



Daily Trading Plan for May 19, 2009

1. ESM9 IN PREVIOUS DAY

Open	High	Low	Closing
891.00	908.75	889.00	907.00

2. PIVOTS FOR ESM9

	Daily	Weekly	Monthly	Yearly
R3	933.92	946.75	1017.58	2082.17
R2	921.33	931.50	951.67	1781.33
R1	914.17	907.25	910.83	1340.67
PPT	901.58	892.00	844.92	1039.83
S1	894.42	867.75	804.08	599.17
S2	881.83	852.50	738.17	448.75
S3	874.67	828.25	697.33	298.33

3. FOCUS NUMBERS

	Daily	Weekly
1st Sell level	915.75-916.25	926.25-931.75
2nd Sell level	924.75-926.75	951.00-956.75
1st Buy level	896.00-895.00	848.25-846.00
2nd Buy level	891.75-890.25	808.50-809.00

4. DAILY OUTLOOK

Two “good news” items for financials in the early morning: GS upgraded BAC and the Treasury Secretary Tim Geithner said he opposes the CAP on bank CEOs. The financial sector led the market up strongly. Greed has been re-ignited in this market.

Based on yesterday’s strong advance/decline ratio (8:1), and closing price above 10 day moving average line, there is a possibility the upside move could continue. But based on last week’s move, the upside could be stopped by the middle of the session today. We need to see how the price reacts to the important resistance around 916.75-918.50. If ES fails to breakout this range, it is probable for it to pull back to retest the 10 and 20 daily moving average lines. The 878-875 range support remains a key level. A move below it will be bearish.

ESM9 DAILY Chart



5. TRADING STRATEGY FOR May 19, 2009

ES made a double bottom during the overnight trading and as soon as the market opened, it broke the neckline of the double bottom and took off. Today ES may move up a little further to 914.25-916.75 range (SHORT entry) to complete breakout db pattern, and then reverse from there. In the early morning, If ES gaps down to 895-893 range (scalping long entry) before the open, we are looking for long side for last push up.

ESM9 INTRADAY



INTRADAY SCALPING NUMBERS

	Very Aggressive	Aggressive	Conservative
Sell level	914.75-816.25	923.75-926.75	932.75-935.50
Buy level	896.00-893.75	886.00-885.50	878.75-875.00

6. PREDICTION FOR TODAY'S MOVEMENT

Current (interval=1.95)

910.16	+2/8
908.20	+1/8
906.25	8/8
904.30	7/8
902.34	6/8
900.39	5/8
898.44	4/8
896.48	3/8
894.53	2/8
892.58	1/8
890.63	0/8
888.67	-1/8
886.72	-2/8

Up (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

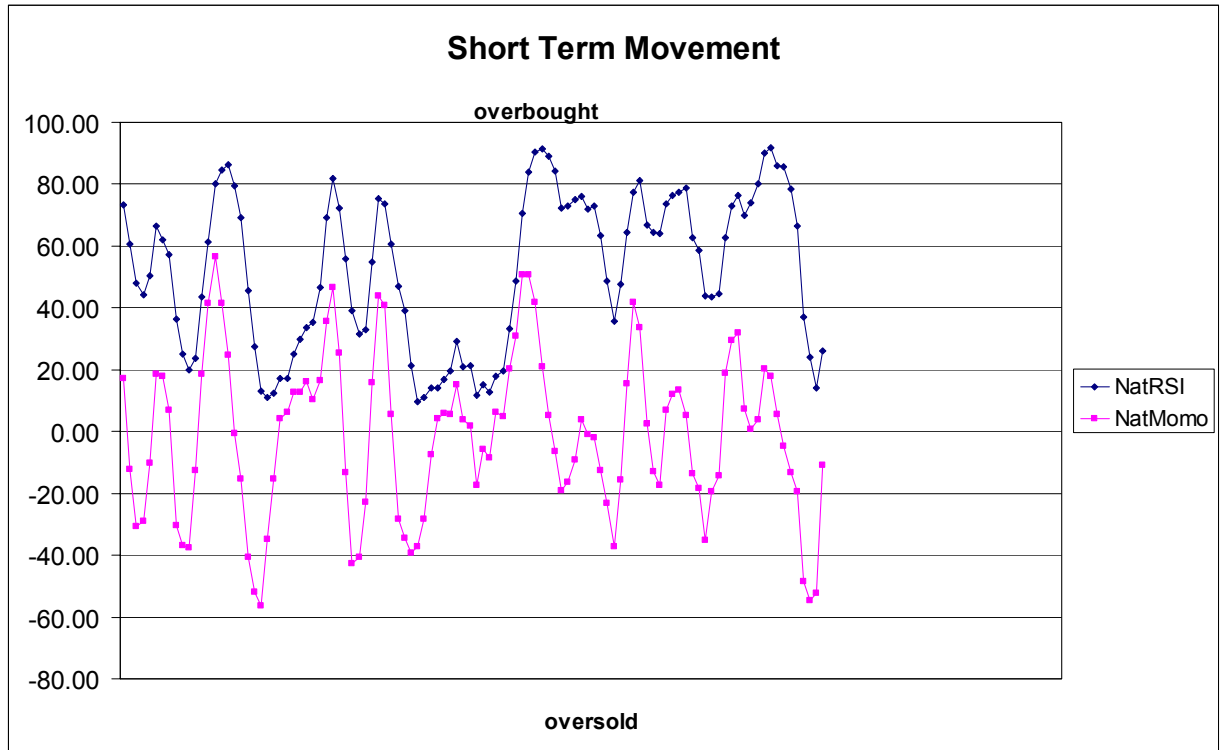
Down (Interval=1.95)

910.16	+2/8
908.20	+1/8
906.25	8/8
904.30	7/8
902.34	6/8
900.39	5/8
898.44	4/8
896.48	3/8
894.53	2/8
892.58	1/8
890.63	0/8
888.67	-1/8
886.72	-2/8

7. OVERNIGHT CALL

	1 st Sell level	2 nd Sell level
	916.00	921.50-923.50
Central line	907.75	
	897.25-896.00	891.25-893.00
	1st Buy level	2nd Buy level

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
May 19	08:30	Building Permits	Apr	NA	530K	516K	
May 19	08:30	Housing Starts	Apr	NA	527K	510K	
May 20	10:30	Crude Inventories	05/15	NA	NA	-4.63M	
May 20	14:00	FOMC Minutes	04/29	NA	NA	NA	
May 21	08:30	Initial Claims	05/16	NA	NA	610K	
May 21	10:00	Leading Indicators	Apr	NA	0.6%	-0.3%	
May 21	10:00	Philadelphia Fed	May	NA	-18.0	NA	