



## Daily trading plan for July 16, 2007

### 1. ESU7 IN PREVIOUS DAY

Open	High	Low	Closing
1556.50	1565.50	1555.00	1560.00

### 2. PIVOTS FOR ESU7

	Daily	Weekly	Monthly	Yearly
R3	1576.25	1628.25	1607.75	1722.00
R2	1571.00	1597.00	1581.00	1583.50
R1	1565.50	1578.50	1548.25	1506.00
<b>PPT</b>	<b>1560.25</b>	<b>1547.25</b>	<b>1521.50</b>	<b>1367.50</b>
S1	1554.75	1528.75	1488.75	1290.00
S2	1549.50	1497.50	1462.00	1151.50
S3	1544.00	1479.00	1429.25	1074.00

### 3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1572.00 (First Sell#)	1548.50 (first Buy#)
1577-79.75(Second Sell#)	1541.75 (second Buy#)

### 4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

<b>Resistance</b>	1566.25	1571.75	1577.75	1581.00	1583.00
<b>Support</b>	1549.75	1547.25	1544.00	1541.75	1535.75

### 5. LONG-TERM OUTLOOK

The S&P 500 Index (SPX) closed at 1551.06 for a net weekly gain 20.62 points. Blue chips led the big rally on Wall Street, and SPX broke its consolidation range. This indicates a continuation of May's advance.

So far 1540 resistance level turns into support level. This week is option expiration week. As long as 1540 holds SPX up, Bulls still will try to push the price up to 1559 or higher to

Copyright 2007 by Naturus.com Ltd. All rights are reserved. Photocopying and further distribution of this newsletter are strictly prohibited. Information, opinion, research, and commentary contained herein is obtained from sources believed to be reliable; their reliability, however, cannot be guaranteed. The maxim of Caveat Emptor applies – let the buyer beware! This newsletter is for education purpose only. It doesn't provide individual investment advice, or act as an investment advisor, or individually advocate the purchase or sale of any security or investment. In making any investment decision, you will rely solely on your own review and examination of the facts and the records relating to such investments. Past performance of our recommendations is not an indication of future performance. We shall have no liability of whatever nature in respect of any claim, damages, loss or expense arising out of or in connection with the reliance by you on the contents of our newsletter, any promotion, published material, alert or update.

1575 level. Also there is FED announcement on Thursday; high volatility should be expected this week.

Major weekly resistance level is 1600 and support level is 1525.00

### SPX WEEKLY Chart



## 6. WEEKLY OUTLOOK — ES

Last week ES broke out its consolidation range with increasing volume. This week, as long as price holds above 1530 level, it is likely to see 1575-85 range or higher to 1609-1613 range if Fed gives what the street wants in Thursday's announcement. .

If ES fails to breakout 1565-75 range, it is possible for price to pullback into 1550-45 range for testing. But long term sentiment remains bullish.

Weekly major resistance level is 1600 Weekly major support is 1530

### ES WEEKLY Chart



## 7. DAILY OUTLOOK

Last Friday ES held up the gain made last Thursday. It is a bullish sign. Due to option week Monday, we may see ES pulls back down a little to test 1555 or little lower to 1550-48 level for the next leg up to 1575 level. But if ES can hold price above 1555 level today, it is likely for price to move to 1565-66 range for testing last Friday's high. Fail to breakout 1565-66 range, it is possible for ES to move back to 1555 for faking a stop run on the downside to trap bears again.

