



Daily Trading Plan for Jan. 7, 2009

1. ESH9 IN PREVIOUS DAY

Open	High	Low	Closing
934.00	942.75	924.50	930.50

2. PIVOTS FOR ESH9

	Daily	Weekly	Monthly	Yearly
R3	958.92	1033.92	1048.08	2082.17
R2	950.83	983.33	983.67	1781.33
R1	940.67	954.42	941.83	1340.67
PPT	932.58	903.83	877.42	1039.83
S1	922.42	874.92	835.58	599.17
S2	914.33	824.33	771.17	448.75
S3	904.17	795.42	729.33	298.33

3. FOCUS NUMBERS

	Daily	Weekly
1st Sell level	949.00-947.25	986.25-988.25
2nd Sell level	958.00-955.00	1007.25-1006.75
1st Buy level	914.25- 916.00	892.50-888.75
2nd Buy level	903.75- 904.25	856.75

4. DAILY OUTLOOK

The market is in contraction mode. The first 3 trading days of the New Year have already pushed the price up about 3.7%, which gave people an optimistic impression — supposedly if the market gains in the first week of the New Year, it will also finish the year with a gain. But higher highs on low volume may turn negative for the market, especially when the market has already been bouncing for 7 weeks. We see this as a narrow range week near the top. Statements by the incoming U.S. administration are also having a larger than normal effect on the market.

ESH9 DAILY Chart



5. TRADING STRATEGY FOR Jan. 7, 2009

Yesterday ES went higher high with higher low within a relatively small range. It made a small uptrend channel on 60min chart. It looks bullish due to high price move, but this kind of pattern is vulnerable for any kind of shakeout move, especially without volume support. Today 921.25 is key line. If ES can hold price above this line, we may still have a chance to see 946-949 or higher to 958. A break below 921.25, it is likely for ES to move down to 908-909 range for testing. The range trading method still should be used.

ESH9 INTRADAY



INTRADAY SCALPING NUMBERS

	Very Aggressive	Aggressive	Conservative
Sell level	935.50-937.25	947.25- 949	958-961.75
Buy level	922.50-921.75	914.25-912.50	906.25-903.25

6. 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
945.31	+2/8

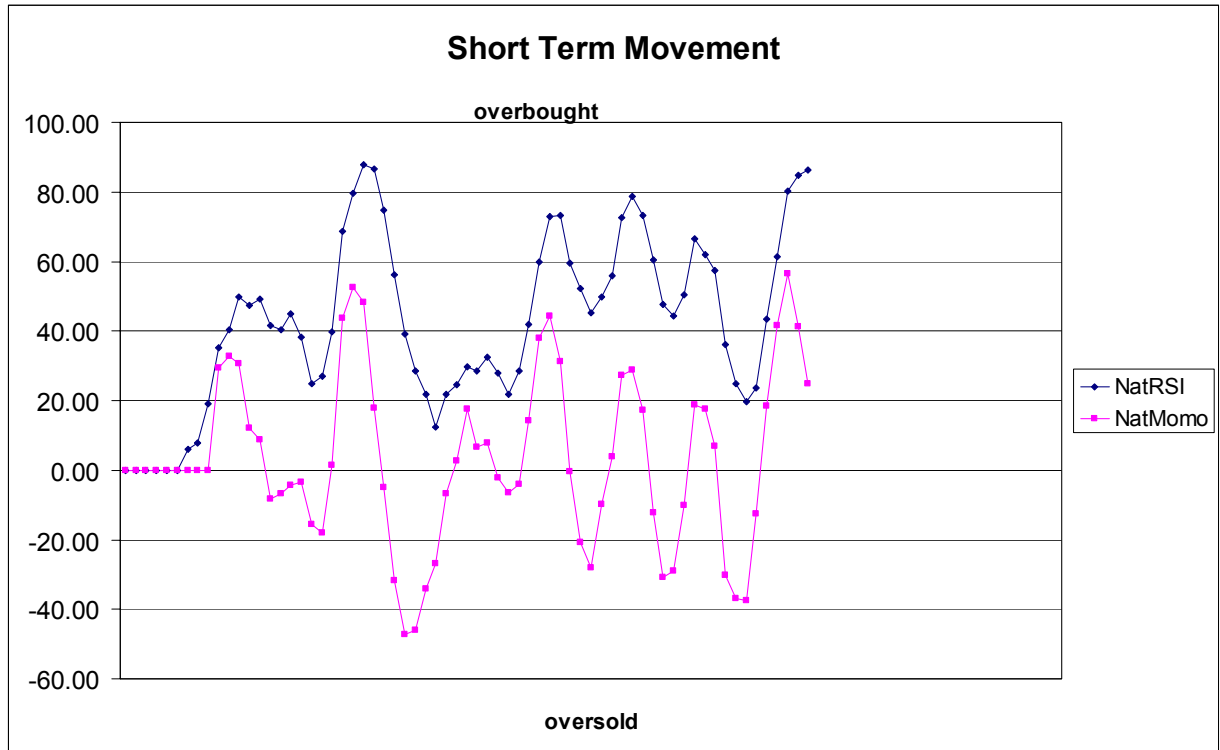
Up (Interval=7.81)

1015.63	+2/8
1007.81	+1/8
1000.00	8/8
992.19	7/8
984.38	6/8
976.56	5/8
968.75	4/8
960.94	3/8
953.13	2/8
945.31	1/8
937.50	0/8
929.69	-1/8
921.88	-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

8. SHORT TERM SENTIMENT



9. WEEKLY ECONOMIC REPORTS

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

Date	ET	Release	For	Actual	Briefing.com	Consensus	Prior
Jan 07	10:35	Crude Inventories	01/02		NA	NA	NA
Jan 08	08:30	Initial Claims	01/03		NA	550K	492K
Jan 08	14:00	Consumer Credit	Nov		NA	\$0.5B	-\$3.5B
Jan 09	08:30	Average Workweek	Dec		NA	33.5	33.5
Jan 09	08:30	Hourly Earnings	Dec		NA	0.2%	0.4%
Jan 09	08:30	Nonfarm Payrolls	Dec		NA	-475K	-533K
Jan 09	08:30	Unemployment Rate	Dec		NA	7.0%	6.7%
Jan 09	10:00	Wholesale Inventories	Nov		NA	-0.9%	-1.1%