



## Daily trading plan for Oct. 14, 2008

### 1. ESZ8 IN PREVIOUS DAY

Open	High	Low	Closing
941.50	1017.50	934.00	1016.75

### 2. PIVOTS FOR ESZ8

	Daily	Weekly	Monthly	Yearly
R3	1128.33	1282.17	1467.17	1796.75
R2	1072.92	1182.33	1385.33	1691.75
R1	1044.82	1036.67	1277.17	1584.50
<b>PPT</b>	<b>989.42</b>	<b>936.83</b>	<b>1195.33</b>	<b>1479.50</b>
S1	961.33	791.17	1087.17	1372.25
S2	905.92	691.33	1005.33	1267.25
S3	877.83	545.67	897.17	1160.00

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

Sell levels	-Buying levels
1053.00-1073.75 (First Sell#)	968.50-967.50 ( First buy# )
1115.25-24.50 (Second Sell#)	909.50 (Second Buy#)

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

<b>Resistance</b>	1053.75	1086.25	1093.75	1125.75	1161.25
<b>Support</b>	981.25	962.25	944.00	934.25	909.50

## 5. DAILY OUTLOOK

A countertrend rally started yesterday pre-market. This one was very strong — it gapped up at the open and closed at top range with 125 points from last Friday's closing. So far last Friday's low was confirmed as sub-wave 3 of big wave 3. The current rally could be sub-wave 4 or big wave 4. If it is a sub-wave 4, the top could be either 1053-1073 or higher to 1141.50 area. If it is big wave 4, the top could be 1141.50 or higher to 1213.50-1211.75 max area. Once the rally is exhausted, the next leg down in the ongoing bear market will unfold by either retesting 837 level or making new lows.

ESZ8 Daily Chart



## 6. TRADING STRATEGY FOR Oct. 14, 2008

Last Friday, ES completed its double symmetrical bearish pattern and bounced from those lows. Yesterday, ES made a huge countermove rally. Today it could make a continuation high if it breaks out 1017.50 line and holds price up, but it also has a chance to reverse from today's high if price can't break out 1053 resistance line.

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

**1047.75-1050 (scalping) 1082.50-89 (agg) and 1108.75-1115.75 (cons)**

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

**968.50-967 (scalping) 934.00 (agg) and 909.50 (cons)**



## 7. PREDICTION FOR TODAY'S MOVEMENT

**Current** interval=15.63)

1031.25	+2/8
1015.63	+1/8
1000.00	8/8
984.38	7/8
968.75	6/8
953.13	5/8
937.50	4/8
921.88	3/8
906.25	2/8
890.63	1/8
875.00	0/8
859.38	-1/8
843.75	-2/8

