



Naturus

Daily Trading Plan Feb. 17, 2016

1. PREVIOUS DAY (ESH6)

Open	High	Low	Closing
RTH 1883.25	1892.50	1872.50	1888.75
GBX1858.25	1892.75	1865.00	1888.75

2. PIVOTS

	Daily RTH and GBX	Weekly	Monthly	Yearly
R3	1917.25 1827.25	1976.50	2287.00	2472.50
R2	1905.00 1909.75	1930.50	2165.25	2303.25
R1	1897.00 1899.50	1894.50	2047.75	2169.50
PPT	1884.75 1882.25	1848.50	1926.00	2000.25
S1	1876.50 1871.50	1812.25	1808.25	1866.25
S2	1864.25 1854.50	1766.25	1686.67	1697.00
S3	1856.25 1843.75	1730.25	1569.00	1563.33

3. FOCUS NUMBERS

	Daily	Weekly
2 nd Sell level	1920.50-1918.50	1951.25-1954.25
1 st Sell level	1907.50-1909.50	1935.50-1937.50
Key #	1893.75-1895.50	1885.50-1889.50
1 st Buy level	1862.25-1858.25	1805.00-1803.50
2 nd Buy level	1850.25-1848.50	1783.00-1778.50

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.naturus.com

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

ESH6 Daily Chart



ES moved up strongly overnight and gapped up for the open. It fell back but found support at the 1870 area before the European market closed. It then reversed back to the the earlier higher and closed near the top of the trading range.

The PMO indicator gave a short-term buying signal. This bounce looks like an intermediate-term correction. The price could be pushed up to 1925-35 or higher up to the 200-day moving average line which would be a reasonable intermediate-term correction move. A retracement, if it occurs, could last for several days.

Today we have the FOMC minutes which will be the center of attention.

Yesterday's unfilled gap is important. As long as this gap remains unfilled, the odds will favor the upside. We could see a strong trend day caused by shorts covering.

Above yesterday's close and just above yesterday's high, there is a resistance zone at 1893.75-95.50. A break above it could push the price up to the 1907.50 area. If the upside momentum is strong the price could move back toward the monthly open in the 1929.75 area.

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

LONG-TERM === Neutral

Major support levels: 1800-1790, 1785-75.50

Major resistance levels: 1893.50-97, 1906.50-08, 1915.50-18, 1929.50-31

TRADING STRATEGY: Feb. 17, 2016

a. Intraday Scalping numbers

Sell level	1897.50-1898.50	1909.50-1908.50	1915.75-1918.50
Buy level	1875.50-1877.00	1864.50-1862.50	1858.25-1856.50

b. Gap Trading (only for early sessions)

	Gap	target
Sell level		
Buy level	1875.50-1878.50	1888.75

c. Option Premium Collecting trades

	Strike price	Expiration Date	Entry price
	1965 calls	Feb. 19, 2016	
Meanline	1885		
	1750 puts	Feb.19, 2016	

Murrey Math Line Movement *

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

Prior Move	1.95	Up Move	3.91	Down Move	7.81
1894.53	+2/8	1929.69	+2/8	1921.88	+2/8
1892.58	+1/8	1925.78	+1/8	1914.06	+1/8
1890.63	8/8	1921.88	8/8	1906.25	8/8
1888.67	7/8	1917.97	7/8	1898.44	7/8
1886.72	6/8	1914.06	6/8	1890.63	6/8
1884.77	5/8	1910.16	5/8	1882.81	5/8
1882.81	4/8	1906.25	4/8	1875.00	4/8
1880.86	3/8	1902.34	3/8	1867.19	3/8
1878.91	2/8	1898.44	2/8	1859.38	2/8
1876.95	1/8	1894.53	1/8	1851.56	1/8
1875.00	0/8	1890.63	0/8	1843.75	0/8
1873.05	-1/8	1886.72	-1/8	1835.94	-1/8
1871.09	-2/8	1882.81	-2/8	1828.13	-2/8

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

	1 st Sell level	2 nd Sell level
	1897.50-1898.50 (s100.75)	1906.50-1907.50 (s109.50)
Central line	1885.50	
	1878.25-1876.50 (s1073.50)	1869.25-1867.75 (s65.50)
	1 st Buy level	2 nd Buy level

Overnight Call:

Central line = 1885.50

Above it, ES could pop up to 1897.50-1898.50 or higher to 1906.50-1907.50 (short entry).

Below it, ES could dip into 1878.25-1876.50 or lower to 1869.25-1867.75 (long entry).