

# AFRAID to TRADE<sup>®</sup>

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:

*Today's big trade was the "Flag" or Cradle Buy opportunity that came after the morning gap up and pullback to the rising averages. Up to 6 points were possible or \$600/2 contracts.*

## Major Companies Reporting Earnings Tomorrow...

NONE

## Economic Reports for Tomorrow...

NONE

## Quotes from Last Night's Planning

*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 EM.*

*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.*

It was INDEED a make-or-break critical support pivot that held successfully. I understand if you wanted to play aggressively and buy immediately off the open - especially after a good Jobs Report number - but the conservative/risk-averse play was to WAIT to trade the FIRST PULLBACK.

We had two entries (see 1-min chart) and a successfully outcome as the bounce continued higher throughout the trading day.

## 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.



# 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



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.

We saw a successful and (so far) strong **BOUNCE** up away from our confluence support target just above 2,400. Believe it or not, we're **BACK** within the Red Fibonacci Grid and confluence of 2,420 (as was logical). Pay attention to the **ARC** trendline and trade **bullishly** beyond 2,425 or **bearishly** under 2,420.

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



Swing traders had a low-risk opportunity to BUY shares of leading stocks (or ETFs like SPY) on the TOUCH of the rising 50 day EMA overlap with the lower Bollinger Band. We're seeing initial success on the bullish rally - as expected/logical - UP AWAY FROM this pivot.

Going into next week, use the Daily Chart support levels (namely the moving averages) as your pivots from which to play bullishly or bearishly on movements TOWARD or AWAY FROM these levels. Use them in conjunction with the intraday chart as noted.