



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



@ES's 1-min Intraday Chart (Additional Trades)



ALL TRADES:

Pro-Trend Day pullback/retracements - worth up to 20 @ES points or \$2,000 per 2 contracts

Major Companies Reporting Earnings Tomorrow...

NONE - the holiday approaches

Economic Reports for Tomorrow...

Chicago PMI (9:45am)

Consumer Sentiment (10:00am)

Quotes from Last Night's Planning

Don't be biased - know your levels and trade the movement toward or away from them accordingly.

For Thursday's session, keep it very simple. We know these active levels (write them on your chart) and play bearishly toward them IF price is under 2,440.

T3 Trend Day DOWN toward our 2,400 target! Wow - this has been a volatile week as the market has shifted to an unstable state (with gaps and strong intraday trends in both directions). The indecision/wide-range choppiness is damaging swing traders but can be very beneficial to intraday traders.

We kept a simple thesis going into today's session with a bearish bias beneath 2,440 which occurred straight off the open (which actually wasn't a gap - believe it or not).

From there we had at least three valid pullback/retracement trades develop within the emerging TREND DAY - and this trend day was big (as were the last two). Use your expanding knowledge of tactics you learn on one day to the very next trading session!

June 26 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 to 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



With price expanding beyond our short-term (red) Fibonacci Grid (which has been very helpful), we similarly expand our perspective to two additional Fibonacci Levels. The blue level was a target (50% Fibonacci just above 2,400) and price (buyers) rallied rapidly on the achievement of our Fib Target (though only aggressive traders should attempt to fade a trend day in motion, even into a key higher frame target level).

For Friday's session, remember we're heading into the 4th of July holiday weekend which will (likely) result in reduced trading activity/volume.

Nevertheless, write down these ongoing levels and continue playing the movement within them (the red grid is less important now but the Green and Blue grids are of utmost importance).

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



Let's put this simply - we repeated the May 2017 pattern of weak/divergent highs into a sharp sell-swing toward the 50 day EMA - that's precisely what we saw into June.

At this point, price achieved the known downside target of the rising 50 day EMA which is just above the 2,400 "Round Number" Pivot. Let's call this our "Edge of the Cliff."

IF price holds support (buyers step in), consider playing bullishly on a departure "up away from" this pivot back toward 2,440. Otherwise, a future crash/breakdown beneath this level does open the market into a steeper, weekly-chart style retracement toward 2,360.