



THE INVESTORS EDGE

PULSESCAN SWING VIX (E-mini S&P 500) Index Futures Daily Market FORECAST

Wednesday Sept 10, 2003. 07:30am EST.

Pulse Scan Daily Forecast

By Pulse Scan Technology

<http://pulsescan.tripod.com/pulsescantechology>

Daily Forecasts

Kindly note that forecasts are updated weekdays between 7:30p.m. And 09:30a.m. (EST). Please click on the link above or below to access the full website. Good luck and good trades. Also, do to changing market conditions the below commentary and its precise entry and exit points, stop-loss levels and positions could change without notice. Positions also could be liquidated, and/or new positions added without notice. Thus, the below commentary could change so be aware of this before trading.

If you have any questions or if for any reason you don't receive your Daily Forecast please feel free to call me @ (240) 299-5447 or e-mail me @ pulsescan@yahoo.com

MARKET OUTLOOK: E-mini S&P 500 / \$SPX Early US session (TODAYS TECHNICALS)

CHICAGO

MERCANTILE EXCHANGE CME

FUTURES CONTRACTS

Ticker Symbol: ESU3

**E-mini S&P 500
(GLOBEX)**

50 DAY TREND

Support @ 982.50

Intra-Day Support @ 1018.00

PROJECTED Close

Below 1024.00

Pulse Scan SWING VIX

+ .40 Overbought!

Buy / Sell Recommendations

Entry Point

BREAK-OUT

**DayTrade / Volatility
Stop-Loss &
/ Profit Target**

ESU3 / \$SPX

MARKET TYPE: BREAK-OUT

Resistance@1036.25

STOP-LOSS: TYPE 2

E-mini S&P 500

FUTURES (GLOBEX)

* BUY STOP LIMIT @ 1027.75 Intra-Day Resistance@1032.00 @ 7.25 Points / @ *3Points

***MARKET WATCH:** (For a definition of "Market Types" see below) Wait for the Break-Out after the opening bell @ 9:30am EST before entry today. One more leg up today is possible after a consolidated open with minor brief pullback this morning.

NOTE: The 3 point profit target is to be used as a guide to either move your stoploss to breakeven or take profit in uncertain market conditions.

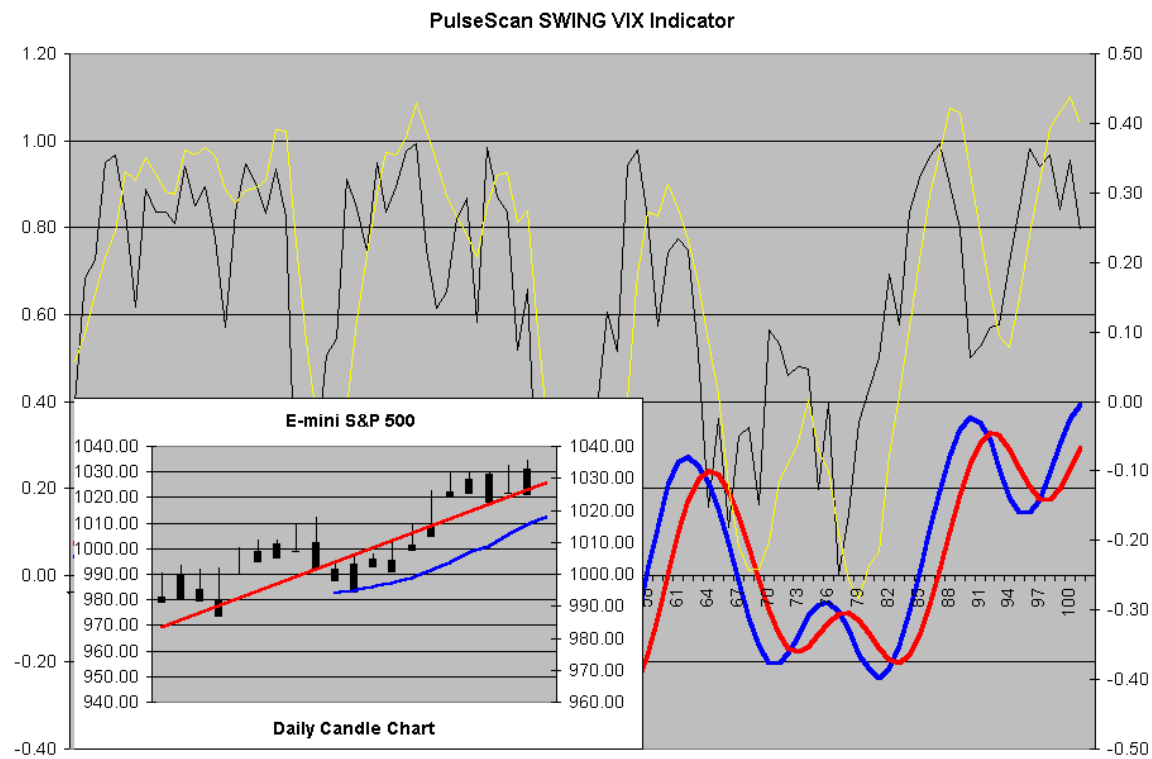
STOP-LOSS TYPE: Type 1: "Volatility" = wide stops, Type 2: "DayTrade" = narrow 4.25pt – 7.25pt stops.

