

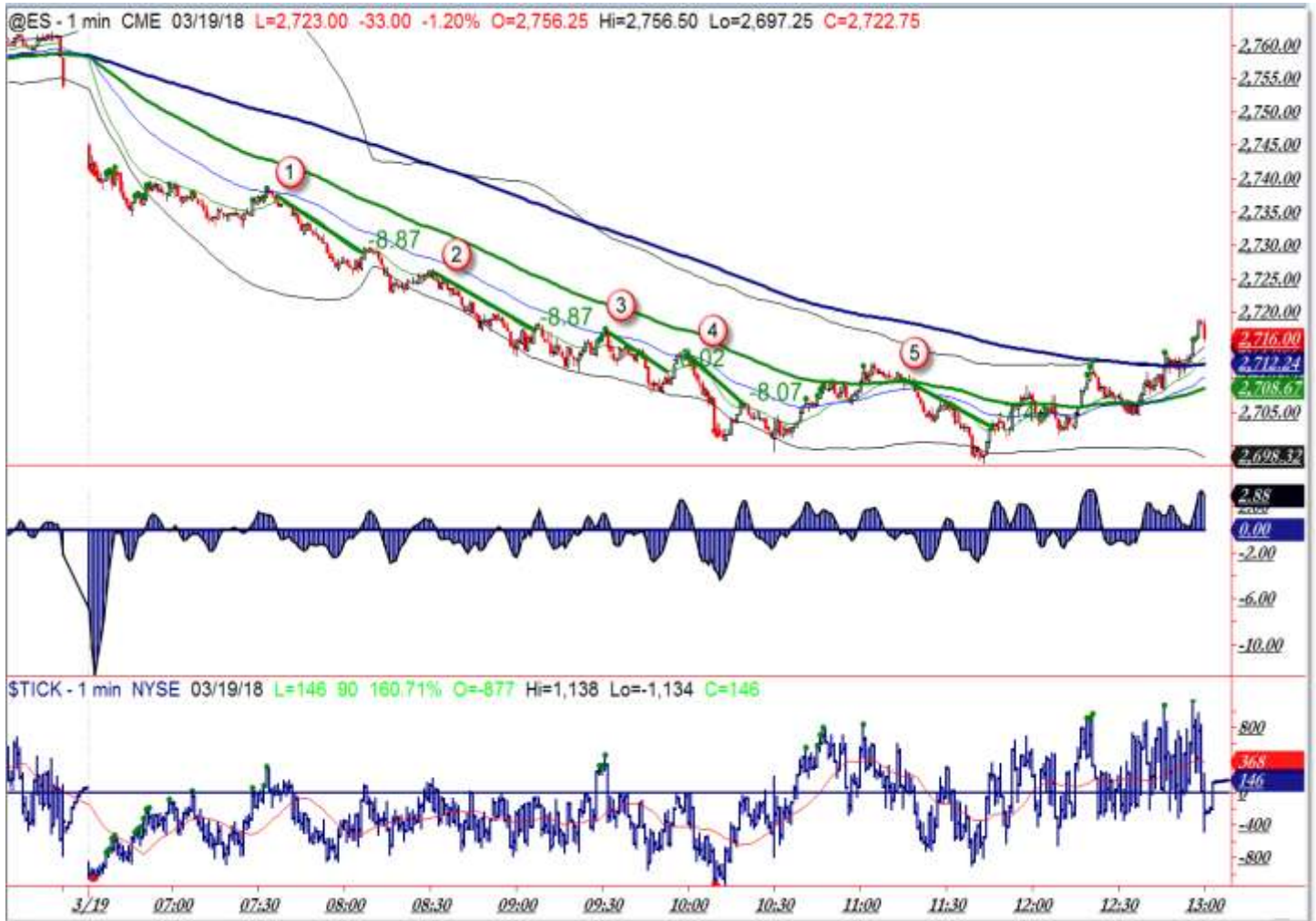


## Daily "Idealized Trades" Report

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



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



## Major Companies Reporting Earnings

FedEx (FDX)

## Major Economic Reports for Tomorrow...

WEDNESDAY is a FED DAY (expected to raise rates)

## Quotes from Last Night's Planning

*With this level now achieved - or at least the 2,750 achieved - become cautious/safe here and prepare to trade the departure AWAY FROM the 2,750 target (back toward 2,700 if beneath and back to 2,800 if above, making it a key midpoint pivot).*

