

Bridge Levels

Calculation Date: Tuesday, 2/7/2008 for Trade Day 2/8/2008

These bridge values can serve as excellent entry level, exit level and risk level guides. They are useful for intraday strategies, as well as short term position trades. Major reversals or continuations will occur near these value areas. Look to position near a level, once value has been established and expect price to continue upward or downward to the next level. Use near term values as risk levels or position reversal levels. These values can be a supplement to your current method, or they can be used to develop a complete methodology.

The prices in **red** represent the nearest session reference and are the most relevant. These values are calculated at the close of the North American session. Look for these "box" values to be tested the next trading day in the Asian and European sessions, if price does test this level then it is considered resolved and should be removed. If price moves away from this value and it is not resolved in the next session, this indicates strength in the current directional move and the next target level should be expected until price flow changes. If price moves through a level, reverse or add depending on your position and target the next level. This will be determined as the levels develop each day. Many times the exact levels will prove accurate, however traders **should not** look for exact levels. Establish a range around the level that suits your risk tolerance. As an example, 5-8 ticks on either side.

The value in **blue** is the previous session closing price. If a **blue** closing price is the highest or lowest price on the chart, then there is no available price history that satisfies the value criteria and is considered a key level above or below.

NOTE: The best time to begin trading these levels is after the first hour of the London session. This will reduce the number of reversals.

Spot Levels Valid for Trading Date 2/7/2008

EURUSD	GBPUSD	USDJPY	USDCHF
1.4830	2.0486	109.38	1.1409
1.4494	1.9774	109.10	1.1329
1.4484	1.9420		
1.4341	1.9417	108.16	1.1048
		107.48	1.1038
1.4298	1.9335	106.81	1.0890
1.4235	1.9153	105.42	1.0819

Futures Levels Valid for Trading Date 2/7/2008

<u>EC</u>	<u>BP</u>	<u>JY</u>	<u>SF</u>
1.4817	2.0421	.9522	.9248
1.4479	1.9728	.9384	.9188
1.4470	1.9564	.9324	.9061
1.4310	1.9554	.9296	.9054
1.4248	1.9449	.9219	.8807
1.4151	1.9159	.9200	.8664

YM (Mini-DOW)

12,836

12,675

12,423

12,363

12,271

12,184