



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



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



ALL TRADES:

T3 Trend Day (low volatility) pullback/flag retracement buys worth up to 3 points (\$300)

Major Companies Reporting Earnings Tomorrow...

NONE

Economic Reports for Tomorrow...

JOLTS (10:00am)

Wholesale Trade (10:00am)

Quotes from Last Night's Planning

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 bullish above 2,420 or bearishly under 2,420.

Today CONTINUED the bounce/rally in motion away from our 2,400 critical support level. That was the initial plan and it was successful for (at least) two bullish intraday retracement/flag trades on the intraday charts.

Note the two pullback trades that yielded up to 3 points in a low volatility, bullish/rising session. It wasn't quite a perfect Trend Day (there was no gap up) but volume and TICK were strong in the morning and diverged into the afternoon ahead of the eventual sell-off.

July 10 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). It sure feels like nothing is new under the Sun!

Nevertheless, here we are with a clear plan for Tuesday and beyond:

BULLISH for a breakout and pattern completion **IF** above 2,430 and 2,433 or else **BEARISH/cautious** (dominant short-term plan) if departing down away from 2,430's target.

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.

Note that we've achieved an intraday Fib Grid target AND the dual targets of the falling 20 day EMA and falling trendline as drawn. Look to play aggressively bullish on a breakout above the 2,430 pivot or else remain "Range-Bound Bearish" if beneath 2,430. As always, nothing fancy.