

The PRECISION REPORT

Precise Market Timing



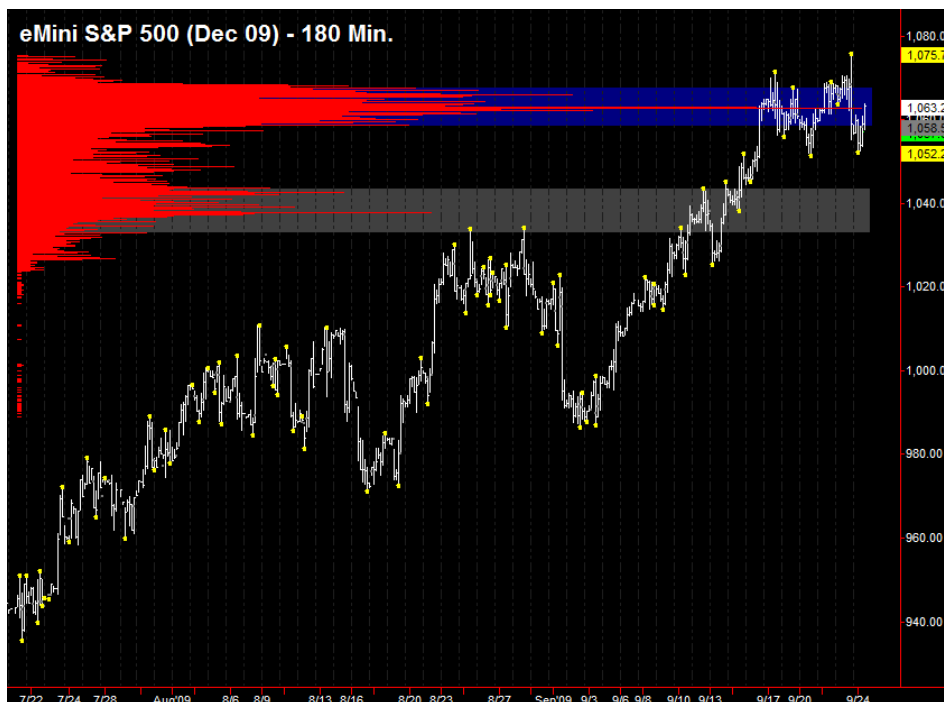
COMMENTARY FOR THE eMINI S&P 500 DEC 2009 CONTRACT (the "ES")

The Precise Take – Longs looking to reverse FOMC day weakness

Leaders Analysis: Whatever strength was gained in the US Dollar following the FOMC Announcement has been lost overnight, with most of the leaders consolidating on the daily charts.

Trading Today: The bullish FOMC bias was short lived yesterday, with the run-up following the Announcement dying quickly in the first 30 minutes after a nominal new high in the ES at 1075.75. Overnight, the weekly pivot has provided support (low 1052.25) and a close below will change our medium term (into next week) bullish posture. The key test of strength today will be for longs to trade and, ideally close above, the daily pivot at 1063.25 in confluence with the highest volume market profile point of control at 1063.00. As we write, this area has served as resistance after the weekly Jobless Claims was released at 8:30 am. Above 1063.25 and we become outright intraday bullish, watching 1066.00 and 1070.00 as potential reversal areas. Below the overnight low of 1052.25 we become outright intraday bearish, watching 1051.00 and 1042.75 as potential reversal areas. We will likely not fade the potential reversal areas today, preferring to take an early long near yesterday's settlement at 1059.00 unless Existing Home Sales at 10:00 am is a disaster.

Today's volume profile:



Day Trading Guide

Daily Gaps
 1056.50 (4:00 pm close)
 1059.00 (4:15 pm settlement)

Daily Pivots
 1063.25 (day-session-only)
 1063.25 (day & overnight sessions)

Unfilled Gaps
 1011.75 to 1014.75 (price)

Upside Targets
 1126.25, 1144.75, 1160.75

Downside Targets
 991.00, 948.75, 922.25, 913.00,
 854.75, 846.00, 828.00, 811.75,
 777.25

