



## Daily Trading Plan for Nov. 30, 2009

### 1. ESZ9 IN PREVIOUS DAY

Open	High	Low	Closing
1078.75	1098.25	1077.75	1089.50

### 2. PIVOTS FOR ESZ9

	Daily	Weekly	Monthly	Yearly
R3	1119.75	1141.83	1166.17	2082.17
R2	1109.00	1126.67	1132.33	1781.33
R1	1099.25	1108.08	1082.67	1340.67
<b>PPT</b>	<b>1088.50</b>	<b>1092.92</b>	<b>1048.83</b>	<b>1039.83</b>
S1	1078.75	1074.33	999.17	599.17
S2	1068.00	1059.17	965.33	448.75
S3	1058.25	1040.58	915.67	298.33

### 3. FOCUS NUMBERS

	Daily	Weekly
<b>1<sup>st</sup> Sell Range</b>	<b>1097.25-1100.50</b>	<b>1106.50-1108.50</b>
<b>2<sup>nd</sup> Sell Range</b>	<b>1108.50-1109.50</b>	<b>1022.50-1023.75</b>
<b>Key #</b>	<b>1088.00-1091.75</b>	<b>1097.75-1099.50</b>
<b>1<sup>st</sup> Buy Range</b>	<b>1078.00-1076.50</b>	<b>1069.00-1066.00</b>
<b>2<sup>nd</sup> Buy Range</b>	<b>1067.00-1065.00</b>	<b>1053.25 -1051.00</b>

The key # is a control point for up or down moves. When price moves from one side of that line to the other and stays in the new range it often indicates a change in trend and the beginning of a stop run. Look for the price to move toward new support and resistance levels, often at/near our buy or sell range. For more information visit [www.naturus.com](http://www.naturus.com).

#### 4. WEEKLY OUTLOOK

S&P 500 (\$SPX) closed at 1087.27 for a net weekly loss of 4.11 points. Despite fears the market is cracking, it was a very small loss from its previous week.

The beginning of last week was cheerful: important economic reports were rushed out in the first three days of the week in advance of the Thanksgiving holiday and most were positive and helped hold the market up. But after the turkey the surprise. Dubai World announced a plan to delay debt payments for six months and investors worried that a default by a government-owned company could create a ripple effect through global financial markets. Some years ago Dubai World bought the seaport operations on both east and west coasts in the USA, adding to fears of defaults on commercial loans and mortgages. The DOW sold down 230 points in less than five minutes on the pre-market on Friday morning.

However, this reaction may have been overdone. More important for us is to wait and see how the stock market reacts to additional news from Dubai World and our own important economic reports this week — retail sales for Black Friday, and employment reports.

Based on weekly chart, there was not much price change on S&P 500 (\$SPX) last week. \$SPX remains inside long term resistance zone and is struggling to hold price above the low boundary of that resistance zone, which overlaps with long term downtrend line. The price could bounce around these resistance lines to form a broad consolidation range (1120-1020) to eat up time until Christmas and New Year holidays are over. A move above 1113.69 will encourage traders to believe the long-term target (1158.00) is still possible. But any upside move will encounter resistance. A break below 1065 will be bearish, and 1050 is likely to be retested and become the next downside target.

