



## Daily trading plan for July 31, 2008

### 1. ESU8 IN PREVIOUS DAY

Open	High	Low	Closing
1268.75	1285.00	1268.50	1284.75

### 2. PIVOTS FOR ESU8

	Daily	Weekly	Monthly	Yearly
R3	1312.83	1322.92	1499.92	1796.75
R2	1298.92	1307.08	1452.83	1691.75
R1	1291.75	1280.42	1366.92	1584.50
<b>PPT</b>	<b>1277.92</b>	<b>1264.58</b>	<b>1319.83</b>	<b>1479.50</b>
S1	1270.83	1237.92	1233.92	1372.25
S2	1256.92	1222.08	1186.83	1267.25
S3	1249.83	1195.42	1100.92	1160.00

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

Sell levels	-Buying levels
1288.25- 89.50 (First Sell#)	1269.50- 68.50 ( First buy# )
1304 -1307.25 (Second Sell#)	1259.75- 61.25 (Second Buy#)

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

<b>Resistance</b>	1289.50	1296.75	1304.25	1308.25	1312.50
<b>Support</b>	1276.50	1268.25	1259.25	1251.25	1246.75

## 5. DAILY OUTLOOK

ES broke out its key range 1264.50-65.75 and is performing an a-b-c counter rally move. It gapped up at open, and held up the gain for the end. It shows strength of the bull, but also it is not far away from its max testing target 1321-24 area.

Based on the daily chart, there are two possibilities for ES.. One is that ES may go higher to breakout 1288-89 line to retest 1291.25 (July 23 high) and starts to decline from there. Another is that ES may go straightly higher to 1323.75 -21.25 to complete a-b-c pattern and then declines from it. Put/Call ratio is getting as low as the level when ES hit Oct high last year. It indicates ES is not far from the short-term Top. Also Aug 5 – 11 --- major turning period is coming too.

### ESU8 Daily Chart



## 6. TRADING STRATEGY FOR July 31, 2008

ES has gapped up for two days. Today is last day of July. ES may make a high to 1291 area for testing. If ES does, it will give us a chance for short side trading. A move below 1264 line is bearish, it is likely for ES to move lower to 1261.75-59.75 range. This is the range where we look for first long side trading. GDP news already got into Yesterday's price. A pullback move should be expected today.

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

**1287.75 (scalping) 1293.75-96.75 (agg) and 1304.75-07.75 (cons)**

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

**1269.50 (scalping) 1259.75 (agg) and 1254- 52.75 (cons)**



## 7. PREDICTION FOR TODAY'S MOVEMENT

### Current (interval=1.95)

1285.16	+2/8
1283.20	+1/8
1281.25	8/8
1279.30	7/8
1277.34	6/8
1275.39	5/8
1273.44	4/8
1271.48	3/8
1269.53	2/8
1267.58	1/8
1265.63	0/8
1263.67	-1/8
1261.72	-2/8

### Up (Interval=7.82)

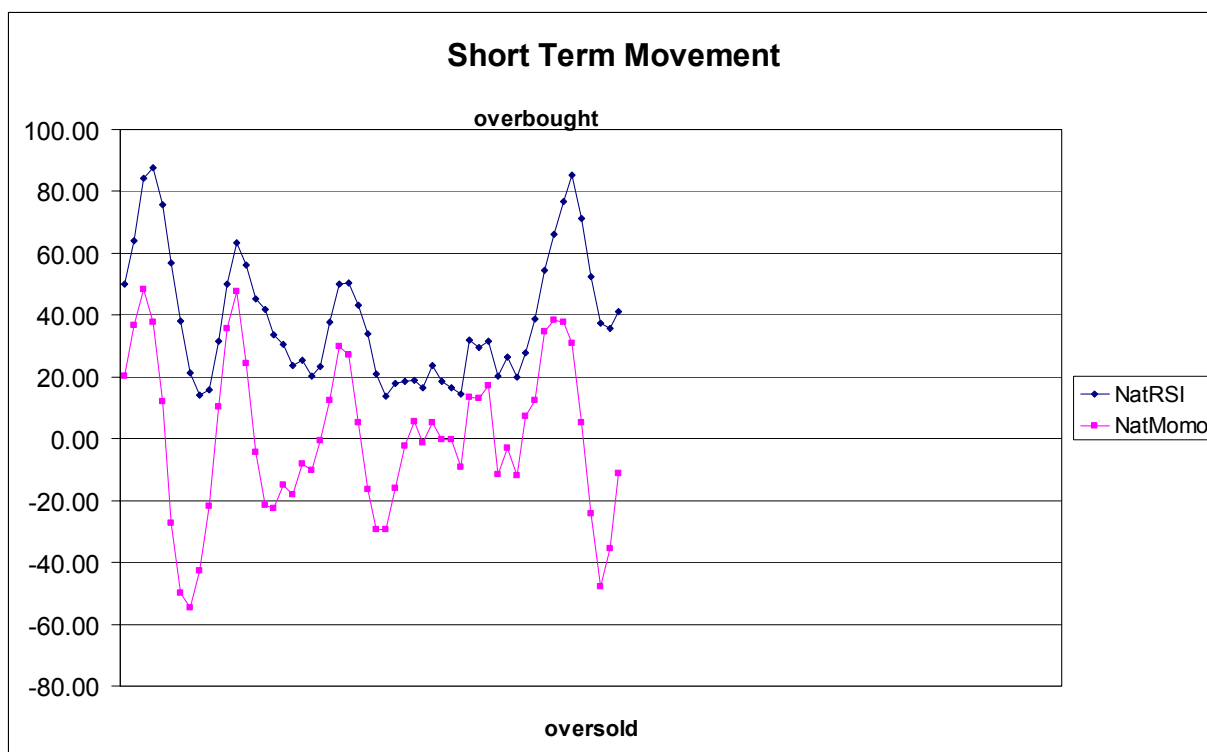
1328.13	+2/8
1320.31	+1/8
1312.50	8/8
1304.69	7/8
1296.88	6/8
1289.06	5/8
1281.25	4/8
1273.44	3/8
1265.63	2/8
1257.81	1/8
1250.00	0/8
1242.19	-1/8
1234.38	-2/8

### Down (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

## 8. OTHER INDICATORS

NatRSI (1day)	NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.98	0.41	-11.37	20.48	1276.75
overbought	neutral			



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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
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	