



## Daily Trading Plan for July 16, 2009

### 1. ESU9 IN PREVIOUS DAY

| Open   | High   | Low    | Closing |
|--------|--------|--------|---------|
| 913.75 | 930.75 | 912.50 | 927.25  |

### 2. PIVOTS FOR ESU9

|            | Daily         | Weekly        | Monthly       | Yearly         |
|------------|---------------|---------------|---------------|----------------|
| R3         | 952.75        | 922.92        | 1019.25       | 2082.17        |
| R2         | 941.75        | 909.58        | 986.00        | 1781.33        |
| R1         | 934.50        | 891.92        | 950.75        | 1340.67        |
| <b>PPT</b> | <b>923.50</b> | <b>878.58</b> | <b>917.75</b> | <b>1039.83</b> |
| S1         | 916.25        | 860.92        | 882.25        | 599.17         |
| S2         | 905.25        | 847.58        | 849.00        | 448.75         |
| S3         | 898.00        | 829.92        | 813.75        | 298.33         |

### 3. FOCUS NUMBERS

|                                  | Daily                 | Weekly                   |
|----------------------------------|-----------------------|--------------------------|
| <b>1<sup>st</sup> Sell level</b> | <b>936.75-938.00</b>  | <b>S 899.75 - 903.75</b> |
| <b>2<sup>nd</sup> Sell level</b> | <b>945.75- 947.00</b> | <b>S 910.50- 912.50</b>  |
|                                  |                       |                          |
| <b>1<sup>st</sup> Buy level</b>  | <b>912.50-916.00</b>  | <b>863.25-860.25</b>     |
| <b>2<sup>nd</sup> Buy level</b>  | <b>903.50-901.50</b>  | <b>845.50-839.75</b>     |

#### 4. DAILY OUTLOOK

The market was pushed up strongly yesterday. It breached the bearish H&S pattern and forced shorts to run into the market to cover. Now a potential *inverted* H&S pattern could be forming soon. Should this pattern fool this market again? Anything is possible during option expiration week. But there are conditions both sides need to meet before it is confirmed..

For upside, yesterday's low 912.50 line needs to hold the price up firmly to support a later breakout of the inverted H&S neckline 939 area. For downside, yesterday's high needs to hold price down to breakdown 912.50 in order to fill yesterday's gap. So far upside momentum is extremely high, bears may find it difficult to get what they want.

ESU9 DAILY Chart



## 5. TRADING STRATEGY FOR July 16, 2009

On 60min chart, there is an inverted island gap pattern. Yesterday's gap is very important for the upside move. As long as this gap holds up the price firmly, it indicates the C rally could be just starting, and higher levels should be expected in the coming week. A move above 939 will be bullish. But today there is a chance for one more pullback day for testing the breakout level 912-913 (long entry).

### ESU9 INTRADAY



### INTRADAY SCALPING NUMBERS

|                   | Very Aggressive      | Aggressive     | Conservative         |
|-------------------|----------------------|----------------|----------------------|
| <b>Sell level</b> | <b>931.50</b>        | <b>937-938</b> | <b>945-946</b>       |
| <b>Buy level</b>  | <b>912.50-913.50</b> | <b>907-906</b> | <b>901.50-899.50</b> |

## 6. PREDICTION FOR TODAY'S MOVEMENT

### Current (interval=1.95)

|               |            |
|---------------|------------|
| 933.59        | +2/8       |
| 931.64        | +1/8       |
| <b>929.69</b> | <b>8/8</b> |
| <b>927.73</b> | <b>7/8</b> |
| <b>925.78</b> | <b>6/8</b> |
| <b>923.83</b> | <b>5/8</b> |
| <b>921.88</b> | <b>4/8</b> |
| <b>919.92</b> | <b>3/8</b> |
| <b>917.97</b> | <b>2/8</b> |
| <b>916.02</b> | <b>1/8</b> |
| <b>914.06</b> | <b>0/8</b> |
| 912.11        | -1/8       |
| 910.16        | -2/8       |

### Up (Interval=1.95)

|               |            |
|---------------|------------|
| 941.41        | +2/8       |
| 939.45        | +1/8       |
| <b>937.50</b> | <b>8/8</b> |
| <b>935.55</b> | <b>7/8</b> |
| <b>933.59</b> | <b>6/8</b> |
| <b>931.64</b> | <b>5/8</b> |
| <b>929.69</b> | <b>4/8</b> |
| <b>927.73</b> | <b>3/8</b> |
| <b>925.78</b> | <b>2/8</b> |
| <b>923.83</b> | <b>1/8</b> |
| <b>921.88</b> | <b>0/8</b> |
| 919.92        | -1/8       |
| 917.97        | -2/8       |

