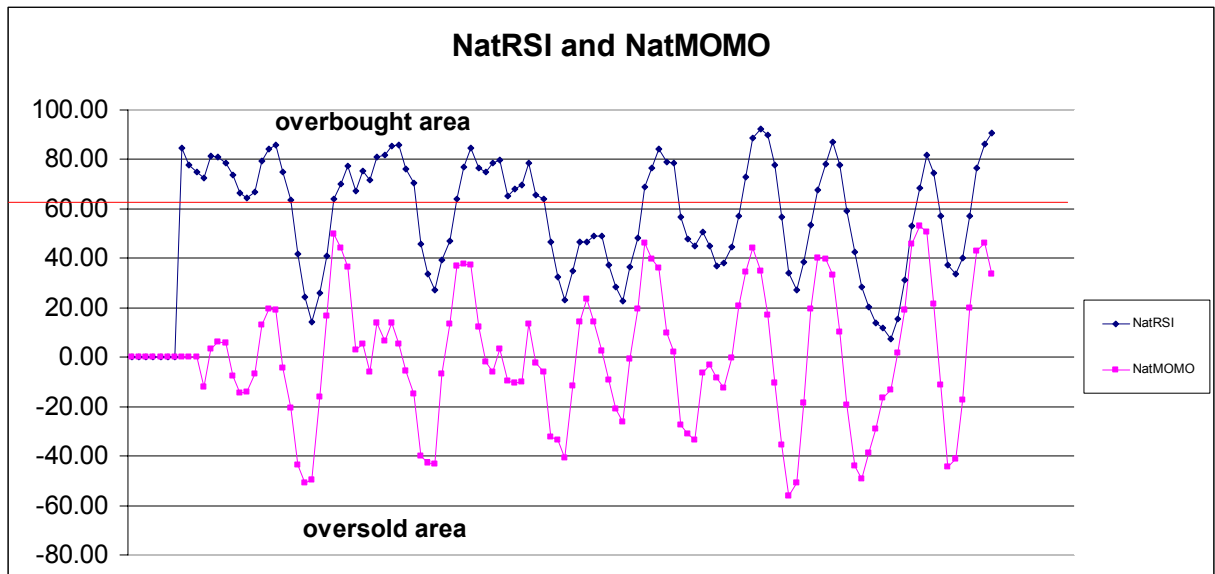
1476.56	+2/8
1472.66	+1/8
1468.75	8/8
1464.84	7/8
1460.94	6/8
1457.03	5/8
1453.13	4/8
1449.22	3/8
1445.31	2/8
1441.41	1/8
1437.50	0/8
1433.59	-1/8
1429.69	-2/8

Down (Interval=3.91)

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

9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.56	0.90	33.53	15.93	1446.63
neutral	overbought			



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

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

Mar 26

New Home Sales	10:00	Feb	995K vs 937K
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Mar 27

Consumer Confidence	10:00	Mar	109.0 vs 112.5
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Mar 28

Durable Orders	8:30	Feb	3.0% vs -7.8%
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Crude Inventories	10:30	03/23	NA vs 3924K
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Mar 29

Initial Claims	8:30	03/24	NA vs 316K
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GDP-Final	8:30	Q4	2.2% vs 2.2%
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Chain Deflator-Final	8:30	Q4	1.7% vs 1.7%
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Help-Wanted Index	10:00	Feb	31 vs 32
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Mar 30

Personal Income	8:30	Feb	0.3% vs 1.0%
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Personal Spending	8:30	Feb	0.3% vs 0.5%
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Chicago PMI	9:45	Mar	49.5 vs 47.9
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Construction Spending	10:00	Feb	-0.6% vs -0.8%
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Mich Sentiment-Rev.	10:00	Mar	88.8 vs 88.8
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