

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)



A failed bullish morning (support) sets the stage for a bearish afternoon.

Trade #1 (support bounce) failed for a loss of 1 point while the bearish retracements into the close were worth over 5 points collectively for \$400 net profit today per 2 contracts.

Major Companies Reporting Earnings Tomorrow...

Chipotle (CMG), AMD, McDonalds (MCD)

Major Economic Reports for Tomorrow...

NONE

Quotes from Last Night's Planning

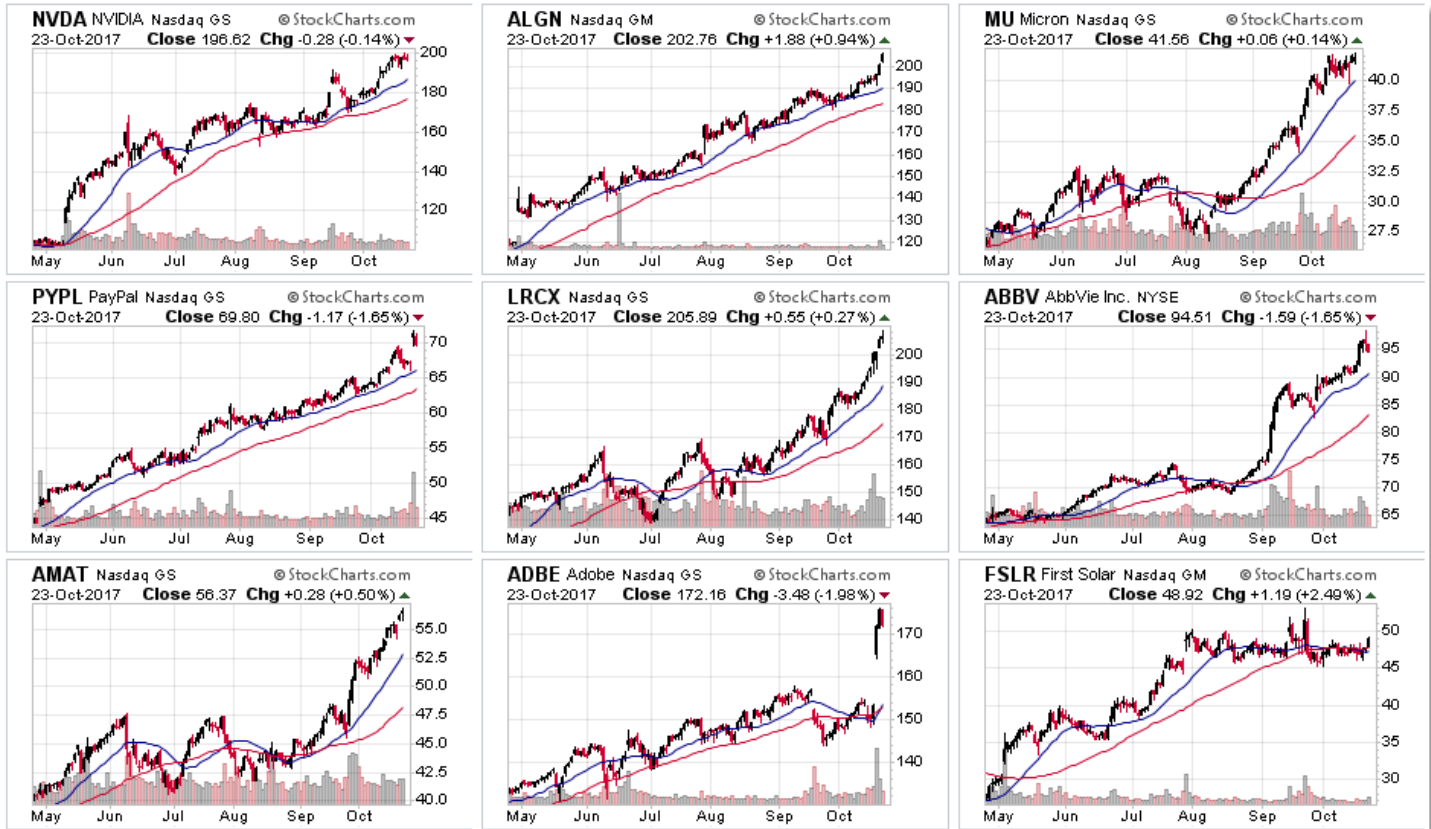
Follow the rising moving averages and price and continue bullish activities intraday until we get breaks beneath these rising moving averages or trendlines. Keep playing bullishly until we break lower.

Keep playing what's working until it doesn't work anymore (which is to remain bullish).

We can't know the future and we develop our objective game plan and employ it in real time as price (structure) develops. Our logic and plan had us bullish in the morning, buying the retracement to the 20 or 50 EMA. Ultimately price failed to support at this level and broke beneath it, triggering our close stop. That's ok! That's valuable information - like the failed bearish session Friday - that the FUTURE will likely play to the downside.

That's precisely what occurred. The FAILURE of the bullish trade #1 set in motion a future breakdown and at least two bearish sell-swing (retracement) opportunities as noted.

October 23 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



Though it may not seem like it with the intraday reversal, price DID achieve a new all-time high beyond 2,575 which is impressive.

Still, we'll begin Tuesday's session AT the key target pivot near 2,560 which makes us SUPPORT BOUNCE BULLISH if above (dominant short-term thesis) and BEARISH COLLAPSE (alternate thesis) beneath it.

Look toward the spike low near 2,550 if beneath and a movement through 2,575 if above it. Plan your trades in terms of the DEPARTURE from 2,560.

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



We'll focus our attention - short term traders - on the INTRADAY chart logic above with respect to the DEPARTURE set-up.

However, the Daily Chart tilts the higher frame probabilities toward the "pullback" scenario, but do keep in mind that's been the case in this overextended and overbought market (until Thursday's crash-to-support and recovery). Again, note the overextension and IGNORE IT should price once again rapidly rally UP AWAY FROM our intraday support pivot.