

The PRECISION REPORT

Precise Market Timing



March 1, 2010

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

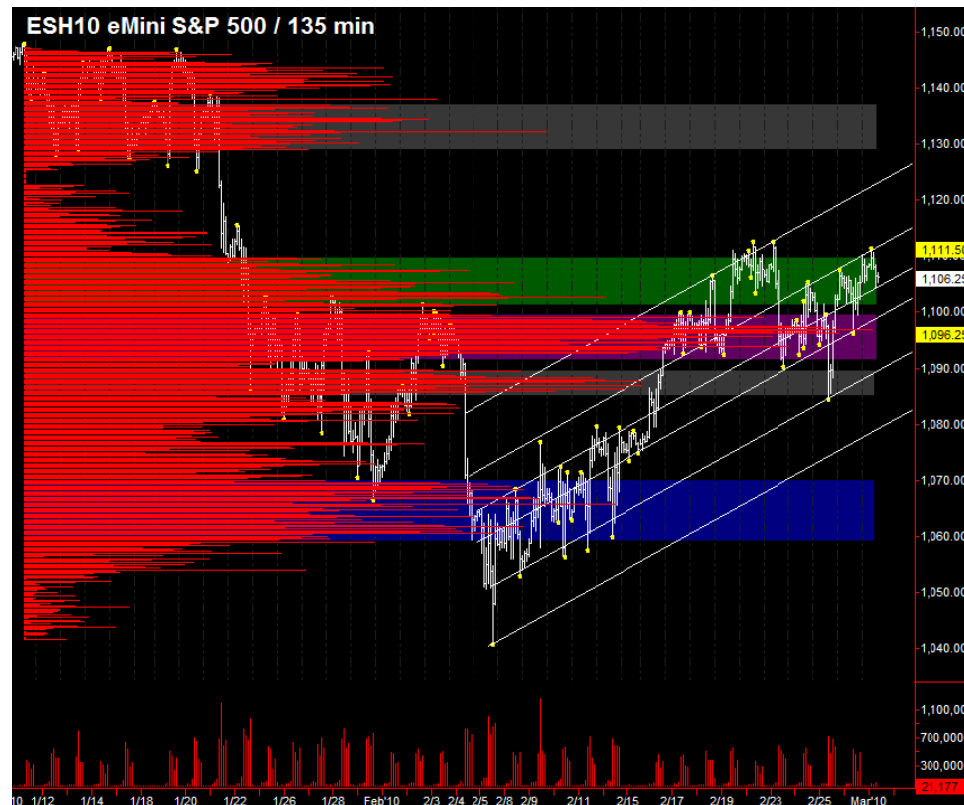
The Precise Take – Equity futures higher overnight ahead of ISM

Leaders Analysis: After selling off to its 20 day moving average Friday, the US Dollar Index rallied strongly overnight on British Pound weakness to the upper end of its two week range. The EuroYen traded first up, then down, and is at Friday's low. The 30 Year T-Bond yield closed decisively below long term trend line support Friday and is up marginally on the open. A continuation of the trend down in yield (and up in the futures) does not preclude equities gains, but a concurrent US Dollar rally would make any equities gains more difficult to come by. With ISM Manufacturing today, the direction could be set into Friday's Employment Situation report. For now (at least until 10:00 am), the leaders are slightly equities bearish.

Medium Term Analysis: The ES was strong enough overnight to test the most recent swing high at 1112.75 and subsequently traded down on the US Dollar rally. However, it is accepting in the green value area (below). If it continues to accept here or rally after ISM today, the next upside target of 1127 should be reached in the coming days. If it rejects this area, it will probably retrace to the 1085-90 area.

Trading Today: The upper end of the projected range contains the overnight high, the most recent swing high and day-session-only R2, from 1111.00 to 1112.75. The lower end contains today's value area, from 1102.00 to 1103.50. The chances of a range day depend on ISM and we will try to update shortly thereafter.

