



## Daily Trading Plan for Feb. 11, 2008

### 1. ESH8 IN PREVIOUS DAY

Open	High	Low	Closing
1332.50	1342.50	1321.00	1330.25

### 2. PIVOTS FOR ESH8

	Daily	Weekly	Monthly	Yearly
R3	1363.00	1454.75	1704.50	1796.75
R2	1352.75	1424.75	1592.50	1691.75
R1	1341.50	1377.50	1486.00	1584.50
<b>PPT</b>	<b>1331.25</b>	<b>1347.50</b>	<b>1374.00</b>	<b>1479.50</b>
S1	1320.00	1300.25	1267.50	1372.25
S2	1309.75	1270.25	1155.50	1267.25
S3	1298.50	1223.00	1049.00	1160.00

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

Sell levels	Buying levels
1348.00 (First Sell#)	1303.25-1298(first Buy#)
1359.25-63.75 (Second Sell#)	1286.50 (second Buy#)

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

<b>Resistance</b>	1337.00	1342.50	1348.00	1354.50	1363.50
<b>Support</b>	1319.50	1308.75	1302.00	1298.00	1394.75

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## 5. LONG-TERM OUTLOOK

The S&P 500 (SPX) closed at 1331.29 on Friday, down 64.13 points. The past week started out as expected, with profit taking on Monday, followed by a remarkably weak ISM Services report on Tuesday which brought recession concerns into the market. The three major indices suffered sharp losses and essentially gave back all of the previous week's gains.

Based on weekly S&P 500 (SPX) cash chart, since SPX broke its double top pattern line it hasn't been able to push back up the support line. That support line now turns into the current major resistance level. Based on this bearish pattern, SPX needs to go down further to complete its current pattern before it can make a decent rally. As long as that broken support line holds SPX down, long-term swing bears won't give up until they see the final target around 1172-1152 range. It may take several months to meet this target, but it is clear that Bears take control of this market, not Bulls.

Because of option expiration this week we could see high volatility again. A breakdown of the 1294 level will be negative and will encourage traders to push price down further. If SPX can hold above 1294 level, we may see a low range sideways move.

Monthly major resistance level 1435 and major support level 1255  
 Major weekly resistance level is 1365 and support level 1255

SPX WEEKLY Chart



## 6. WEEKLY OUTLOOK — ESH8

Last week ES didn't have any follow through to hold the previous week's gains. Instead it gave back almost all prior gains. What a shame!

This week ES will struggle with its long term support line (200-EMA). A break of this level will be quite negative. It will lead odds to think ES will go down further to break 1262 level and retest 1255 line. They will speed up to push price down in aggressive manner. But if 1303-1298 range holds ES up, we may see a range move: one day down and one day up.

This is option expiration week, and based on the option side, we shouldn't see ES go up too high. Last week's high 1363.75 should hold ES down and 1286-1275 range should be expected.

Weekly major resistance level is 1363.75. Weekly major support is 1275

### ES WEEKLY Chart



## 7. DAILY OUTLOOK

In the last two days, ES mainly performed a sideways move (range from 1348.50-1317.50). Today we may see ES go into a smaller range for the struggle to see who takes control of 1330 level. The 1330 line is this week option expiration battlefield; bulls will beg for 1350 and bears will be fighting for 1300.

### ESH8 DAILY Chart



## 8. TRADING STRATEGY FOR Feb 11, 2008

Today early morning, ES may repeat last Friday's range move if 1321 level holds. On a break of 1317.50 level, ES could dip into 1302-1296.25. A upside break through 1337.50 level could pop ES up to 1345-48.50 range. Nevertheless, upside is limited..

