



Daily Trading Plan for July 28, 2008

1. ESU8 IN PREVIOUS DAY

Open	High	Low	Closing
1258.25	1262.75	1251.75	1253.75

2. PIVOTS FOR ESU8

	Daily	Weekly	Monthly	Yearly
R3	1271.42	1322.92	1499.92	1796.75
R2	1267.08	1307.08	1452.83	1691.75
R1	1260.42	1280.42	1366.92	1584.50
PPT	1256.08	1264.58	1319.83	1479.50
S1	1249.42	1237.92	1233.92	1372.25
S2	1245.08	1222.08	1186.83	1267.25
S3	1238.42	1195.42	1100.92	1160.00

3. FOCUS NUMBERS (Intra-day Position trading)

Sell levels	Buying levels
1273.75- 1275.75 (First Sell#)	1240.50- 1238.00 (first Buy#)
1284.75- 1286.25 (Second Sell#)	1229.75- 1228.25(second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1264.25	1268.75	1273.75	1280.75	1284.75
Support	1244.75	1240.75	1234.25	1229.75	1220.25

5. LONG -TERM OUTLOOK - \$SPX

The S&P 500 (\$SPX) closed at 1257.76 on Friday, net loss 2.91 points for the week.

\$SPX broke out its first short-term resistance line early in the week, but at the end, it pulled back below 20-EMA line for closing, which is the first part of what we predicted last week.

The second part of that forecast was that if the pullback from the first up move can prevent the price from falling, we will see a reversal to higher highs. This week we need to see if the second part of the forecast will also work.

This week the first few days could determine whether \$SPX continues as an a-b-c counter rally move or resumes the wave 3 decline. Based on the daily chart, there is a little bit more room on the downside move from the current level. As long as 1230-29 range can be held up this week, \$SPX has another chance to bounce up to 1285-95 or higher to 1320-30 range in the coming weeks.

Major monthly resistance level is 1335 and major support level is 1175

Major weekly resistance level is 1295 and support level 1208

SPX DAILY Chart



6. WEEKLY OUTLOOK - ESU8

Last week ES bounced up early in the week and sold off on Thursday. It made a counter rally first top and closed around its intersection line which indicates it could go either direction this week. (See chart).

For the downside move, 1229.75 is key line. As long as this line can be held up, the odds will think the downside move is only pullback move from 1291.25. Another leg rally is possible for coming. A move below 1229.75 line, it could trigger wave 3 declining continuation button and price could drop low to 1208-1200 range again.

Weekly major resistance level is 1295.75, weekly major support is 1200.50

ES WEEKLY Chart



7. DAILY OUTLOOK

Friday ES made a NR7 day, which is a contraction move. Today It could go lower first if price moves below 1247 line, and then bounce up later. If there is no sign of a bounce during the lunch time ES may go lower to 1229-30 for testing. A move above 1264.75 indicates the a-b-c counter move is continuing.

ESU8 DAILY Chart



8. TRADING STRATEGY FOR July 28, 2008

Today A move above 1264.75 line will trigger the upside momentum and price could be pushed up to 1274.75-75 or higher to 1284.75 area (short there). A break below 1247, downside momentum could be triggered, and price could drop to 1240.75 or lower to 1229.75-30 (long there).

Intraday swing position entry on short side:

1264.75-65.75 (scalping) 1274.75-75.00 (agg) and 1284.75-85.75(cons)

Intraday swing position entry on long side:

1240.75 (scalping) 1228.25- 29.75 (agg) and 1218.75 (cons)



9. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=1.95)

1269.53	+2/8
1267.58	+1/8
1265.63	8/8
1263.67	7/8
1261.72	6/8
1259.77	5/8
1257.81	4/8
1255.86	3/8
1253.91	2/8
1251.95	1/8
1250.00	0/8
1248.05	-1/8
1246.09	-2/8

Up (Interval=3.91)

