



Daily trading plan for Aug.7, 2007

1. ESU7 IN PREVIOUS DAY

Open	High	Low	Closing
1447.00	1473.50	1432.25	1467.75

2. PIVOTS FOR ESU7

	Daily	Weekly	Monthly	Yearly
R3	1524.67	1539.08	1643.42	1722.00
R2	1499.08	1517.17	1604.83	1583.50
R1	1483.42	1480.08	1533.42	1506.00
PPT	1457.83	1458.17	1494.83	1367.50
S1	1442.17	1421.08	1423.42	1290.00
S2	1416.58	1399.17	1384.83	1151.50
S3	1400.92	1362.08	1313.42	1074.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1493.25 (First Sell#)	1456.75 (first Buy#)
1501.75-1503.75(Second Sell#)	1437-36.25 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

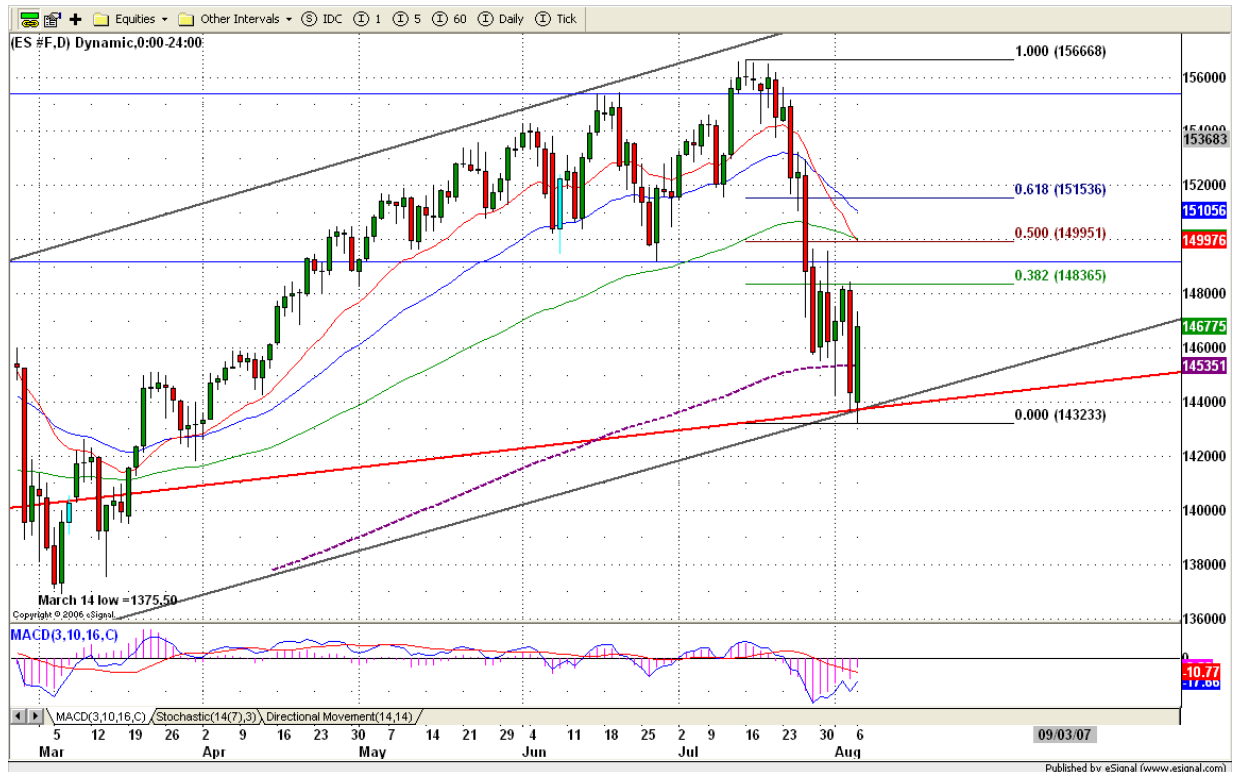
Resistance	1480.25	1483.50	1495.25	1499.25	1503.75
Support	1463.25	1457.75	1449.00	1442.25	1429.75

5. DAILY OUTLOOK

ES bounced from its long term uptrend line (red line) and continued moving above its 200ema line for high level closing. The rally could be related to today's FOMC announcement. Today it is possible for price to move higher if FOMC announcement finds favor with traders and the public.

There are two gaps above the current price. The closer one is July 27's gap around 1524.75. If yesterday's rally is the ES major second counter wave — which is not yet confirmed — then a decent retracement should be expected. That gap will become this counter move's target in the coming weeks.

ESU7 DAILY Chart



6. TRADING STRATEGY FOR Aug. 7, 2007

Yesterday ES made its low first to fill the April 3 gap around 1433 level. After that, ES moved up and never went back. It seems ES did its “wash-out” job, shaking out weak-hand longs and squeezing the most recent shorts. While nimble day-traders benefit from this volatility, for investors the market manages to inflict the maximum pain on the maximum number of participants — as usual.