#### SPX WEEKLY CHART



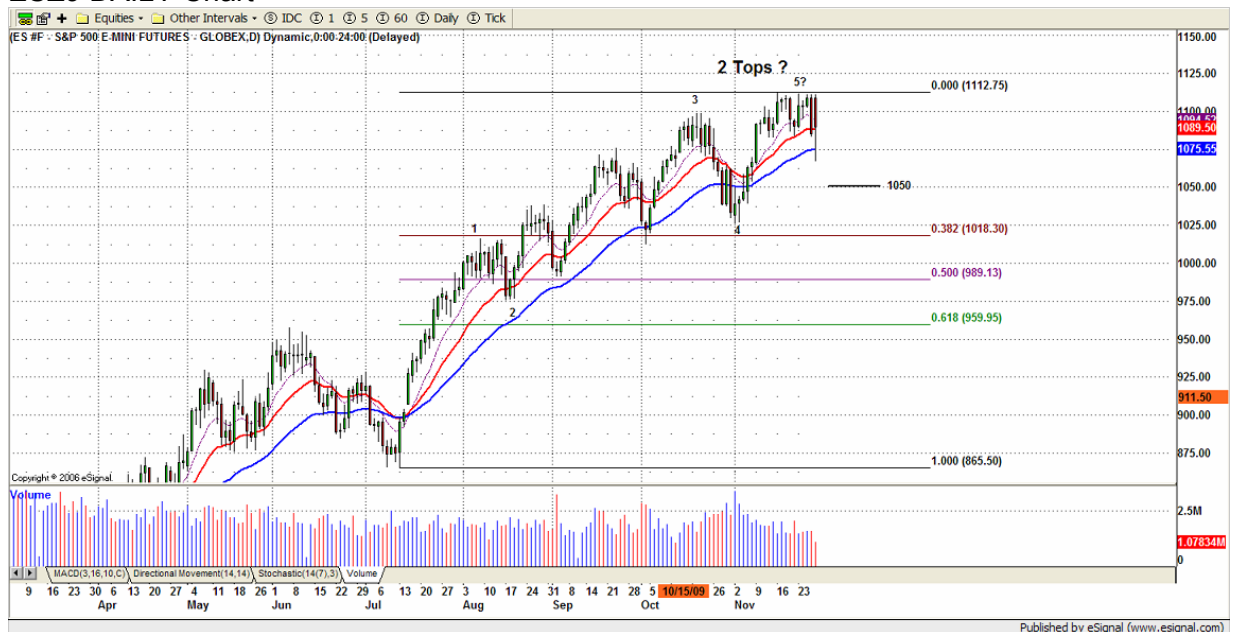
Major monthly resistance level 1125 and support level is 933.50  
Weekly resistance level 1125 and support level is 1050

## 5. DAILY OUTLOOK

ES traded under the 1112 line for 9 days. It looks like ES is attempting to form a double top pattern around the long term downtrend line. We expect ES traded near or not far from the top area in the past week. Based on this pattern, on a break below 1050 line, pattern traders will be looking to push price down to the double top neckline around 1026-1018 range. If we see this move in the coming days, then the buyers may give up and become sellers instead.

For Elliott Wave followers, the sub-wave 3 of primary 2 from July's low is also likely to be completed, and sub-wave 4 should be in the process of starting. This month holiday spirits may attract investors looking for a year-end or January rally. However we may look the other way. Today is last day of November. If ES fails to breakout 1093.75-95.75 range in the morning trading, it may continue to struggle inside last Friday's range (1098-1077) or lower to 1066-1064 range for monthly closing. 1050 must hold up to give dip buyers' hope. A close below it will give odds an excuse to push price down to 1026 area in the coming days.

