



November 12, 2009

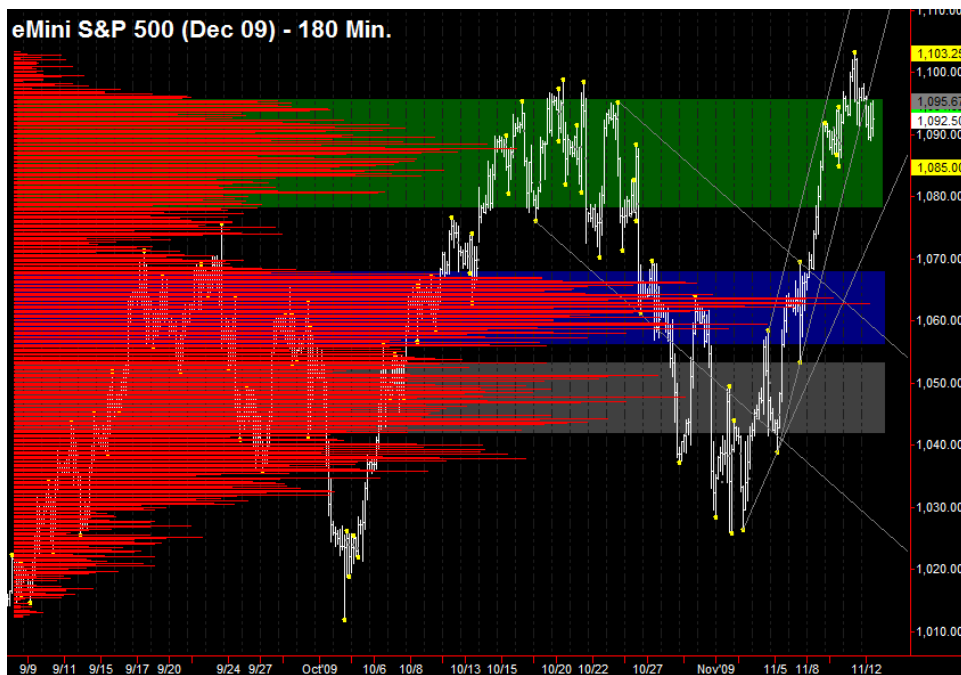
## COMMENTARY FOR THE eMINI S&P 500 DEC 2009 CONTRACT (the "ES")

**The Precise Take** – ES awakes from news siesta

**Leaders Analysis:** 30 Year T-Bonds pushed against the upper end of the downward sloping trend channel yesterday, but were unable to push through. We would still take a break of this resistance as a hindrance to the equities rally, but it has not yet happened. Conversely, a fall through support should lift equities. The EuroYen has been in an unusually tight range, and its breakout will likely happen in concert with T-Bonds. Gold continues to edge higher, and the US Dollar is having its strongest day this month. All in all, slightly equities bearish, but we will watch closely for signs of any reversal.

**Trading Today:** We prefer to be early sellers in the range that includes yesterday's settlement (1096.25), the daily pivots, closing VWAP and weekly R2 (1097.50), but we will allow a break above the overnight high of 1098.25 by one point to allow for a possible bull trap. Above 1099.00, we don't wish to be short and would look to be long for a test of the daily R1s in confluence with yesterday's new contract highs (1102.50 to 1103.25). Above, and there is only resistance at 1109.00 at the daily R2's. Below, and we will look to protect profits on any shorts at the confluence of yesterday's low with the daily S1's at 1090.50 to 1091.25, but a move down to the daily S2's in confluence with monthly R1 (1084.00 to 1085.00) is in the cards.

**Today's volume profile:**



### Day Trading Guide

#### Daily Gaps

1096.25 (4:00 pm close)  
1096.25 (4:15 pm settlement)

#### Daily Pivots

1097.00 (day-session-only)  
1097.00 (day & overnight sessions)

#### Unfilled Gaps

1011.75 to 1014.75 (price)  
1069.25 to 1074.00 (price)

