



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...

CPI (8:30am)

Quotes from Last Night's Planning

We'll begin Monday there with a similar "bullish for continued breakout" above 2,800 or else another "retracement" or sell-swing down away from the 2,800 simple round number reference level.

It took price up toward our 2,790 level which is just shy of 2,800

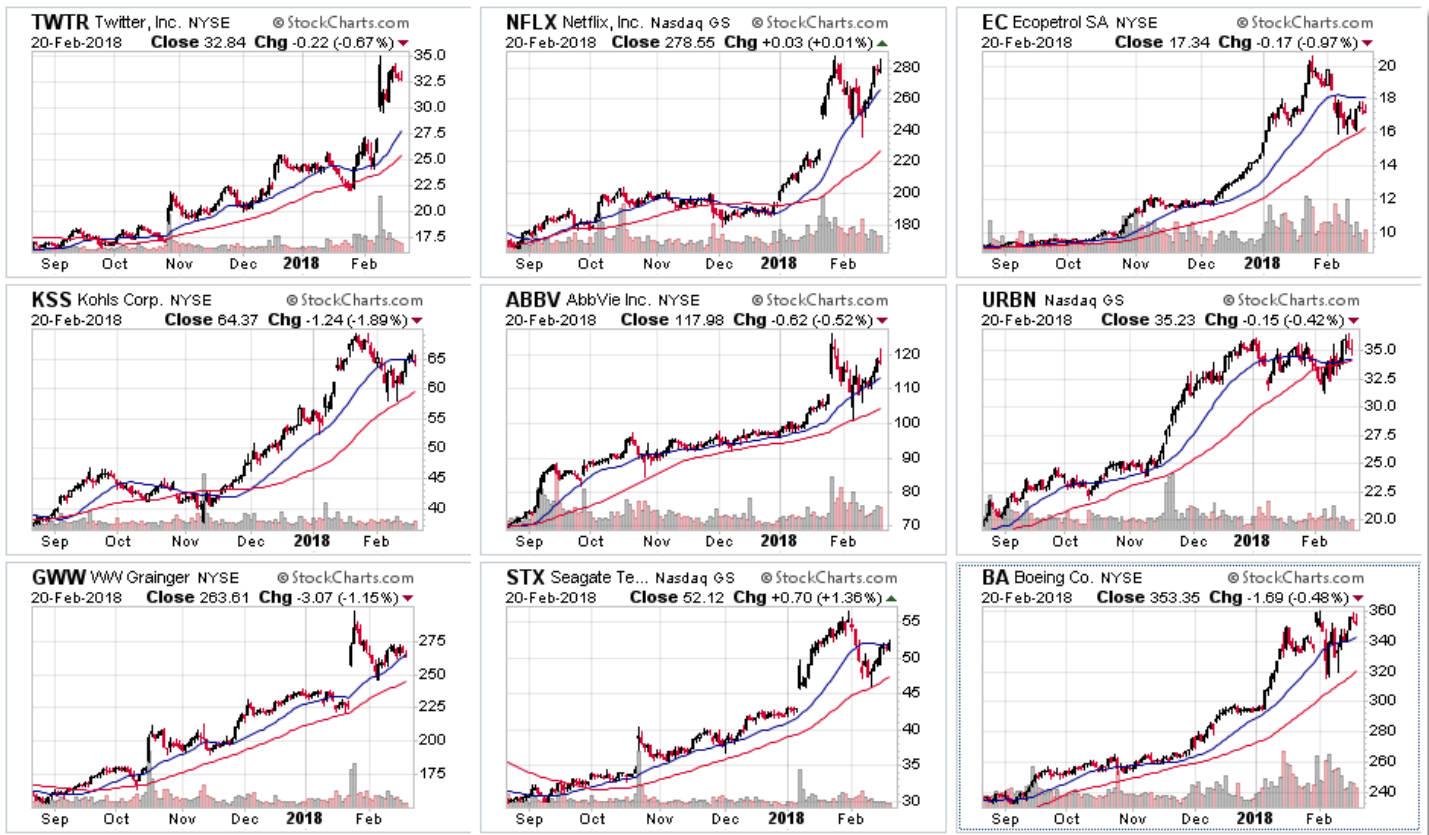
We're at the prior swing highs (and beneath 2,800) so use this as your short-term pivot level for Monday's session - continuing the bullish breakout/short-squeeze departure up away from 2,800 or the second retracement or sell-swing down away from it.

Range Day! It's typical to see price PAUSE or consolidate after a Trend Day, especially at a key reference (target) level like 2,800.

That's what happened with today's RANGE DAY at the 2,800 highs.

Note the divergences that developed off the opening rally and the reversal that took us back beneath our pivot. From there, it was a session of back-and-forth fade trades with divergences.

