



Natusus

Daily Trading Plan Oct 16, 2015

1. PREVIOUS DAY (ESZ5)

| Open | High | Low | Closing |
|-------------|---------|---------|---------|
| RTH 1994.25 | 2019.50 | 1989.50 | 2019.00 |
| GBX 1985.75 | 2019.50 | 1985.00 | 2019.00 |

2. PIVOTS

| | Daily RTH and GBX | Weekly | Monthly | Yearly |
|------------|-------------------|----------------|----------------|----------------|
| R3 | 2065.25 | 2112.00 | 2144.25 | 2540.25 |
| R2 | 2042.50 | 2063.00 | 2078.00 | 2314.50 |
| R1 | 2030.75 | 2035.25 | 1993.50 | 2183.50 |
| PPT | 2008.00 | 1986.25 | 1927.25 | 1957.75 |
| S1 | 1996.00 | 1958.50 | 1842.50 | 1826.75 |
| S2 | 1973.25 | 1909.50 | 1776.50 | 1601.00 |
| S3 | 1961.50 | 1881.75 | 1691.75 | 1470.00 |

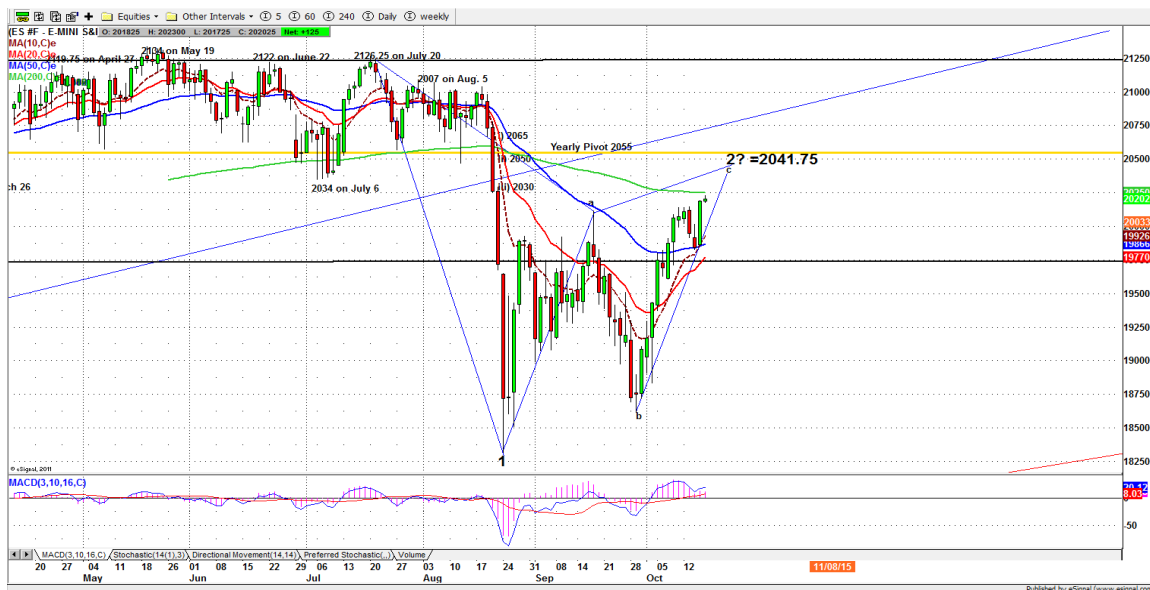
3. FOCUS NUMBERS

| | Daily | Weekly |
|----------------------------------|------------------------|------------------------|
| 2nd Sell level | 2042.50-2040.75 | 2061.75-2058.50 |
| 1st Sell level | 2023.50-2025.50 | 2041.75-2040.75 |
| Key # | 2014.50-2016.50 | 2014.50-2016.50 |
| 1st Buy level | 1996.25-1995.50 | 1943.00-1939.50 |
| 2nd Buy level | 1984.50-2085.50 | 1898.50-1903.50 |

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.natusus.com

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

ESZ5 Daily Chart



Wednesday the ES successfully tested the 1985 level and bounced from it in overnight trading prior to yesterday's open. Thursday the market stalled in a relatively narrow range all morning; but shortly after the European close it turned around and rocketed straight up 35 points into the close. Price action was bullish – five consecutive green hourly candles, nothing red all afternoon. The Fed did a great job to promote the price.

