



Naturus

Daily Trading Plan Nov. 23, 2015

1. PREVIOUS DAY (ESZ5)

Open	High	Low	Closing
RTH 2087.50	2094.50	2081.75	2088.75
GBX 2078.50	2094.50	2076.00	2088.75

2. PIVOTS

	Daily RTH and GBX	Weekly	Monthly	Yearly
R3	2107.75 2115.50	2218.50	2363.00	2540.25
R2	2101.00 2105.00	2156.50	2229.00	2314.50
R1	2095.00 2097.00	2122.75	2151.50	2183.50
PPT	2088.50 2086.50	2060.50	2017.25	1957.75
S1	2082.00 2078.25	2026.50	1939.50	1826.75
S2	2075.50 2068.00	1964.50	1805.25	1601.00
S3	2069.25 2059.75	1930.50	1727.75	1470.00

3. FOCUS NUMBERS

	Daily	Weekly
2 nd Sell level	2107.25-2109.50	2163.50-2162.50
1 st Sell level	2097.50-2098.75	2127.50-2126.50
Key #	2082.50-2083.75	2090.50-2093.50
1 st Buy level	2077.50-2079.25	2051.25-2048.25
2 nd Buy level	2069.00-2068.50	2015.00-2014.25

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. WEEKLY OUTLOOK — S&P 500 CASH INDEX

The S&P 500 cash index (\$SPX) closed at 2089.17 Friday, up 66.13 points for 3.26% net weekly gain.

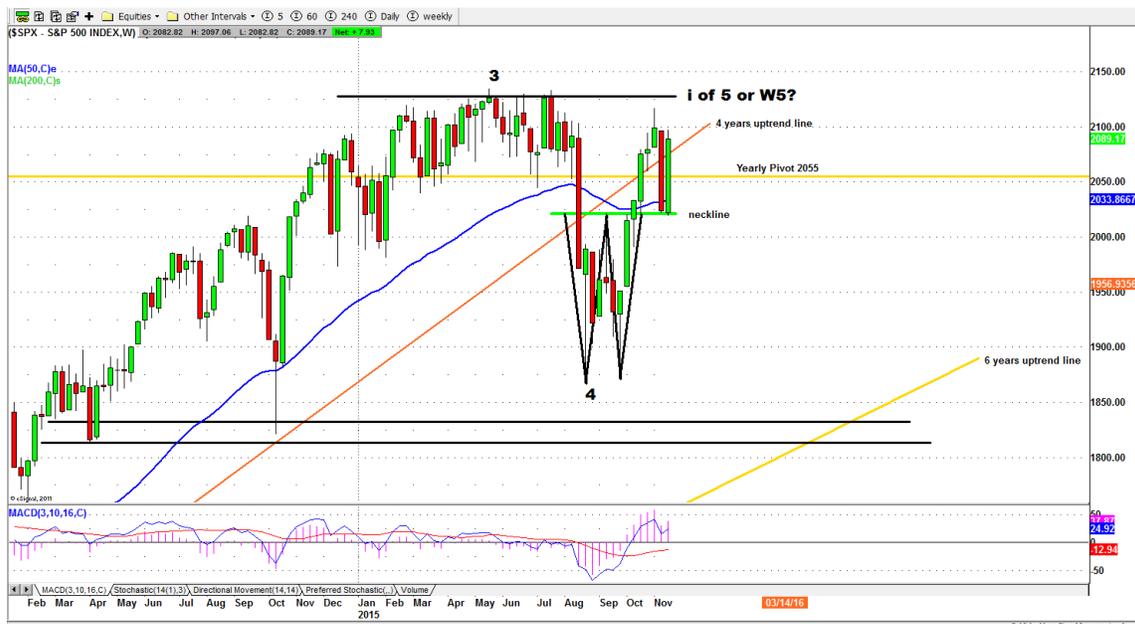
Last week: the market was held up by the Plunge Protection Team early in the week in response to the terror attack in France the previous weekend. Later the FOMC minutes sent a clear message to the world: the USD remains strong and the US market could be a safe place for investment. Normally hints of a rate increase depress the market, but the S&P 500 index went higher for Friday's closing.