Countertrend Longs*

None

Countertrend Shorts*

1071.25

* 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

Existing Home Sales at 10:00 am

Minor Market Movers

7 Yr Note Auction at 1:00 pm

Tomorrow's Scheduled News

Major Market Movers

Durable Goods at 8:30 am

Consumer Sentiment at 9:55 am

New Home Sales at 10:00 am

Minor Market Movers

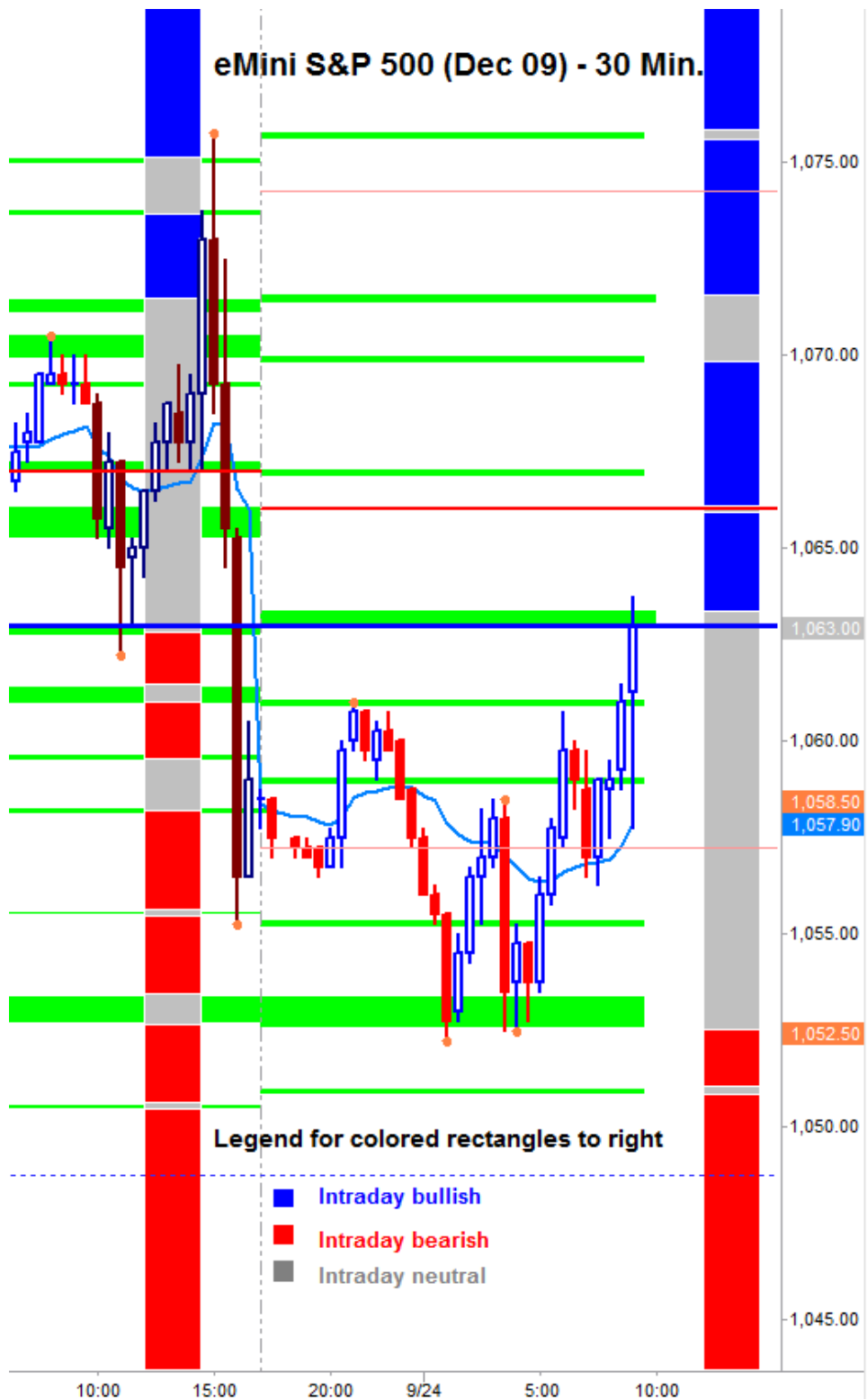
None



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 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.

Support and resistance is as follows:



Legend: Market Profile points of control (POC's) are calculated each day and displayed as lines colored shades of green 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. They areas are drawn as shaded green boxes. Previously drawn areas have not been adjusted retroactively.

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