



Daily trading plan for Oct. 8, 2008

1. ESZ8 IN PREVIOUS DAY

Open	High	Low	Closing
1072.75	1078.00	999.50	1005.75

2. PIVOTS FOR ESZ8

	Daily	Weekly	Monthly	Yearly
R3	1134.50	1319.75	1467.17	1796.75
R2	1106.25	1285.00	1385.33	1691.75
R1	1056.00	1249.75	1277.17	1584.50
PPT	1027.75	1215.00	1195.33	1479.50
S1	977.50	1179.75	1087.17	1372.25
S2	949.25	1145.00	1005.33	1267.25
S3	899.00	1109.75	897.17	1160.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	-Buying levels
1042.75-46.75(First Sell#)	972.75 (First buy#)
1069.75-76.75 (Second Sell#)	935.75 (Second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	1027.75	1056.00	1066.75	1078.00	1086.25
Support	910.25	977.50	948.00	923.75	899.00

5. DAILY OUTLOOK

Everyone wants to know where the bottom is. So far nobody knows. The stock market can go lower lows as far as the investors get panic. It is better not to guess and let the market tell us when it is done for the declining.

Based on the chart, ES broke year 2004's low range 1060 and failed to push price back up that line yesterday. That is bearish sign. It indicates more lower lows could be made in the coming days. But based on the indicators, weekly, daily and intraday long timeframe indicators all show this market gets deeply oversold. Therefore, intraday bounce should be expected.

ESZ8 Daily Chart



6. TRADING STRATEGY FOR Oct. 7, 2008

Yesterday ES broke its previous day's low and closed at low range. Today it is possible to make a continuation low, and then reversal from intraday's low. ES approaches its second major support line 945-923. We may see a bounce from this support range. But any bounce shouldn't be last very long.

Intraday swing position entry on short side:
1027-29 (scalping) 1043-46.75 (agg) and 1069-72(cons)
Intraday swing position entry on long side:
988.00 (scalping) 970 (agg) and 945 (cons)



7. PREDICTION FOR TODAY'S MOVEMENT

Current interval=7.81)

1078.13	+2/8
1070.31	+1/8
1062.50	8/8
1054.69	7/8
1046.88	6/8
1039.06	5/8
1031.25	4/8
1023.44	3/8
1015.63	2/8
1007.81	1/8
1000.00	0/8
992.19	-1/8
984.38	-2/8

Up (Interval=7.81)

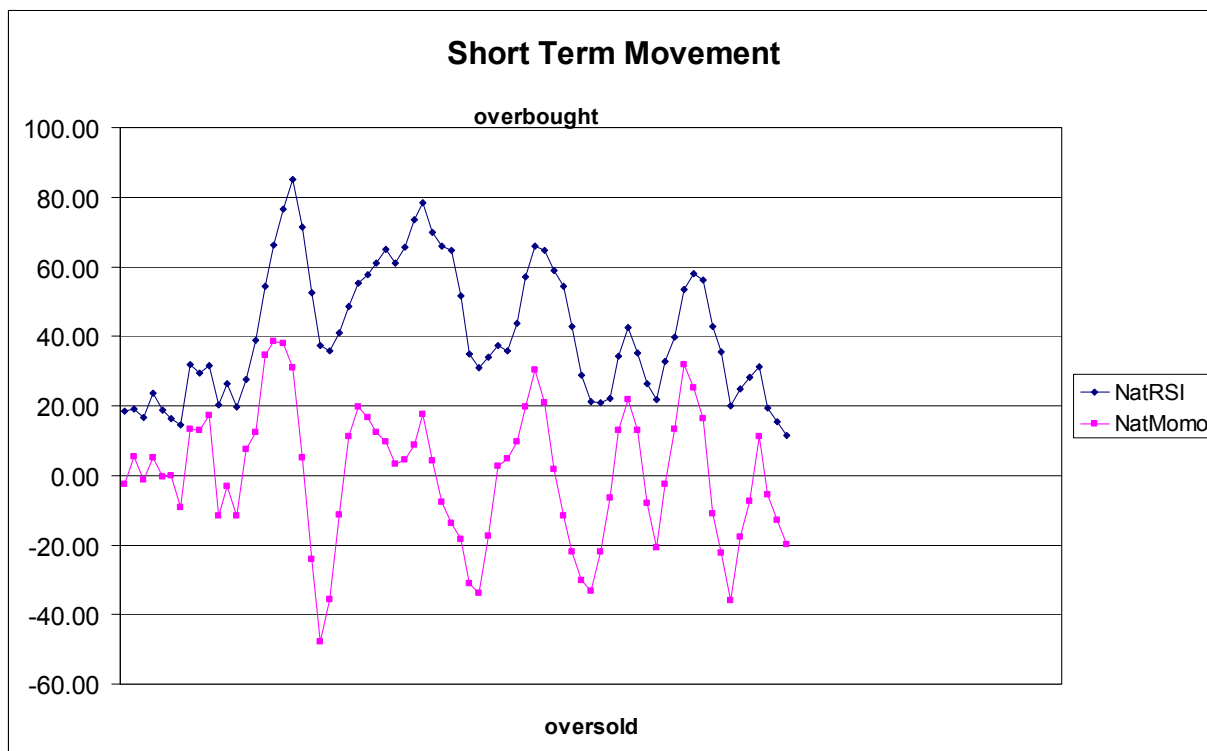
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1000.00	0/8
992.19	-1/8
984.38	-2/8

Down (Interval=7.81)

1046.88	+2/8
1039.06	+1/8
1031.25	8/8
1023.44	7/8
1015.63	6/8
1007.81	5/8
1000.00	4/8
992.19	3/8
984.38	2/8
976.56	1/8
968.75	0/8
960.94	-1/8
953.13	-2/8

8. OTHER INDICATORS

NatRSI (5day)	NatMoMo	ATR 10	Waist number
11.40	-19.84	48.95	1039.25
oversold			



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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Oct 08	10:00	Pending Home Sales	Aug			-1.0%	-3.2%
Oct 08	10:35	Crude Inventories	10/04		NA	NA	NA
Oct 09	08:30	Initial Claims	10/04		NA	NA	NA
Oct 09	10:00	Wholesale Inventories	Aug		NA	0.4%	1.4%
Oct 10	08:30	Export Prices ex-ag.	Sep		NA	NA	NA
Oct 10	08:30	Import Prices ex-oil	Sep		NA	NA	NA
Oct 10	08:30	Trade Balance	Aug		NA	-\$60.0B	-\$62.2B