Today FOMC announcement will be released around 2:15pm. All markets are waiting for this announcement. Therefore, before FOMC, ES could go sideways within 1576 -1456 range. After the announcement, ES could have a wide movement in either direction. It all depends on what the statement says.

ES could go up to 1495 level if price breaks out 1483.25 in the afternoon or it could go down 1444.75 if 1456 level fails to hold. Newbies should stay aside for afternoon trading.

Intraday swing position entry on short side:
1488.75 (Scalping) 1496.25 (agg) and 1501.25-1503.25 (cons)
Intraday swing position entry on long side:
1457.75 (scalping) 1444.75 (agg) and 1432.75 (cons)

ESU7 INTRADAY



7. PREDICTION FOR TODAY'S MOVEMENT

Current (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

Up (Interval=7.82)

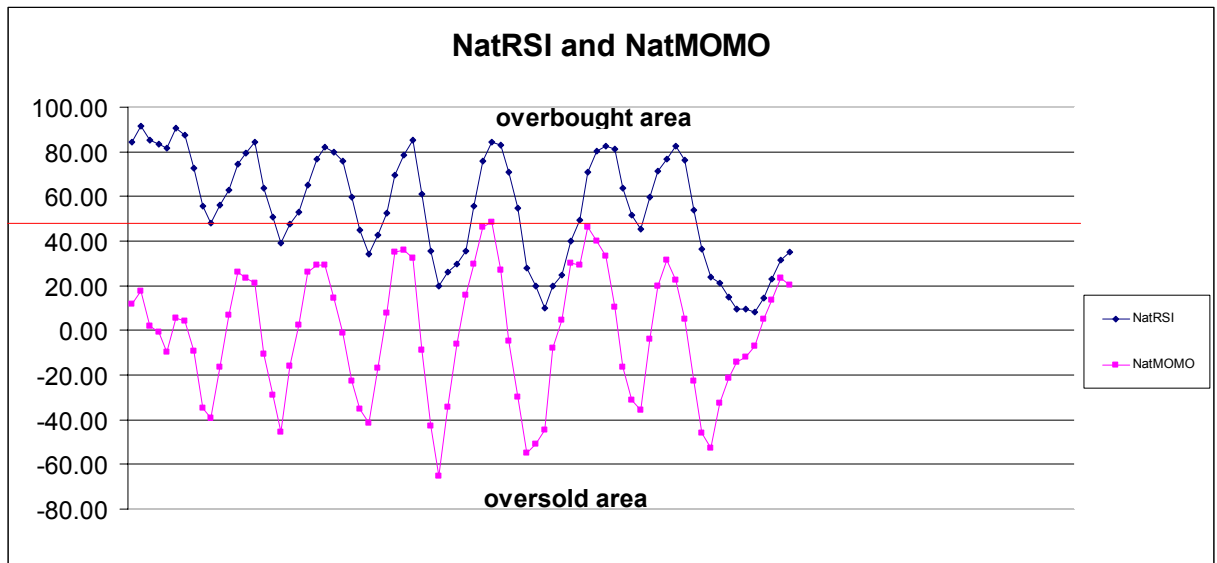
1515.63	+2/8
1507.81	+1/8
1500.00	8/8
1492.19	7/8
1484.38	6/8
1476.56	5/8
1468.75	4/8
1460.94	3/8
1453.13	2/8
1445.31	1/8
1437.50	0/8
1429.69	-1/8
1421.88	-2/8

Down (Interval=7.82)

1515.63	+2/8
1507.81	+1/8
1500.00	8/8
1492.19	7/8
1484.38	6/8
1476.56	5/8
1468.75	4/8
1460.94	3/8
1453.13	2/8
1445.31	1/8
1437.50	0/8
1429.69	-1/8
1421.88	-2/8

8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.75	0.34	20.43	32.63	1457.38
overbought	neutral			



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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Aug 07	08:30	Productivity-Prel	Q2	2.2%	2.0%	1.0%	
Aug 07	14:15	FOMC policy statement					
Aug 07	15:00	Consumer Credit	Jun	\$3.5B	\$7.0B	\$12.9B	
Aug 08	10:00	Wholesale Inventories	Jun	0.4%	0.4%	0.5%	
Aug 08	10:30	Crude Inventories	08/03	NA	NA	-6497K	
Aug 09	08:30	Initial Claims	08/04	310K	NA	307K	
Aug 10	08:30	Export Prices ex-ag.	Jul	NA	NA	0.1%	
Aug 10	08:30	Import Prices ex-oil	Jul	NA	NA	0.2%	
Aug 10	14:00	Treasury Budget	Jul	-\$35.0B	-\$32.5B	-\$33.2B	