

The PRECISION REPORT

Precise Market Timing



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

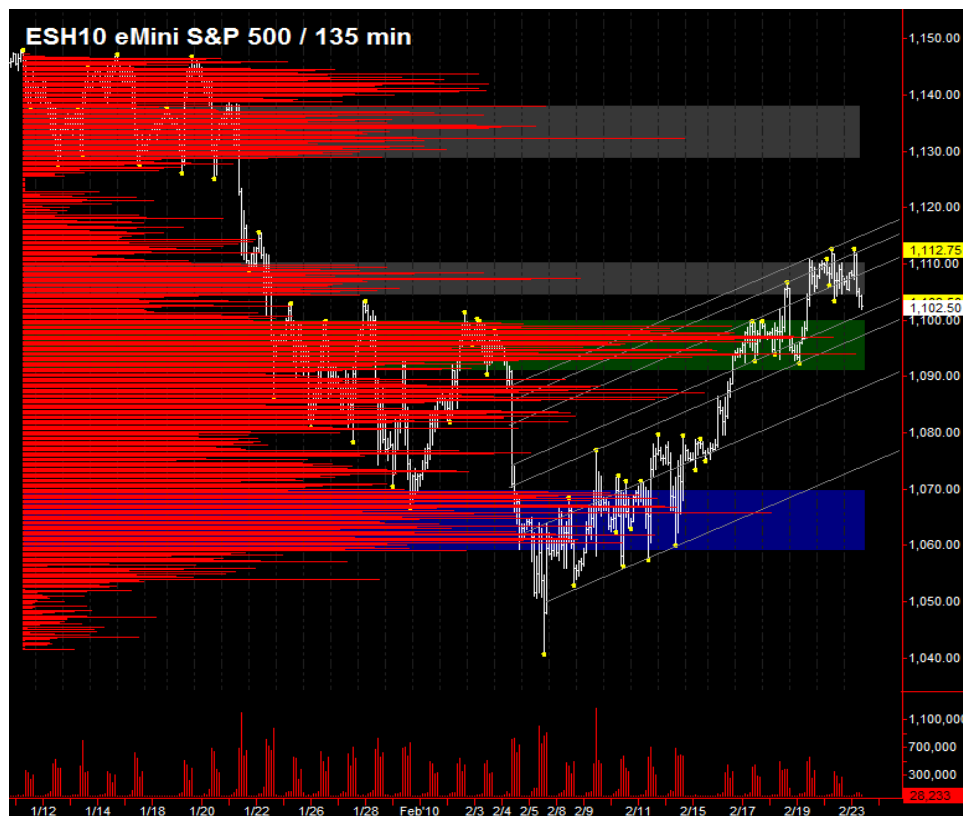
The Precise Take – Equity futures down overnight on Euro zone weakness

Leaders Analysis: The EuroYen closed below its 20 day moving average yesterday, after closing above it Friday, and it is down again overnight. The US Dollar Index is net up from yesterday's close after hitting fib support overnight. 30 Year T-Bond futures are not saying much as they are forming a consolidating wedge. All in all, the leaders are equities bearish.

Medium Term Analysis: Yesterday, equity longs were not able to capitalize on a favorable gap up, with the ES trading below yesterday's low overnight. Our guess is equities will correct a bit before attempting to continue the rally. In the ES, 1094 to 1097 is strong support, containing a long term high volume level, along with the monthly and weekly pivots. If that cannot hold, there is long term pivot, moving average and fib support from 1082 to 1085. Yesterday San Francisco FRB President Yellen spoke and attempted to allay fears that the Fed would tighten further in the coming months, and it may take Bernanke's testimony tomorrow and the following day to confirm such to the markets.

Trading Today: The upper end of the projected range is the day's value area, from 1106.50 to 1108.50. If the ES trades above, bulls are stronger than we thought. The lower end of the projected range is the daily S2's, from 1098.75 to 1099.75. That area is more likely to hold if the ES rally's first to the upper end of the projected range. If instead, it heads down first after the open, the S2's are less likely to hold and the daily S1's, from 1103.00 to 1103.75 will then serve as strong resistance. Consumer Confidence at 10:00 am is the first scheduled news since Friday and could be a market mover.

