



## Daily Trading Plan for Feb. 19, 2008

### 1. ESH8 IN PREVIOUS DAY

Open	High	Low	Closing
1344.75	1351.75	1338.25	1351.25

### 2. PIVOTS FOR ESH8

	Daily	Weekly	Monthly	Yearly
R3	1369.42	1424.67	1704.50	1796.75
R2	1360.58	1397.58	1592.50	1691.75
R1	1355.92	1374.42	1486.00	1584.50
<b>PPT</b>	<b>1347.08</b>	<b>1347.33</b>	<b>1374.00</b>	<b>1479.50</b>
S1	1342.42	1324.17	1267.50	1372.25
S2	1333.58	1297.08	1155.50	1267.25
S3	1328.92	1273.92	1049.00	1160.00

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

Sell levels	Buying levels
1356.50-59.25 ( First Sell )	1327.00- 28 (first Buy#)
1379-1380 (Second Sell#)	1315.75-12.75 (second Buy#)

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

<b>Resistance</b>	1360.00	1368.75	1372.50	1375.50	1380.25
<b>Support</b>	1339.75	1335.50	1328.25	1324.25	1319.50

## 5. LONG-TERM OUTLOOK

The S&P 500 (SPX) closed at 1349.99 on Friday, up 18.70 points. Due to option expiration last week, SPX held up above its long term support line (200-EMA) for closing around 1350 area. It performed a triangle pattern, from which it could breakout in either direction in the coming week. But as long as the neckline of double TOP holds price down, the major trend remains downside.

This week we may see SPX makes its short term upside move in the early week to try to retest last week's high. But if SPX breaks down 1317-1315 range later in the week, it is likely to go down further to 1295.75 area or lower to January's low.

Monthly major resistance level 1435 and major support level 1255  
Major weekly resistance level is 1411.50 and support level 1295.50

SPX WEEKLY Chart



## 6. WEEKLY OUTLOOK — ESH8

Last week ES bounced up almost 20 points for option expiration. It tried many times to push price up, but this oversold bounce still was not strong.

This week ES may retest 1357-59 range in the early week or go further to fill 1379 gap. If there is a break above the triangle pattern, the ES could also pop up to 1410-1430 range before it pulls back down again. Failure to fill the 1379 gap and/or a move below 1327 will be negative for ES, and then more lows should be expected.

Weekly major resistance level is 1380. Weekly major support is 1295

### ES WEEKLY Chart



## 7. DAILY OUTLOOK

In the last several days, ES mainly formed a triangle pattern which is a contraction pattern. The doji formed on Friday tends to confirm that we should expect a break out from this pattern this week, perhaps on Monday. The direction of the breakout is unclear at this stage.

There are two things that may happen. The ES could break out from 1361.75 to make an upside Momentum move to fill the gap around 1379-80 area. OR, the ES may break down support at 1327 and resume the downside move to 1300-1295. Watch carefully for the ES breakout direction today.

### ESH8 DAILY Chart



## 8. TRADING STRATEGY FOR Feb 19, 2008

Today as long as ES holds price above 1345.75 level in the morning, it could go up first to retest last Friday's high 1357-60.75 range. If ES breaks down 1337 level in the morning, it is likely to go down to 1327 before it starts to bounce and then go down again in the afternoon.

**Intraday swing position entry on short side:**  
**1356.75 (scalping) 1360.50 (agg) and 1371.75 (cons)**  
**Intraday swing position entry on long side:**  
**1332.50 (scalp) 1327.25 (agg) and 1315.75 (cons)**



## 9. PREDICTION FOR TODAY'S MOVEMENT

### Current (interval=3.90)

1355.47	+2/8
1353.52	+1/8
1351.56	8/8
1349.61	7/8
1347.66	6/8
1345.70	5/8
1343.75	4/8
1341.80	3/8
1339.84	2/8
1337.89	1/8
1335.94	0/8
1333.98	-1/8
1332.03	-2/8

### Up (Interval=3.90)

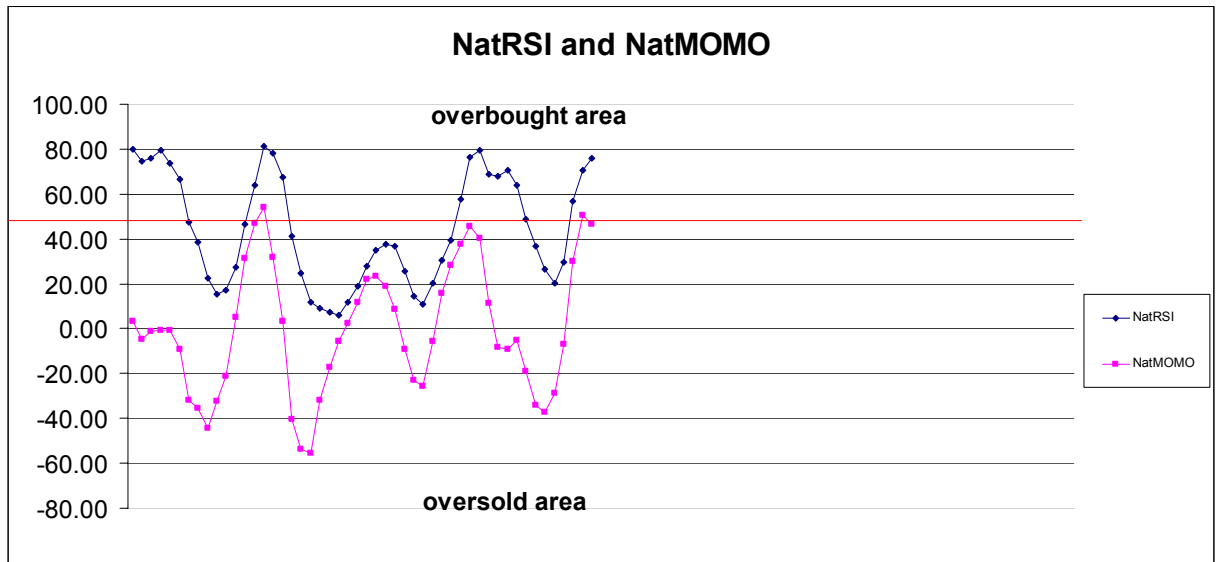
1382.81	+2/8
1378.91	+1/8
1375.00	8/8
1371.09	7/8
1367.19	6/8
1363.28	5/8
1359.38	4/8
1355.47	3/8
1351.56	2/8
1347.66	1/8
1343.75	0/8
1339.84	-1/8
1335.94	-2/8

### Down (Interval=7.82)

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

## 10. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.73	0.76	46.31	22.53	1350.00
overbought	overbought			



## 11. WEEKLY ECONOMIC REPORTS

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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Feb 20	08:30	CPI	Jan	0.3%	0.3%	0.4%	
Feb 20	08:30	Core CPI	Jan	0.2%	0.2%	0.2%	
Feb 20	08:30	Housing Starts	Jan	1020K	1000K	1006K	
Feb 20	08:30	Building Permits	Jan	1005K	1035K	1068K	
Feb 20	10:30	Crude Inventories	02/16	NA	NA	1066K	
Feb 20	14:00	FOMC Minutes	Jan 30				
Feb 21	08:30	Initial Claims	02/16	355K	NA	348K	
Feb 21	10:00	Leading Indicators	Jan	-0.1%	-0.1%	-0.2%	
Feb 21	10:00	Philadelphia Fed	Feb	-10.0	-10.0	-20.9	

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