

The PRECISION REPORT

Precise Market Timing



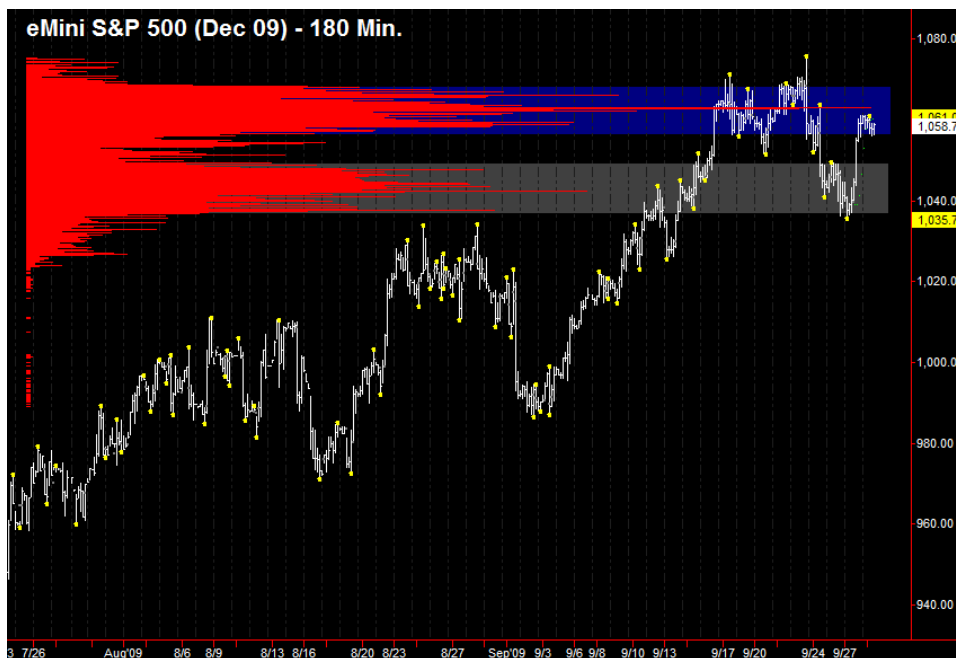
COMMENTARY FOR THE eMINI S&P 500 DEC 2009 CONTRACT (the "ES")

The Precise Take – ES and T-Bonds attempting to break through critical resistance

Leaders Analysis: Many have noted the break in correlation between the USD and equities, both up yesterday. The divergence between equities and the EuroYen that we noted intraday yesterday has mostly righted itself overnight. More importantly, though, 30 Year T-Bond futures were able advance and are suspended at critical resistance. It would be very unlikely for both T-Bonds and equities to make new highs this week, so one should give soon.

Trading Today: Yesterday, though the rally was impressive in the ES, it was not able to reach or trade above the highest volume point of control at 1062.75, the point at which today we become outright intraday bullish. Overnight, the ES oscillated around yesterday's point of control at 1058.25. We will look to be buyers in from the weekly pivot at 1051.00 to the day-session-only pivot at 1054.75 in the first twenty minutes of trading. If the ES heads down on the two 10:00 am reports, we will be more cautious with longs. We become outright intraday bearish below 1051.00 and will not try to pick a bottom unless the ES trades down to 1042.50 to 1043.00. Above, and we are willing to fade the 1068.25 to 1070.00 on weakness.

Today's volume profile:



Day Trading Guide

Daily Gaps

1058.50 (4:00 pm close)
1059.25 (4:15 pm settlement)

Daily Pivots

1054.57 (day-session-only)
1052.00 (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

