



## Daily trading plan for July 17, 2008

### 1. ESU8 IN PREVIOUS DAY

| Open | High    | Low     | Closing |
|------|---------|---------|---------|
| 1217 | 1246.25 | 1211.50 | 1241.00 |

### 2. PIVOTS FOR ESU8

|            | Daily          | Weekly         | Monthly        | Yearly         |
|------------|----------------|----------------|----------------|----------------|
| R3         | 1289.08        | 1323.75        | 1499.92        | 1796.75        |
| R2         | 1267.67        | 1301.25        | 1452.83        | 1691.75        |
| R1         | 1254.33        | 1270.50        | 1366.92        | 1584.50        |
| <b>PPT</b> | <b>1232.92</b> | <b>1248.00</b> | <b>1319.83</b> | <b>1479.50</b> |
| S1         | 1219.58        | 1217.25        | 1233.92        | 1372.25        |
| S2         | 1198.17        | 1194.75        | 1186.83        | 1267.25        |
| S3         | 1184.83        | 1164.00        | 1100.92        | 1160.00        |

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

| Sell levels                   | Buying levels                |
|-------------------------------|------------------------------|
| 1262.25-1261.75 (First Sell#) | 1227.25-29.25 (First buy#)   |
| 1275-78.25 (Second Sell#)     | 1210.75- 07.00 (Second Buy#) |

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

|                   |         |         |         |         |         |
|-------------------|---------|---------|---------|---------|---------|
| <b>Resistance</b> | 1248.00 | 1257.25 | 1265.50 | 1273.75 | 1278.75 |
| <b>Support</b>    | 1229.75 | 1219.25 | 1213.50 | 1209.00 | 1200.50 |

## 5. DAILY OUTLOOK

The first impulse down wave of big 3 doesn't seem to complete yet. Yesterday's bounce could be the 4 sub-wave of the first impulse down wave. But this 4 sub-wave should have a bit more upside potential prior to ending. If ES moves above 1300 level, then the first impulse down wave can be considered ending and the counter rally could be treated as the second wave of big 3.

So far there is not much evidence to show the buyers in the market. And there is a broad resistance range of 1282-1292. Therefore, one more push down should be expected after current rally ends.

### ESU8 Daily Chart



## 6. TRADING STRATEGY FOR July 17, 2008

Yesterday ES had a strong bounce after Ben's speech. This could be oversold bounce. Today we need to see if ES can make its high continuation or not within first hour trading. Breakdown first hour range will be bearish, and likely for ES to pull back to yesterday's low for testing. Option expiration week, we often see back-to-back moves. 1229-27 range is key range tomorrow. Fail to hold this range will open the runway toward 1210-07 range again.

**Intraday swing position entry on short side:**

**1246.25- 48.00 (scalping) 1262.25- 59.75 (agg) and 1274.50-77.00 (cons)**

**Intraday swing position entry on long side:**

**1229.25-27.50 (scalping) 1219-17.50 (agg) and 1200.50-1198.50(cons)**



## 7. PREDICTION FOR TODAY'S MOVEMENT

### Current (interval=3.90)

|         |      |
|---------|------|
| 1257.81 | +2/8 |
| 1253.91 | +1/8 |
| 1250.00 | 8/8  |
| 1246.09 | 7/8  |
| 1242.19 | 6/8  |
| 1238.28 | 5/8  |
| 1234.38 | 4/8  |
| 1230.47 | 3/8  |
| 1226.56 | 2/8  |
| 1222.66 | 1/8  |
| 1218.75 | 0/8  |
| 1214.84 | -1/8 |
| 1210.94 | -2/8 |

