



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



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



Despite the opening gap - which was quickly filled - a Range Day took place for today's session.

The two bullish-only support 'fades' or bounces allowed for up to 5 points or \$500 per 2 contracts.

Major Companies Reporting Earnings Tomorrow...

Delta Airlines (DAL)

Economic Reports for Tomorrow...

JOLTS (10:00am)

Quotes from Last Night's Planning

It sure seems like this market may never really pull back. That's fine - we will keep playing the "bigger moves to the upside" because the majority of traders logical seem very bearish on this overbought market.

"Trends have greater odds of continuing than of reversing."

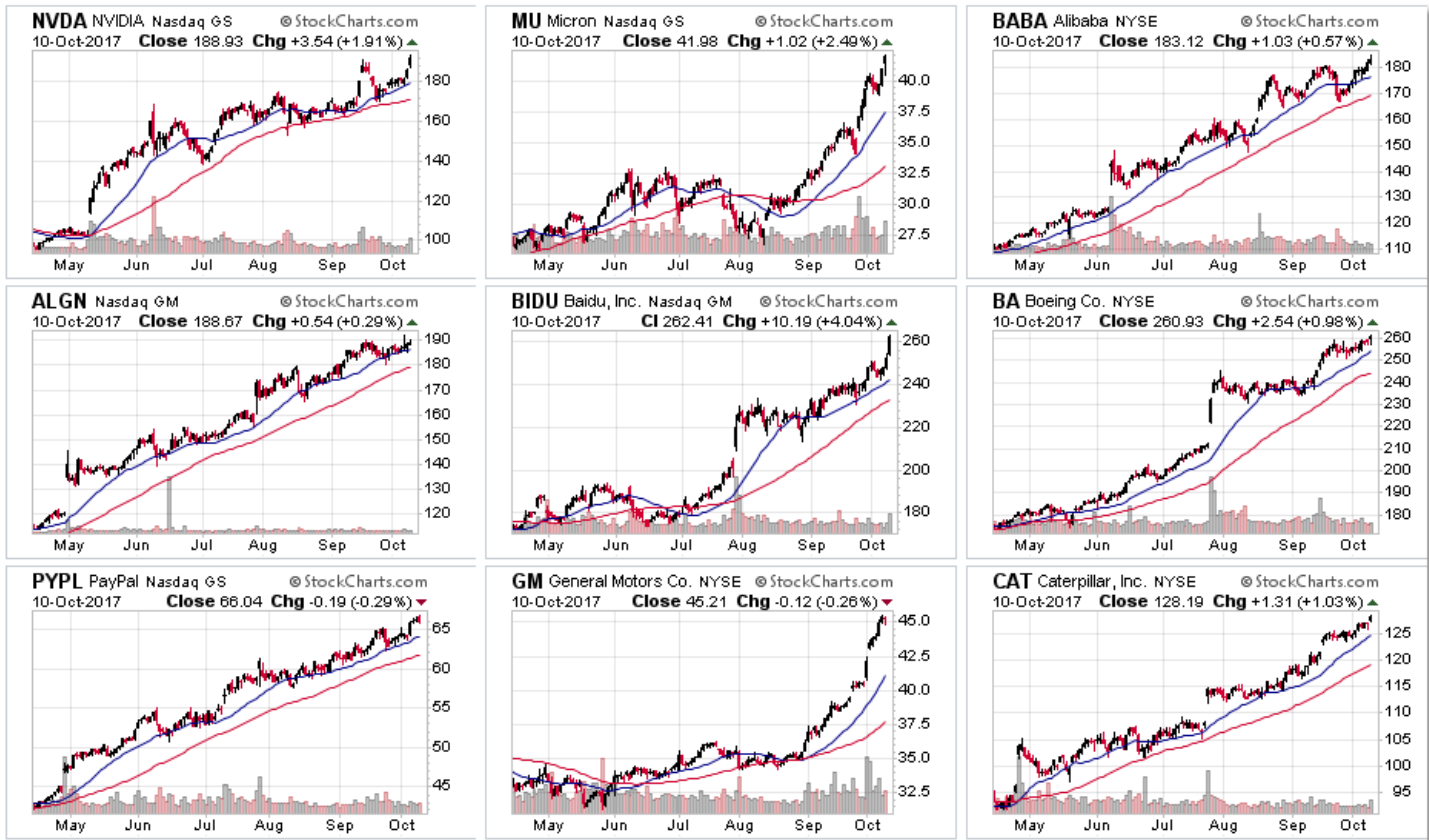
That's our first of our three core price principles and it's STILL the only thing keeping us on the right/correct side of this market in this rare extended run.

We had a low volatility, low volume (low opportunity) session Monday which is why we don't offer reports - or often don't trade - on holiday sessions.

For Tuesday, we had a GAP FILL set the stage for a RANGE DAY or sideways action in our intraday chart. I'm highlighting the two bullish bounce/support plays in the non-stop non-pullback bull market but you certainly could have attempted a 'fade' short-sell at the test of the upper Bollinger Band.

As weird as it may seem, it still pays to go WITH the trend and trade bullishly WITH the trend.

October 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



"Trends, once established, have greater odds of continuing than of reversing."

Nothing much changed today from Friday's planning report - Monday was indeed a low volatility consolidation/slight pullback and today kept the uptrend going.

Our goal here is to plan the very next trading day and we keep the narrative that this market is in a triple timeframe bullish alignment but the "failure to retrace" even slightly continues to trigger the ALTERNATE THESIS which is the bullish upward action play.

The same goes for Wednesday, yet tomorrow will have more active economic news so it could be a volatile sessions. Don't short aggressively unless beneath 2,540. As usual, prepare your bearish plays (dominant thesis pullback) but COMPLETELY IGNORE THEM if price pushes higher

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



As has been our ongoing accurate plan, expect a pullback in the overbought market but KEEP TRADING THE alternate "bigger move to the upside" thesis in our continued short-squeezed market. Enjoy it while it lasts because I can guarantee you this won't last forever! Or at least I don't think it will. It can't last for the next 15 years straight up, can it? No, it can't.

Let's note that this extended run has multiple examples just on the chart above - where we can see extended runs up in May, July, late August, early September, and now early October. THIS IS NORMAL; THIS IS EXPECTED. It's also expected that we'll pull back from our swing high.