This week: It is a very short trading week, due to the Thanksgiving holiday. The market is closed on Thursday and only open a half day on Friday. The index could go higher in Monday and back down on Wednesday. IF there is a minor weakness move this week it will not change the short-term uptrend direction. We expect the buyers will continue to hold the index price up.

Technical analysis

S&P500 Weekly Chart

1. Long-term



Some funds are still under-performing for this year and we are approaching the time when year-end bonuses – typically based on performance relative to some benchmark – are calculated. We may see an attempt to goose the market into the year end.

So far the market is anticipating a Fed rate hike at the December 16-17 meeting, just in time for Christmas. We're getting close. The impact on the market may be unexpected. Normally rising interest rates hurt stocks, but an end to the Fed's peek-a-boo communications strategy may be seen as beneficial and move the market up.

In technical terms, the 50-day EMA line has crossed above the 200-day EMA – barely -- which is usually a buying signal for the intermediate time-frame. But the simple moving averages still haven't crossed, so there is no long-term buy signal yet.

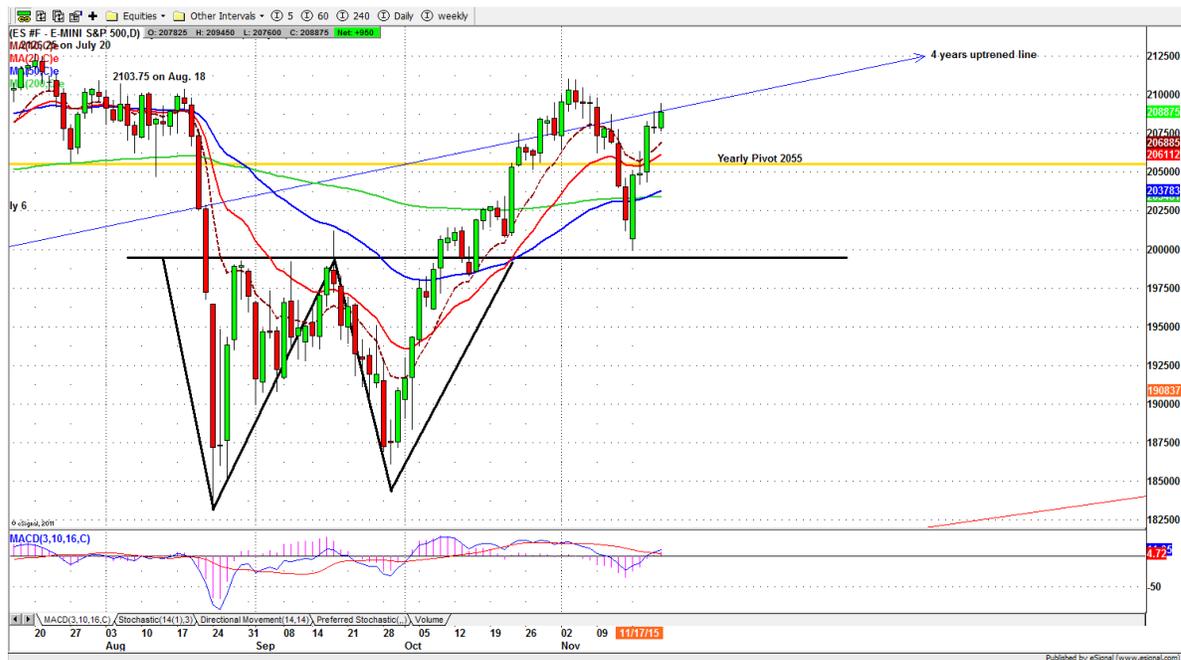
Many important stocks moved above 200-day SMA line last week, and have intermediate-term overbought conditions. So a number of major companies are overbought, but are also widely seen as over-valued. Not good, and maybe the basis for a surprise move.

