



Naturus

Daily Trading Plan Aug. 28, 2015

1. PREVIOUS DAY (ESU5)

Open	High	Low	Closing
RTH 1964.50	1990.25	1944.25	1989.25
GBX 1941.25	1944.25	1934.50	1989.25

2. PIVOTS

	Daily RTH and GBX	Weekly	Monthly	Yearly
R3	2051.00 2063.75	2196.50	2130.50	2540.25
R2	2020.50 2027.25	2150.25	2178.50	2314.50
R1	2005.00 2008.25	2061.00	2138.50	2183.50
PPT	1974.50 1971.50	2014.50	2086.50	1957.75
S1	1958.75 1952.50	1925.00	2046.25	1826.75
S2	1928.50 1915.50	1878.50	1994.25	1601.00
S3	1912.75 1896.50	1789.25	1954.25	1470.00

3. FOCUS NUMBERS

	Daily	Weekly
2nd Sell level	2040.75 -2050.50	2045.50-2048.00
1st Sell level	2031.75-2035.50	2029.50-2025.50
Key #	1992.75-1996.50	1989.50-1993.50
1st Buy level	1919.25-1923.50	1913.25-1916.50 * done
2nd Buy level	1885.50-1875.50	1892.50-1887.50 * done

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

4. DAILY OUTLOOK – S&P 500 MINI FUTURES (ES)

ESU5 Daily chart



ES had a continuation bounce movement yesterday; it did exactly what we expected. ES went up into the 1985-2000 zone and closed at 1989.25 level.

First, this bounce results from two option expiration days (today and next Monday). Second, people largely expect the Fed will not hike interest rates in September, and that encouraged the shorts to cover. Both helped ES to recover 60% of its loss.

Today we may see a small pullback in the early morning session and a rally back up later in the session. Until the short-term indicators approach overbought territory, we should see ES to do one more down move again.

1960-1948 will be today's key zone. As long as ES stays above it, odds favor the upside. But if ES closes below it today, it will bring bearish sentiment back into the market again.

Based on yesterday's price move, 1831 should be first wave low. Depending on news flow, we may see a second wave move down. How low ES can go will depend which high level the ES makes next week.

Economic heavyweights are meeting at Jackson Hole Wyoming this weekend, and recently those annual meetings have produced major policy changes. That knife cuts both ways: we could see a new QE; or we could see renewed promises of interest rate hikes. Either or both will move the markets dramatically.

Short-term === Bearish
 MEDIUM TERM === Bearish
 LONG-TERM === Neutral

The major support levels: 1850-45, 1828.50-25, 1803-1799.50
 the major resistance levels: 1992.75-95.50, 2012.50-2013.50 2032-2035

TRADING STRATEGY: Aug. 28, 2015

a. Intraday Scalping numbers

	2006.50-2003.00	2012.50-2014.50	2032-2037.50
Sell level			
Buy level	1943.50 -1938.00	1900.00-1898.00	1885.00-1875.00

b. Gap Trading (only for early sessions)

	Gap	target
Sell level		
Buy level		

c. Option Premium Collecting trades

	Strike price	Expiration Date	Entry price
	2065 calls	2015-08-28	ES near 2000
Meanline	2050		
	1800 puts	2015-08-28	ES near 1940

2065 puts get sour and led traders to short contracts at 2065 level yesterday.

Murrey Math Line Movement *

(Caution. Know MMLine rule before you trade these numbers.)

Prior Move	7.81	Up Move	7.81	Down Move	15.63
2015.63	+2/8	2046.88	+2/8	2031.25	+2/8
2007.81	+1/8	2039.06	+1/8	2015.63	+1/8
2000.00	8/8	2031.25	8/8	2000.00	8/8
1992.19	7/8	2023.44	7/8	1984.38	7/8
1984.38	6/8	2015.63	6/8	1968.75	6/8
1976.56	5/8	2007.81	5/8	1953.13	5/8
1968.75	4/8	2000.00	4/8	1937.50	4/8
1960.94	3/8	1992.19	3/8	1921.88	3/8
1953.13	2/8	1984.38	2/8	1906.25	2/8
1945.31	1/8	1976.56	1/8	1890.63	1/8
1937.50	0/8	1968.75	0/8	1875.00	0/8
1929.69	-1/8	1960.94	-1/8	1859.38	-1/8
1921.88	-2/8	1953.13	-2/8	1843.75	-2/8

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

	1 st Sell level	2 nd Sell level
	1992.75-1995.50 (sl198.50)	2016.75-2014.50 (sl18.50)
Central line	1961.25	
	1950.75-1948.50 (sl144.50)	1921.00-1920.50 (sl16.50)
	1 st Buy level	2 nd Buy level

Overnight Call:

Central line = 1961.25

Above it, ES could pop up to 1992.75-1995.50 or higher to 2016.75-2014.50 (short entry).

Below it, ES could dip into 1950.75-1948.50 or lower to 1921.00-1920.50 (long entry).