



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



Trading Lessons from the Intraday Frame (1-mi)



Major Companies Reporting Earnings

NONE

Major Economic Reports for Tomorrow...

US ISM (10:00am)

Quotes from Last Night's Planning

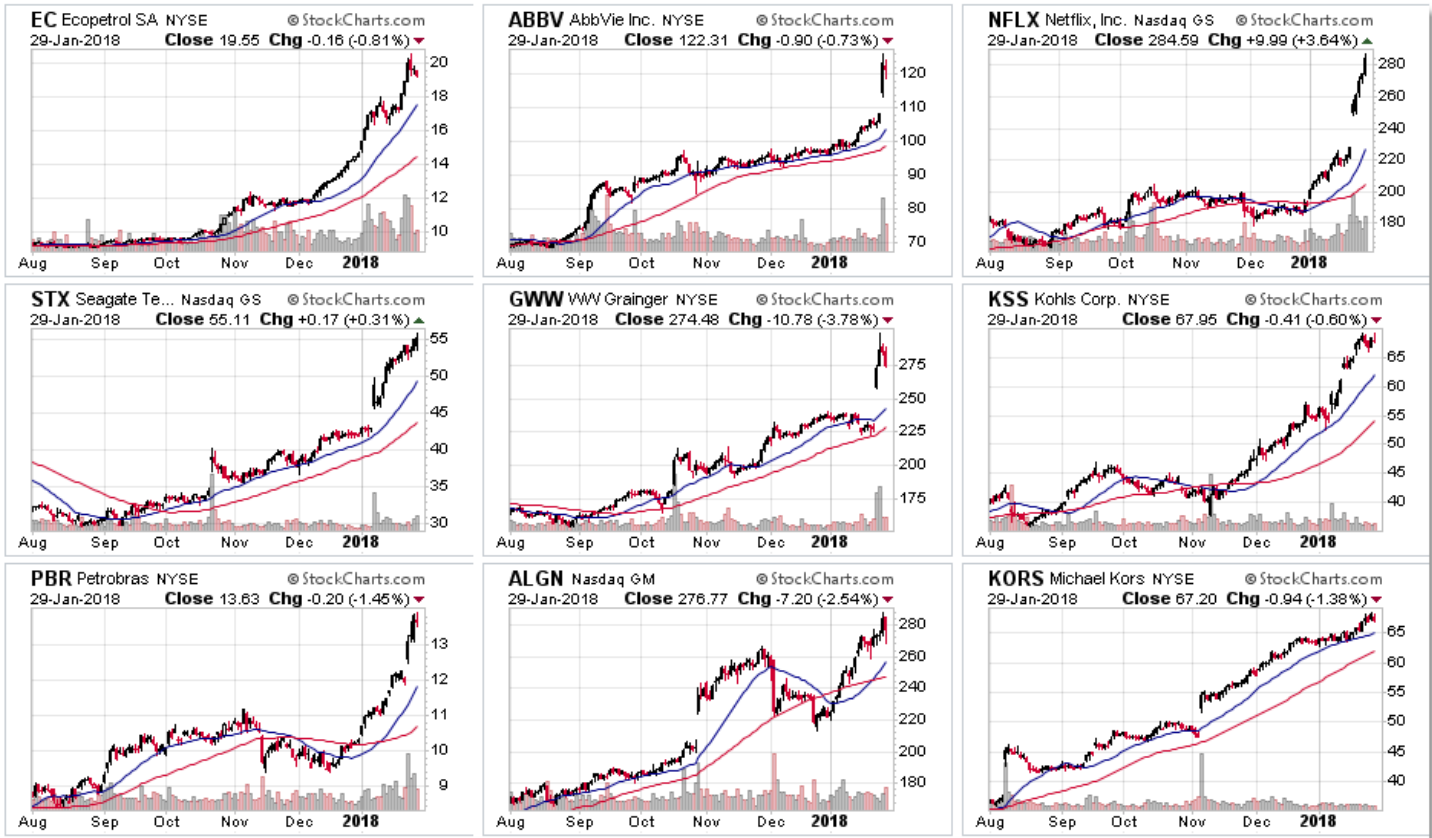
However, play a bearish break under 2,820 toward 2,800 without being VERY bearish unless/until we get a clean breakdown beneath the major 2,800 target. If so, a collapse is likely.

The Daily Chart simply shows us the logical - overdue - pullback or retracement toward the rising 20 day EMA near 2,800 with price pausing just above our full retracement target.

Use this as your pivot in this wildly bullish market (until proven otherwise with breakdowns).

If you're new to the membership and our trend day tactics, today is the #1 reason why WE DO NOT fight or fade a Trend Day in motion. There were two to three valid retracements to the 20 EMA (5-min) which are always sell-short retracement trade entries with a stop trailed between the 20 and 50 EMA (5-min). We don't fight a trend day because we never know when the market could "collapse" as was in the trading plan from last night - and it did so. Hold retracement trades as long as possible, exiting on the break above a falling trendline or 5min reversal candle low - and try to trade the lowest timeframe you can handle.

