



Daily Trading Plan for June 29, 2009

1. ESU9 IN PREVIOUS DAY

| Open | High | Low | Closing |
|--------|--------|--------|---------|
| 913.25 | 918.00 | 908.50 | 914.00 |

2. PIVOTS FOR ESU9

| | Daily | Weekly | Monthly | Yearly |
|------------|---------------|---------------|---------------|----------------|
| R3 | 928.00 | 960.33 | 1008.25 | 2082.17 |
| R2 | 923.00 | 939.17 | 968.00 | 1781.33 |
| R1 | 918.50 | 926.58 | 943.00 | 1340.67 |
| PPT | 913.50 | 905.42 | 902.75 | 1039.83 |
| S1 | 909.00 | 892.83 | 877.75 | 599.17 |
| S2 | 904.00 | 871.67 | 837.50 | 448.75 |
| S3 | 899.50 | 859.08 | 812.50 | 298.33 |

3. FOCUS NUMBERS

| | Daily | Weekly |
|----------------------------------|----------------------|----------------------|
| 1st Sell level | 925.50-926.25 | 935.50-937.50 |
| 2nd Sell level | 935.50-937.50 | 953.00-956.00 |
| | | |
| 1st Buy level | 907.25-905.25 | 880.00-879.25 |
| 2nd Buy level | 896.75-897.25 | 866.75 |

4. WEEKLY OUTLOOK

The S&P 500 (\$SPX) closed at 918.90 on Friday for a net weekly loss of 2.33 points. Last week the market broke down the short-term support line, but prices soon bounced off support and closed beneath the long-term resistance line (red). The action shows slightly more positive and indicates a sideways consolidation continues for this week.

This week we may see that \$SPX continues traveling between 20 and 40 EMA (weekly) lines due to a short holiday week. First two days of this week are key. There is a short-term inter-market divergence that has formed between \$DJIA and \$SPX and NASDAQ. So far \$SPX failed to give confirmation of \$DJIA breakdown of June 24's low. The market may want to wait one or two days to resolve this and give a confirmation which direction it really wants to go. If there is any chance to breakdown 875 line, greater selling pressure will push price lower in the coming days. A breakout of 937.50 line will be bullish, and upside momentum could push price back up to 953-956 area.

Month ends, plus holiday on Friday, volume may be thin, and the price could have a relatively big swing.

SPX WEEKLY CHART



Major monthly resistance level 985 and support level is 827
Weekly resistance level 956 and support level is 875

5. DAILY OUTLOOK

ES snapped back from June 24's low and closed above 10 and 20 daily moving average lines again. It indicates that H&S pattern is possible for next move.

Today ES may repeat last Friday's range within first hour. Any breakout that occurs after first hour will lead the price to follow the breakout direction for a while. The right shoulder's top could be around 923.75-925.50 range or little higher to 928. As long as this top line holds the price down, there is at least one more push down move to 910-912 or 907-905 range. If there is a move above 937.75 line, all bearish bets are off; the continuation of primary wave 2 is underway.

ESU9 DAILY Chart



6. TRADING STRATEGY FOR June 29, 2009

Friday ES formed a narrow range (NR7). The daily range was only 9.50, the smallest range since 2006; Wednesday was barely larger at 10.25 points. We should expect more small range days this summer. Today we may see range breakout momentum for small range move. On a move above 919, price could pop up to 922.75-923.75 or higher to 928 (short entry). A break below 905.25 will be bearish, price may dip into 899-898 or lower to 896-95 (long entry). Range boundary move within last Friday's trading range also should be expected.

ESU9 INTRADAY



INTRADAY SCALPING NUMBERS

| | Very Aggressive | Aggressive | Conservative |
|-------------------|----------------------|----------------------|----------------------|
| Sell level | 925.50-928.00 | 935.50-937.50 | 953.00 |
| Buy level | 907.25-905.25 | 899.00-896.75 | 880.25-879.25 |

7. PREDICTION FOR NEXT DAY'S MOVEMENT

Current (interval=0.98)

| | |
|--------|------|
| 919.92 | +2/8 |
| 918.95 | +1/8 |
| 917.97 | 8/8 |
| 916.99 | 7/8 |
| 916.02 | 6/8 |
| 915.04 | 5/8 |
| 914.06 | 4/8 |
| 913.09 | 3/8 |
| 912.11 | 2/8 |
| 911.13 | 1/8 |
| 910.16 | 0/8 |
| 909.18 | -1/8 |
| 908.20 | -2/8 |

