



Daily trading plan for Dec 19, 2008 – our last day this year

1. ESH9 IN PREVIOUS DAY

Open	High	Low	Closing
907.25	909.50	873.50	892.50

2. PIVOTS FOR ESH9

	Daily	Weekly	Monthly	Yearly
R3	946.17	994.83	1289.42	1796.75
R2	927.83	957.17	1148.08	1691.75
R1	910.17	921.33	1021.67	1584.50
PPT	891.83	883.67	880.33	1479.50
S1	874.17	847.83	753.92	1372.25
S2	855.83	810.17	612.58	1267.25
S3	838.17	774.33	486.17	1160.00

3. FOCUS NUMBERS (intra-day Position trading)

Sell levels	-Buying levels
911.50 (First Sell#)	873.50-872.50 (first Buy#)
925.50-928 (Second Sell#)	854.50 (second Buy#)

4. MAJOR RESISTANCE AND SUPPORT LEVELS FOR TODAY

Resistance	899.50	906.75	911.50	927.00	931.75
Support	878.00	873.50	869.25	864.00	854.50

5. DAILY OUTLOOK

ES continues struggling between 20 and 40 daily moving average lines for consolidation. The market is waiting for quadruple witching day to be over. Today as long as ES can keep the price above 890 level for closing, the holiday buyers won't give up so easily, they will continue fighting for higher move to complete a-b-c pattern in the coming weeks. Today is our last day of trading for the year 2008. It also is quadruple witch expiration day. Anything could happen today. Trade with caution.

ESH9 Daily Chart



6. TRADING STRATEGY FOR Dec. 19, 2008

ES made a turn after it filled its gap in the morning session. It sold off hard then rebounded in the last hour, and managed to push price back up for middle low range closing. Today if ES gaps up first, looking for yesterday's high 909.50 or higher 912.50-913.50 to short for gap filled. If ES gaps down first, looking for 882-880.50 or lower to 873-872 range to go long. Today we only focus on the gap move.

Intraday swing position entry on short side:
911.50-910.50 (scalping) 925-928.00 (agg) and 937.50-940 (cons)
Intraday swing position entry on long side:
882-880.50 (scalping) 873- 872.00 (agg) and 859.50- 854.75 (cons)

ESH9 INTRADAY



7. PREDICTION FOR TODAY'S MOVEMENT

Current interval=3.91)

914.06	+2/8
910.16	+1/8
906.25	8/8
902.34	7/8
898.44	6/8
894.53	5/8
890.63	4/8
886.72	3/8
882.81	2/8
878.91	1/8
875.00	0/8
871.09	-1/8
867.19	-2/8

Up (Interval=7.81)

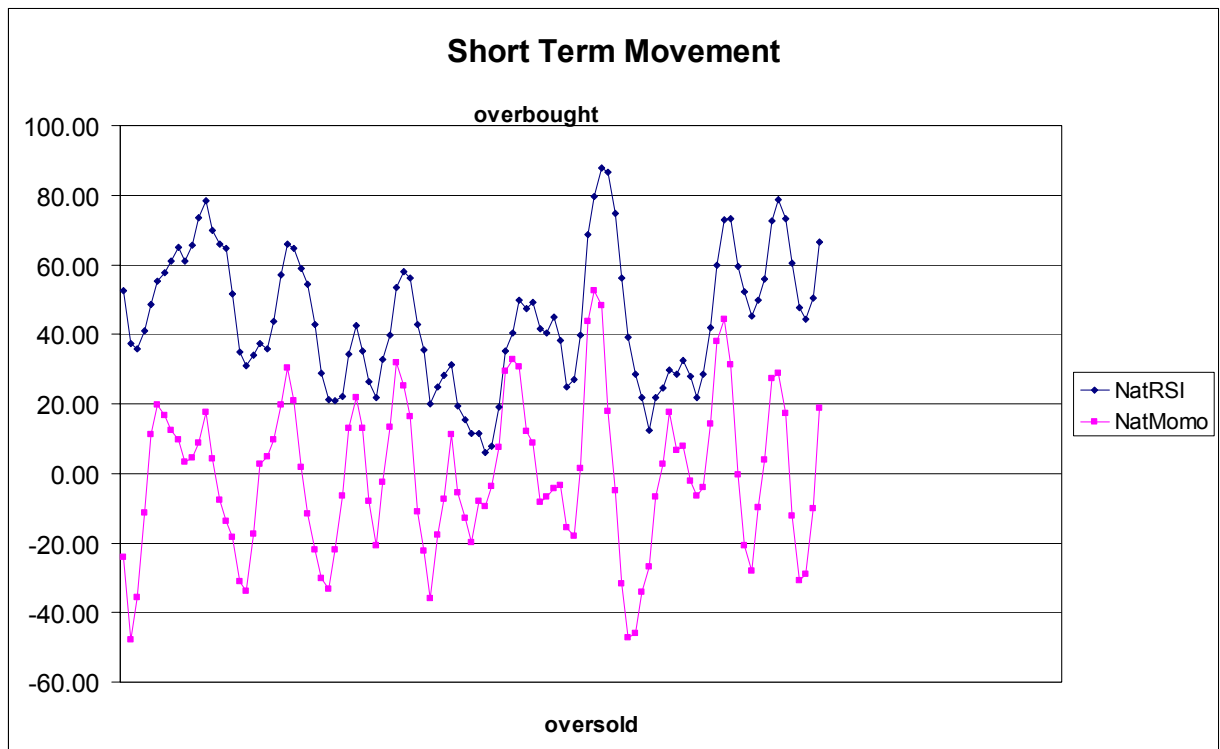
953.13	+2/8
945.31	+1/8
937.50	8/8
929.69	7/8
921.88	6/8
914.06	5/8
906.25	4/8
898.44	3/8
890.63	2/8
882.81	1/8
875.00	0/8
867.19	-1/8
859.38	-2/8

Down (Interval=7.81)

921.88	+2/8
914.06	+1/8
906.25	8/8
898.44	7/8
890.63	6/8
882.81	5/8
875.00	4/8
867.19	3/8
859.38	2/8
851.56	1/8
843.75	0/8
835.94	-1/8
828.13	-2/8

8. OTHER INDICATORS

NatRSI (5day)	NatMoMo	ATR 10	Waist number
0.66	18.65	35.10	899.88
neutral			



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

Holiday Reading Lists:

During the last two weeks of the year, while you enjoy spending time with your family, you may also take some time to read one or two trading books to improve your trading knowledge, or browse websites with specialized trading content. Here are a few suggestions:

For pattern recognition:

Technical analysis of stock trends by Robert D Edwards and John Magee **Or**

Technical Analysis Expained 4th edition by Martin J. Pring

Website: Chart school http://stockcharts.com/school/doku.php?id=chart_school

For Elliott wave:

Elliott wave principle – key to market behavior by Frost and Prechter

Website: excellent Elliott Wave analysis at <http://www.elliottwave.com>

For trading psychology:

Trading in the Zone: master the market with confidence, discipline and a winning attitude

by Mark Douglas

Website: a psychologist's view of the tricks your mind plays on you at

<http://www.brettsteenbarger.com/>