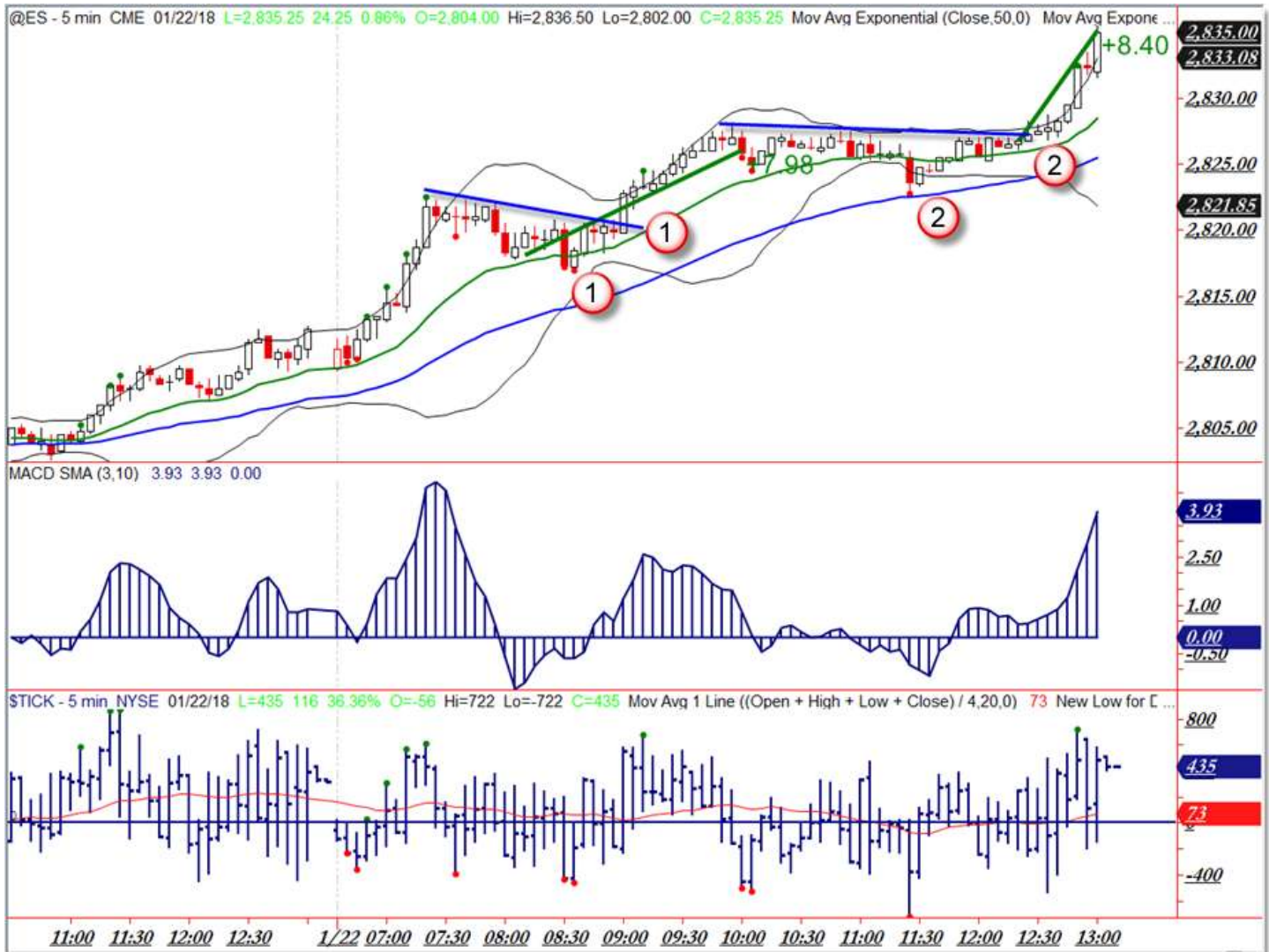# Daily "Idealized Trades" Report
Trading Lessons from the Intraday Frame (study)

Trading Lessons from the Intraday Frame (1-min)

Major Companies Reporting Earnings

Johnson & Johnson (JNJ), Texas Inst. (TXN)

Major Economic Reports for Tomorrow...

NONE

Quotes from Last Night's Planning

DO NOT fight or fade this trend and try to trade down (temporarily) to the lowest timeframe possible. We're bullish for a continued short-squeeze/breakout above 2,800 and otherwise (see hourly chart) cautious beneath 2,800.

I'll frame it as simply as possible - the uptrend continued with a stable pullback to the rising 50 EMA on the hourly chart (just beneath 2,780) and then continued the V-Spike Reversal that began yesterday.

Did you sell short today? ILLEGAL MISTAKE. It will always be a mistake to fight trend days.

And did you short-sell (fight the trend) today? Learn why NOT to do this. You'll learn it from my experiences and instruction to you... or from your repeated financial losses.

In a trend day in this impossible extended continuing bull market, your ONLY course of action was to keep trading bullishly, and at least two opportunities presented themselves.

