



Daily Trading Plan for Nov. 10, 2008

1. ESZ8 IN PREVIOUS DAY

Open	High	Low	Closing
912.25	937.50	905.00	936.25

2. PIVOTS FOR ESZ8

	Daily	Weekly	Monthly	Yearly
R3	980.00	1105.67	1487.83	1796.75
R2	958.75	1056.08	1330.42	1691.75
R1	947.50	996.17	1148.83	1584.50
PPT	926.25	946.58	991.42	1479.50
S1	915.00	886.67	809.83	1372.25
S2	893.75	837.08	652.42	1267.25
S3	882.50	777.17	470.83	1160.00

3. FOCUS NUMBERS (Intra-day Position trading)

Sell levels	Buying levels
951.75- 953(First Sell#)	912.50-910.50 (first Buy#)
983-986 (Second Sell#)	888-891 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	948.75	964.75	973.25	985.25	1006.75
Support	915.25	908.50	899.50	888.50	875.00

5. LONG -TERM OUTLOOK - \$SPX

The S&P 500 (\$SPX) closed at 930.99 on Friday, ending with weekly net loss of 37.76 points.

There is a lot of speculation about whether or not the market is forming an important bottom. We may have seen this year's bottom already. But based on the market behavior in past three week, we have many doubts that the bottom is in. We may see a continuation low take place after the current consolidation move ends.

For this week, due to the consolidation move in the SPX, the market may retest last October's low if the 885 line fails to hold. If SPX can hold last week's low 897 in the early part of the week, it also has the possibility of retesting last week's high 1006.50. We may see a rally based on good news, but don't be fooled by it. Any rally shouldn't last very long. As long as 1008.50 holds the SPX down, the major trend remains down.

Major monthly resistance level is 1225 and major support level is 750

Major weekly resistance level is 1038 and support level 750

SPX WEEKLY Chart



6. WEEKLY OUTLOOK - ESZ8

ES formed a trading range in the past three weeks. This range is about 20% wide. This sideways move helps clear the severe oversold conditions, and brings short-term indicators back close to the neutral area. When those indicators turn into overbought area, the ES will have trouble to remain high, especially in the bear market.

This week ES may travel inside the trading range (the top area is around 1017.50-1008.50 and the bottom area is around 834-825). As long as ES doesn't breakout either side of the range lines, a triangle pattern could be formed again. A move below 825 will be negative; the price could be pushed as low as to 750 area. If there is a move above 1008.50 line, the price could be pushed up a little further to 1038 or 1078 area to fake the buyers.

Weekly resistance line 1038 and support line 750

ES WEEKLY Chart



WEEKLY FOCUS NUMBERS

Sell levels	Buying levels
1025.50 (First Sell#)	855.00-847.25 (first Buy#)
1077.25-1080.50 (Second Sell#)	778.25-768.75 (second Buy#)

7. DAILY OUTLOOK

Today we will pay attention to the A-B-C pattern first, unless ES breaks 885 line overnight. In early morning, as long as 897 line can be held up by ES, last Friday's high could be retested. ES needs to breakout 965.75 line to make C top. Otherwise, it is possible for ES to move back down to range low.

ESZ8 DAILY Chart



8. TRADING STRATEGY FOR Nov. 10, 2008

Last Friday, ES only made 38% retracement from 1006.50 high to 897 low. ES may move up to fill the 958's gap, but 907-897 range needs to hold price up to support upside move. A move below that range will be bearish. It is also likely for price to move down to 885-875 area.

Intraday swing position entry on short side:
951.00 (scalping) 958-961.75 (agg) and 986-987 (cons)
Intraday swing position entry on long side:
908.50 (scalping) 894.25 (agg) and 875.00(cons)



9. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=3.91)

945.31	+2/8
941.41	+1/8
937.50	8/8
933.59	7/8
929.69	6/8
925.78	5/8
921.88	4/8
917.97	3/8
914.06	2/8
910.16	1/8
906.25	0/8
902.34	-1/8
898.44	-2/8

Up (Interval=7.81)

