



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



Trading Lessons from the Intraday Frame (1-mi)



Major Companies Reporting Earnings

UnderArmour (UA), Baidu (BIDU)

Major Economic Reports for Tomorrow...

NONE

Quotes from Last Night's Planning

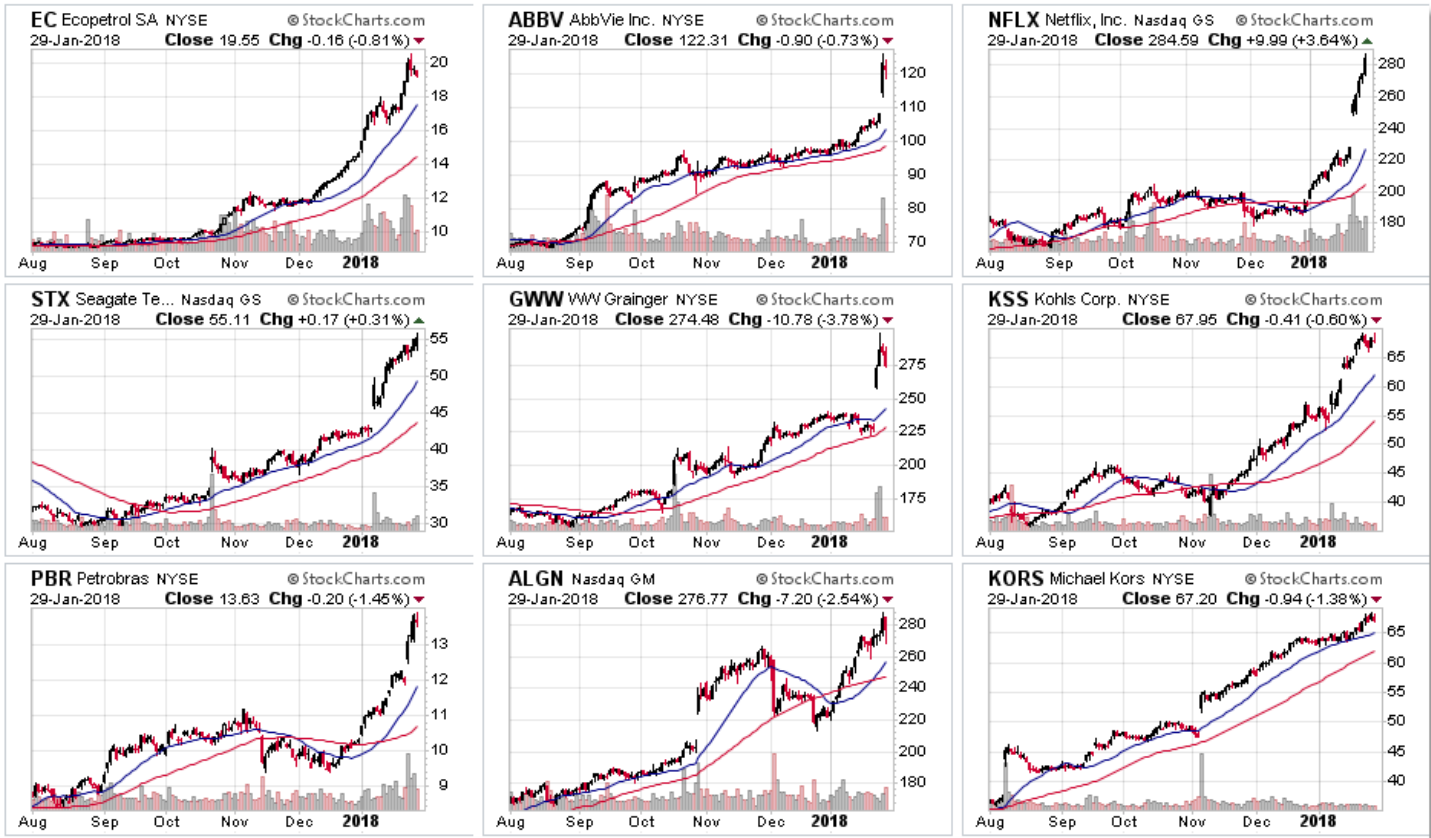
Now, we have the SPX at the 2,600 pivot and likely to fall further at least to test (touch) the rising 200 day SMA toward 2,550. If this happens, play down toward this level but if we achieve this level quickly Friday, be ready for a possible aggressive reversal UP away from our pivot.

Although I was traveling Friday, I'm strongly emphasizing this spot-on plan from Thursday's report. Price did fall beneath 2,600 and traded rapidly lower Friday toward 2,550 and then formed a violent V-Spike Reversal up away from this pivot which gave rise to today's rally which was a simple continuation of the "aggressive reversal UP away from our [2,550] pivot."

Friday allowed you to short on the sell-swing intraday DOWN toward the 200 day SMA and then up away from it, just like today's session allowed you at least four bullish pro-trend retracement trades as price continued moving aggressively up away from 2,550.

This is a perfect example of our unique style of game-planning and the intraday tactics that develop in real-time - as is your value being a member.

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



The last week has been exciting! We had our expected plunge/crash away from 2,850 that gave way to the "Dead Cat Bounce" of last week and the new swing low forecast from the departure down away from 2,700.

We have our levels on the DAILY chart below, but for now focus on the 2,660 level as the 38.2% Fibonacci Retracement of the entire sell-swing event. Simply use it as your pivot/departure point tomorrow, playing bearishly beneath 2,650 and bullishly above 2,660 toward 2,700.

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



Despite price "collapsing" and volatility surging, the market is behaving relatively orderly in terms of how "crashes" develop (with violent reactions in both directions until volatility contracts when price finds equilibrium).

Today continues the Violent Reversal UP away from the fully-achieved 200 day SMA target near 2,550 which makes the level at 2,700 in play - it's the 50 day EMA and underside test of this level. Look for a retest of 2,700 but put tomorrow's session in context of the 60-min level.