



Daily trading plan for May 25, 2007

1. ESM7 IN PREVIOUS DAY

Open	High	Low	Closing
1525.75	1532.50	1507.75	1511.50

2. PIVOTS FOR ESM7

	Daily	Weekly	Monthly	Yearly
R3	1551.50	1562.08	1598.83	1722.00
R2	1542.00	1545.17	1551.67	1583.50
R1	1526.75	1536.58	1520.08	1506.00
PPT	1517.25	1519.67	1472.92	1367.50
S1	1502.00	1511.08	1441.33	1290.00
S2	1492.50	1494.17	1394.17	1151.50
S3	1477.25	1485.58	1362.58	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1517.75-19.50(First Sell#)	1496.50(first Buy#)
1523.25-26.50(Second Sell#)	1492.50 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1517.25	1519.75	1520.50	1523.25	1526.75
Support	1502.00	1500.25	1496.75	1494.25	1492.50

5. DAILY OUTLOOK

On the daily ES chart, there is 3 driven pattern (Bearish) on TOP. Yesterday after new home sales, all major markets suddenly turned from their intraday's top and headed down for close. And Today's decline was accompanied by very weak market breadth, almost more than 2000 issues down than advance.

Has the market made a major top? It depends on today's following through. If today SP500 cash closes below 1522.75, the answer is Yes and this week will become a reversal week. Next week we should expect more selling pressure. If SP500 cash can close above 1522.75 level, then we only treat yesterday's down movement as a minor correction. Don't forget today still is a pre-holiday positive seasonal day.

ESM7 DAILY Chart



6. TRADING STRATEGY FOR May 25, 2007

ES made a high to squeeze shorts first in the first hour trading yesterday, but it immediately gave up to hold price up, and sold off instead. And then it created a panic selling into the end of day. Today we may see price bounce in the early morning. As long as price doesn't exceed 1526.75 level, we are still looking for short entry.

Intraday swing position entry on short side:
1517.75-18.50 (scalping) and 1522.75-24.50 (agg) and 1526.75-29.75 (cons)
Intraday swing position entry on long side:
1509.25 (scalping) 1500.25 (agg) and 1496.00-1493.75 (cons)

ESM7 INTRADAY



7. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=3.95)

1539.06	+2/8
1535.16	+1/8
1531.25	8/8
1527.34	7/8
1523.44	6/8
1519.53	5/8
1515.63	4/8
1511.72	3/8
1507.81	2/8
1503.91	1/8
1500.00	0/8
1496.09	-1/8
1492.19	-2/8

Up (Interval=1.95)

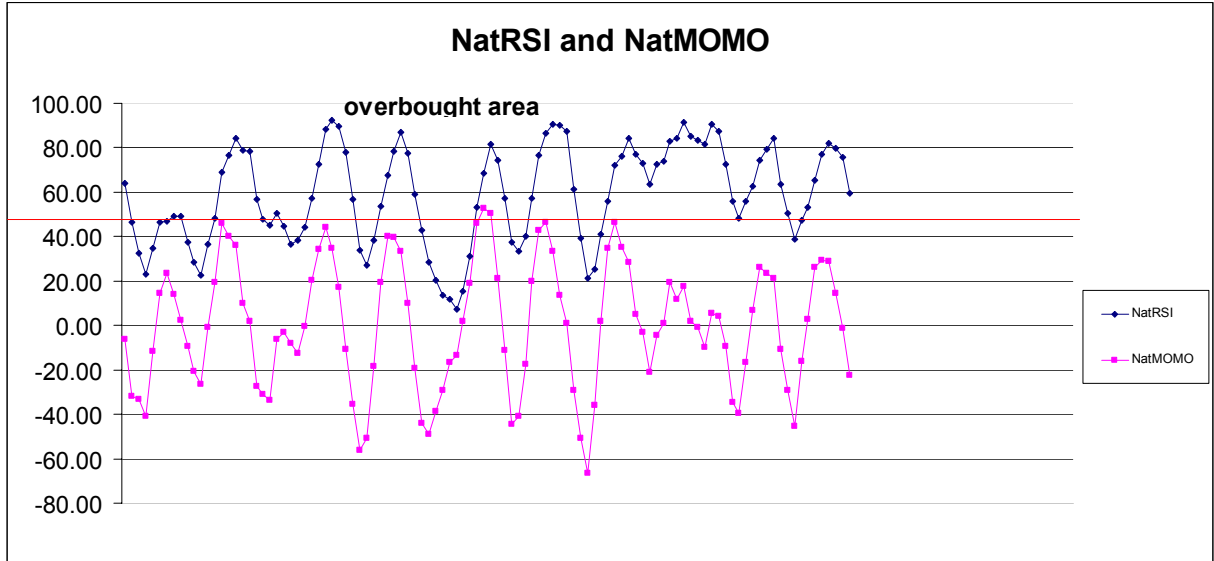
1535.16	+2/8
1533.20	+1/8
1531.25	8/8
1529.30	7/8
1527.34	6/8
1525.39	5/8
1523.44	4/8
1521.48	3/8
1519.53	2/8
1517.58	1/8
1515.63	0/8
1513.67	-1/8
1511.72	-2/8

Down (Interval=3.95)

1539.06	+2/8
1535.16	+1/8
1531.25	8/8
1527.34	7/8
1523.44	6/8
1519.53	5/8
1515.63	4/8
1511.72	3/8
1507.81	2/8
1503.91	1/8
1500.00	0/8
1496.09	-1/8
1492.19	-2/8

8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.21	0.59	-22.61	12.28	1518.63
neutral	neutral			



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

Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

May 25

Existing Home Sales	10:00	Apr	6.10M vs 6.12M
---------------------	-------	-----	----------------