



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

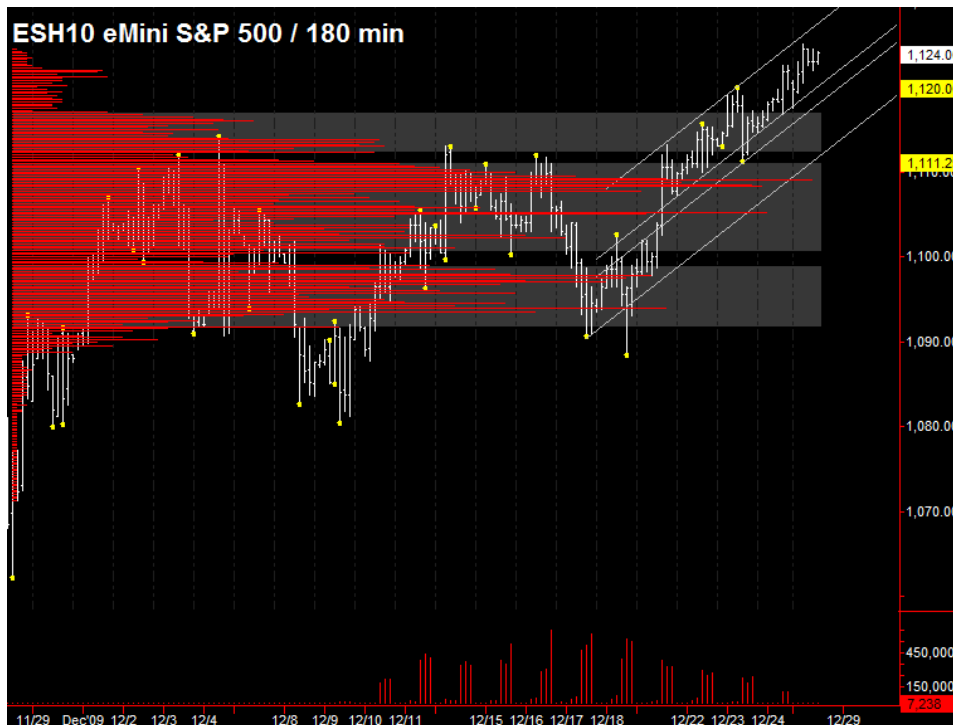
The Precise Take – ES to gap open on closing week of 2009

Leaders Analysis: Overnight, the leaders have continued moving nominally in the direction of last week's trends. Some are close to reversal points, but for now, they continue to confirm equities strength. We are focused on the 30 Yr yield, which is testing June highs and the EuroYen forex cross, which is creeping towards its 50 and 200 day moving averages.

Medium Term Analysis: There are no scheduled news items this week that are expected to move the markets, though an extreme headline number would do so. Next Monday begins with ISM Manufacturing, then focus will shift to Friday's Employment Situation. This week should feature more of the same low volatility intraday trading.

Trading Today: Overnight the ES traded to 1125.00, just shy of day-session-only R2, which, in confluence with the 50% retracement of the Oct 07 high at 1126.25, forms the upper end of the projected range for today. To the downside, the lower end is formed from day-session-only S1 (1119.25) and the combined session pivot (1119.75). We will play the projected range and will not fade a move beyond it. As we wrote Friday, any gains will likely be muted today until after the 1:00 pm auction.

Today's volume profile:



Day Trading Guide

Daily Gaps

N/A (4:00 pm close)
1122.00 (4:15 pm settlement)

Daily Pivots

1120.75 (day-session-only)
1119.75 (day & overnight sessions)

Unfilled Gaps

1063.00 to 1069.25 (price)
1099.00 to 1103.00 (price)

Upside Targets

1126.25, 1144.75, 1160.75

Downside Targets

1063.00, 1022.75, 1004.75, 975.50,
961.00, 937.25, 899.00, 882.25,
831.25

Countertrend Longs*

1110.75, 1115.25

Countertrend Shorts*

None

* Countertrend trades have a 2 point target and 2 point stop, are valid during the day session only, and are not recommended on high volume moves or around major news releases.

