

The PRECISION REPORT

Precise Market Timing



August 26, 2010

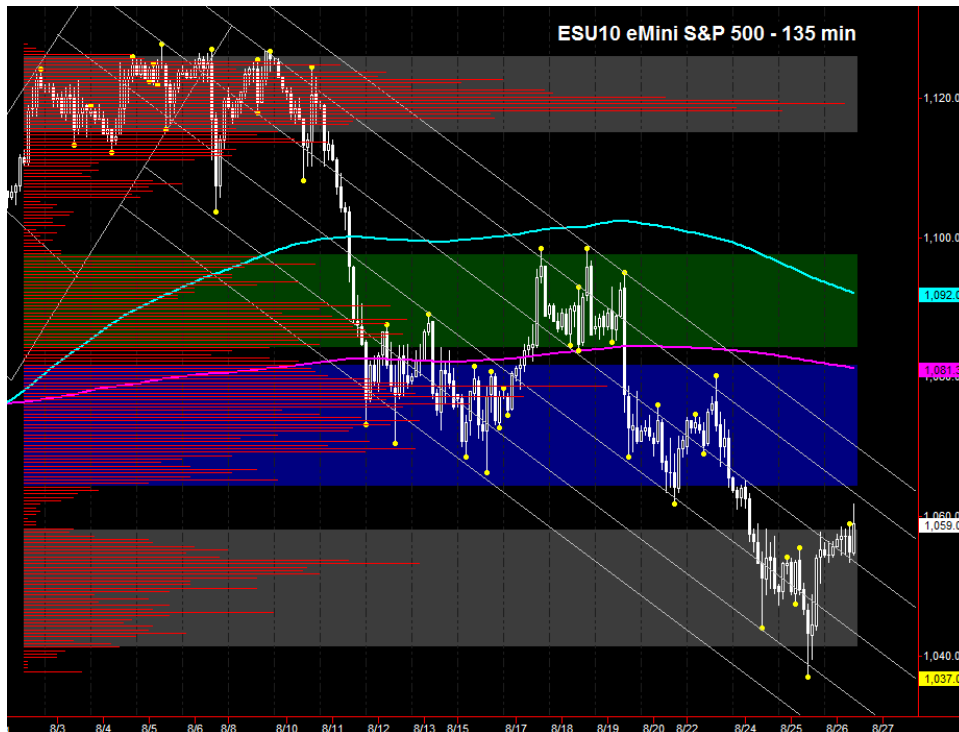
COMMENTARY FOR THE eMINI S&P 500 MAR 2010 CONTRACT (the "ES")

The Precise Take – Equity futures up on Jobless Claims, ahead of weekend financial summit

Big Picture Analysis: Yesterday, the ES managed a bounce off what was major support prior to the break of the 1035-40 area on June 29. As we write, bulls are also taking advantage of a moderately less-bad jobless claims report. The first major upside target is the 50% retracement of the August down leg in confluence with the 50 day moving average at about 1081. The last of the week's large Treasury auctions is over today at 1:00 pm EDT, which was favorable to equities the prior month. We have been waiting for a large reversal in the 10 Year to signal its massive bull run may be over, which would be supportive of equities. Yesterday was close, but did not quite cut it, however. The first revision to Q2 GDP is released tomorrow pre-market and, thereafter, Bernanke speaks at Jackson Hole, with many expecting hints of further easing. Expectations of GDP have lowered significantly in the past weeks, so Bernanke could hold the key to this rally attempt.

Trading Today: The upper end of the projected range contains the upper end of a professional gap and high volume level, from 1064.75 to 1065.50. The lower end contains yesterday's settlement, overnight low and another high volume level.

Today's volume profile:



Day Trading Guide

Daily Gaps

1053.75 (4:00 pm close)
1054.50 (4:15 pm settlement)

Daily Pivots

1049.75 (day-session-only)
1049.75 (day & overnight sessions)

Unfilled Gaps

1142.75 to 1150.00 (price)
1101.50 to 1108.25 (price)
1058.55 to 1064.25 (price)