## ESU7 DAILY Chart



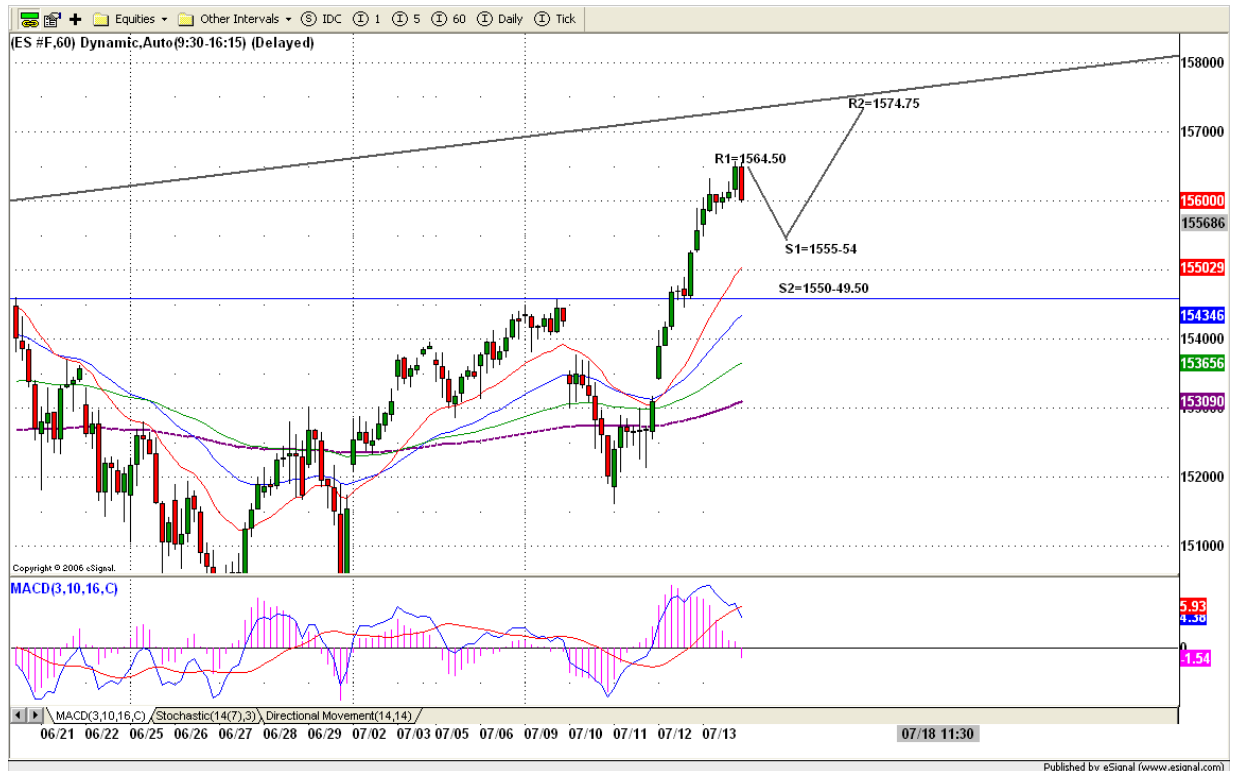
### 8. TRADING STRATEGY FOR July 16, 2007

Due to Option expiration week Monday, We may see ES to go up to rest 1566-65 range or make a new high to 1575-74 range, then wait until lunch time to do its retracement. Or it could go down first to test 1555 level. If 1555 level holds solidly, ES will quickly move back up to 1566-65.

Bears never take in control of this market. Intraday has only a small pullback indication, but those indications are not bearish.

**Intraday swing position entry on short side:**  
**1565.75(scalping) 1572.00 (agg) and 1577.75 (cons)**  
**Intraday swing position entry on long side:**  
**1555(scalping) 1549.25-47.25 (agg) and 1543-41.75(cons)**

## ESU7 INTRADAY



### 8. PREDICTION FOR TODAY'S MOVEMENT

#### Current (interval=1.95)

1566.41	+2/8
1564.45	+1/8
1562.50	8/8
1560.55	7/8
1558.59	6/8
1556.64	5/8
1554.69	4/8
1552.73	3/8
1550.78	2/8
1548.83	1/8
1546.88	0/8
1544.92	-1/8
1542.97	-2/8

