



## Daily "Idealized Trades" Report

### Trading Lessons from the Intraday Frame (study)



# Trading Lessons from the Intraday Frame (1-mi)



## Major Companies Reporting Earnings

AAPL, GOOGL, AMZN, BABA, GPRO, V, MA, AMGN

## Major Economic Reports for Tomorrow...

US PMI (10:00am)

## Quotes from Last Night's Planning

*Look for any additional selling to trade down toward 2,800 but until then, focus on the intraday chart and note the potential bounce for tomorrow, a FED DAY with big earnings.*

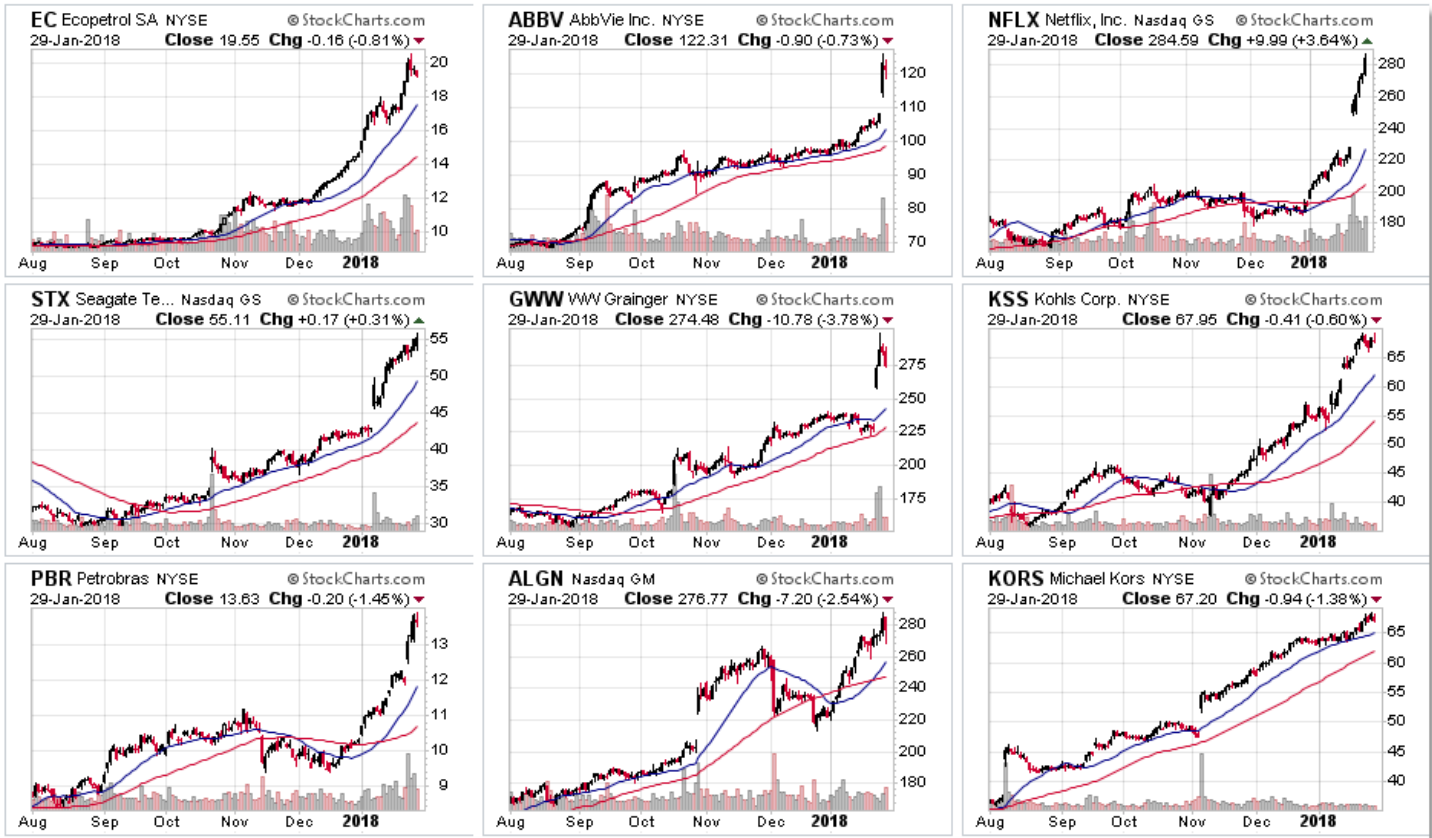
*We'll use 2,820 as a pivot tomorrow - a Fed Day - making any new swing low a likely trigger-target toward 2,800 (yellow highlight and 20 day EMA) or else we will play a DOMINANT thesis bullish BOUNCE up away from the 2,820 level toward/above 2,840.*

On Fed Days, we don't really have many great trading lessons because Fed Days are unique - unlike our typical range or trend days.

I'm highlighting one trade, the divergent bounce set-up midday before the Fed announcement.

