



Daily Trading Plan for May 5, 2008

1. ESM8 IN PREVIOUS DAY

Open	High	Low	Closing
1423.75	1424.00	1406.00	1415.75

2. PIVOTS FOR ESM8

	Daily	Weekly	Monthly	Yearly
R3	1442.50	1473.17	1502.33	1796.75
R2	1433.25	1448.58	1454.67	1691.75
R1	1424.50	1432.17	1420.33	1584.50
PPT	1415.25	1407.58	1372.67	1479.50
S1	1406.50	1391.17	1338.33	1372.25
S2	1397.25	1366.58	1290.67	1267.25
S3	1388.25	1350.17	1256.33	1160.00

3. FOCUS NUMBERS (Intra-day Position trading)

Sell levels	Buying levels
1429.50- 32.75 (First Sell#)	1400.50 (first Buy#)
1439.25- 43.75 (Second Sell#)	1392.25 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1423.50	1427.00	1434.50	1437.25	1447.50
Support	1405.50	1400.75	1495.25	1490.75	1484.50

5. LONG-TERM OUTLOOK - \$SPX

The S&P 500 (\$SPX) closed at 1413.90 on Friday, net gain 16.05 points for the week. \$SPX is at several resistance lines (200-ema line, a rising long term uptrend line and A-B-C countertrend top line). Last Friday \$SPX closed higher than the previous close, but technically had a neutral day: price opened at the daily high with NYSE breadth 5:1, but declined during the session ended with breadth 1:33:1 — an indication the bear market rally is in the last stage.

We may see \$SPX go up to test 1430 early in the week. If it breaks out 1437-39 range, the countertrend rally could extend to 1460-75 range.

For the bullish case, \$SPX remains above 89-ema (green line), also above 20 and 40-ema line. As long as price doesn't breakdown 1380, buying will continue pushing price up to extremes.

For the bearish case, \$SPX is near a whole series of major long term resistance areas: 1416-17 (200-ema long term resistance, 1436-44 (rising long term uptrend resistance line) and 1454-58 (A-B-C pattern countertrend top). Plus our CIT day is on May 5 +/- 1 day,

Major monthly resistance level 1485 and support level 1350.
Major weekly resistance level is 1465 and support level 1383.

SPX DAILY Chart



6. WEEKLY OUTLOOK - ESM8

Last week ES held up above 1380, the previous resistance which has now become the current support line. ES broke through resistance at both the 40-ema and 89-ema and challenged the major resistance zone, the 50%-68% Fibonacci retracement from the March 17 low.

Early this week, ES could make its extension move up to 1437-44 or higher to 1465 to fill the Jan 1 gap around 1458.75. Alternatively, if ES fails to hold itself above 1380.50 level, it could trigger a downside trend move.

Weekly major resistance level is 1465.25, Weekly major support is 1380.50

ES WEEKLY Chart



8. TRADING STRATEGY FOR May 5, 2008

Last Friday ES closed at the neutral line area. Today ES could go either way. If overnight 1410.50 line holds price up, 1424-27 could be retested again. If ES goes below 1410.50 line, 1400-1399.25 could be retested again. But upside strength would not suddenly disappear unless 1380.25 fails to hold. 1406 remains key line for today.

Intraday swing position entry on short side:

1427-29.50 (scalping) 1439.25-37.50 (agg) and 1449-51.25 (cons)

Intraday swing position entry on long side:

1406 (scalping) 1400.25-1399.25 (agg) and 1392.25-90.75 (cons)

ESM8 INTRADAY



9. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=1.95)

1425.78	+2/8
1423.83	+1/8
1421.88	8/8
1419.92	7/8
1417.97	6/8
1416.02	5/8
1414.06	4/8
1412.11	3/8
1410.16	2/8
1408.20	1/8
1406.25	0/8
1404.30	-1/8
1402.34	-2/8

Up (Interval=3.90)

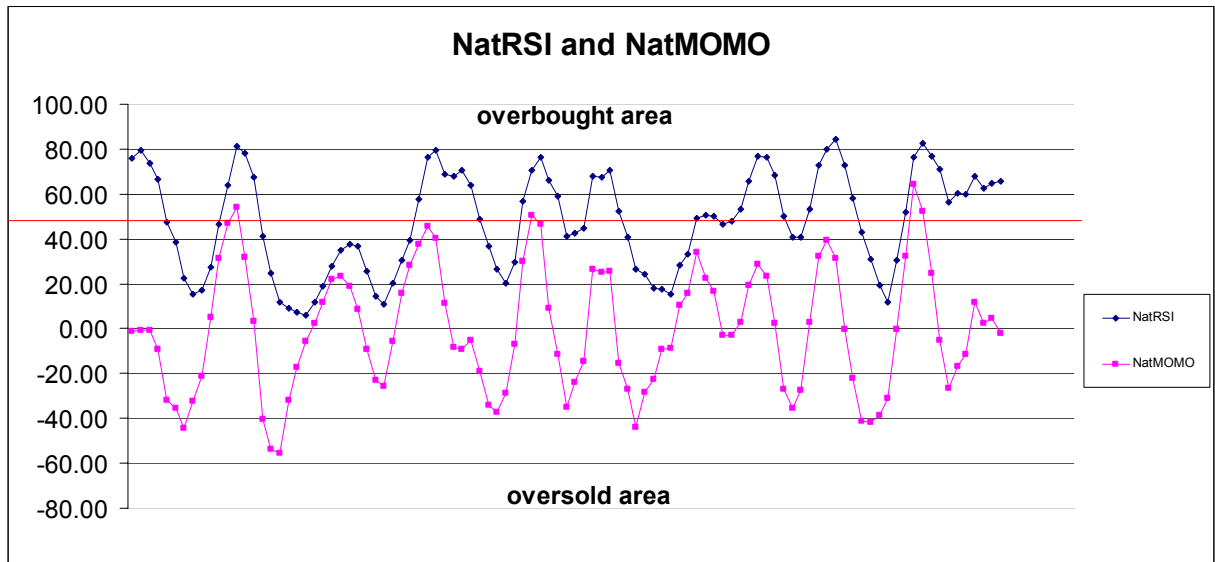
1445.31	+2/8
1441.41	+1/8
1437.50	8/8
1433.59	7/8
1429.69	6/8
1425.78	5/8
1421.88	4/8
1417.97	3/8
1414.06	2/8
1410.16	1/8
1406.25	0/8
1402.34	-1/8
1398.44	-2/8

Down (Interval=3.90)

1429.69	+2/8
1425.78	+1/8
1421.88	8/8
1417.97	7/8
1414.06	6/8
1410.16	5/8
1406.25	4/8
1402.34	3/8
1398.44	2/8
1394.53	1/8
1390.63	0/8
1386.72	-1/8
1382.81	-2/8

10. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.28	0.65	-2.04	18.10	1419.75
neutral	neutral			



11. WEEKLY ECONOMIC REPORTS

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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
May 05	10:00	ISM Services	Apr	50.0	49.5	49.6	
May 07	08:30	Productivity-Prel	Q1	1.4%	1.2%	1.9%	
May 07	10:00	Pending Home Sales	Mar		-0.6%	-1.9	
May 07	10:30	Crude Inventories	05/03	NA	NA	3848K	
May 07	15:00	Consumer Credit	Mar	\$6.0B	\$6.3B	\$5.2B	
May 08	08:30	Initial Claims	05/03	370K	NA	380K	
May 08	10:00	Wholesale Inventories	Mar	0.4%	0.4%	+1.1%	
May 09	08:30	Trade Balance	Mar	-\$58.0B	-\$61.3B	-\$62.3B	

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