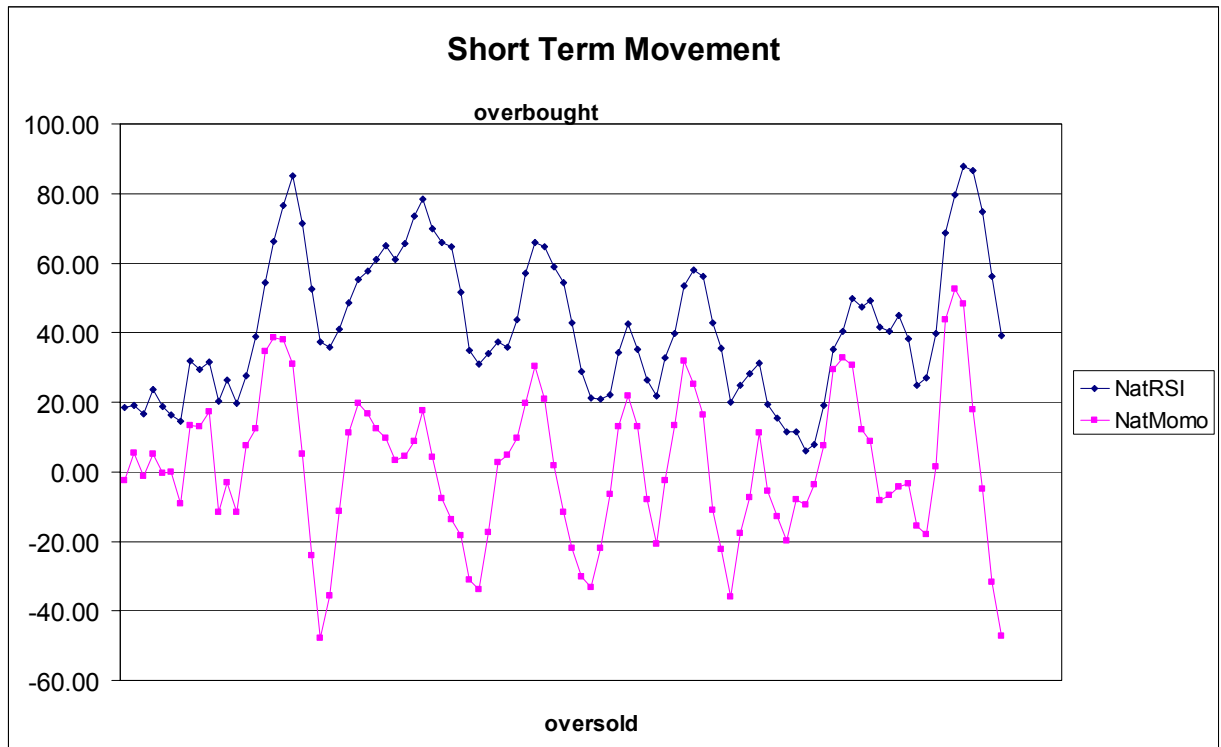
984.38	+2/8
976.56	+1/8
968.75	8/8
960.94	7/8
953.13	6/8
945.31	5/8
937.50	4/8
929.69	3/8
921.88	2/8
914.06	1/8
906.25	0/8
898.44	-1/8
890.63	-2/8

Down (Interval=7.81)

953.13	+2/8
945.31	+1/8
937.50	8/8
929.69	7/8
921.88	6/8
914.06	5/8
906.25	4/8
898.44	3/8
890.63	2/8
882.81	1/8
875.00	0/8
867.19	-1/8
859.38	-2/8

10. OTHER INDICATORS

NatRSI (5day)	NatMoMo	ATR 10	Waist number	
0.39	-47.36	47.33	924.25	
neutral				



11. WEEKLY ECONOMIC REPORTS

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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Nov 13	08:30	Initial Claims	11/08	NA	479K	NA	
Nov 13	08:30	Trade Balance	Sep	NA	-\$56.8B	-\$59.1B	
Nov 13	14:00	Treasury Budget	Oct	NA	-\$92.0B	-\$55.6B	
Nov 14	08:30	Export Prices ex-ag.	Oct	NA	NA	NA	
Nov 14	08:30	Import Prices ex-oil	Oct	NA	NA	NA	
Nov 14	08:30	Retail Sales	Oct	NA	-1.2%	-1.2%	
Nov 14	08:30	Retail Sales ex-auto	Oct	NA	-0.9%	-0.6%	
Nov 14	10:00	Business Inventories	Sep	NA	0.2%	0.3%	
Nov 14	10:00	Mich Sentiment-Prel.	Nov	NA	57.0	57.6	