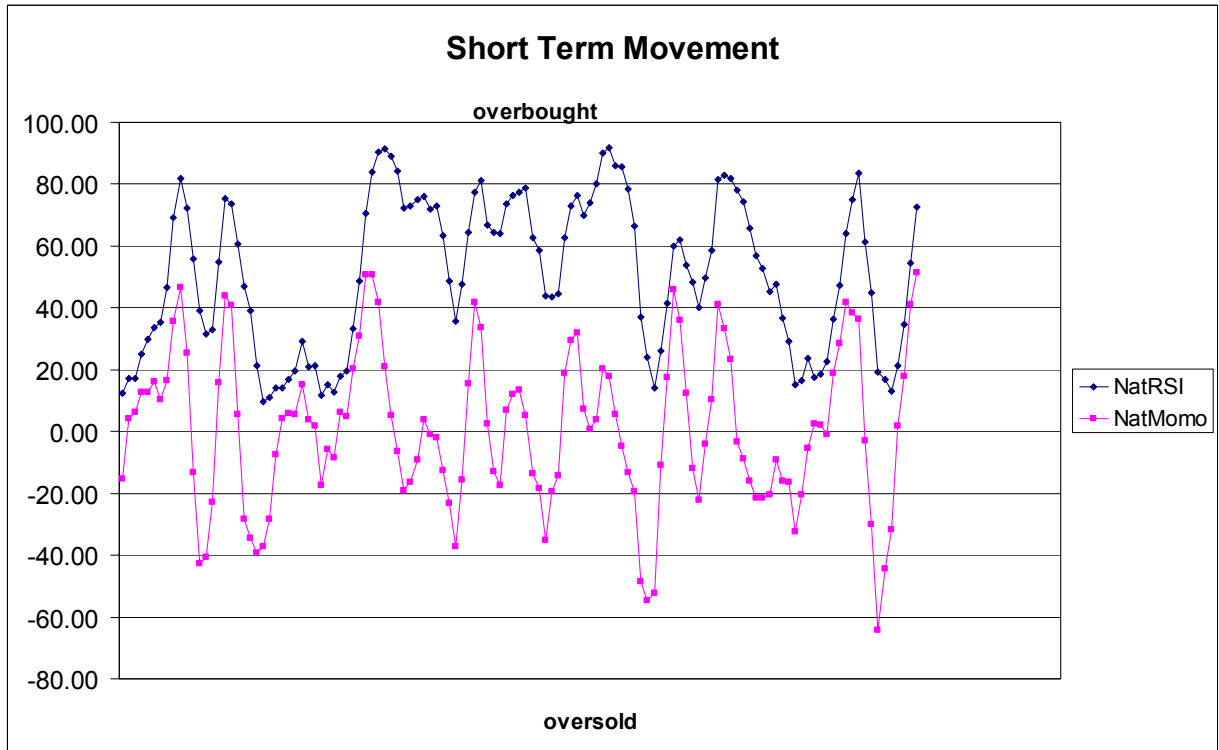
### Down (Interval=3.91)

|               |            |
|---------------|------------|
| 945.31        | +2/8       |
| 941.41        | +1/8       |
| <b>937.50</b> | <b>8/8</b> |
| <b>933.59</b> | <b>7/8</b> |
| <b>929.69</b> | <b>6/8</b> |
| <b>925.78</b> | <b>5/8</b> |
| <b>921.88</b> | <b>4/8</b> |
| <b>917.97</b> | <b>3/8</b> |
| <b>914.06</b> | <b>2/8</b> |
| <b>910.16</b> | <b>1/8</b> |
| <b>906.25</b> | <b>0/8</b> |
| 902.34        | -1/8       |
| 898.44        | -2/8       |

## 7. OVERNIGHT CALL (3:30am to 8am)

|                     | 1 <sup>st</sup> Sell level | 2 <sup>nd</sup> Sell level |
|---------------------|----------------------------|----------------------------|
|                     | 931.50                     | 937.00-938.00              |
| <b>Central line</b> | <b>927.25</b>              |                            |
|                     | 911.50-912.25              | 907.00- 903.50             |
|                     | 1 <sup>st</sup> Buy level  | 2 <sup>nd</sup> 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   |
|--------|-------|-------------------------|-------|--------|--------------|-----------|---------|
| Jul 16 | 08:30 | Initial Claims          | 07/11 | NA     | NA           | NA        | 565K    |
| Jul 16 | 09:00 | Net Long-Term TIC Flows | May   | NA     | NA           | NA        | \$11.2B |
| Jul 16 | 10:00 | Philadelphia Fed        | Jul   | NA     | NA           | -5.0      | -2.2    |
| Jul 17 | 08:30 | Building Permits        | Jun   | NA     | 523K         | 518K      | 518K    |
| Jul 17 | 08:30 | Housing Starts          | Jun   | NA     | 530K         | 532K      | 532K    |