

The PRECISION REPORT

Precise Market Timing



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

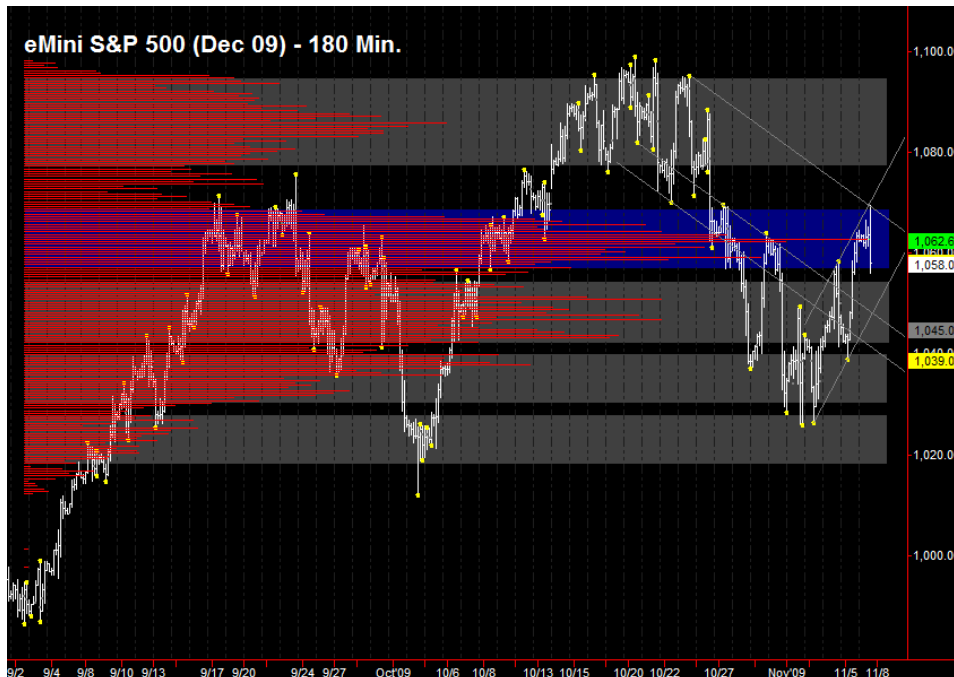
The Precise Take – Employment Situation disappoints into end of week.

Leaders Analysis: 30 Year T-Bond futures are still clinging to support, as gold is similarly at resistance. Mostly consolidation ahead of the Employment Situation report this morning. (After the report, they have now reversed.)

Medium Term Update: The strong Productivity report yesterday temporarily quelled job fears and allowed equities to break through significant resistance. However, this morning's report has disappointed with both the unemployment rate up to 10.2% and another 192,000 jobs lost. Though we were surprised yesterday by equities strength, they have not been able to discount bad news as of late, and we would be surprised if they can shake off this morning's news. As we have written, there is little news next week until Friday, so any trend that begins today, should have light resistance unless something unscheduled comes about, which is always possible.

Trading Today: The ES has found support at yesterday's closing VWAP in confluence with the combined session pivot (1055.50 to 1057.00). Given the weak report, we prefer to be sellers from 1061.00 to 1063.25 (yesterday's point of control to yesterday's settlement). Today looks like it will be volatile and we must be prepared for a potential long reversal around the weekly and monthly pivots from 1048.00 to 1050.25 in the first hour, which would be the longs last holdout to preserve a rally attempt.

