



## Daily "Idealized Trades" Report

### Trading Lessons from the Intraday Frame (study)



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



## Major Companies Reporting Earnings Thursday...

Foot Locker (FL)

## Major Economic Reports for Tomorrow...

US Housing Starts (9:30am)

Permits (9:30am)

## Quotes from Last Night's Planning

*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.*

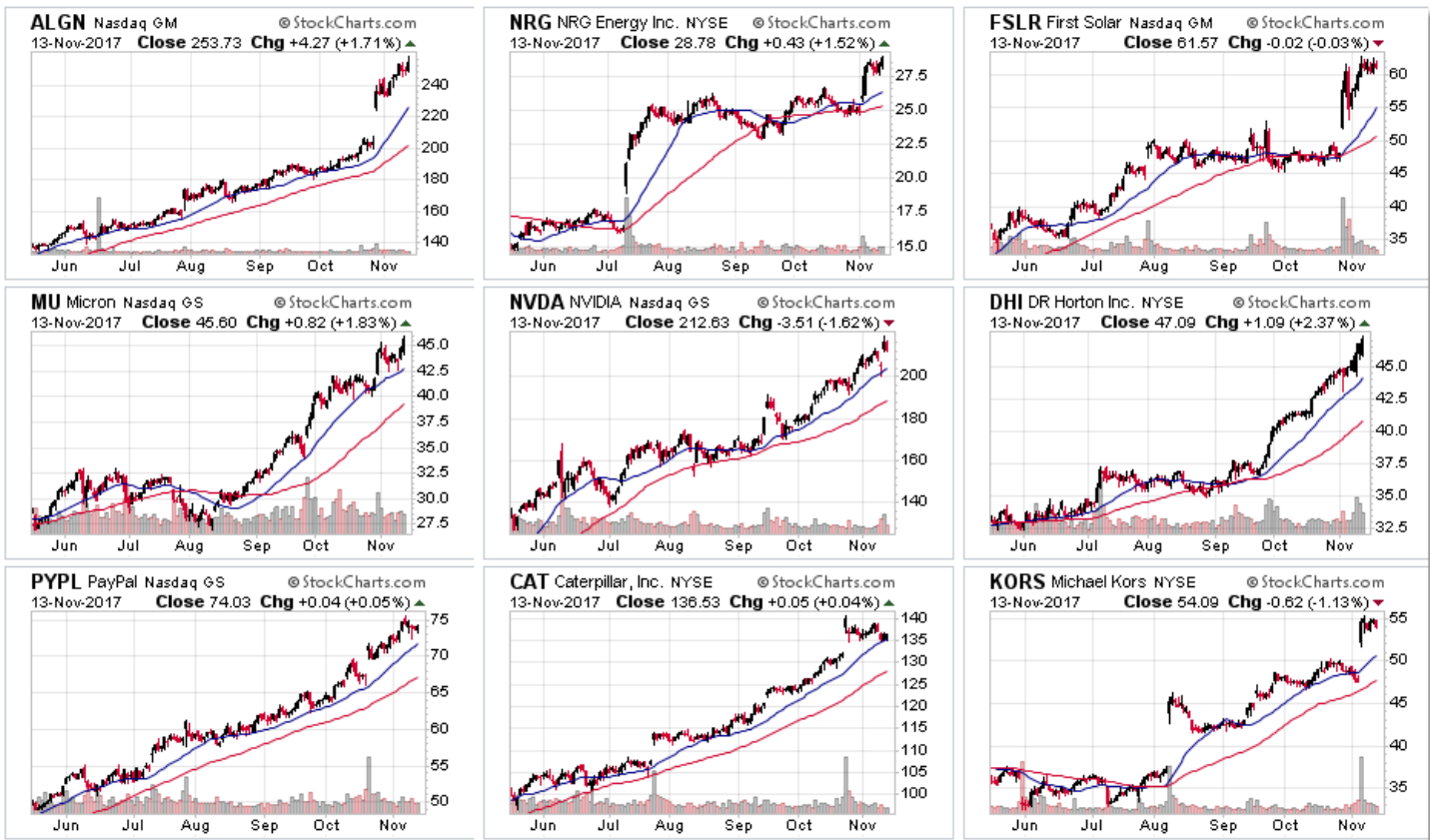
*[We] will resume "ignore it all" bullish plays if price returns above the 2,575 and 2,580 level (we'll play for a short-squeeze toward 2,600).*

Today began with an UPSIDE opening gap ABOVE the 2,575 pivot mentioned in last night's report which officially triggered our ALTERNATE thesis plan and the short-squeeze "ignore it all" bullish pathway toward 2,600. Buyers created a T3 Trend Day with three simple pullback or flag buy opportunities worth roughly 12 points or \$1,200 per 2 contracts.

Also, per our Trend Day Model, today's session began with NEWS of a likely passing vote in the US House of Representatives of the Tax Cut package (that's bullish) along with a strong bullish move in Wal-Mart (earnings from a major company). These - along with an unfilled opening gap - are factors in our model that set the stage for one-sided Trend Days like this.

Per our rules and model, we ONLY buy pullbacks as the trend day matures, knowing that the best opportunities often develop in the first 3 or 4 hours as was the case today.

## 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.



## Planning the 30-min Intraday @ES Futures Chart



Breakout! T3 Trend Day! Bullish Dominance!

Today's session thrust the market above the falling "arc" trendline pattern toward the 2,590 target level.

We're MORE LIKELY to have a RANGE DAY or INSIDE DAY tomorrow because that's the typical outcome after a Trend Day - a lower volatility environment after a higher volatility one.

Look to play both sides of the market if indeed a RANGE DAY develops or "ignore it all" bullish once again on a clean breakout beyond 2,590.

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



Price spent exactly ONE session beneath the rising 20 day EMA and the NASDAQ (not charted) simply pulled back to the rising 20 day EMA and reversed strongly off it (and made a new all-time high today).

The BULL MARKET continues with a flag/retracement event that targets 2,600 and now beyond it.

Assume additional bullish action - however strange it may feel - while price is above 2,590 and 2,600. Watch your intraday chart for a lower volatility session expected tomorrow.