**Up** (Interval=15.63)

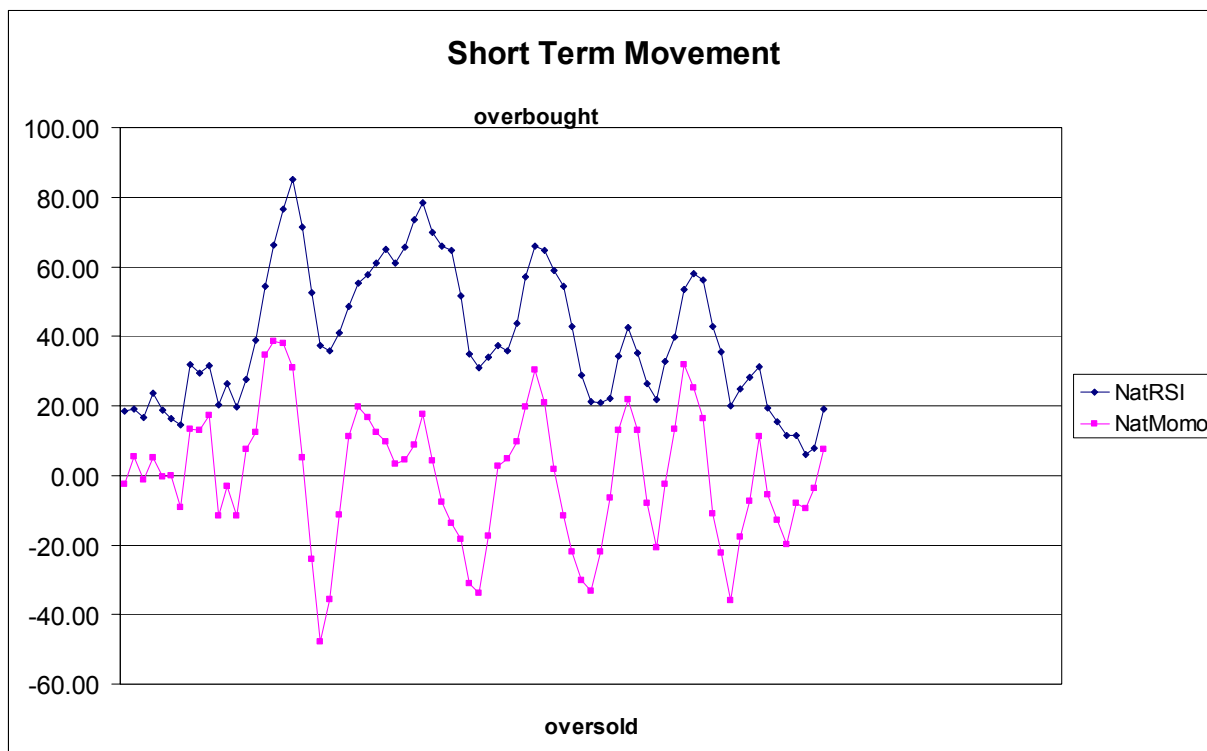
1156.25	+2/8
1140.63	+1/8
1125.00	8/8
1109.38	7/8
1093.75	6/8
1078.13	5/8
1062.50	4/8
1046.88	3/8
1031.25	2/8
1015.63	1/8
1000.00	0/8
984.38	-1/8
968.75	-2/8

**Down** (Interval=15.63)

1093.75	+2/8
1078.13	+1/8
1062.50	8/8
1046.88	7/8
1031.25	6/8
1015.63	5/8
1000.00	4/8
984.38	3/8
968.75	2/8
953.13	1/8
937.50	0/8
921.88	-1/8
906.25	-2/8

## 8. OTHER INDICATORS

NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.19	7.41	67.40	979.13
oversold			



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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Oct 15	08:30	Core PPI	Sep		NA	0.2%	0.2%
Oct 15	08:30	NY Empire State Index	Oct		NA	-10.0%	-7.4%
Oct 15	08:30	PPI	Sep		NA	-0.3%	-0.9%
Oct 15	08:30	Retail Sales	Sep		NA	-0.4%	-0.3%
Oct 15	08:30	Retail Sales ex-auto	Sep		NA	0.1%	-0.7%
Oct 15	10:00	Business Inventories	Aug		NA	0.4%	1.1%
Oct 15	10:35	Crude Inventories	10/11		NA	NA	NA
Oct 15	14:00	Fed's Beige Book					
Oct 16	08:30	Core CPI	Sep		NA	0.2%	0.2%
Oct 16	08:30	CPI	Sep		NA	0.1%	-0.1%
Oct 16	08:30	Initial Claims	10/11		NA	NA	NA
Oct 16	09:00	Net Foreign Purchases	Aug		NA	NA	NA
Oct 16	09:15	Capacity Utilization	Sep		NA	78.0%	78.7%
Oct 16	09:15	Industrial Production	Sep		NA	-0.8%	-1.1%
Oct 16	10:00	Philadelphia Fed	Oct		NA	-5.0	3.8
Oct 17	08:30	Building Permits	Sep		NA	845K	854K
Oct 17	08:30	Housing Starts	Sep		NA	880K	895K
Oct 17	10:00	Mich Sentiment-Prel.	Oct		NA	69.0	70.3