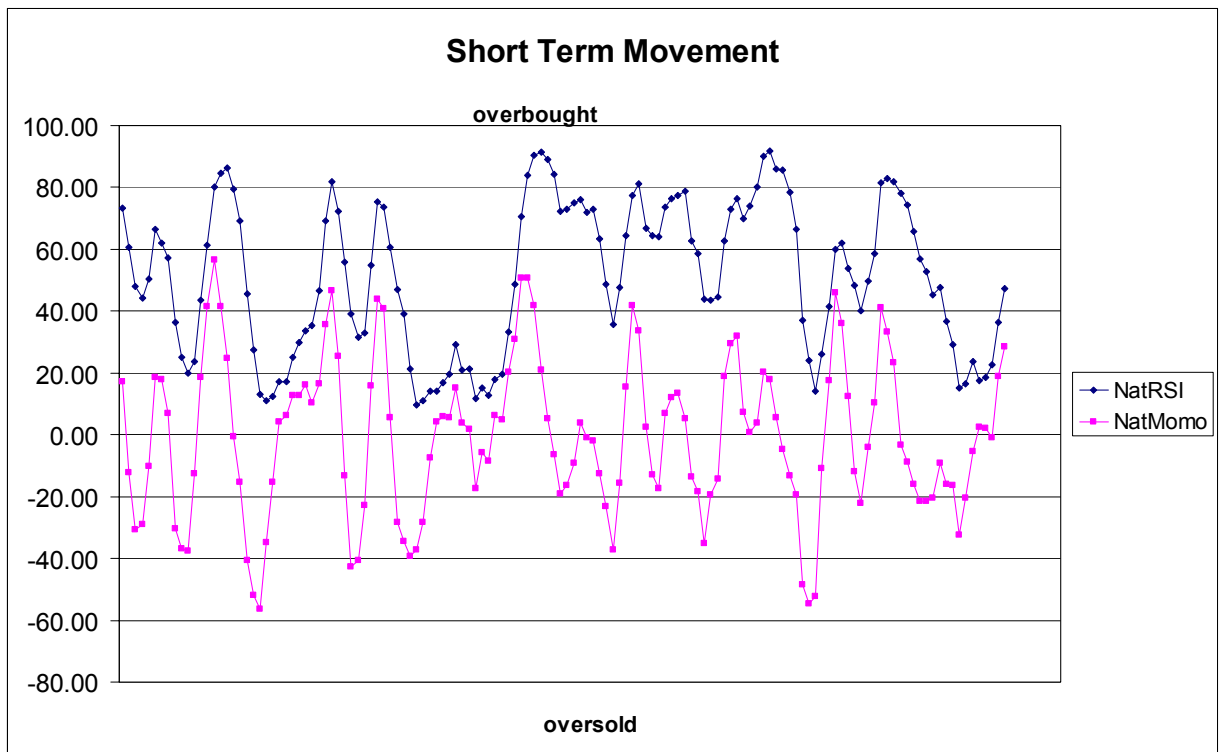
Up (Interval=3.91)

| | |
|--------|------|
| 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=3.91)

| | |
|--------|------|
| 929.69 | +2/8 |
| 925.78 | +1/8 |
| 921.88 | 8/8 |
| 917.97 | 7/8 |
| 914.06 | 6/8 |
| 910.16 | 5/8 |
| 906.25 | 4/8 |
| 902.34 | 3/8 |
| 898.44 | 2/8 |
| 894.53 | 1/8 |
| 890.63 | 0/8 |
| 886.72 | -1/8 |
| 882.81 | -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 |
|--------|-------|---|-------|--------|--------------|-----------|-------|
| Jun 30 | 09:00 | Consumer Confidence | Jun | NA | 55.1 | 54.9 | |
| Jun 30 | 09:00 | S&P/Case-Shiller Home Price Index | Apr | NA | -18.75% | -18.70% | |
| Jun 30 | 09:45 | Chicago PMI | Jun | NA | 38.5 | 34.9 | |
| Jul 01 | 08:15 | ADP Employment Change | Jun | NA | -363K | -532K | |
| Jul 01 | 10:00 | Construction Spending | May | NA | -0.5% | 0.8% | |
| Jul 01 | 10:00 | ISM Index | Jun | NA | 44.0 | 42.8 | |
| Jul 01 | 10:00 | Pending Home Sales | May | NA | 1.1% | 6.7% | |
| Jul 01 | 10:30 | Crude Inventories | 06/26 | NA | NA | -3.87M | |
| Jul 01 | 14:00 | Auto Sales | Jun | NA | NA | 3.3M | |
| Jul 01 | 14:00 | Truck Sales | Jun | NA | NA | 4.1M | |
| Jul 02 | 08:30 | Nonfarm Payrolls | Jun | NA | -370K | -345K | |
| Jul 02 | 08:30 | Unemployment Rate | Jun | NA | 9.6% | 9.4% | |
| Jul 02 | 08:30 | Hourly Earnings | Jun | NA | 0.2% | 0.1% | |
| Jul 02 | 08:30 | Average Workweek | Jun | NA | 33.1 | 33.1 | |
| Jul 02 | 08:30 | Initial Claims | 06/27 | NA | NA | 627K | |
| Jul 02 | 10:00 | Factory Orders | May | NA | 0.2% | 0.7% | |