



Natusus

Daily Trading Plan Jan 27, 2016

1. PREVIOUS DAY (ESH6)

Open	High	Low	Closing
RTH 1879.25	1899.75	1874.75	1896.00
GBX1871.50	1899.75	1851.25	1896.00

2. PIVOTS

	Daily RTH and GBX	Weekly	Monthly	Yearly
R3	1930.75 1962.00	2039.75	2221.00	2472.50
R2	1915.25 1931.00	1973.50	2163.00	2303.25
R1	1905.25 1913.50	1936.50	2099.25	2169.50
PPT	1890.25 1882.50	1870.50	2041.25	2000.25
S1	1880.50 1864.75	1833.00	1977.50	1866.25
S2	1865.00 1833.75	1767.00	1919.50	1697.00
S3	1855.50 1816.50	1729.75	1855.75	1563.33

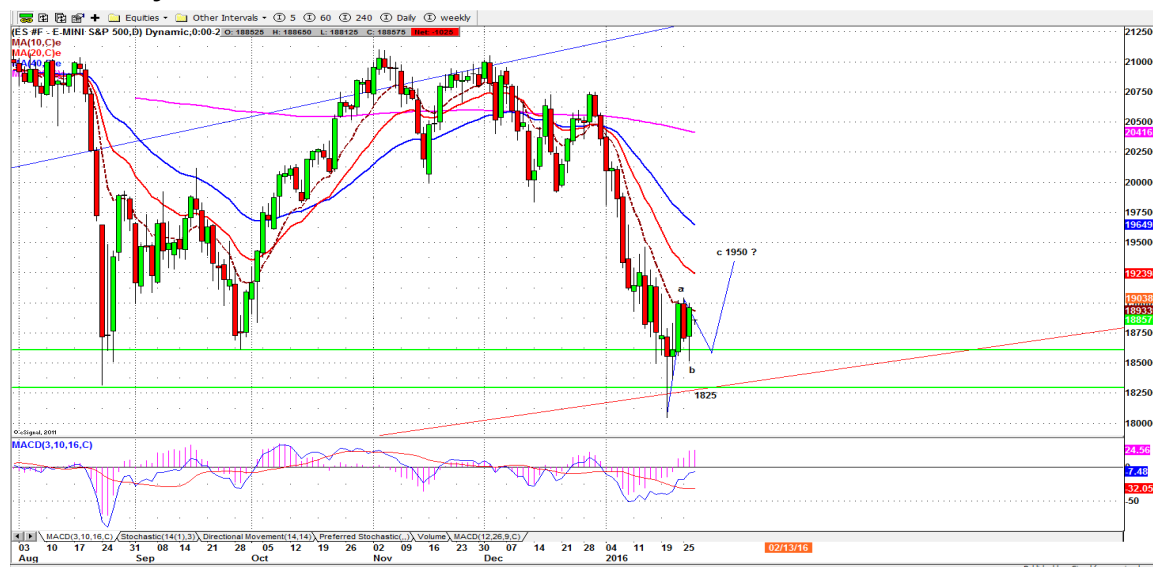
3. FOCUS NUMBERS

	Daily	Weekly
2nd Sell level	1948.25-1951.75	1993.50-1995.75
1st Sell level	1924.75-1925.75	1956.50-1952.50
Key #	1883.50-1885.50	1921.75-1925.50
1st Buy level	1871.75-1870.25	1843.75-1845.00
2nd Buy level	1849.75-1851.25	1795.50-1789.25

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



China declined sharply overnight and dragged the ES down to a low near 1851.25. But right after the European market opened, ES started to bounce back above 1870.25, the previous day's closing and continued going higher. This price action was bullish, and forced overnight shorts to rush for cover after the market opened. At the end, ES went above 1895.75 for closing.

The 10-day moving average line has tried to hold the ES down since January 7. In the last three days, Buyers continued pushing but failed to change the market direction.

Today the Fed decision could trigger ES to run the 1907.50 stops and push the price up to 1921.50-23.50 or higher to the 1948-52 zone if the Fed's tone is dovish or hints at a new QE4.

Conversely, any statements suggesting more rate hikes are in store could send the ES back down to 1870-72 or lower to 1850-48 area.

Today's range should be larger than yesterday's regular trading range. FOMC day can produce unexpected and sometime irrational moves. Trade with caution today.

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

Major support levels: 1830-1825, 1816-1818, 1800-1795
 Major resistance levels: 1907.50-06.75, 1929.50-32.50, 1956.50-57.50

TRADING STRATEGY: Jan 27, 2015

a. Intraday Scalping numbers

	1910.50-1912.50	1920.50-1923.50	1948.50-1951.50
Sell level			
Buy level	1883.50-1884.50	1871.75-1870.25	1849.75-1851.75

b. Gap Trading (only for early sessions)

	Gap	target
Sell level		
Buy level		

c. Option Premium Collecting trades

	Strike price	Expiration Date	Entry price
	1975 calls	Jan. 29, 2016	
Meanline	1905		
	1800 puts	Jan. 29, 2016	

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
1914.06	+2/8	1953.13	+2/8	1921.88	+2/8
1910.16	+1/8	1945.31	+1/8	1914.06	+1/8
1906.25	8/8	1937.50	8/8	1906.25	8/8
1902.34	7/8	1929.69	7/8	1898.44	7/8
1898.44	6/8	1921.88	6/8	1890.63	6/8
1894.53	5/8	1914.06	5/8	1882.81	5/8
1890.63	4/8	1906.25	4/8	1875.00	4/8
1886.72	3/8	1898.44	3/8	1867.19	3/8
1882.81	2/8	1890.63	2/8	1859.38	2/8
1878.91	1/8	1882.81	1/8	1851.56	1/8
1875.00	0/8	1875.00	0/8	1843.75	0/8
1871.09	-1/8	1867.19	-1/8	1835.94	-1/8
1867.19	-2/8	1859.38	-2/8	1828.13	-2/8

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

	1 st Sell level	2 nd Sell level
	1907.50-1908.50 (s110.50)	1914.50-1916.50 (s118.75)
Central line	1901.75	
	1871.25-1870.25 (s68.00)	1863.25-1859.50 (s56.50)
	1 st Buy level	2 nd Buy level

Overnight Call:

Central line = 1901.75

Above it, ES could pop up to 1907.50-1908.50 or higher to 1914.50-1916.50 (short entry).

Below it, ES could dip into 1871.25-1870.25 or lower to 1863.25-1859.50 (long entry).