While you certainly can trade the volatility after the announcement, it's best left to experienced traders taking extra risk (for faster profits).

## January 29 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 outperform the market via short-selling a weak stock(s) in weak/bearish sectors on a down trend day (or vice versa).

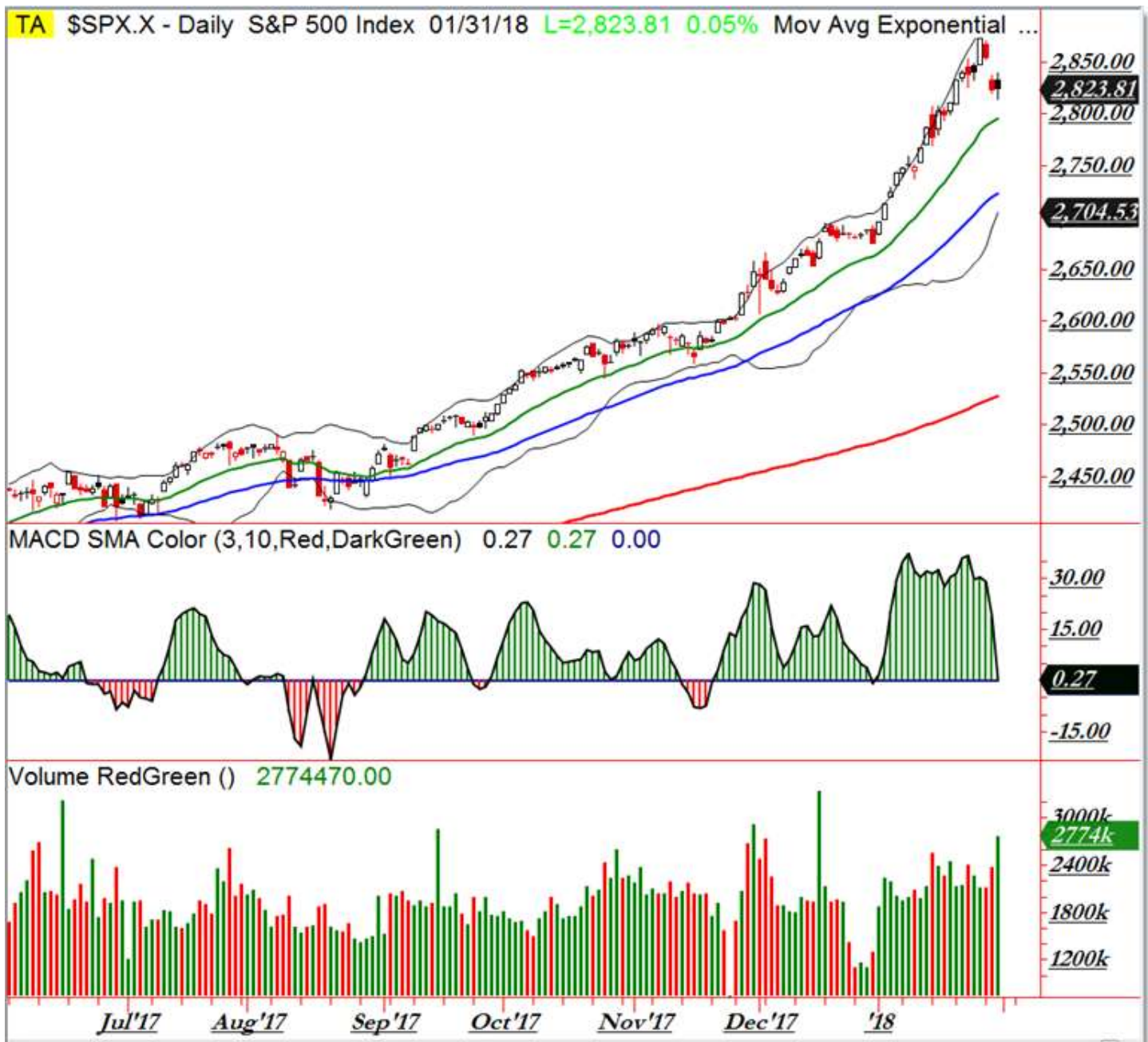
## Planning the 30-min Intraday @ES Futures Chart



Our Fed Day saw another bounce UP off the 2,820 highlighted pivot with a new resistance ceiling - the moving averages - near 2,840.

Remain NEUTRAL within the 2,820 to 2,840 RANGE, and be equally ready to play the logical sell-swing breakdown toward 2,800 (20 day EMA target) or the "buy the pullback no matter what" outcome on a trigger break above 2,835/2,340 toward 2,360+.

## Planning the Next Day (Daily S&P 500 Cash Index)



Today's session didn't change the game plan as price hovers ABOVE the rising 20 day EMA overlap with 2,800 - a dominant thesis sell-swing target in a normal environment.

We're NOT in a normal environment so be prepared to trade the lower frames and focus on the hourly chart plan to play any bounce off support or the logical continuation of the late retracement toward 2,800. Either way, trade the immediate departure from 2,820.