Today's Scheduled News

Major Market Movers

None

Minor Market Movers

2 Yr Auction at 1:00 pm

Monday's Scheduled News

Major Market Movers

S&P Case-Shiller HPI at 9:00 am
Consumer Confidence at 10:00 am

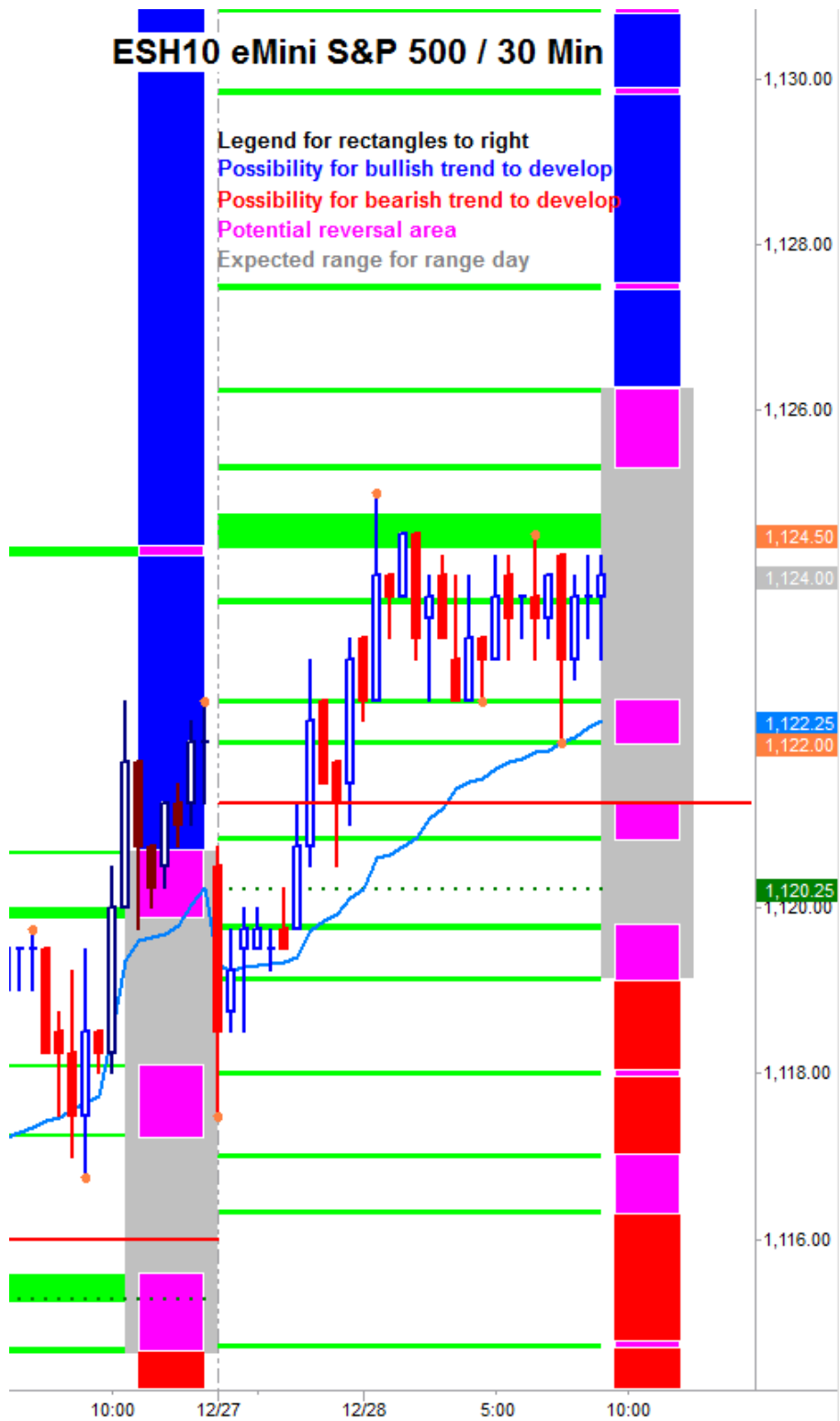
Minor Market Movers

State St. Investor Confidence Idx at 10:00 am
5 Yr Auction at 1:00 pm

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

Disclaimer: The information in this report is general market commentary and for educational purposes only. No personal trade recommendations are being made hereby. Trading futures and securities is highly risky and you can lose a substantial amount of money. Past performance is not necessarily indicative of future results. All charts herein created with TradeStation.

Today's Support and Resistance:



Legend: Market Profile points of control (POC's) 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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