

The PRECISION REPORT

Precise Market Timing



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

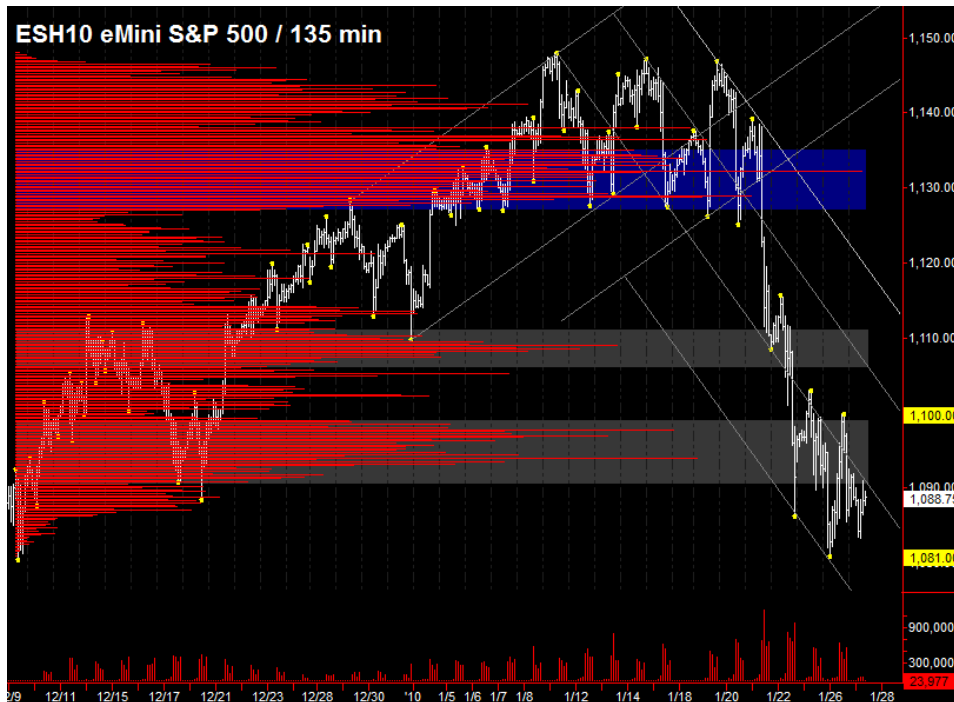
The Precise Take – Equities trying to maintain ahead of FOMC Announcement

Leaders Analysis: The leaders are flat overnight, with the US Dollar still at critical resistance.

Medium Term Analysis: Uncertainty still looms regarding the Bernanke vote and to what extent banks will be affected by the new Volcker proposals. With GDP on Friday, we expect volatility and a resolution of the fate of this correction.

Trading Today: On the morning of an FOMC Announcement day, the ES would typically be up by five points or more from the prior close; however, the ES has not been able to muster a move through closing VWAP at 1092.50. If the seasonality holds, we should see a bullish day until after the Announcement, with downward move beginning anywhere from 2:30 pm to 3:00 pm. As noted above, however, the day is already deviating. The lower end of the projected range is 1084.75 to 1085.50 and includes monthly S1 and yesterday's day session low. We considered making the lower end between 1080.00 to 1082.00 and would entertain a long there in the first 30 minutes if it is quickly rejected; however, the risk of a selloff makes longs increasingly aggressive there as the day progresses. The upper end of the projected range is 1096.00 to 1098.00 and includes the daily R1's and fib resistance. We expect a relatively quiet day until the Announcement, at which point the projected range will probably break. Geithner's testimony in front of Congress today beginning at 10:00 am as a slight chance of making some waves.