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).

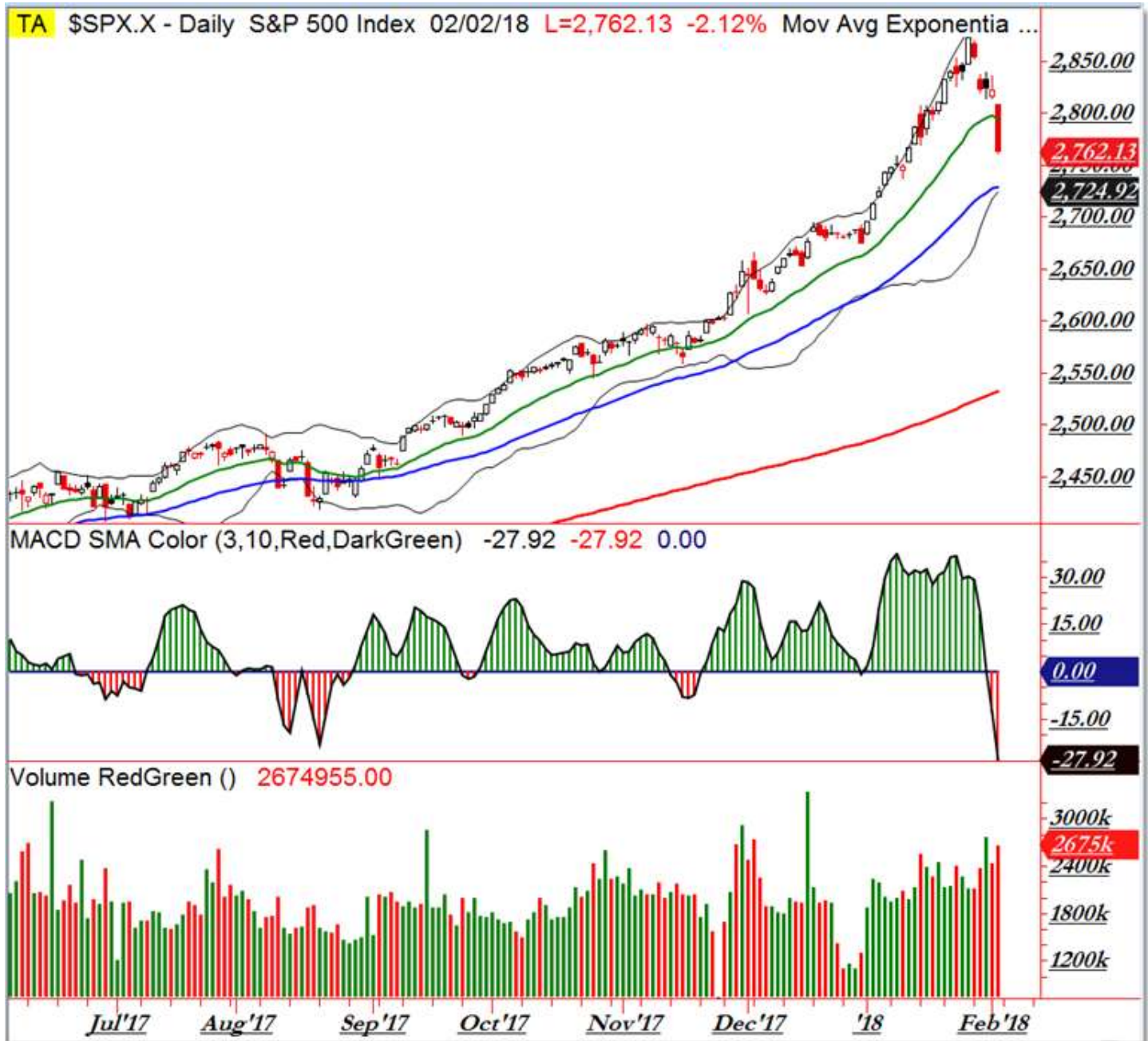
Planning the 30-min Intraday @ES Futures Chart



It took much longer than expected but the further price extended higher INCREASED the odds for an increasingly violent/volatile snap-back - and that's what we got today. We saw price gap down beneath our 2,800 level and then collapse in a one-sided market through all short-term support pivot targets.

We'll begin Monday AT the 61.8% Fibonacci Retracement as drawn, expecting a dominant thesis bounce up away from 2,755 or an alternate thesis collapse continuation event beneath 2,755.

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



The HOURLY chart levels have given us the best game plans and that will again be true Monday as price challenges the 61.8% Fibonacci Pivot or today's closing price.

Play the departure from this zone which is the 2,760 pivot on the cash index. Should sellers push price lower Monday morning (without a pullback), look for a swing to continue toward the 50 day EMA nearing 2,730. Just think - price was nearing 2,900 last week!