January 16 Power Trenders Strong Stock Scan
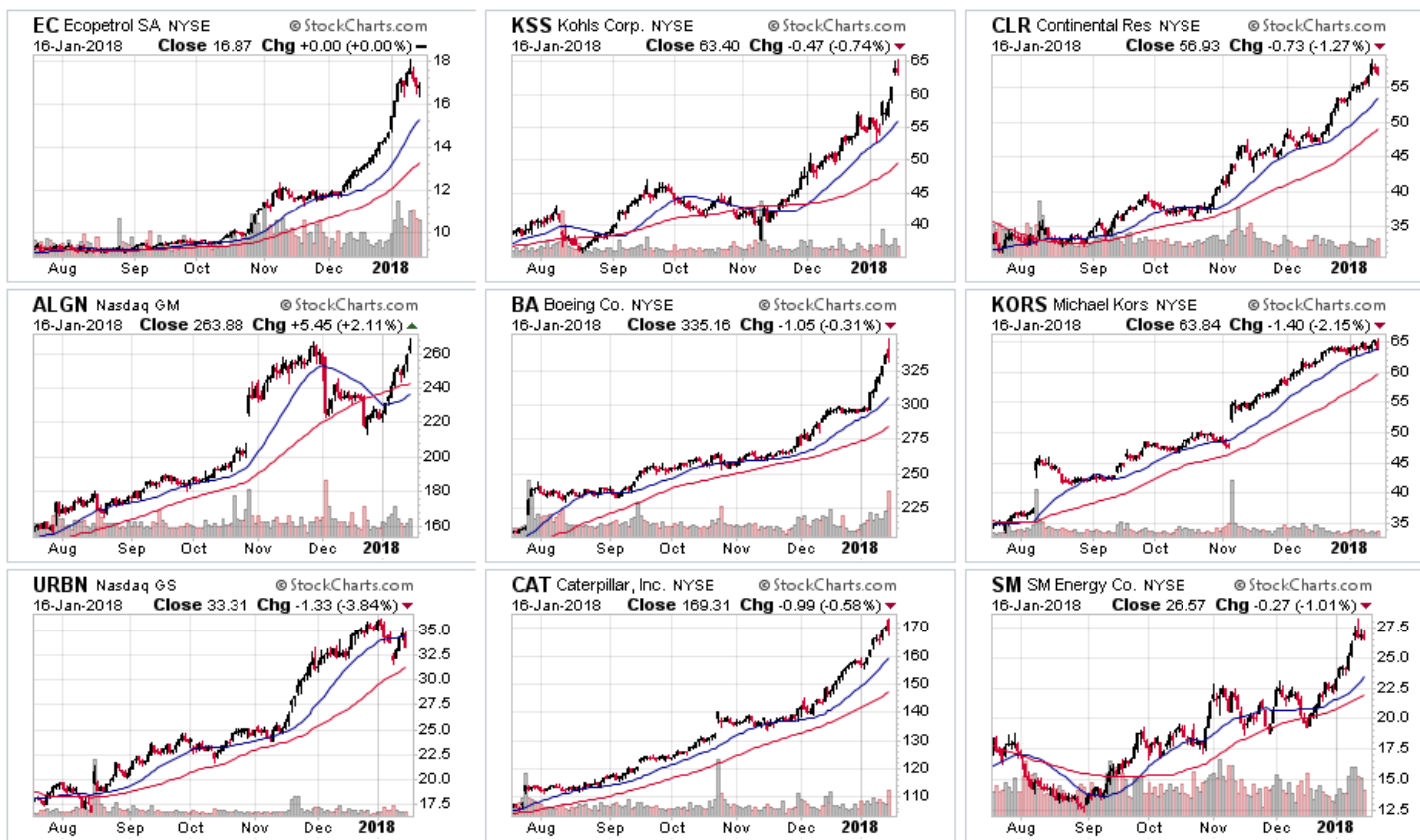
We're seeing the NEW top twelve relative strength leaders (via algorithm) in trending markets and the general expectation is to buy retracements or breakouts in these strongly trending names. The logic is that what is strong tends to get stronger (stocks attracting money flow tend to continue attracting additional money flow). Right now these would be the names and thus candidates above for you to do additional research and add these to your stock-scan list for possible inclusion into a swing trading portfolio on pullbacks or outright breakouts.

HOW WE USE THESE STOCKS:

I write the Power-Trending Stock Section for Swing Traders looking for candidates that complex stock scans will likely miss. The scan targets strongly trending stocks and the expectation is that price will continue trending higher, though of course additional analysis is required rather than just buying these names collectively. To participate in these stocks, we typically wait for a pullback/retracement to a rising moving average or Fibonacci/Trendline level to put on a buy/retracement where the stop is trailed under the average. These would be similar to how I describe intraday 'flag' retracements on a developing Trend Day.

FinViz "S&P 500 Performance" View

This chart and sector comparisons are useful two ways:

First, we get a broader sense of what's going on beneath the market subdivided into sectors.

