



Daily trading plan for Nov. 18, 2008

1. ESZ8 IN PREVIOUS DAY

| Open | High | Low | Closing |
|--------|--------|--------|---------|
| 859.50 | 881.75 | 847.00 | 851.00 |

2. PIVOTS FOR ESZ8

| | Daily | Weekly | Monthly | Yearly |
|------------|---------------|---------------|---------------|----------------|
| R3 | 907.58 | 1105.67 | 1487.83 | 1796.75 |
| R2 | 894.67 | 1056.08 | 1330.42 | 1691.75 |
| R1 | 872.83 | 996.17 | 1148.83 | 1584.50 |
| PPT | 859.92 | 946.58 | 991.42 | 1479.50 |
| S1 | 838.08 | 886.67 | 809.83 | 1372.25 |
| S2 | 825.17 | 837.08 | 652.42 | 1267.25 |
| S3 | 803.33 | 777.17 | 470.83 | 1160.00 |

3. FOCUS NUMBERS (intra-day Position trading)

| Sell levels | -Buying levels |
|------------------------------|-----------------------------|
| 879.00-883.00(First Sell#) | 803.50-798.00(first Buy#) |
| 910.25-914.00 (Second Sell#) | 768.50-755.25 (second Buy#) |

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

| | | | | | |
|-------------------|--------|--------|--------|--------|--------|
| Resistance | 864.75 | 873.00 | 880.25 | 887.75 | 894.75 |
| Support | 838.25 | 825.25 | 812.50 | 803.50 | 798.00 |

5. DAILY OUTLOOK

The sub-wave 5 down of big wave 3 is underway. This sub-wave 5 hasn't completed yet, which means ES should make new lows before it bounces again. There are two possibilities. If bearish symmetrical pattern counts, the downside destination area could be around 768 or lower to 733 area. But if the sideways bottom area counts, the lows could be around 800-798 range. No matter which one, new lows lie ahead.

ESZ8 Daily Chart



6. TRADING STRATEGY FOR Nov. 18, 2008

If today ES breaks yesterday's low, it is possible for ES to go lower to shakeout yesterday's buyers. The strength of each bounce gets weaker and weaker since last Oct. 17. The longer price holds at the lower level, the more it has a chance to have a breakdown move.

Today we may see a continuation low move from yesterday. If later ES breaks out first hour high range, then intraday reversal move should be expected for the rest of the day.

Intraday swing position entry on short side:

864.75-866.50 (scalping) 873.75-875.00 (agg) and 898.50-896.50 (cons)

Intraday swing position entry on long side:

803.50-798.50 (scalping) 768.50 (agg) and 755.25 (cons)



7. PREDICTION FOR TODAY'S MOVEMENT

Current interval=3.95)

| | |
|--------|------|
| 882.81 | +2/8 |
| 878.91 | +1/8 |
| 875.00 | 8/8 |
| 871.09 | 7/8 |
| 867.19 | 6/8 |
| 863.28 | 5/8 |
| 859.38 | 4/8 |
| 855.47 | 3/8 |
| 851.56 | 2/8 |
| 847.66 | 1/8 |
| 843.75 | 0/8 |
| 839.84 | -1/8 |
| 835.94 | -2/8 |

Up (Interval=3.95)