#### Upside Targets

1126.25, 1144.75, 1160.75

#### Downside Targets

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

#### Countertrend Longs\*

1031.50, 1050.50, 1056.50, 1085.75

#### 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

Jobless Claims at 8:30 am  
Treasury Budget at 2:00 pm

#### Minor Market Movers

EIA Petroleum Stats at 11:00 am  
30 Yr Auction at 1:00 pm

### Tomorrow's Scheduled News

#### Major Market Movers

Int'l Trade at 8:30 am  
Consumer Sentiment at 9:55 am

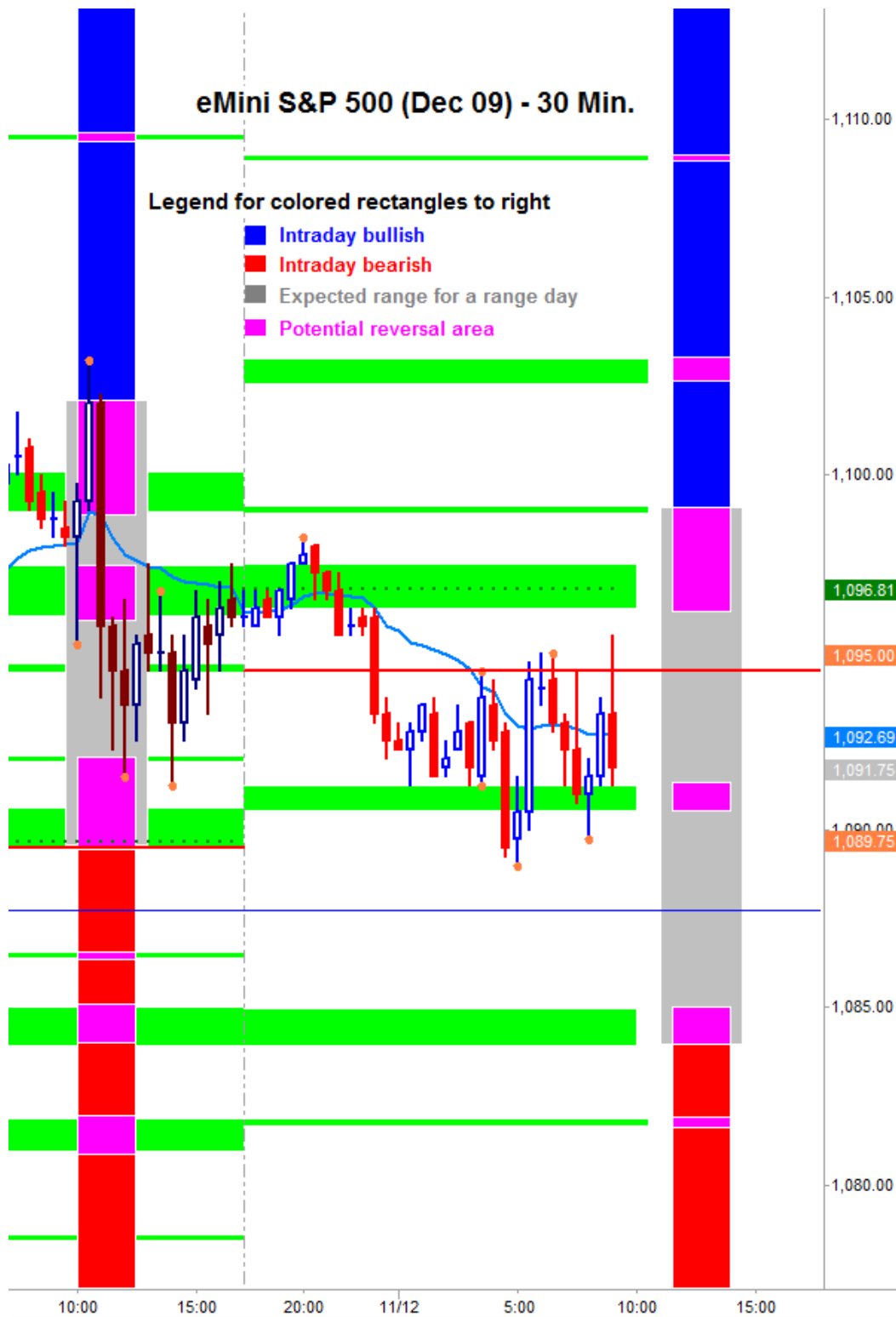
#### Minor Market Movers

Import/Export Prices at 8:30 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) 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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