



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



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



Major Companies Reporting Earnings Thursday...

Wal-Mart (WMT), Best Buy (BBY)

Major Economic Reports for Tomorrow...

Philly Fed (8:30am)

Industrial Production (9:15am)

Quotes from Last Night's Planning

Keep playing within these levels until price once again breaks free of the magnet (range) levels we're currently experiencing.

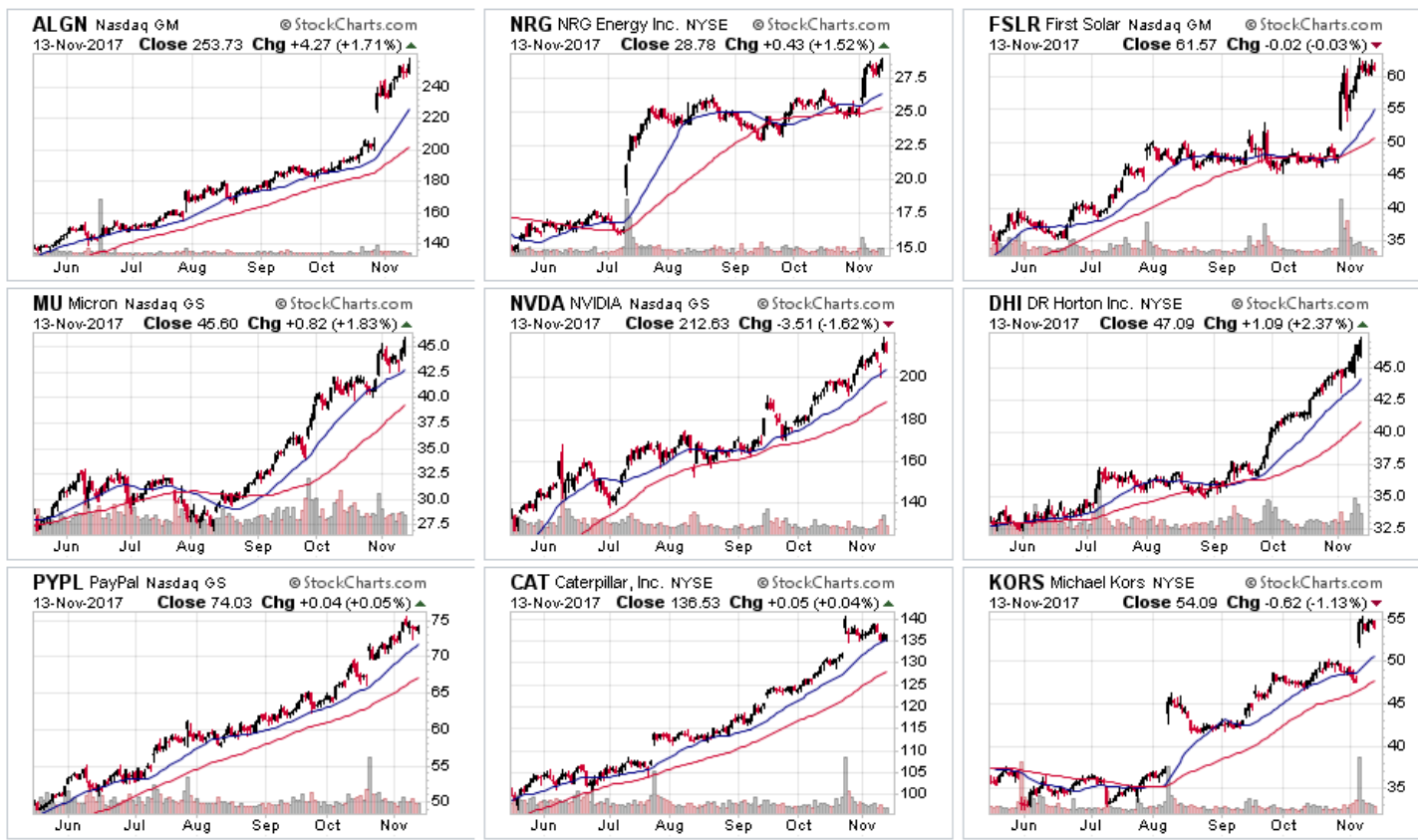
For Wednesday, play BULLISHLY on a breakout above 2,580 (note trendline) and otherwise BEARISHLY beneath 2,580 (range play) or BREAKDOWN/BREAKOUT if beneath 2,565's support.

It's one of the most frustrating things as a trader to get your analysis/plan 100% correct yet not be able to capitalize on it for whatever reason. We've seen a series of V-Spike Reversals and weak mornings with bearish gap-downs and price did achieve our downside level and fulfilled our short-term bearish "departure" thesis overnight and right at the open.

That's ok - we're prepared. As I posted on the open blog this morning, we've seen a series of V-Spike Reversals and interventions thrust the market higher after the morning weakness. While it was aggressive, our assumption was that buyers and programs would step in AGAIN to thrust the market UP after little positive divergences occurred at the V-Spike intraday low.

As it were, they did - and it was good for a 'fade' back to the 50 EMA for a 9 point move!