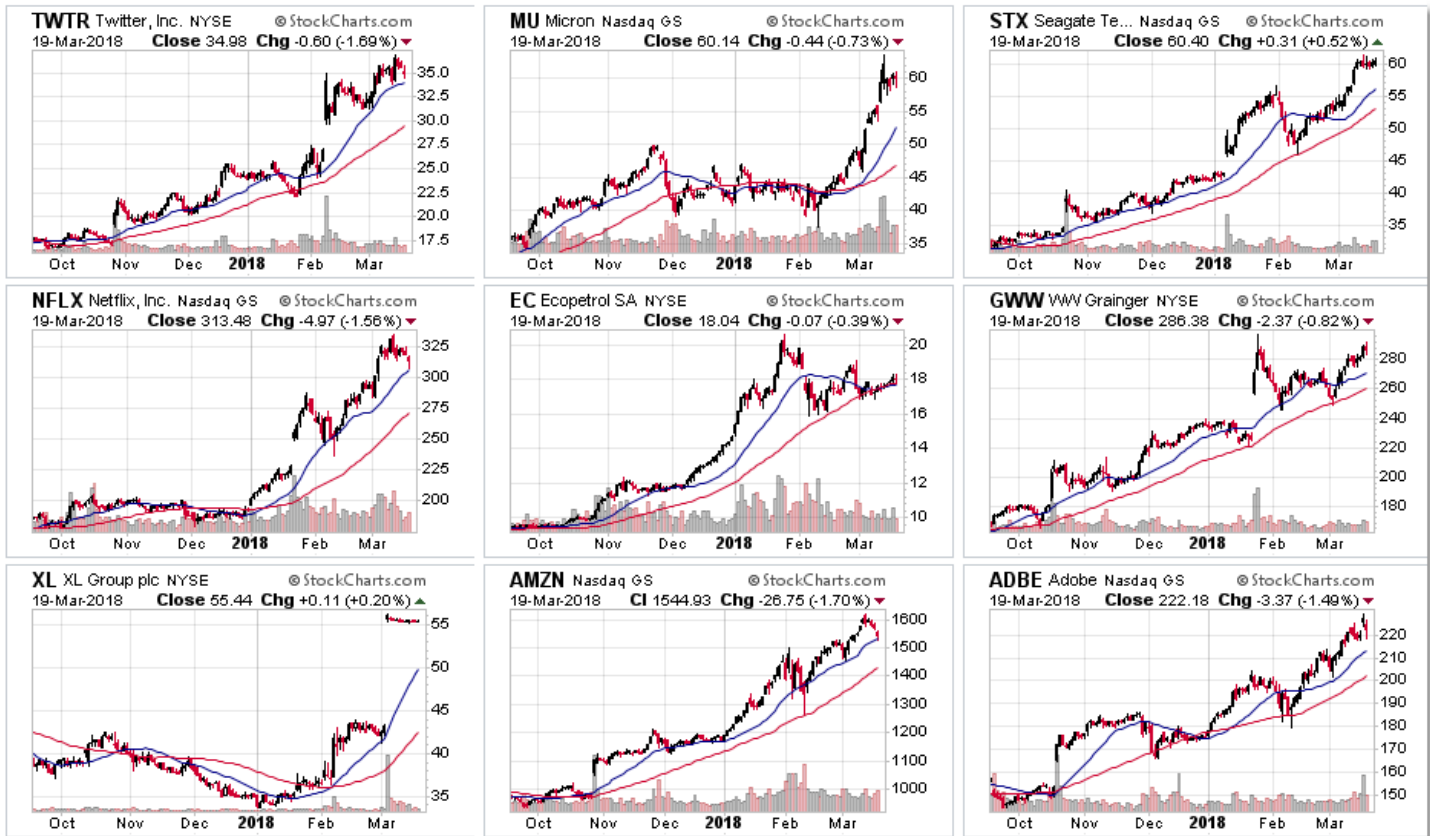
*Note that price achieved the rising 20 day EMA here at 2,745 and "should" bounce up away from the pivot. If not, note the departure breakdown toward 2,700.*

Today triggered our ALTERNATE THESIS with a bearish breakdown and gap event that sent price falling sharply - in a T3 Trend Day -straight toward our 2,700 target again. Note the plan.

From that, we simply used Trend Day Tactics to short-sell each retracement - especially on the 1-min chart - as price moved DOWN AWAY FROM our 2,745/2,750 level DOWN TOWARD our 2,700 target.

At least four or five retracement trades developed; only VERY aggressive and experienced traders had a chance to go long today (new traders DID NOT) and it was off the positive divergences that developed into our known target of 2,700.

## 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



Friday gave us another RANGE DAY at our support level while Monday morning gave us an initial downside break and range expansion move OUT OF our rectangle and support level near 2,745.

As such, today's T3 Trend Day down took us straight toward our 2,700 target where we saw an initial BOUNCE/RALLY take us away from this level into the close.

Simply watch for a continuation bounce swing higher UP AWAY FROM the 2,700 level back toward 2,745/2,750 to continue the sideways trading range in motion.

Otherwise, look for a future breakdown beneath 2,700 to trigger a larger sell-swing pathway toward 2,650 or lower via our Daily Chart.



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



We're continuing the "Grand Rectangle" or sideways trading range that has developed between 2,650 and 2,800.

For Tuesday, we "should" expect a lower volatility range style session with a potential bullish bounce bias to it. We know that WEDNESDAY will be a Fed Day so it's also logical to see consolidation action ahead of the announcement - and the Fed is expected to RAISE interest rates 0.25%. Anything else would be a surprise to the market an increase volatility.