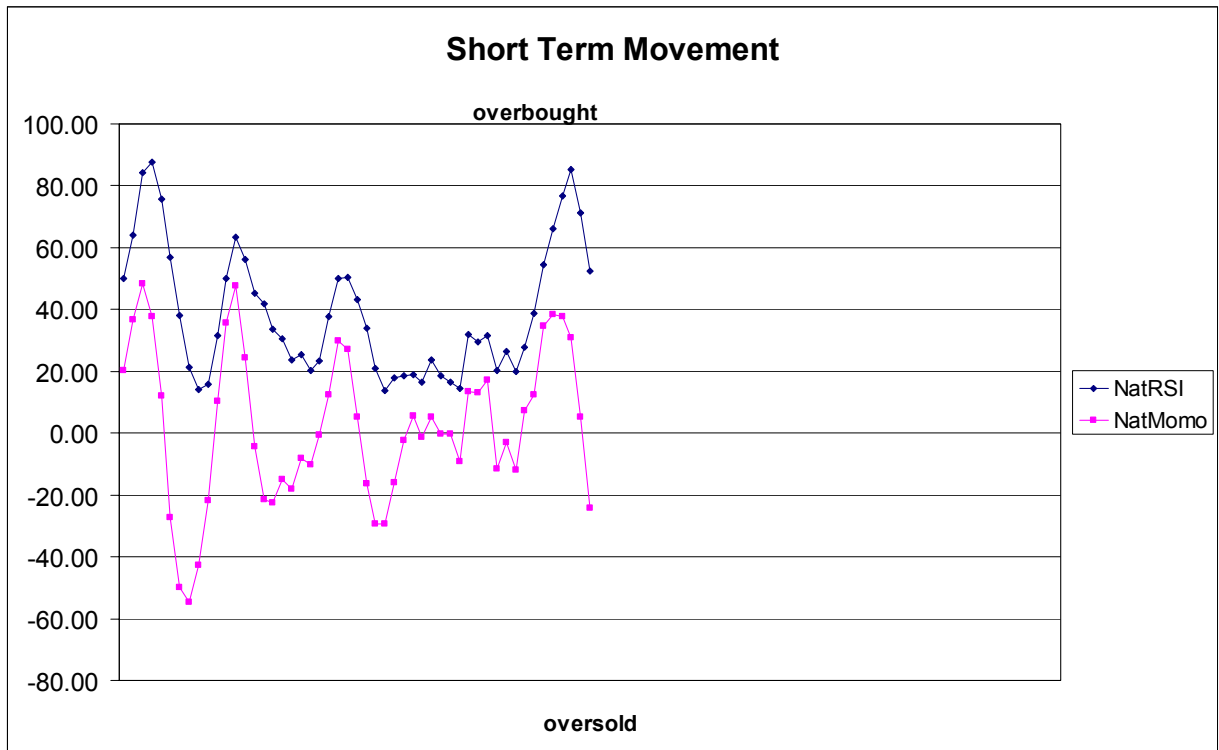
1289.06	+2/8
1285.16	+1/8
1281.25	8/8
1277.34	7/8
1273.44	6/8
1269.53	5/8
1265.63	4/8
1261.72	3/8
1257.81	2/8
1253.91	1/8
1250.00	0/8
1246.09	-1/8
1242.19	-2/8

Down (Interval=3.91)

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

10. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.07	0.54	-24.15	23.58	1256.00
oversold	neutral			



11. WEEKLY ECONOMIC REPORTS

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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Jul 29	10:00	Consumer Confidence	Jul	50.0	50.0	50.4	
Jul 30	08:15	ADP Employment	Jul		-48K	-79K	
Jul 30	10:35	Crude Inventories	07/26	NA	NA	-1558K	
Jul 31	08:30	Chain Deflator-Adv.	Q2	3.0%	2.8%	2.7%	
Jul 31	08:30	Employment Cost Index	Q2	0.7%	0.7%	0.7%	
Jul 31	08:30	GDP-Adv.	Q2	2.8%	1.8%	1.0%	
Jul 31	08:30	Initial Claims	07/26	380K	NA	406K	
Jul 31	09:45	Chicago PMI	Jul	50.1	49.0	49.6	
Aug 01	00:00	Auto Sales	Jul	5.0M	NA	4.9M	
Aug 01	00:00	Truck Sales	Jul	5.0M	NA	5.0M	
Aug 01	08:30	Average Workweek	Jul	33.8	33.7	33.7	
Aug 01	08:30	Hourly Earnings	Jul	0.3%	0.3%	0.3%	
Aug 01	08:30	Nonfarm Payrolls	Jul	-40K	-68K	-62K	
Aug 01	08:30	Unemployment Rate	Jul	5.5%	5.6%	5.5%	
Aug 01	10:00	Construction Spending	Jun	-0.2%	-0.3%	-0.4%	
Aug 01	10:00	ISM Index	Jul	50.5	NA	50.2	