Today's volume profile:



Day Trading Guide

Daily Gaps

1063.75 (4:00 pm close)
1063.25 (4:15 pm settlement)

Daily Pivots

1059.00 (day-session-only)
1055.50 (day & overnight sessions)

Unfilled Gaps

1011.75 to 1014.75 (price)

Upside Targets

1099.00, 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, 1056.25

Countertrend Shorts*

1056.50

* 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

Wholesale Trade at 10:00 am
Consumer Credit at 3:00 pm

Tomorrow's Scheduled News

Major Market Movers

None

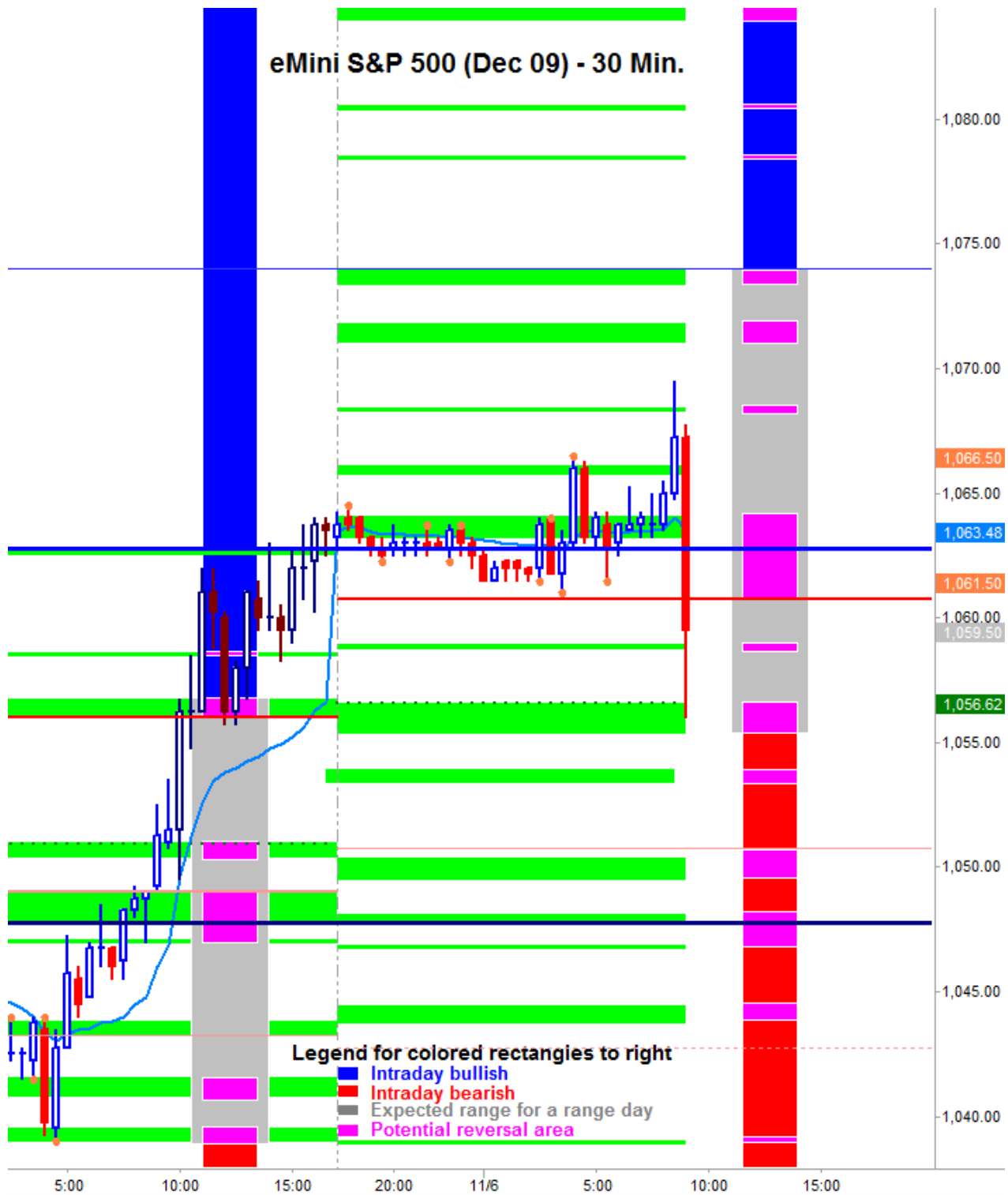
Minor Market Movers

3 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) 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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