Today's volume profile:



Day Trading Guide

Daily Gaps

1093.00 (4:00 pm close)
1092.50 (4:15 pm settlement)

Daily Pivots

1094.00 (day-session-only)
1095.00 (day & overnight sessions)

Unfilled Gaps

1063.00 to 1069.25 (price)
1138.50 to 1143.00 (price)

Upside Targets

1126.25, 1132.25, 1154.50, 1196.00, 1235.00

Downside Targets

1069.00, 1022.75, 1004.75, 975.50, 961.00

Countertrend Longs*

None

Countertrend Shorts*

1109.75, 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

New Home Sales at 10:00 am
Geithner speaks at 10:00 am

Minor Market Movers

5 Yr Note Auction at 1:00 pm
FOMC Meeting at ~2:15 pm

Tomorrow's Scheduled News

Major Market Movers

Durable Goods at 8:30 am
Jobless Claims at 8:30 am

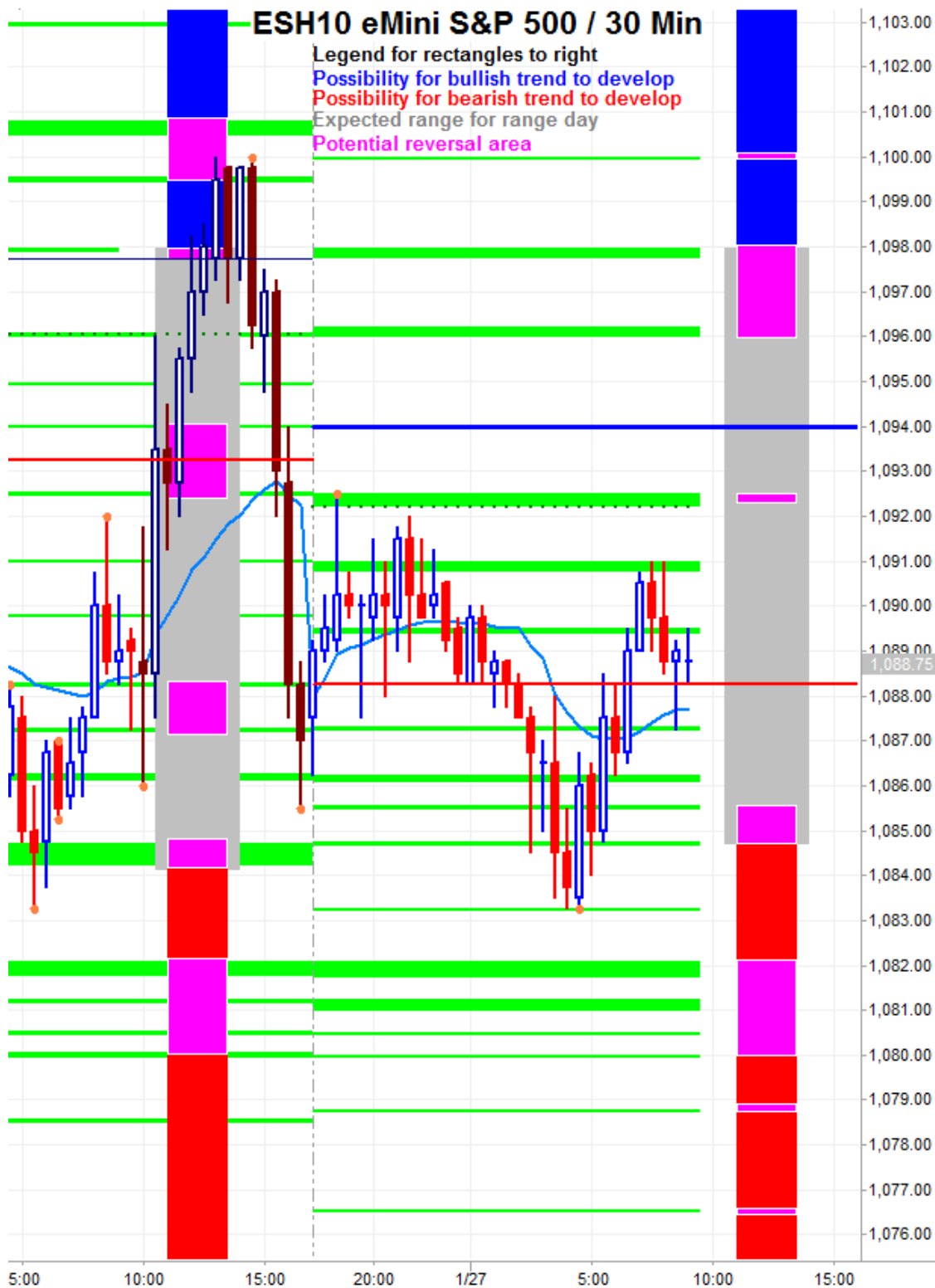
Minor Market Movers

7 Yr Note 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), 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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