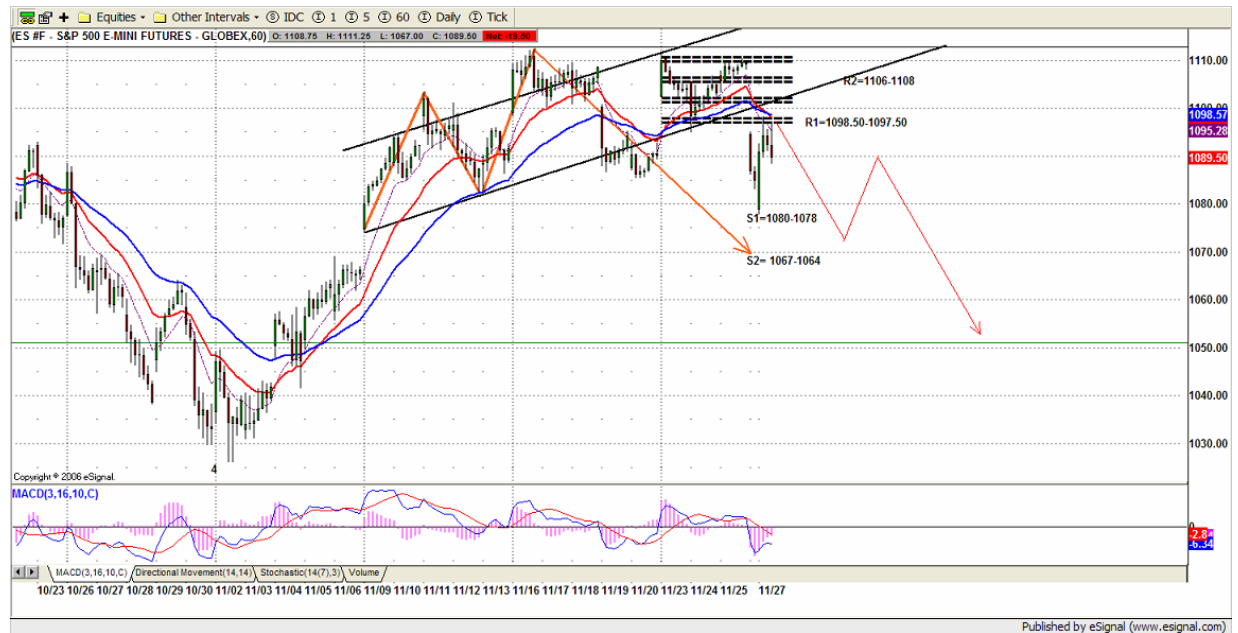
### ESZ9 DAILY Chart



## 6. TRADING STRATEGY FOR Nov. 30, 2009

In last week's Overview we mentioned an M pattern on the 60 min chart. It is still present. Exuberant trading in the pre-holiday period may deceive traders, but if we take those three days off the chart, the M pattern remains intact. Last week our final target was around 1067-1064 (long entry) . On Friday the panic sell off overnight hit 1067 and ES bounced from this support zone for closing. Today we should see one more test of this range. If Sunday overnight trading does not break out from the 1100.50-1098.25 range (short entry), then the 1077-1078 support need to be re-tested again. Watch the 1082.50 line carefully. A break below that could create a stop run and push the price down to 1077-78 range. We are looking for a short entry on any bounce up to 1098-1100.50 range.

### ESZ9 INTRADAY



### INTRADAY SCALPING NUMBERS

	Very Aggressive	Aggressive	Conservative
<b>Sell level</b>	<b>1098.50-1100.50</b>	<b>1108.50-1109.50</b>	<b>1112.50-1113.50</b>
<b>Buy level</b>	<b>1078.00-1076.25</b>	<b>1066.50-1064.50</b>	<b>1058.00-1056.00</b>

## 7. PREDICTION FOR NEXT DAY'S MOVEMENT

### Current (interval=3.91)

1117.19	+2/8
1113.28	+1/8
1109.38	8/8
1105.47	7/8
1101.56	6/8
1097.66	5/8
1093.75	4/8
1089.84	3/8
1085.94	2/8
1082.03	1/8
1078.13	0/8
1074.22	-1/8
1070.31	-2/8

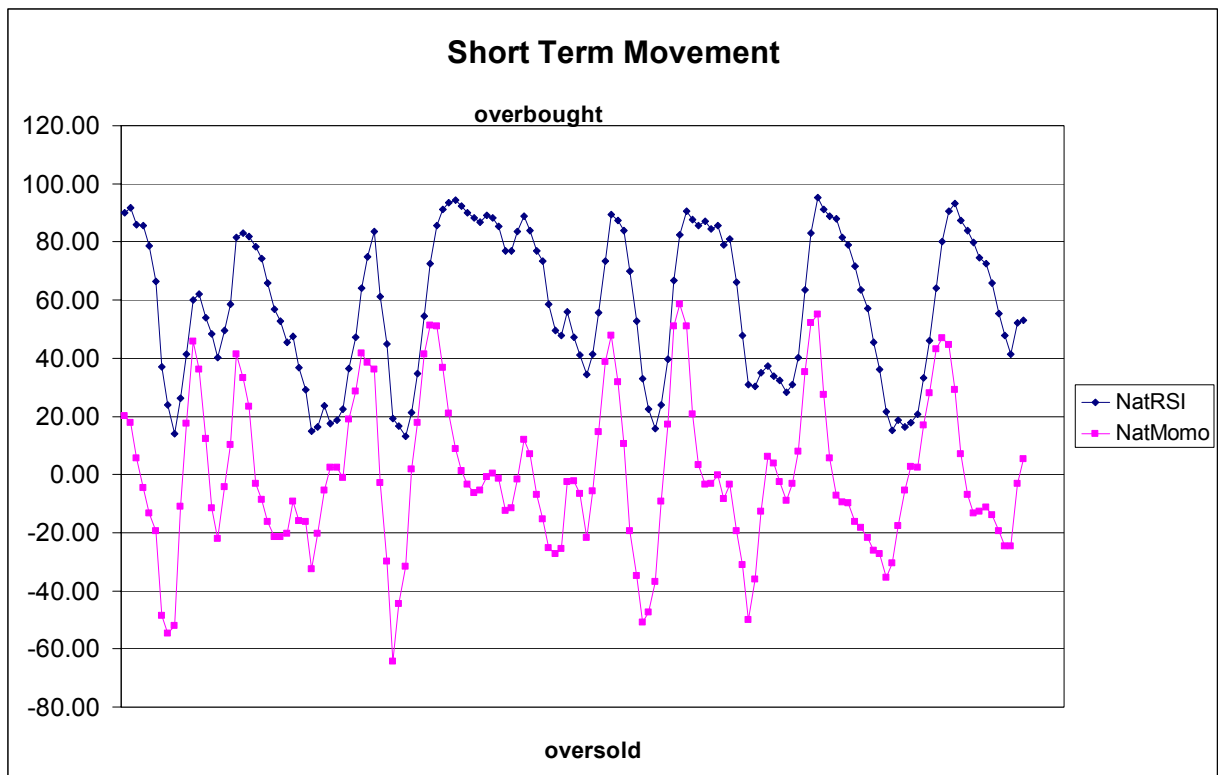
### Up (Interval=3.91)