**Intraday swing position entry on short side:**  
**1337.75 (scalping) 1348.50 (agg) and 1357.50(cons)**  
**Intraday swing position entry on long side:**  
**1302 (scalp) 1292.50 (agg) and 1286.75 (cons)**

### ESH8 INTRADAY



## 9. PREDICTION FOR TODAY'S MOVEMENT

### Current (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

### Up (Interval=3.90)

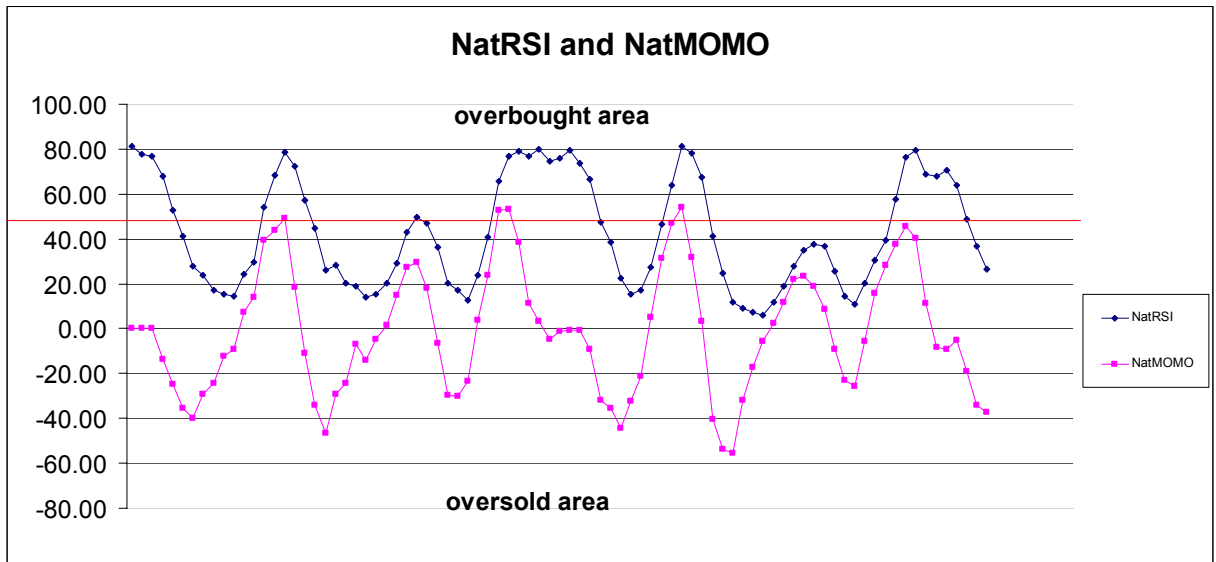
1367.19	+2/8
1363.28	+1/8
1359.38	8/8
1355.47	7/8
1351.56	6/8
1347.66	5/8
1343.75	4/8
1339.84	3/8
1335.94	2/8
1332.03	1/8
1328.13	0/8
1324.22	-1/8
1320.31	-2/8

### Down (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

## 10. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.45	0.26	-37.21	29.18	1331.38
Neutral	neutral			



## 11. WEEKLY ECONOMIC REPORTS

(<http://www.briefing.com/Investor/Public/Calendars/EconomicCalendar.htm> )

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Feb 12	14:00	Treasury Budget	Jan		\$15.0B	\$30.0B	\$38.2B
Feb 13	08:30	Retail Sales	Jan		0.0%	0.0%	-0.4%
Feb 13	08:30	Retail Sales ex-auto	Jan		0.5%	0.2%	-0.4%
Feb 13	10:00	Business Inventories	Dec		0.8%	0.4%	0.4%
Feb 13	10:30	Crude Inventories	02/09		NA	NA	7052K
Feb 14	08:30	Initial Claims	02/09		360K	NA	356K
Feb 14	08:30	Trade Balance	Dec		-\$62.0B	-\$61.0B	-\$63.1B
Feb 15	08:30	Export Prices ex-ag.	Jan		NA	NA	0.3%
Feb 15	08:30	Import Prices ex-oil	Jan		NA	NA	0.3%
Feb 15	08:30	NY Empire State Index	Feb		5.0	7.5	9.0
Feb 15	09:00	Net Foreign Purchases	Dec		NA	NA	\$90.9B
Feb 15	09:15	Industrial Production	Jan		0.2%	0.1%	0.0%
Feb 15	09:15	Capacity Utilization	Jan		81.5%	81.4%	81.4%
Feb 15	10:00	Mich Sentiment-Prel.	Feb		78.0	76.5	78.4

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