[E-mini S&P 500 DAILY CHART \(Click Here\)](#)

TODAY'S PULSESCAN SWING VIX (INDICATOR - (See "Rules" for the indicator below)

***The indicator is now Overbought and starting to turn down. Notice the positive Upside Convergence on the Blue line crossing the red line. This leaves much upside potential for this rally to continue. However, a Reversal is imminent.**

CHART
(The PulseScan SWING VIX Indicator)



Rules for the PulseScan Swing VIX Indicator

The "Black" Line is your normal daily Stochastic Oscillator.

The "Yellow" Line is your Signal line.

The "Blue" Line is your Pulse line.

The "Red" Line is your Scan line.

The rules on the Black line is 100 = Extreme Overbought
0 = Extreme Oversold

This is common with the normal Stochastic Oscillator function. However, as a stand-alone it can be very misleading as it can stay overbought or oversold for an extended period and is prone to false signals.

The rules on the Yellow line are +. 29 = Overbought
+. 40 = Extreme Overbought
-. 29 = Oversold
-. 40 = Extreme Oversold
(This is your lead indicator)

The rules on the Blue and Red line are - they both plot the current position of the market and move in lag to the Yellow signal line. Remember that The Yellow line is the signal line that you follow for the current days reading. NOTE: It is important to remember that the Yellow line often will lead the market 3-5 days out! So you need confirmation with the daily price action.

TRADE AT YOUR OWN RISK!!!

MARKET TYPES

"GAP-MOVE" ENTRY Days: These days are more common after a significant rally or sell-off they appear during a brief period of consolidation within the trend. **Watch & Wait for the pullback toward Intra-Day SUPPORT/RESISTANCE to be confirmed before placing the "GAP-MOVE" LONG/SHORT ENTRY.** Remember to watch the market for the whipsaw that is more common on these days especially when taking on the reversal.

***NOTE:** Remember to use tight 4.25 - 7.25 pt stop-losses in the E-mini S&P 500 if you decide to "DAY TRADE" instead of taking the exact recommendation. Otherwise, use the recommended "Volatility Stop-loss". Also, watch for the GAP on the Open and trade the RVSL accordingly

"BREAK-OUT" ENTRY Days: These days are less common but have a very high accuracy rate and are major trade signals. These types of breakouts tend to be very powerful moves and are typical within the current market trend. Usually, they occur while in a brief consolidation within the current trend after a strong move (but not always).

"TRENDING" ENTRY Days: These are days where the market is expected to rally after a pullback. It should be noted that although it is also possible to get whipsawed on trending days as the market tends to run out of steam and consolidate intra-day these trades tend to yield substantial profits as the market begins to break out into higher highs as the trend begins to resume.

***RISK DISCLOSURE STATEMENT!!!**

*******DISCLAIMER*******

THERE IS RISK OF LOSS IN TRADING INDIVIDUAL STOCKS, OPTIONS ON INDIVIDUAL STOCKS, FUTURES, OPTIONS ON FUTURES, AND FOREX CURRENCIES.

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