1117.19	+2/8
1113.28	+1/8
1109.38	8/8
1105.47	7/8
1101.56	6/8
1097.66	5/8
1093.75	4/8
1089.84	3/8
1085.94	2/8
1082.03	1/8
1078.13	0/8
1074.22	-1/8
1070.31	-2/8

### Down (Interval=3.91)

1101.56	+2/8
1097.66	+1/8
1093.75	8/8
1089.84	7/8
1085.94	6/8
1082.03	5/8
1078.13	4/8
1074.22	3/8
1070.31	2/8
1066.41	1/8
1062.50	0/8
1058.59	-1/8
1054.69	-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
Nov 30	09:45	<a href="#">Chicago PMI</a>	Nov	52.5	53.0	54.2	
Dec 01	10:00	<a href="#">Construction Spending</a>	Oct	-0.7%	-0.4%	0.8%	
Dec 01	10:00	<a href="#">ISM Index</a>	Nov	54.0	54.8	55.7	
Dec 01	10:00	<a href="#">Pending Home Sales</a>	Oct	-3.0%	-0.5%	6.1%	
Dec 01	14:00	<a href="#">Auto Sales</a>	Nov	NA	NA	NA	
Dec 01	14:00	<a href="#">Truck Sales</a>	Nov	NA	NA	NA	
Dec 02	07:30	<a href="#">Challenger Job Cuts</a>	Nov	NA	NA	-50.7%	
Dec 02	08:15	<a href="#">ADP Employment Report</a>	Nov	-175K	-148K	-203K	
Dec 02	10:30	<a href="#">Crude Inventories</a>	11/27	NA	NA	1.02M	
Dec 02	14:00	<a href="#">Fed Beige Book</a>	Nov				
Dec 03	08:30	<a href="#">Initial Claims</a>	11/28	500K	483K	466K	
Dec 03	08:30	<a href="#">Continuing Claims</a>	11/21	5550K	5517K	5423K	
Dec 03	08:30	<a href="#">Productivity-Rev.</a>	Q3	NA	8.5%	9.5%	
Dec 03	08:30	<a href="#">Employment Cost Index</a>	Q3	0.4%	NA	0.4%	
Dec 03	10:00	<a href="#">ISM Services</a>	Nov	50.7	51.5	50.6	
Dec 04	08:30	<a href="#">Nonfarm Payrolls</a>	Nov	-150K	-114K	-190K	
Dec 04	08:30	<a href="#">Unemployment Rate</a>	Nov	10.3%	10.2%	10.2%	
Dec 04	08:30	<a href="#">Average Workweek</a>	Nov	33.0	33.1	33.0	
Dec 04	08:30	<a href="#">Hourly Earnings</a>	Nov	0.1%	0.2%	0.3%	
Dec 04	10:00	<a href="#">Factory Orders</a>	Oct	-0.5%	0.1%	0.9%	