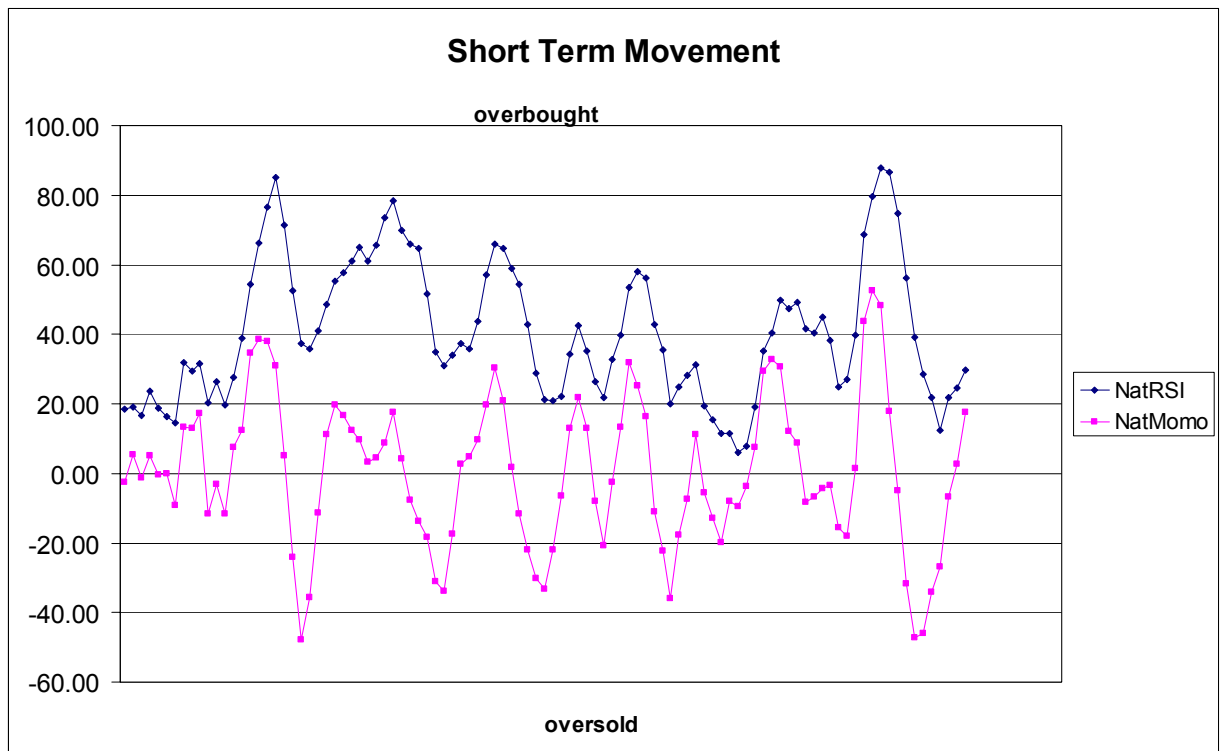
| | |
|--------|------|
| 882.81 | +2/8 |
| 878.91 | +1/8 |
| 875.00 | 8/8 |
| 871.09 | 7/8 |
| 867.19 | 6/8 |
| 863.28 | 5/8 |
| 859.38 | 4/8 |
| 855.47 | 3/8 |
| 851.56 | 2/8 |
| 847.66 | 1/8 |
| 843.75 | 0/8 |
| 839.84 | -1/8 |
| 835.94 | -2/8 |

Down (Interval=7.86)

| | |
|--------|------|
| 890.63 | +2/8 |
| 882.81 | +1/8 |
| 875.00 | 8/8 |
| 867.19 | 7/8 |
| 859.38 | 6/8 |
| 851.56 | 5/8 |
| 843.75 | 4/8 |
| 835.94 | 3/8 |
| 828.13 | 2/8 |
| 820.31 | 1/8 |
| 812.50 | 0/8 |
| 804.69 | -1/8 |
| 796.88 | -2/8 |

8. OTHER INDICATORS

| NatRSI (5day) | NatMoMo | ATR 10 | Waist number |
|---------------|---------|--------|--------------|
| 0.30 | 17.58 | 47.33 | 855.25 |
| neutral | | | |



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

| Date | ET | Release | For | Actual | Briefing.com | Consensus | Prior |
|--------|-------|-----------------------|--------|--------|--------------|-----------|-------|
| Nov 18 | 08:30 | Core PPI | Oct | NA | 0.2% | 0.4% | |
| Nov 18 | 08:30 | PPI | Oct | NA | -1.5% | -0.4% | |
| Nov 18 | 09:00 | Net Foreign Purchases | Sep | NA | NA | \$14.0B | |
| Nov 19 | 08:30 | Building Permits | Oct | NA | 770K | 805K | |
| Nov 19 | 08:30 | Core CPI | Oct | NA | 0.2% | 0.1% | |
| Nov 19 | 08:30 | CPI | Oct | NA | -0.8% | 0.0% | |
| Nov 19 | 08:30 | Housing Starts | Oct | NA | 780K | 817K | |
| Nov 19 | 14:00 | FOMC Minutes | Oct 29 | | | | |
| Nov 20 | 08:30 | Initial Claims | 11/15 | NA | NA | NA | |
| Nov 20 | 10:00 | Leading Indicators | Oct | NA | -0.6% | 0.3% | |
| Nov 20 | 10:00 | Philadelphia Fed | Nov | NA | -30.0 | -37.5 | |