Today's volume profile:



Day Trading Guide

Daily Gaps

1106.50 (4:00 pm close)
1107.50 (4:15 pm settlement)

Daily Pivots

1108.00 (day-session-only)
1107.25 (day & overnight sessions)

Unfilled Gaps

1138.50 to 1143.00 (price)

Upside Targets

1127.00, 1132.25, 1154.50, 1196.00, 1235.00

Downside Targets

1083.00, 1065.75, 1022.75, 1004.75, 975.50, 961.00

Countertrend Longs*

1041.75, 1060.50, 1180.50

Countertrend Shorts*

1118.75

* 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

Consumer Confidence at 10:00 am

Minor Market Movers

S&P Case-Shiller at 9:00 am
2 Yr Note Auction at 1:00 pm

Tomorrow's Scheduled News

Major Market Movers

Bernanke speaks at 10:00 am

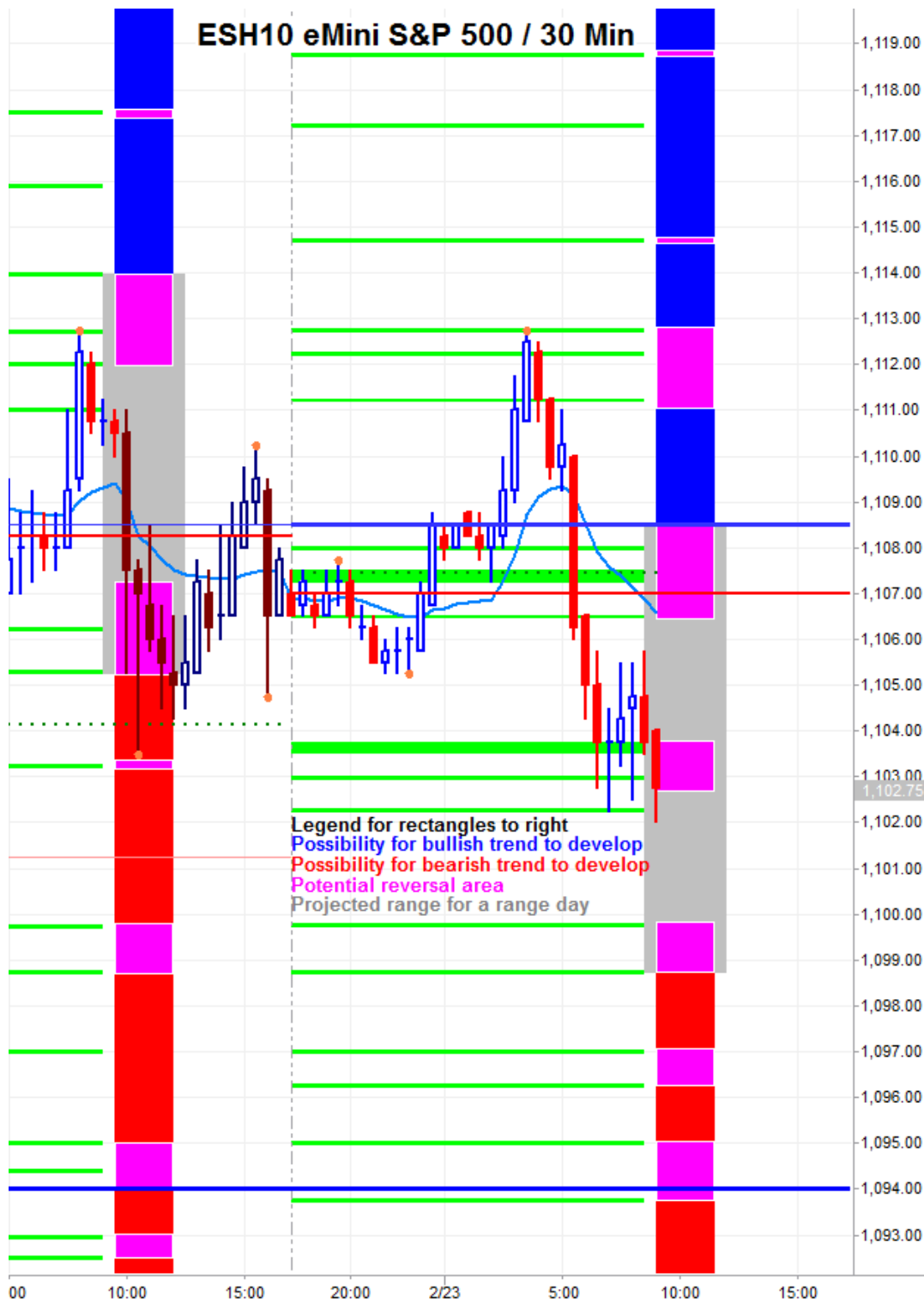
Minor Market Movers

New Home Sales at 10:00 am
5 Yr Note Auction at 1:00 pm

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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