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).

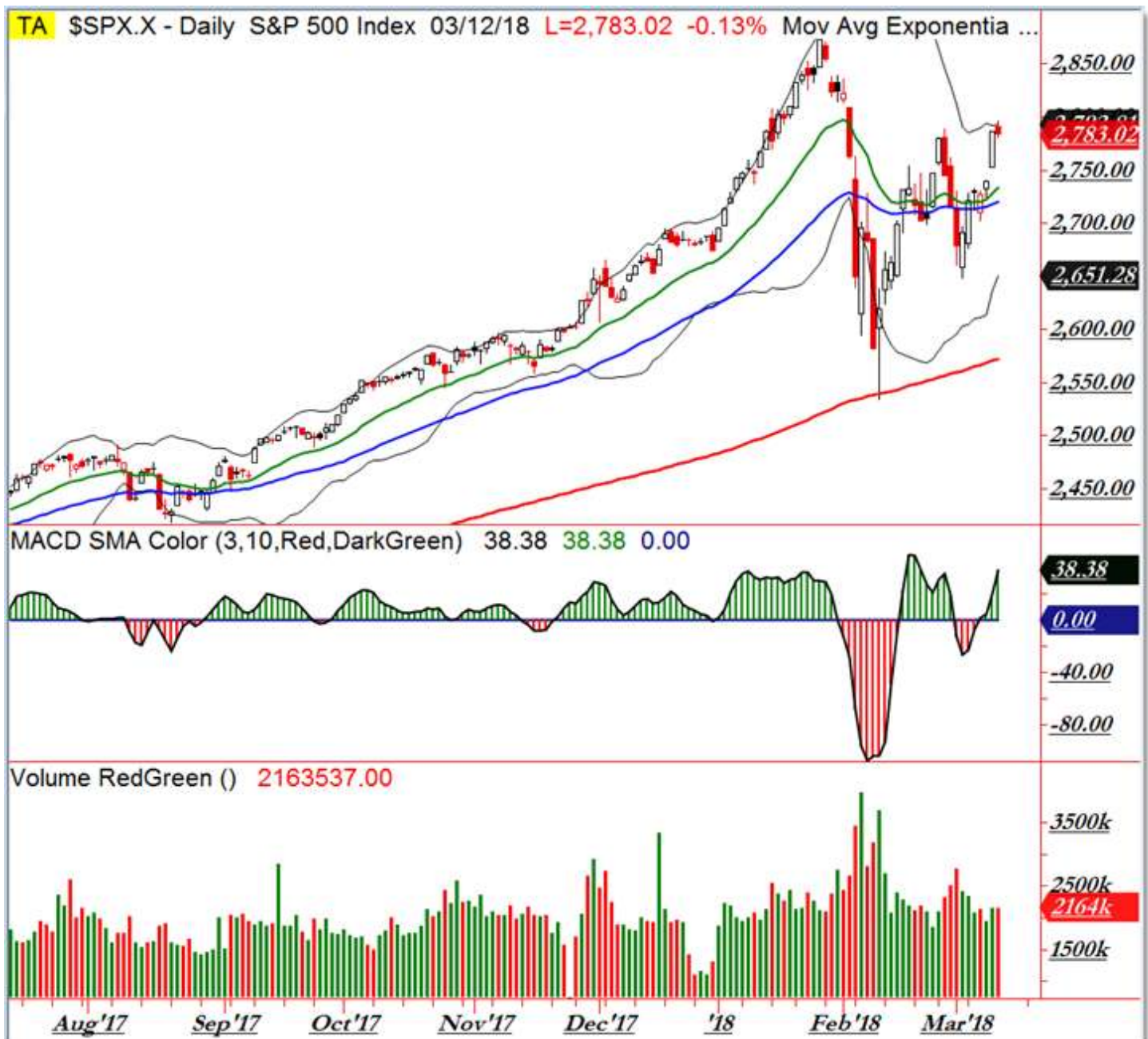
Planning the 30-min Intraday @ES Futures Chart



Price achieved our 2,800 breakout target and then - so far - stalled beneath this pivot today.

Once again, use 2,800 as your short-term pivot, playing the DOMINANT THESIS sell-swing should it develop or extend beneath it (toward 2,750) or get ready to play the ALTERNATE THESIS short-squeezed breakout scenario should that occur this week.

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



Today's RANGE DAY does not change the main idea from Friday's session - that price has achieved a target into the 2,800 level and we should plan to trade the immediate DEPARTURE from our pivot (it's also the upper Bollinger Band and prior price swing high).

We'll expect a sell-swing down away from our pivot target but will be ready to play our breakout or short-squeeze outcome that could send the market up toward 2,900 quickly.