Upside Targets

1057.00, 1073.50, 1081.75, 1089.25,
1097.50, 1106.75, 1119.25, 1132.00

Downside Targets

1004.25, 1016.50, 1022.75, 1032.75,
1037.75, 1048.00

Today's Scheduled News

Major Market Movers

None

Minor Market Movers

7 Yr Note Auction at 1:00 pm

Tomorrow's Scheduled News

Major Market Movers

GDP at 8:30 am
Consumer Sentiment at 9:55 am

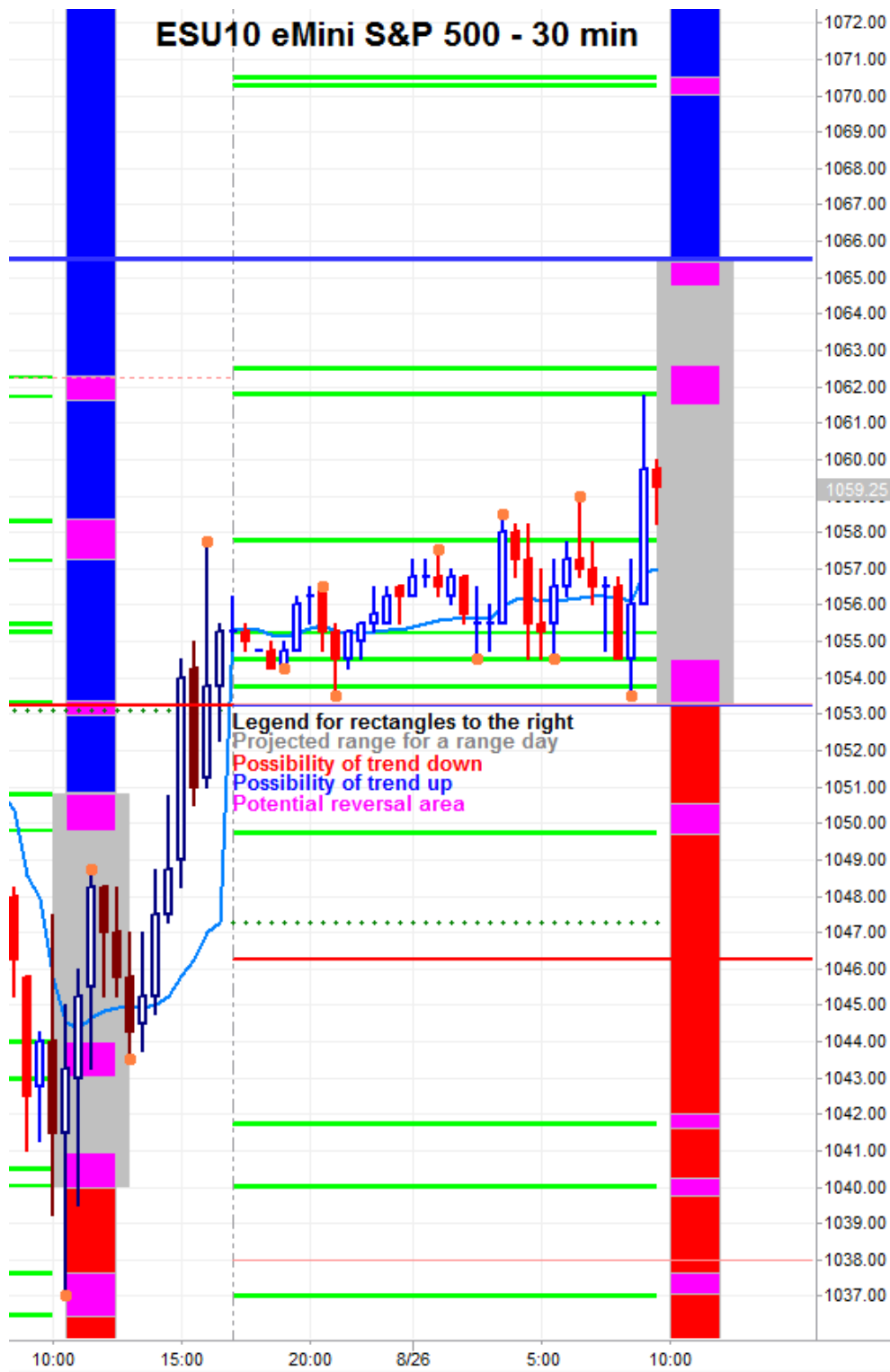
Minor Market Movers

Corporate Profits at 8:30 am
Bernanke Speaks at 10:00 am

Free intraday updates at <http://www.precisioncapmgt.com>.

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Today's Support and Resistance:



Legend: Market Profile points of control (POC's), or high volume levels, are calculated each day and displayed as lines colored shades of blue or red. Shades of blue measure POC's over the life of the contract. Shades of red measure POC's for the previous day only. Confluence areas of support and resistance are calculated using Fibonacci retracement and extensions, market profile POC, and pivot formulas calculated on monthly, weekly and daily (day-session-only and day/overnight combined) time frames. These areas are drawn as shaded green boxes. Previously drawn areas have not been adjusted retroactively.

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