Today's volume profile:



Day Trading Guide

Daily Gaps

1102.75 (4:00 pm close)
1103.50 (4:15 pm settlement)

Daily Pivots

1102.00 (day-session-only)
1102.50 (day & overnight sessions)

Unfilled Gaps

1138.50 to 1143.00 (price)

Upside Targets

1107.50, 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, 1080.50, 1086.25,
1101.00

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

ISM Mfg Index at 10:00 am

Minor Market Movers

Construction Spending at 10:00 am

Tomorrow's Scheduled News

Major Market Movers

None

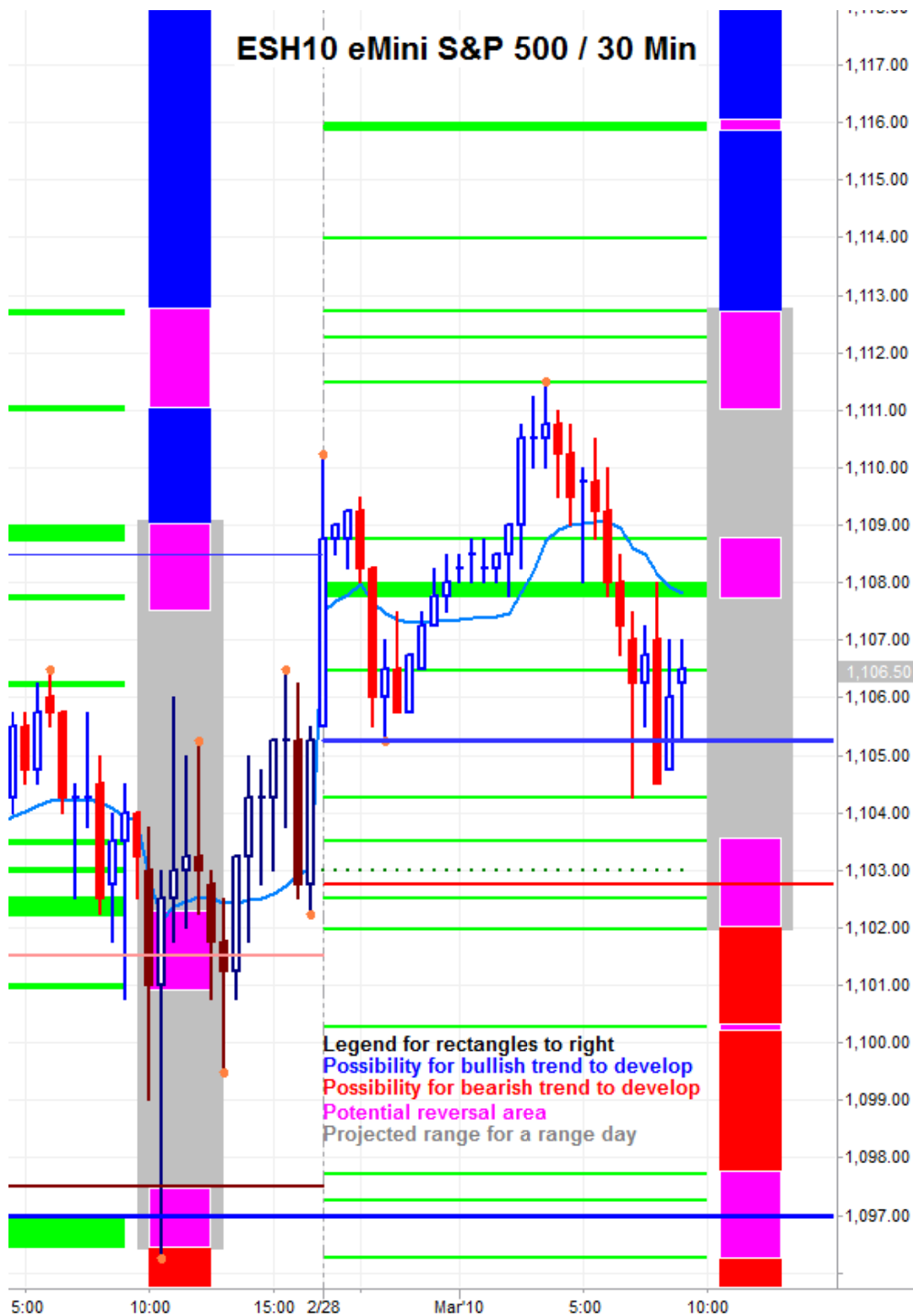
Minor Market Movers

Bank of Canada Announcement at
9:00 am
Motor Vehicle Sales throughout day

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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