



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



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



T3 TREND DAY!! Our bullish price action continued with a similar event as yesterday.

I'm featuring one trade - like yesterday - worth up to 3 @ES points though aggressive traders had a chance to play the end-of-day bullish breakout rally. Keep it simple.

Major Companies Reporting Earnings Tomorrow...

NONE

Economic Reports for Tomorrow...

PPI (8:30am)

Quotes from Last Night's Planning

Keep it simple and keep doing what works - until we get our inevitable and tradable breakout.

What now? Play the immediate DEPARTURE away from the 2,485 area, noting that price is likely on an upside pathway continuing through toward 2,500.

Don't fight this bull market trend in motion.

If you studied our strategy last night, hopefully you "played the immediate DEPARTURE away from 2,485" with today's second T3 Trend Day in a row.

There wasn't much chance for profit given the deep retracement and rally back toward the high, but it was an efficient and textbook trade that most traders can't bring themselves to make (because they feel like they're chasing the market).

That's precisely why we study the trades each day - because you can apply what you learn on future sessions and sometimes the very next trading day (like today!).

September 11 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



BIG BREAKOUT!! UPSIDE CONTINUATION!

Get excited about what's happening because it's different than the low volatility range conditions we've been seeing. Like a tightly coiled spring, price burst free of the Midpoint Magnet (coil) at the 2,460 level and now trades just shy of our official 2,500 simple target.

What do we expect on Wednesday? Nothing out of the ordinary - be cautious into the 2,500 target and otherwise aggressively **BREAKOUT BULLISH** should buyers extend this market beyond 2,500 and trigger/force an even larger short-squeeze event.

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



We DID get our bullish breakout on high relative volume (today was slightly higher than yesterday) in the ongoing BULL MARKET and thus expect new price highs yet to come above the 2,490 level on toward our longer-term (we've held for many months now) target toward/above 2,500. We're 3.5 points shy of our 2,500 simple target in the index.

You don't have to understand or have a reason to explain why price is going up - just know that it is and it is going up in part due to the repeated stop-losses of the bears/short-sellers who fight this trend and contribute to it going higher with their stop-losses. Be a bit cautious here given the strong bullish burst higher but otherwise "ignore it all" above 2,500.