Last week the large-cap index bounced almost exactly from the 38% Fibonacci retracement and moved back to the previous resistance. That is textbook stuff, and we'd normally expect a move higher to follow. But before the index confirms a short-term breakout, we're expecting either a sideways crawl or a small pullback, especially in a week with essentially only three days to trade.

But those three days may be hectic. A lot of traders will take off at Wednesday noon for the long, long holiday weekend. We may see a little mischief.

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

ESZ5 Daily chart



Friday the ES had a gap up at open and managed to hold above the gap for closing – barely. It closed 1.75 points above the regular session open.

Sentiment remained bullish even though the price movement was slow on Friday. The total volume was lower than average, The old “thin to win” adage worked for November option expiration day and moved the price up.

Today the four-year uptrend will be the key line to watch. A move above 2095.50 is likely to push ES higher to challenge the November monthly high near 2110.25.

A failure to move above 2095.50 could lead the ES to repeat last Friday's range or move lower to fill the remaining gap at 2079.25. However we will continue to see traders “buy the dip” this week,

Major support levels: 2001-03, 1995.50-92.25, 1975-72, 1950-56, 1929-33.25
 Major resistance levels: 2103.75-02.50, 2114.50-16.50, 2134-35.50

Short-term ---- Bullish
 Medium term -----Neutral
 Long term ---- Bullish

6. TRADING STRATEGY: Nov. 23, 2015

a. Intraday Scalping numbers

Sell level	2098.50-2097.50	2106.75-2104.50	2115.50-2117.50
Buy level	2078.50-2079.25	2061.75-2058.50	2051.50-2048.00

b. Gap Method Trading

	Gap	Target
Sell level	2098.50-2100.50	2094.50
Buy level	2079.25-2080.50	2088.75

c. Option trades (short calls or puts trades)

	Strike price	Expiration Date	Entry price
	2155 calls	2015-11-27	ES above 2110
Meanline	2070		
	1985 puts	2015-11-27	ES below 2050

Murrey Math Line Movement *

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

Prior Move	1.95	Up Move	3.91	Down Move	3.91
2097.66	+2/8	2117.19	+2/8	2101.56	+2/8
2095.70	+1/8	2113.28	+1/8	2097.66	+1/8
2093.75	8/8	2109.38	8/8	2093.75	8/8
2091.80	7/8	2105.47	7/8	2089.84	7/8
2089.84	6/8	2101.56	6/8	2085.94	6/8
2087.89	5/8	2097.66	5/8	2082.03	5/8
2085.94	4/8	2093.75	4/8	2078.13	4/8
2083.98	3/8	2089.84	3/8	2074.22	3/8
2082.03	2/8	2085.94	2/8	2070.31	2/8
2080.08	1/8	2082.03	1/8	2066.41	1/8
2078.13	0/8	2078.13	0/8	2062.50	0/8
2076.17	-1/8	2074.22	-1/8	2058.59	-1/8
2074.22	-2/8	2070.31	-2/8	2054.69	-2/8

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

	1 st Sell level	2 nd Sell level
	2097.50-2098.75 (s101.75)	2113.00-2112.25 (s15.50)
Central line	2090.50	
	2082.50-2079.25 (s176.25)	2069.75-2071.75 (s66.25)
	1 st Buy level	2 nd Buy level

Overnight Call:

Central line = 2090.50

Above it, ES could pop up to 2097.50-2098.75 or higher to 2113.00-2112.25 (short entry).

Below it, ES could dip into 2082.50-2079.25 or lower to 2069.75-2071.75 (long entry).

9. WEEKLY ECONOMIC REPORTS

<http://www.briefing.com/investor/calendars/economic/>

Monday

- PMI Manufacturing Index Flash, Existing Home Sales

Tuesday

- GDP, S&P Case-Shiller HPI, Consumer Confidence, Richmond Fed Manufacturing Index

Wednesday

- Durable Goods Order, Jobless Claims, Personal Income and Outlay, FHFA House Price Index, PMI Service Flash, New Home sales, Consumer Sentiments

Thursday

- Market Closed for Thanksgiving Holiday

Friday

- No Major economic reports. NYSE closes early at 1pm.