November 13 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

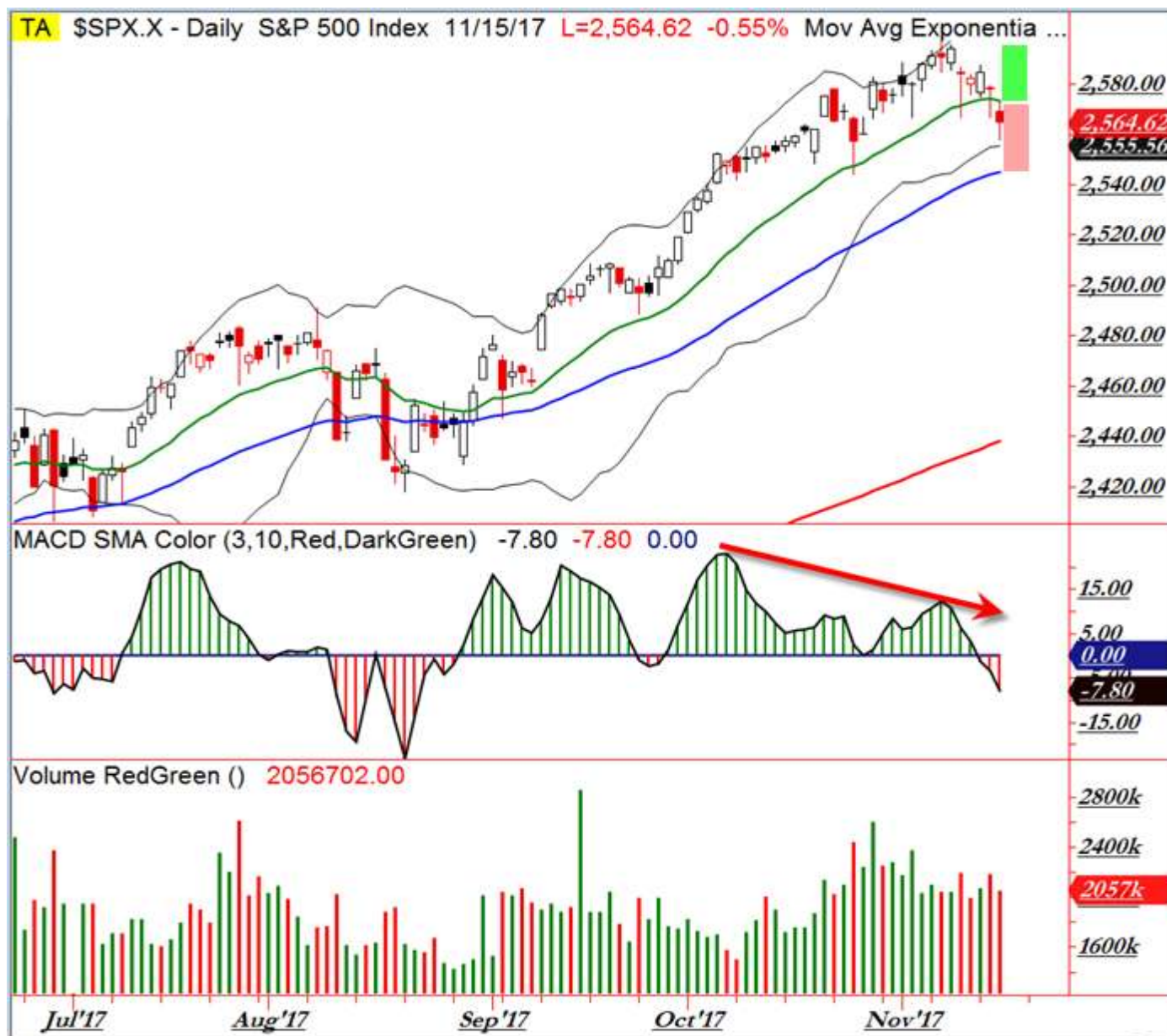


We're seeing the market RETRACE (Daily Chart) which is fairly orderly but that's NOT the case if you're an intraday trader like us. While logic overwhelmingly favored a pullback - and we're seeing one - the reality is that the bulk of the bearish action came overnight (gaps) or within the first 30-min.

Buyers repeatedly intervened with V-Spike Reversals.

Continue following the ARC TRENDLINES and short-term retracement pathway as we trade the lower frame in the context of our Daily Chart level & the pullback (now break under 20d EMA).

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



It's easy to say that price is doing EXACTLY what just about every trader thinks it should - that's pull back (retrace) from the 2,600 level toward the 20 day EMA and possibly the 50 day EMA on a steeper pullback.

While the analysis has been easy and correct, the intraday activity has actually tilted bullish! Continue using the same logic and playing the short-term movement in the context of this pullback. While we're underneath the 20 day EMA at 2,575, we expect price to fall toward the 50 day EMA near 2,545 for our dominant thesis but will resume "ignore it all" bullish plays if price returns above the 2,575 and 2,580 level (we'll play for a short-squeeze toward 2,600).