



Natusus Daily Trading Plan

Aug. 27, 2015

1. PREVIOUS DAY (ESU5)

Open	High	Low	Closing
RTH 1913.50	1943.00	1875.50	1938.00
GBX 1876.00	1943.00	1850.50	1938.00

2. PIVOTS

	Daily RTH and GBX	Weekly	Monthly	Yearly
R3	2029.75 2063.00	2196.50	2130.50	2540.25
R2	1986.50 2003.00	2150.25	2178.50	2314.50
R1	1986.50 2003.00	2061.00	2138.50	2183.50
PPT	1919.00 1910.50	2014.50	2086.50	1957.75
S1	1894.50 1878.00	1925.00	2046.25	1826.75
S2	1851.50 1818.00	1878.50	1994.25	1601.00
S3	1827.00 1785.50	1789.25	1954.25	1470.00

3. FOCUS NUMBERS

	Daily	Weekly
2nd Sell level	2030.50-2034.50	2045.50-2048.00
1st Sell level	1971.50-1980.00	2029.50-2025.50
Key #	1955.00-1956.50	1989.50-1993.50
1st Buy level	1848.50-1850.50	1913.25-1916.50 * done
2nd Buy level	1831.00-1835.50	1892.50-1887.50 * done

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)

ESU5 Daily chart



Another volatile day for our traders. The market rallied overnight, and gapped up at the open. After the ES failed to fill the gap at 1873.50, the price started to climb after the President of the New York Fed, William Dudley, suggested a rate increase in September is probably unlikely. That observation, combined with upbeat economic data, encouraged buyers.

So far ES is still trading below the monthly range breakdown levels (1947.50-1942.25 zone). Today the GDP report will be released in the pre-market session. Yesterday's bounce could anticipate a good report.

The 1961-1951.75 zone is today's key zone. Above it, ES could be pushed up to 1973-88 for testing or higher up to 2000-06. A stay below the key zone may indicate the consolidation will continue with high volatility moves.

However the short-term indicators are still oversold, and a further bounce should still be expected if the 1895-85 zone continues holding up.

Yesterday we talked about a selling signal, which failed to give a confirmation again. The 50sma line kissed the 200ema line on Tuesday, but separated again yesterday. This non-confirmation could bring more shorts in to cover, which could move the price back up to 1985-2000 for option expirations on Friday and Monday.

One more thought: the current decline with heavy volume is similar to last October's movement. At that time the ES took seven weeks to complete its correction. This week is the seventh week from the top at 2134 made by the ES in May. We need to keep in mind the possibility that 1831, reached on Monday, is the low for this correction.

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

The major support levels: 1850-45, 1828.50-25, 1803-1799.50, 1775-72
 the major resistance levels: 1950-46.50 , 1973.75-80, 2032-2035

TRADING STRATEGY: Aug. 27, 2015

a. Intraday Scalping numbers

Sell level	1973.75-1980.00	2006.50-2003	2032-2034.50
Buy level	1875.50-1872.50	1850.50-1848.50	1831-1835.00

b. Gap Trading (only for early sessions)

	Gap	target
Sell level		
Buy level		

c. Option Premium Collecting trades

	Strike price	Expiration Date	Entry price
	2065 calls	2015-08-28	ES near 2000
Meanline	2050		
	1800 puts	2015-08-28	ES near 1940

2065 puts get sour and led traders to short contracts at 2065 level yesterday.

Murrey Math Line Movement *

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

Prior Move	7.81	Up Move	15.63	Down Move	15.63
1953.13	+2/8	2031.25	+2/8	1968.75	+2/8
1945.31	+1/8	2015.63	+1/8	1953.13	+1/8
1937.50	8/8	2000.00	8/8	1937.50	8/8
1929.69	7/8	1984.38	7/8	1921.88	7/8
1921.88	6/8	1968.75	6/8	1906.25	6/8
1914.06	5/8	1953.13	5/8	1890.63	5/8
1906.25	4/8	1937.50	4/8	1875.00	4/8
1898.44	3/8	1921.88	3/8	1859.38	3/8
1890.63	2/8	1906.25	2/8	1843.75	2/8
1882.81	1/8	1890.63	1/8	1828.13	1/8
1875.00	0/8	1875.00	0/8	1812.50	0/8
1867.19	-1/8	1859.38	-1/8	1796.88	-1/8
1859.38	-2/8	1843.75	-2/8	1781.25	-2/8

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

	1 st Sell level	2 nd Sell level
	1977.50-1980.50 (sl83.25)	2016.75-2014.50 (sl18.50)
Central line	1928.50	
	1898.50-1896.50 (sl93.50)	1873.50-1870.50 (sl68.00)
	1 st Buy level	2 nd Buy level

Overnight Call:

Central line = 1928.50

Above it, ES could pop up to 1977.50-1980.50 or higher to 2016.75-2014.50 (short entry).

Below it, ES could dip into 1898.50-1896.50 or lower to 1873.50-1870.50 (long entry).