### Up (Interval=3.90)

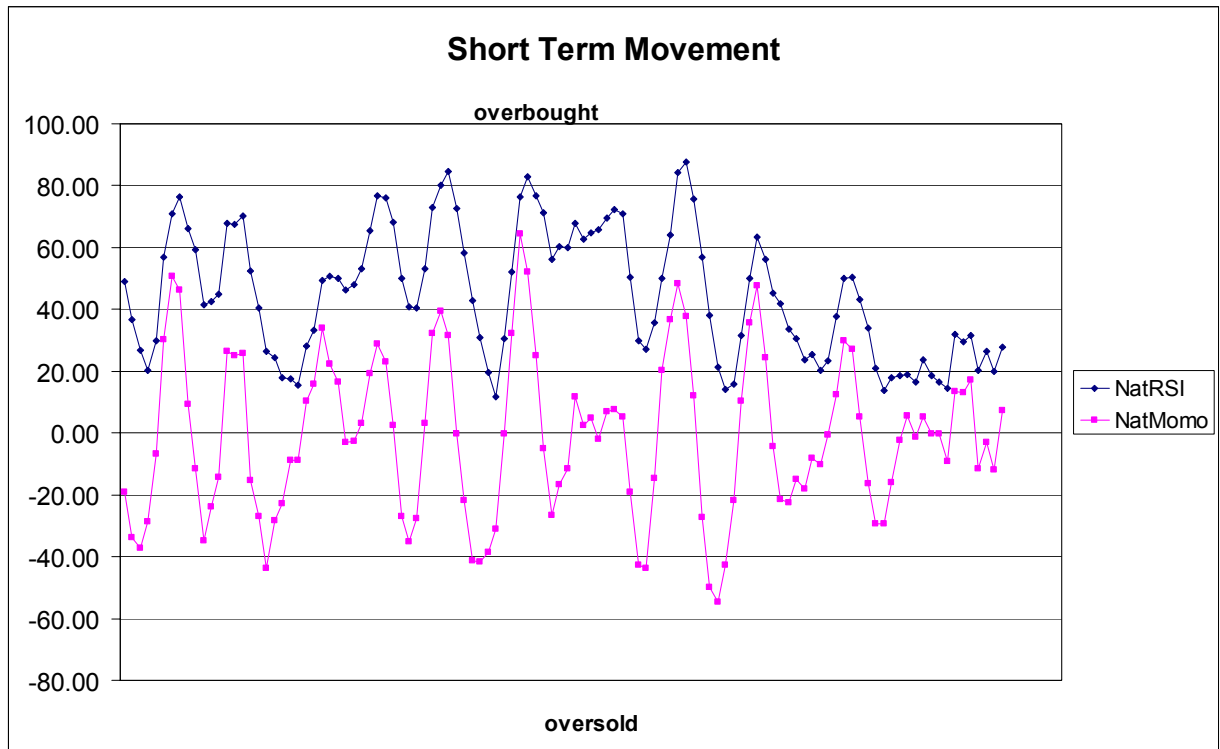
|         |      |
|---------|------|
| 1273.44 | +2/8 |
| 1269.53 | +1/8 |
| 1265.63 | 8/8  |
| 1261.72 | 7/8  |
| 1257.81 | 6/8  |
| 1253.91 | 5/8  |
| 1250.00 | 4/8  |
| 1246.09 | 3/8  |
| 1242.19 | 2/8  |
| 1238.28 | 1/8  |
| 1234.38 | 0/8  |
| 1230.47 | -1/8 |
| 1226.56 | -2/8 |

### Down (Interval=3.90)

|         |      |
|---------|------|
| 1257.81 | +2/8 |
| 1253.91 | +1/8 |
| 1250.00 | 8/8  |
| 1246.09 | 7/8  |
| 1242.19 | 6/8  |
| 1238.28 | 5/8  |
| 1234.38 | 4/8  |
| 1230.47 | 3/8  |
| 1226.56 | 2/8  |
| 1222.66 | 1/8  |
| 1218.75 | 0/8  |
| 1214.84 | -1/8 |
| 1210.94 | -2/8 |

## 8. OTHER INDICATORS

| NatRSI (1day) | NatRSI (5day) | NatMoMo | ATR 10 | Waist number |
|---------------|---------------|---------|--------|--------------|
| 0.83          | 0.27          | 7.59    | 30.95  | 1229.00      |
| overbought    | neutral       |         |        |              |



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

| Date   | ET    | Release                          | For   | Actual | Briefing.com | Consensus | Prior |
|--------|-------|----------------------------------|-------|--------|--------------|-----------|-------|
| Jul 17 | 08:30 | <a href="#">Building Permits</a> | Jun   |        | 980K         | 970K      | 969K  |
| Jul 17 | 08:30 | <a href="#">Housing Starts</a>   | Jun   |        | 985K         | 968K      | 975K  |
| Jul 17 | 08:30 | <a href="#">Initial Claims</a>   | 07/12 |        | NA           | NA        | 346K  |
| Jul 17 | 10:00 | <a href="#">Philadelphia Fed</a> | Jul   |        | -15          | -15.2     | -17.1 |