



Natusus

Daily Trading Plan Jan 20, 2016

1. PREVIOUS DAY (ESH6)

Open	High	Low	Closing
RTH 1893.75	1895.50	1856.25	1873.00
GBX1869.75	1907.50	1856.25	1873.00

2. PIVOTS

	Daily RTH and GBX	Weekly	Monthly	Yearly
R3	1933.00	2028.50	2221.00	2472.50
R2	1914.25	1987.50	2163.00	2303.25
R1	1893.75	1931.25	2099.25	2169.50
PPT	1875.00	1890.25	2041.25	2000.25
S1	1854.25	1834.00	1977.50	1866.25
S2	1835.50	1793.00	1919.50	1697.00
S3	1815.00	1736.75	1855.75	1563.33

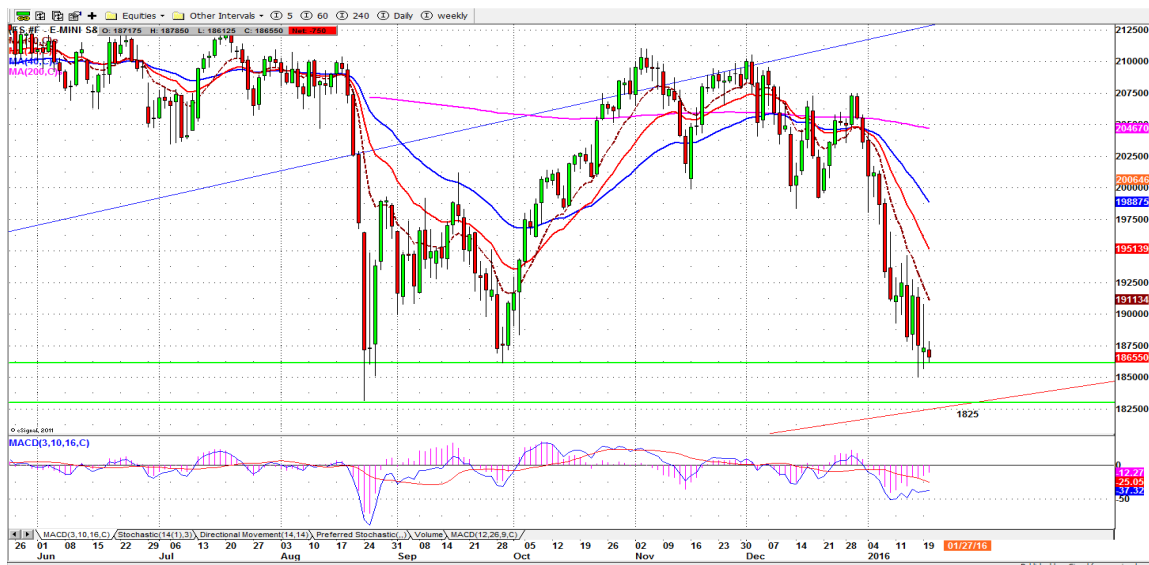
3. FOCUS NUMBERS

	Daily	Weekly
2nd Sell level	1916.75-1919.75	1967.50-1969.75
1st Sell level	1901.75-1899.50	1941.25-1939.50
Key #	1852.50-1856.50	1843.50-1845.50
1st Buy level	1833.50-1831.00	1816.75-1814.25
2nd Buy level	1817.50-1816.50	1775.50-1778.25

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.natusus.com

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

ESH6 Daily Chart



ES fluctuated yesterday to form a long doji, but it was just a bounce from last year's support zone. Every gain made on the bounce couldn't be held up very long. At the same time there was no confirmation that the price is posting a bottom.

Based on the daily chart, ES has a short-term oversold condition. We may see a few days of sideways movement until the oversold condition gets totally solved.

Today the 185.50 line remains a key line for trading. A move above it could lead ES back up to yesterday's high area 1903.50-07.50 zone or slightly higher to 1916.50-14.50 zone to run some stops.

Holding under 185.50-87.50 zone could give traders the impression the ES still has some room on the downside. Aggressive sellers may push the price back down yesterday's low area again.

A break below 1849.50 will be bearish. A further decline toward 1831-33 zone for back fill should then be expected.

Earning season moves into full gear this week with reports for both Q4 and the 2015 year. The Street whispers that earnings are disappointing and the market may get whipped around as a result.

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

Major support levels: 1830-1825, 1816-1818, 1800-1795
 Major resistance levels: 1929.50-32.50, 1956.50-57.50, 1970-65.50

TRADING STRATEGY: Jan 20, 2015

a. Intraday Scalping numbers

Sell level	1893.75-1892.75	1907.50-1909.50	1916.50-1914.50
Buy level	1856.75-18958.50	1837.25-1835.75	1821.50-1823.75

b. Gap Trading (only for early sessions)

	Gap	target
Sell level		
Buy level		

c. Option Premium Collecting trades

	Strike price	Expiration Date	Entry price
	1955 calls	Jan. 22, 2016	
Meanline	1895		
	1800 puts	Jan. 22, 2016	

Murrey Math Line Movement *

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

Prior Move	7.81	Up Move	7.81	Down Move	7.81
1921.88	+2/8	1921.88	+2/8	1890.63	+2/8
1914.06	+1/8	1914.06	+1/8	1882.81	+1/8
1906.25	8/8	1906.25	8/8	1875.00	8/8
1898.44	7/8	1898.44	7/8	1867.19	7/8
1890.63	6/8	1890.63	6/8	1859.38	6/8
1882.81	5/8	1882.81	5/8	1851.56	5/8
1875.00	4/8	1875.00	4/8	1843.75	4/8
1867.19	3/8	1867.19	3/8	1835.94	3/8
1859.38	2/8	1859.38	2/8	1828.13	2/8
1851.56	1/8	1851.56	1/8	1820.31	1/8
1843.75	0/8	1843.75	0/8	1812.50	0/8
1835.94	-1/8	1835.94	-1/8	1804.69	-1/8
1828.13	-2/8	1828.13	-2/8	1796.88	-2/8

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

	1 st Sell level	2 nd Sell level
	1889.25-1888.50 (s191.75)	1896.75-1895.50 (s198.50)
Central line	1869.75	
	1859.25-1857.00 (s55.50)	1836.75 -1835.25 (s31)
	1 st Buy level	2 nd Buy level

Overnight Call:

Central line = 1869.75

Above it, ES could pop up to 1889.25-1888.50 or higher to 1896.75-1895.50 (short entry).

Below it, ES could dip into 1859.25-1857.00 or lower to 1836.75-1835.25 (long entry).