

AFRAID to TRADE[®]

overcoming stock market fears with Corey Rosenbloom

Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



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



ALL TRADES:

Bearish Flag/Retracement Trades within our Fibonacci Grid - worth up to 8 to 9 points or \$800 to \$900 per 2 contracts (more was possible if you traded the aggressive bounce up away from 2,414 - conservative traders shouldn't attempt reversals).

Major Companies Reporting Earnings Tomorrow...

NONE

Economic Reports for Tomorrow...

JOBS REPORT of the Month (8:30am EST)

Quotes from Last Night's Planning

We still have the "Rounded Arc Reversal" price pattern that it potentially forming above price into the 2,450 level.

Our short-term (red) Fibonacci Grid remains with the more important (longer-term) Green (May low) and Blue Fibonacci Grids (note the overlap and reversal at 2,403).

We're BACK within the sideways trading range of the RED Fibonacci Grid into 2,432 and 2,420 which was exactly today's high and low. CONTINUE using this grid until we get a breakout beyond 2,435 or 2,420.

The KEY to trading today's bearish Trend-Style Day Session was the plan to trade the BREAKOUT beyond the red Fibonacci Grid and the confluence support at 2,420. Simply stated, the market broke beneath our 2,420 confluence, traded instantly down to our 2,414 level (as I stated in this morning's open blog), bounced, and then traded back lower toward the big confluence and V-Spike Reversal Low at the 2,400 level (and 50 day EMA).

At least two trend day retracement/flag trades triggered as stated above, though very aggressive/experienced traders could have traded the bounce "up away from" our 2,414 pivot.

July 5 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.

Planning the 30-min Intraday @ES Futures Chart



As I've been stating, the **ROUNDED REVERSAL** or **Rounded Arc** pattern **IS COMPLETING** in the market as price now traded down toward the 2,400 @ES level once again.

With price breaking **OUT** of the red grid with confluence at 2,420, we saw a full sell-swing that took us toward the 2,402 pivot overlap.

Use 2,402/2,404 as the critical **BOUNCE/BULLISH** (if above) pivot or else expect a strong bearish sell-swing that may quickly develop on the breakdown beneath 2,400 @ES which is the rising 50 day EMA - it would be a big sell signal.

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



This is it! It's a MAKE-or-BREAK critical support pivot into 2,400 or the rising 50 day EMA overlapping the prior price high from May with the lower Bollinger Band. IF the market is going to break down and swing much lower toward 2,350, it's going to happen here.

Do keep in mind that we remain within a wider NEUTRAL trading range but will become aggressively bearish IF beneath 2,400. Use 2,400 as your bull/bear pivot, ready to trade a big sell-swing liquidation event beneath it or yet another bullish intraday reversal and bounce up within the range if above it.

This should be exciting and hopefully profitable!