



## Daily "Idealized Trades" Report

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



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



On T3 Trend Days, it's often BEST to turn off ALL indicators except for the moving averages and just trade the pullbacks/flags that occur as the day develops (the trend extends).

## ***Major Companies Reporting Earnings***

NONE

## **Major Economic Reports for Tomorrow...**

NONE

## ***Quotes from Last Night's Planning***

*After a three-day holiday weekend, news/money flow shifted to result in a gap UP back within the triangle range and then a BREAKOUT above it, triggering a bullish (successful so far) play.*

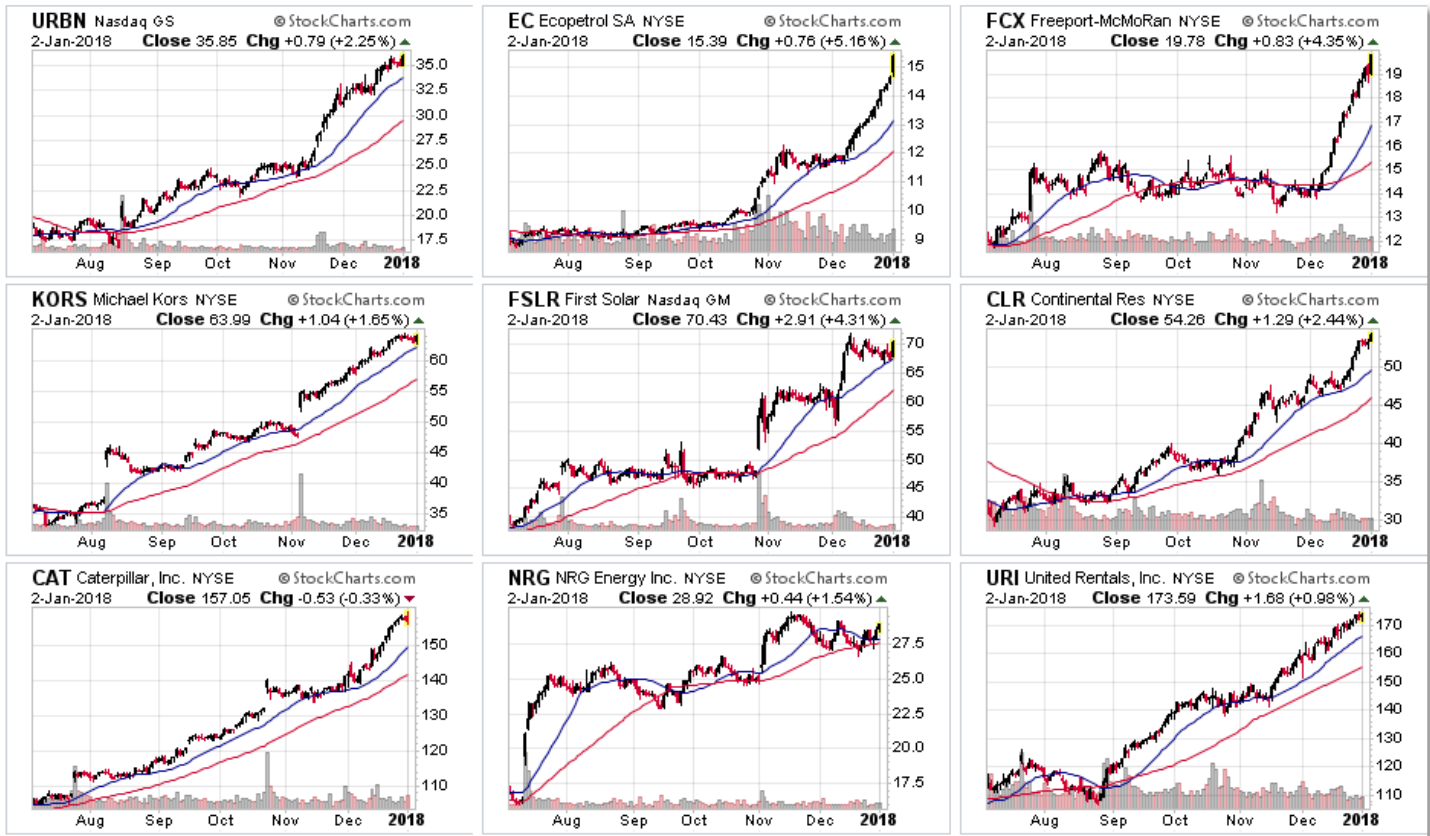
*We're bullish until proven otherwise as the market held the 2,680 level and now plays firmly toward/above 2,700 as the dominant thesis.*

*For Thursday and Friday, watch the 2,700 level closely, be ready to keep trading bullishy.*

We had a surprising FOURTH T3 Trend Day in a row. You know what to do by now - BUY ALL PULLBACKS after a bullish gap-up opening where price doesn't fill the gap in the first 30-min AS LONG AS price is above the rising 20 and 50 EMAs on the 5-min chart.

There's no other strategy that will get you money in this environment except holding a core trade or an aggressive swing trade - on the intraday frame, we must buy pullbacks as trend days develop no matter what we think/feel about the overbought condition of the market.

## January 2 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



While it was logical to expect a range contraction or consolidation session today, that was not correct.

Instead, the bullish price action continued and even accelerated.

We're off the rails - we're off the track.

Keep following the 5-min chart and ignore everything else until we do get that logical consolidation event.

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



Price continued the uptrend, departing UP AWAY FROM our 2,700 level and now trades near 2,750.

Notice the trend of accelerating momentum or rising "angular momentum" in the market.

Look back to early October 2017 and May 2017 for similar periods of straight-up bullish multi-day action and KNOW that this is NOT abnormal in the CURRENT environment.

Repeated bullish action is generally abnormal but NOT ABNORMAL in our triple-timeframe bull market extravaganza. Keep going with the bulls or stay out of their way because the BEARS are also contributing to this vertical price action via their stop-losses.