



Natusus

Daily Trading Plan Oct. 5, 2016

1. PREVIOUS DAY (ESZ6)

| Open | High | Low | Closing |
|-------------|---------|---------|---------|
| RTH 2156.25 | 2158.25 | 2136.00 | 2144.75 |
| GBX 2153.75 | 2159.75 | 2136.00 | 2144.75 |

2. PIVOTS

| | Daily | Weekly | Monthly | Yearly |
|------------|----------------|----------------|----------------|----------------|
| R3 | 2181.50 | 2210.50 | 2288.75 | 2472.50 |
| R2 | 2170.75 | 2189.50 | 2239.00 | 2303.25 |
| R1 | 2157.75 | 2175.00 | 2199.75 | 2169.50 |
| PPT | 2147.00 | 2154.00 | 2150.00 | 2000.25 |
| S1 | 2133.75 | 2139.25 | 2110.75 | 1866.25 |
| S2 | 2123.00 | 2118.25 | 2061.00 | 1697.00 |
| S3 | 2110.00 | 2103.75 | 2021.75 | 1563.33 |

3. FOCUS NUMBERS

| | Daily | Weekly |
|----------------------------------|------------------------|------------------------|
| 2nd Sell level | 2171.50-2173.50 | 2203.50-2206.50 |
| 1st Sell level | 2162.75-2165.50 | 2192.25-2194.50 |
| Key # | 2148.50-2150.50 | 2148.50-2150.50 |
| 1st Buy level | 2143.50-2141.75 | 2132.25-2133.50 |
| 2nd Buy level | 2134.25-2135.50 | 2100.50-2103.50 |

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)

ESZ6 Daily Chart



The market went down again yesterday which is why ES wasn't able to generate a daily buying signal from PMO indicator. There was not much change on the consolidation move, but a new triangle pattern now shows up clearly.

Today the ADP private employment report will be out early in the morning. The news could move the market and help ES to break its triangle pattern.

2135.50-33 is a key zone today. A break below 2132.75 could trigger selling and push the price down further toward 2123-21 or lower today. If ES triggers a deeper correction, the target will be lying above the 200-day moving average line at 2050.

But it has to deal 2100 psychology support first before ES gets there 2065-2050 area.

On the upside, 2165-62 will be the current major resistance zone. A move above it could force shorts to cover and push price up to 2172-75 zone.

Due to the triangle pattern, ES could have a break in either direction. But a bang move still could be produced.

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

Major support levels: 2135-33. 2123-21.50, 2112-13.50, 2103.50-01.75
 Major resistance levels: 2171-72.50, 2181.50-78.50 , 2188-90.50, 2200-01.50

TRADING STRATEGY: Oct. 5, 2016

a. Intraday Scalping numbers

| Sell level | 2152.50-2150.50 | 2158.50-2160.50 | 2165.50-2166.50 |
|-------------------|------------------------|------------------------|------------------------|
| Buy level | 2133.50-2134.50 | 2125.50-2123.75 | 2118.50-2119.50 |

b. Gap Trading (only for early sessions)

| |
|-------------------|
| Sell level |
| Buy level |

c. Option Premium Collecting trades

| | Strike price | Expiration Date | Entry price |
|-----------------|---------------------|------------------------|--------------------|
| | 2210 calls | Oct. 7, 2016 | |
| Meanline | 2155 | | |
| | 2100 puts | Oct. 7, 2016 | |

Murrey Math Line Movement *

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

| Prior Move | 3.91 | Up Move | 3.91 | Down Move | 3.91 |
|------------|------|---------|------|-----------|------|
| 2164.06 | +2/8 | 2179.69 | +2/8 | 2164.06 | +2/8 |
| 2160.16 | +1/8 | 2175.78 | +1/8 | 2160.16 | +1/8 |
| 2156.25 | 8/8 | 2171.88 | 8/8 | 2156.25 | 8/8 |
| 2152.34 | 7/8 | 2167.97 | 7/8 | 2152.34 | 7/8 |
| 2148.44 | 6/8 | 2164.06 | 6/8 | 2148.44 | 6/8 |
| 2144.53 | 5/8 | 2160.16 | 5/8 | 2144.53 | 5/8 |
| 2140.63 | 4/8 | 2156.25 | 4/8 | 2140.63 | 4/8 |
| 2136.72 | 3/8 | 2152.34 | 3/8 | 2136.72 | 3/8 |
| 2132.81 | 2/8 | 2148.44 | 2/8 | 2132.81 | 2/8 |
| 2128.91 | 1/8 | 2144.53 | 1/8 | 2128.91 | 1/8 |
| 2125.00 | 0/8 | 2140.63 | 0/8 | 2125.00 | 0/8 |
| 2121.09 | -1/8 | 2136.72 | -1/8 | 2121.09 | -1/8 |
| 2117.19 | -2/8 | 2132.81 | -2/8 | 2117.19 | -2/8 |

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

| | 1 st Sell level | 2 nd Sell level |
|--------------|----------------------------|----------------------------|
| | 2149.75-2148.50 (sl51.50) | 2155.50-2156.50 (sl 58.75) |
| Central line | 2146.00 | |
| | 2131.75 -2133.00 (sl30.25) | 2125.00-2123.25 (sl 21.25) |
| | 1 st Buy level | 2 nd Buy level |