



Daily trading plan for Jan. 31, 2008

1. ESH8 IN PREVIOUS DAY

Open	High	Low	Closing
1357.75	1387.50	1347.25	1350.25

2. PIVOTS FOR ESH8

	Daily	Weekly	Monthly	Yearly
R3	1416.32	1491.25	1602.17	1796.75
R2	1401.92	1431.00	1564.58	1691.75
R1	1376.08	1382.50	1520.92	1584.50
PPT	1361.67	1322.25	1483.33	1479.50
S1	1335.83	1273.75	1439.67	1372.25
S2	1321.42	1213.50	1402.08	1267.25
S3	1295.58	1165.00	1358.42	1160.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	Buying levels
1357.50 (First Sell#)	1317-18.25 (first Buy#)
1379.25- 84.25(Second Sell#)	1298.25-1296.25 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1356.75	1363.75	1368.75	1376.75	1383.25
Support	1333.00	1328.25	1310.25	1301.25	1296.25

5. DAILY OUTLOOK

After Fed announcement, ES broke out from yesterday's trading range to shakeout shorts first. As soon as it completed its breakout pattern move, it turned around into yesterday's trading range and started to shakeout the buyers. Today we should see range breakdown continuation move first before ES moves back up to retest 1350-51.25 range. As long as 1351.75 level holds ES down, the current trend remains downside and bearish.

ESH8 Daily Chart



6. TRADING STRATEGY FOR Jan. 31, 2008

This time Fed ½% interest rate cut doesn't really hold the market. Instead the market is tired of many stories", and started to show its distrust. I said long time ago, the more rate cut, the more the market tanks. This time was no exception.

Today we should see a continuation down move to complete daily range breakdown move. The first completion level is lying around 1334-33 area and second completion level is lying around 1317-18 area. As long as 1351.75 level holds ES down, the second completion level is likely to be seen before ES bounces up again.

Intraday swing position entry on short side:
1353.25-57.50 (scalping) 1363.75- 68.50 (agg) and 1378.75-81.25 (cons)
Intraday swing position entry on long side:
1333-34 (scalping) 1320-17(agg) and 1308.75(cons)

ESH8 INTRADAY



7. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=7.82)

1390.63	+2/8
1382.81	+1/8
1375.00	8/8
1367.19	7/8
1359.38	6/8
1351.56	5/8
1343.75	4/8
1335.94	3/8
1328.13	2/8
1320.31	1/8
1312.50	0/8
1304.69	-1/8
1296.88	-2/8

Up (Interval=3.90)

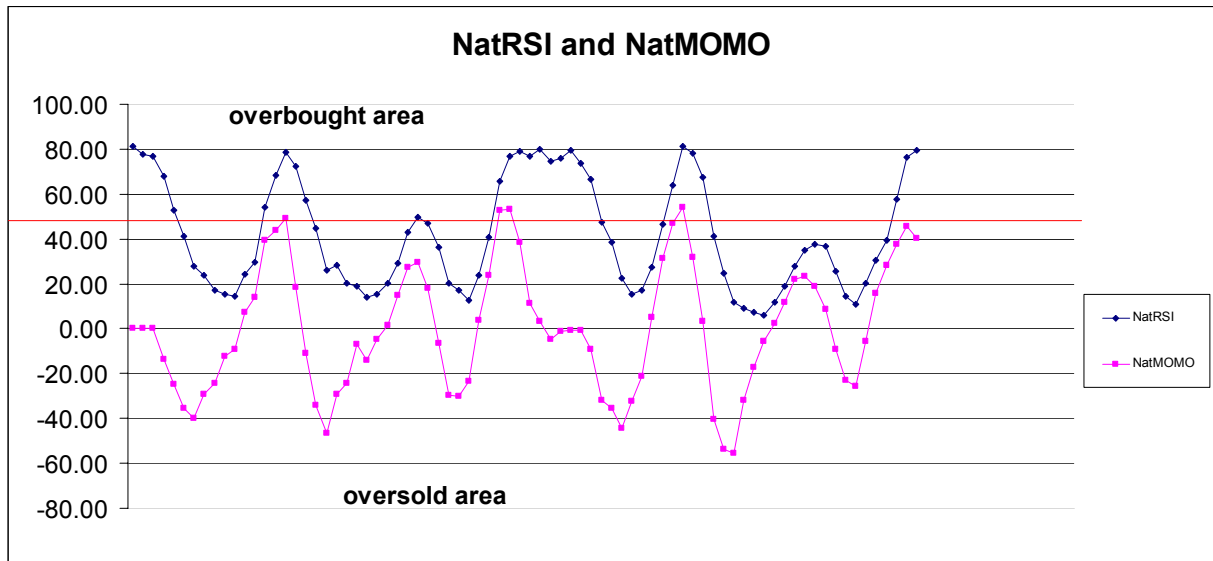
1382.81	+2/8
1378.91	+1/8
1375.00	8/8
1371.09	7/8
1367.19	6/8
1363.28	5/8
1359.38	4/8
1355.47	3/8
1351.56	2/8
1347.66	1/8
1343.75	0/8
1339.84	-1/8
1335.94	-2/8

Down (Interval=3.90)

1351.56	+2/8
1347.66	+1/8
1343.75	8/8
1339.84	7/8
1335.94	6/8
1332.03	5/8
1328.13	4/8
1324.22	3/8
1320.31	2/8
1316.41	1/8
1312.50	0/8
1308.59	-1/8
1304.69	-2/8

8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.41	0.80	40.20	41.10	1354.00
neutral	overbought			



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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Jan 31	08:30	Employment Cost Index	Q4	0.8%	0.8%	0.8%	0.8%
Jan 31	08:30	Personal Income	Dec	0.4%	0.4%	0.4%	0.4%
Jan 31	08:30	Personal Spending	Dec	0.1%	0.1%	1.1%	1.1%
Jan 31	08:30	Core PCE Inflation	Dec	0.2%	0.2%	0.2%	0.2%
Jan 31	08:30	Initial Claims	01/26	320K	315K	301K	301K
Jan 31	09:45	Chicago PMI	Jan	52.5	53.0	56.6	56.6
Jan 31	10:30	Crude Inventories	01/26	NA	NA	2297K	2297K
Feb 01	00:00	Auto Sales	Jan	5.2M	5.2M	5.5M	5.5M
Feb 01	00:00	Truck Sales	Jan	7.3M	7.2M	6.9M	6.9M
Feb 01	08:30	Nonfarm Payrolls	Jan	60K	55K	18K	18K
Feb 01	08:30	Unemployment Rate	Jan	4.9%	5.0%	5.0%	5.0%
Feb 01	08:30	Hourly Earnings	Jan	0.2%	0.3%	0.4%	0.4%
Feb 01	08:30	Average Workweek	Jan	33.8	33.8	33.8	33.8
Feb 01	10:00	Construction Spending	Dec	-0.5%	-0.5%	0.1%	0.1%
Feb 01	10:00	ISM Index	Jan	48.5	47.5	47.7	47.7
Feb 01	10:00	Mich Sentiment-Rev.	Jan	80.5	79.0	80.5	80.5