Today is October option expiration. ES will try to hold up until Cash index options settle at 9:45am first. After that ES can go up or down without constraint. The 200-day moving average line above the current price, at 2025.50 will be an important line.

If it is broken, it could create a strong bullish move and push ES higher up to 2033-35 zone to test the Aug 24 broken support zone. A failure to break out, but instead a move under 1995.50 will be bearish. A further decline toward yesterday's Globex low could be seen. But expect to see buying on the dips if ES drops near 1989-85 zone.

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

The major support levels: 1928-29.50, 1900-03.75, 1880-75, 1850-45,
the major resistance levels: 2025-32, 2042-40.50, 2050-46.50

TRADING STRATEGY: Oct. 16, 2015

a. Intraday Scalping numbers

| Sell level | 2023.50-2025.75 | 2034.50-2031.75 | 2049.25-2046.75 |
|-------------------|------------------------|------------------------|------------------------|
| Buy level | 2005.50-2007.50 | 1996.50-1995.75 | 1985.25-1984.00 |

b. Gap Trading (only for early sessions)

| | Gap | target |
|-------------------|------------------------|----------------|
| Sell level | 2031.50-2034.50 | 2021.75 |
| Buy level | 2007.50-2004.75 | 2019.00 |

c. Option Premium Collecting trades

| | Strike price | Expiration Date | Entry price |
|-----------------|---------------------|------------------------|----------------------|
| | 2050 calls | 2015-10-16 | ES above 2025 |
| Meanline | 2015 | | |
| | 1935 puts | 2015-10-16 | ES below 1975 |

Murrey Math Line Movement *

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

| Prior Move | 3.91 | Up Move | 7.81 | Down Move | 7.81 |
|------------|------|---------|------|-----------|------|
| 2023.44 | +2/8 | 2078.13 | +2/8 | 2046.88 | +2/8 |
| 2019.53 | +1/8 | 2070.31 | +1/8 | 2039.06 | +1/8 |
| 2015.63 | 8/8 | 2062.50 | 8/8 | 2031.25 | 8/8 |
| 2011.72 | 7/8 | 2054.69 | 7/8 | 2023.44 | 7/8 |
| 2007.81 | 6/8 | 2046.88 | 6/8 | 2015.63 | 6/8 |
| 2003.91 | 5/8 | 2039.06 | 5/8 | 2007.81 | 5/8 |
| 2000.00 | 4/8 | 2031.25 | 4/8 | 2000.00 | 4/8 |
| 1996.09 | 3/8 | 2023.44 | 3/8 | 1992.19 | 3/8 |
| 1992.19 | 2/8 | 2015.63 | 2/8 | 1984.38 | 2/8 |
| 1988.28 | 1/8 | 2007.81 | 1/8 | 1976.56 | 1/8 |
| 1984.38 | 0/8 | 2000.00 | 0/8 | 1968.75 | 0/8 |
| 1980.47 | -1/8 | 1992.19 | -1/8 | 1960.94 | -1/8 |
| 1976.56 | -2/8 | 1984.38 | -2/8 | 1953.13 | -2/8 |

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

| | 1 st Sell level | 2 nd Sell level |
|--------------|----------------------------|----------------------------|
| | 2021.75-2023.00 (s 24.50) | 2025.50-2028.00 (s30.50) |
| Central line | 2017.00 | |
| | 2004.25-2003.75 (s 00.50) | 1997.50-1995.50 (s 92.50) |
| | 1 st Buy level | 2 nd Buy level |

Overnight Call:

Central line = 2017

Above it, ES could pop up to 2021.75-2023.00 or higher to 2025.50-2028.00 (short entry).

Below it, ES could dip into 2004.25-2003.75 or lower to 1997.50-1995.50 (long entry).