S&P Case Shiller at 9:00 am
Consumer Confidence at 10:00 am

Minor Market Movers

State St. Investor Confidence Index
at 10:00 am

Tomorrow's Scheduled News

Major Market Movers

ADP Employment Report at 8:15 am
GDP at 8:30 am

Minor Market Movers

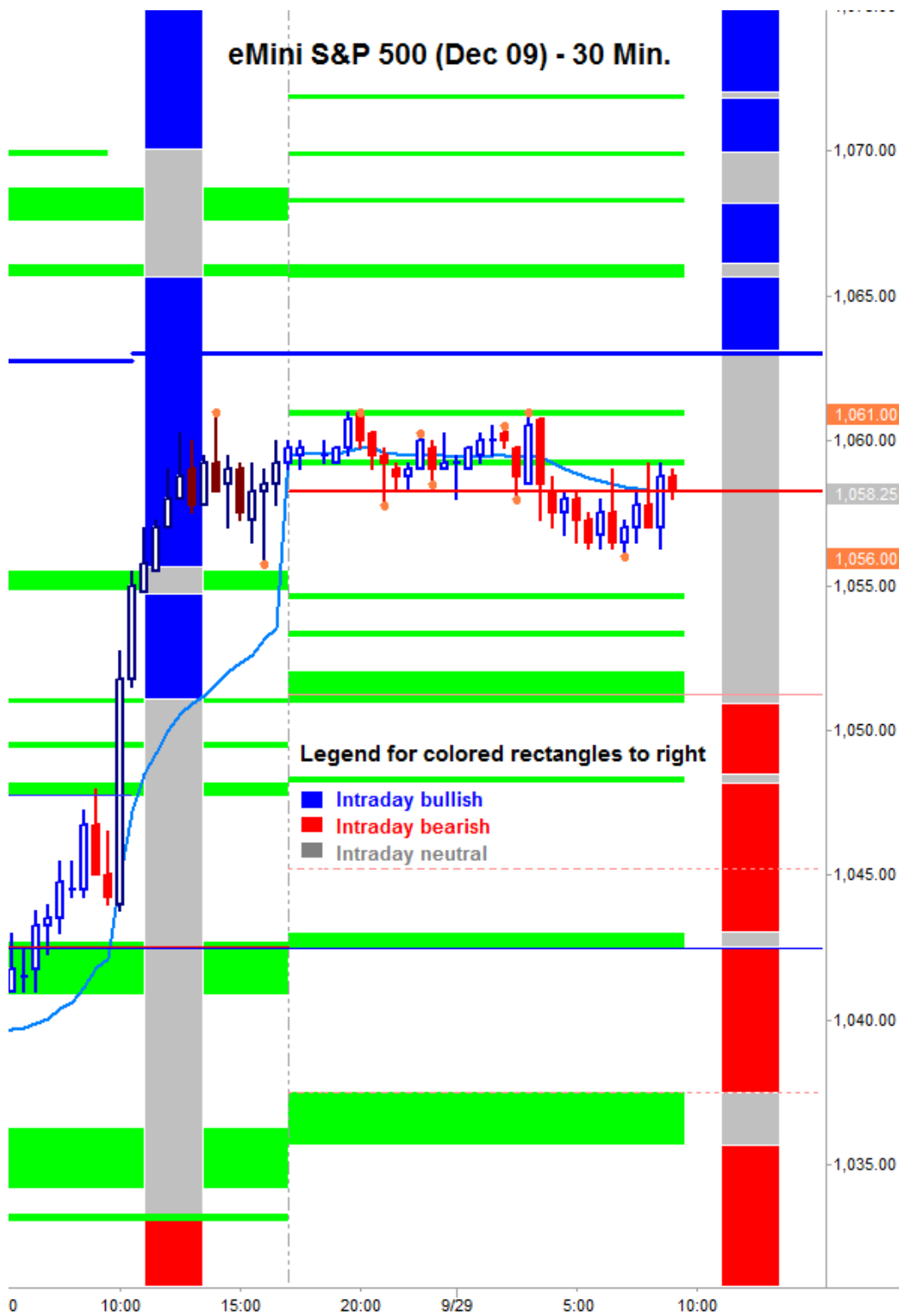
MBA Purchase Apps at 7:00 am
Chicago PMI at 9:45 am
EIA Petroleum Stats at 10:30 am



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. These areas are drawn as shaded green boxes. Previously drawn areas have not been adjusted retroactively.

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.