

AFRAID to TRADE[®]

overcoming stock market fears with Corey Rosenbloom

Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



Trading Lessons from the Intraday Frame (1-mi)



Major Companies Reporting Earnings

Micron (MU), Nike (NKE)

Major Economic Reports for Tomorrow...

Initial Unemployment (8:30am)

Quotes from Last Night's Planning

We'll "punt" on predicting the future Wednesday because it will be a FED DAY.

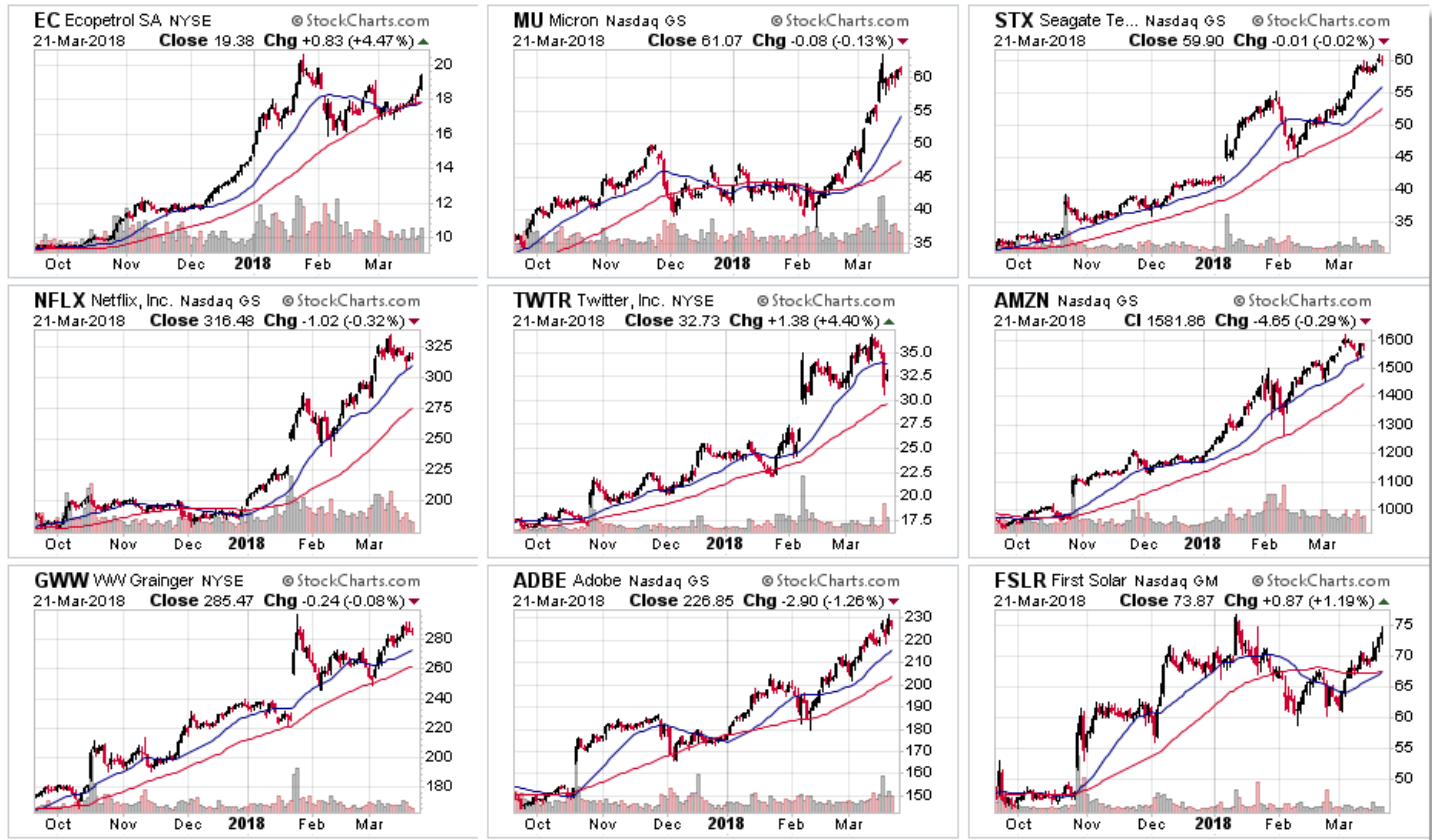
Fed Days often begin with a small gap and the gap is filled in the morning session. There may be a couple trades before the announcement, but the hour before the Fed policy announcement often is flat and without opportunity.

We then get a 1,2,3 breakout or high volatility period - most traders should avoid it - after the 2:00pm EST announcement.

Fed Day indeed! I tilted bullishly in today's trade examples, noting the classic triangle or range BREAKOUT for Trade #1 (aggressive play) - otherwise you had one to two bullish "fade" opportunities on the bounce up off the 2.715 /ES pivot.

We don't trade the reaction after the Fed announcement, but know that there's often a 123 event (up/down/up) so Trade #2 highlights this "trade the rally up" expectation for aggressive traders. New traders should treat Fed Days as a unique experience, not connected to our form of Range or Trend Day structure.

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.

"S&P 500 Sector 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 helped to "punt" on predicting today because of the Fed Day and because price ultimately closed the session where it began - unchanged.

As such, we'll reference our smaller rectangle range boundaries between 2,700 and 2,738 (highlights). We'll continue playing the range or bounces between these levels but will be prepared and ready for a breakout beyond 2,470 (bullish pathway back toward 2,800) or else bearish on a future break beneath 2,700 (bearish down toward 2,660).

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



We're continuing the "Grand Rectangle" or sideways trading range (it also looks like a large triangle) that has developed between 2,650 and 2,800.

The Fed raised rates 0.25% as expected and the market... didn't change.

Follow your intraday chart more than the daily chart because all we're seeing here is a consolidation with "magnet" price near 2,735 (the middle of the triangle).