#### Up (Interval=1.95)

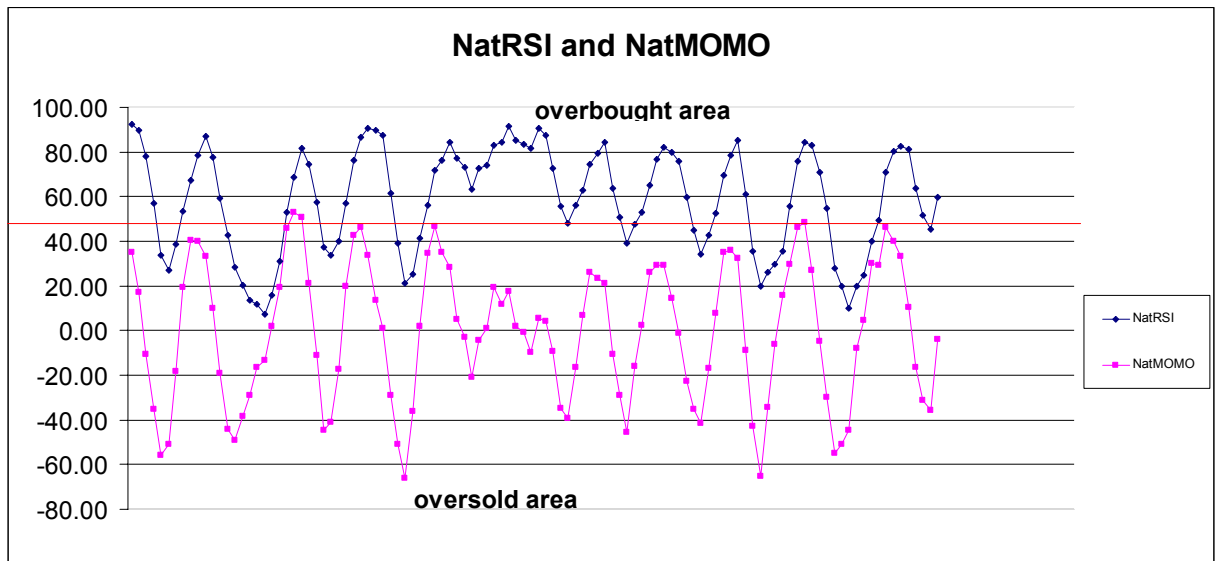
1582.03	+2/8
1580.08	+1/8
1578.13	8/8
1576.17	7/8
1574.22	6/8
1572.27	5/8
1570.31	4/8
1568.36	3/8
1566.41	2/8
1564.45	1/8
1562.50	0/8
1560.55	-1/8
1558.59	-2/8

#### Down (Interval=1.95)

1566.41	+2/8
1564.45	+1/8
1562.50	8/8
1560.55	7/8
1558.59	6/8
1556.64	5/8
1554.69	4/8
1552.73	3/8
1550.78	2/8
1548.83	1/8
1546.88	0/8
1544.92	-1/8
1542.97	-2/8

## 9. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.67	0.59	-3.92	14.25	1558.25
Neutral	neutral			



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

### Projected Economic Releases for This Week

(Consensus Forecasts vs. Previous Report)

#### Jul 16

NY Empire State Index	8:30	Jul	17.0 vs 25.8
-----------------------	------	-----	--------------

#### Jul 17

PPI	8:30	Jun	0.1% vs 0.9%
Core PPI	8:30	Jun	0.2% vs 0.2%
Net Foreign Purchases	9:00	May	N/a vs \$84.1B -
Capacity Utilization	9:15	Jun	NA vs 81.3%
Industrial Production	9:15	Jun	0.3% vs 0.0%
Capacity Utilization	9:15	Jun	81.5% vs 81.3%

#### Jul 18

CPI	8:30	Jun	0.1% vs 0.7%
Core CPI	8:30	Jun	0.2% vs 0.1%
Housing Starts	8:30	Jun	1450K vs 1474K
Building Permits	8:30	Jun	1490K vs 1520K
Crude Inventories	10:30	07/13	NA vs -1462K

#### Jul 19

Initial Claims	8:30	07/14	NA vs 308K
Leading Indicators	10:00	Jun	0.1% vs 0.3%

Copyright 2007 by Natus.com Ltd. All rights are reserved. Photocopying and further distribution of this newsletter are strictly prohibited. Information, opinion, research, and commentary contained herein is obtained from sources believed to be reliable; their reliability, however, cannot be guaranteed. The maxim of Caveat Emptor applies – let the buyer beware! This newsletter is for education purpose only. It doesn't provide individual investment advice, or act as an investment advisor, or individually advocate the purchase or sale of any security or investment. In making any investment decision, you will rely solely on your own review and examination of the facts and the records relating to such investments. Past performance of our recommendations is not an indication of future performance. We shall have no liability of whatever nature in respect of any claim, damages, loss or expense arising out of or in connection with the reliance by you on the contents of our newsletter, any promotion, published material, alert or update.

Philadelphia Fed	12:00	Jul	13.0 vs 18.0
FOMC Minutes	14:00	Jun 28	

---

Copyright 2007 by Natus.com Ltd. All rights are reserved. Photocopying and further distribution of this newsletter are strictly prohibited. Information, opinion, research, and commentary contained herein is obtained from sources believed to be reliable; their reliability, however, cannot be guaranteed. The maxim of Caveat Emptor applies – let the buyer beware! This newsletter is for education purpose only. It doesn't provide individual investment advice, or act as an investment advisor, or individually advocate the purchase or sale of any security or investment. In making any investment decision, you will rely solely on your own review and examination of the facts and the records relating to such investments. Past performance of our recommendations is not an indication of future performance. We shall have no liability of whatever nature in respect of any claim, damages, loss or expense arising out of or in connection with the reliance by you on the contents of our newsletter, any promotion, published material, alert or update.