Second, if you trade beyond the S&P 500 or futures/ETFs, you can pinpoint bearish/weak stocks by starting with bearish/weak sectors. The idea is out outperform the market via short-selling a weak stock(s) in weak/bearish sectors on a down trend day (or vice versa).

# *Planning the 30-min Intraday @ES Futures Chart*

While we remain in an IGNORE IT ALL (literally, ignore everything bearish) uptrend, we're going to tilt just a tiny bit cautiously because of the ending diagonal or bearish rising wedge pattern with negative divergences.

You know the drill - our DOMINANT thesis is the pullback/sell-swing pathway lower (that triggers beneath 2,800 - see Daily Chart for targets) and the ALTERNATE thesis which calls for continued bullish expansion in the "opposite" direction via "Popped Stops" higher.

Nothing else seems to matter - not even a government shutdown. Trade with the bulls or stay out of their way until this situation reverses/ends.

Planning the Next Day (Daily S&P 500 Cash Index)
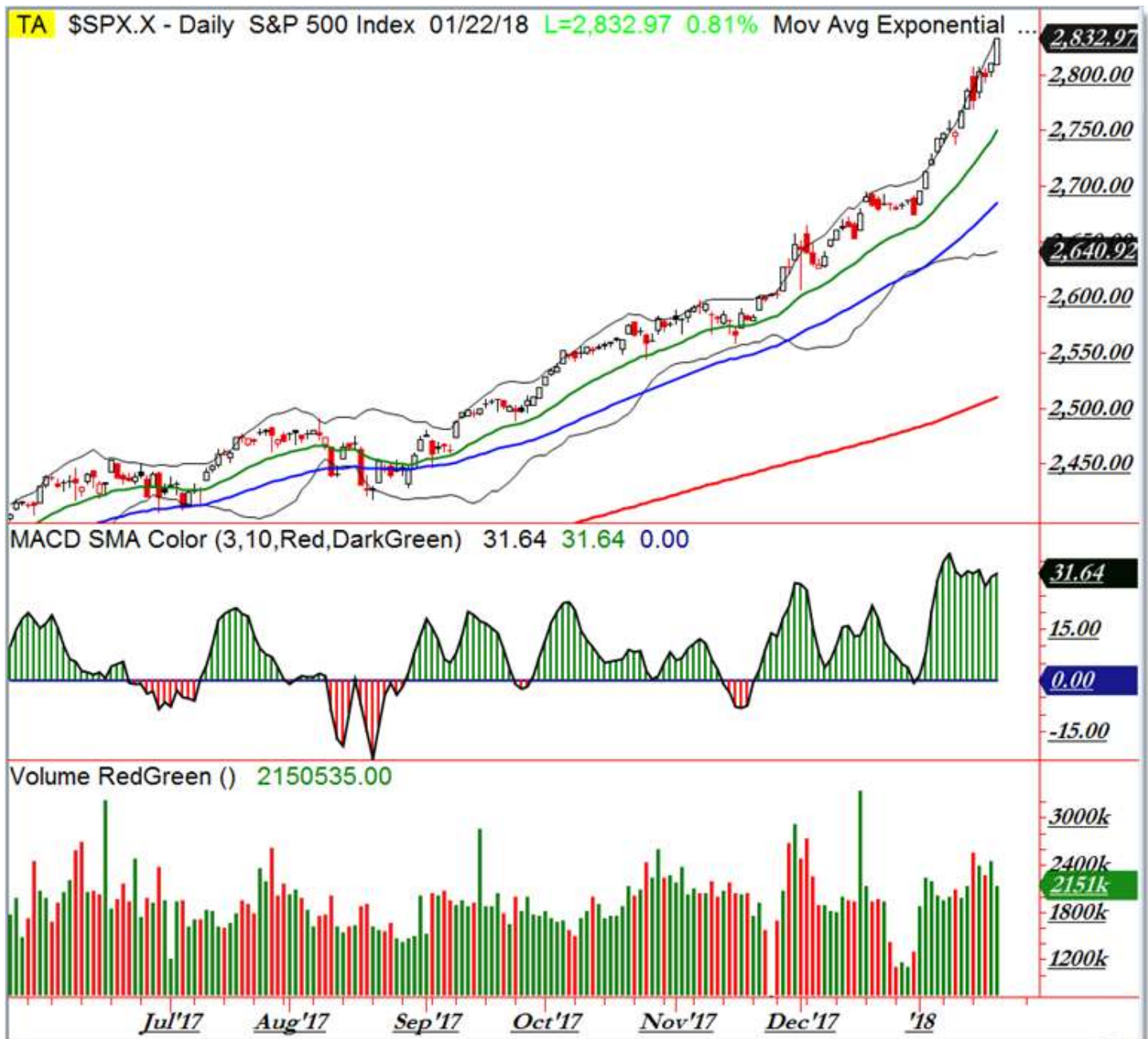
The uptrend continues - it's really as simple as that.

It's a rare, black swan situation and one day it will stop, but it hasn't yet and therefore we adapt to the market by trading the lowest timeframe we can (5-min or 1-min).

To do anything else so far has resulted in significant financial losses - which is why the market keeps trading higher (stop-losses of the bears/sellers).