



Daily "Idealized Trades" Report

Trading Lessons from the Intraday Frame (study)



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



Major Companies Reporting Earnings Thursday...

NONE

Major Economic Reports for Tomorrow...

NONE

Quotes from Last Night's Planning

There's no major change in our strategy/plan and we'll just clarify it:

Given the overextended and negatively divergent market, odds favor a pullback/sell-swing "down away from" 2,670 "back toward 2,640 or even the 2,630 low. That's our Dominant/Logical Thesis.

Similarly, we can see on the Daily Chart why odds strongly favor a PULLBACK away from the 2,665 pivot - upper Bollinger Band with reversal candles (and negative divergences) - back TOWARD the rising 20 day EMA near 2,630.

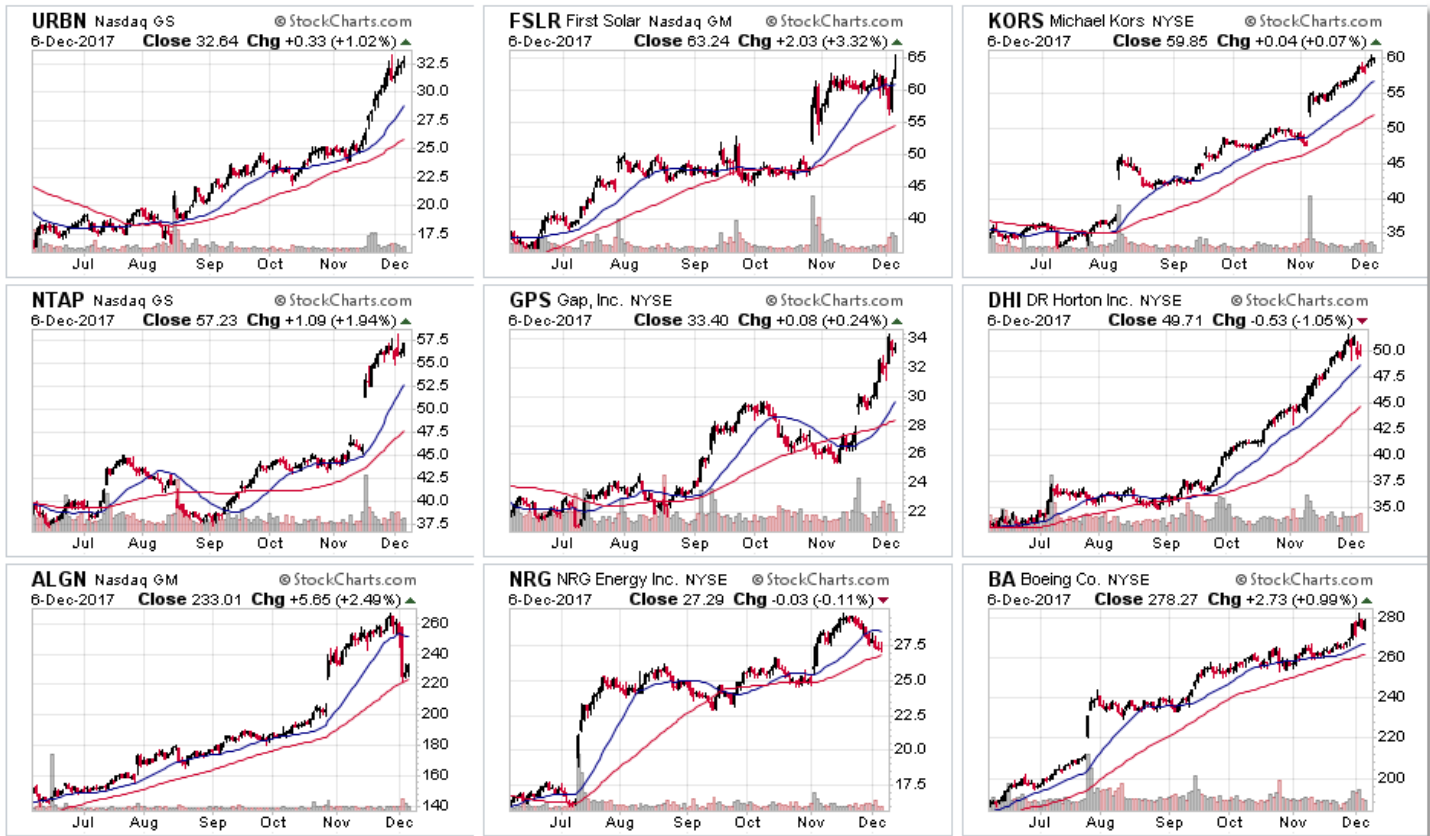
We'll continue to use the new pullback play as our dominant thesis.

How exciting! The market did EXACTLY what it should have done today.

As such, it didn't start as a powerful T3 Trend Day but odds strongly favored a retracement/sell swing and that's precisely what we got.

While there were more bearish trades you could have taken, study these as educational examples of how to join the game-plan together with real-time opportunities intraday.

December 6 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).

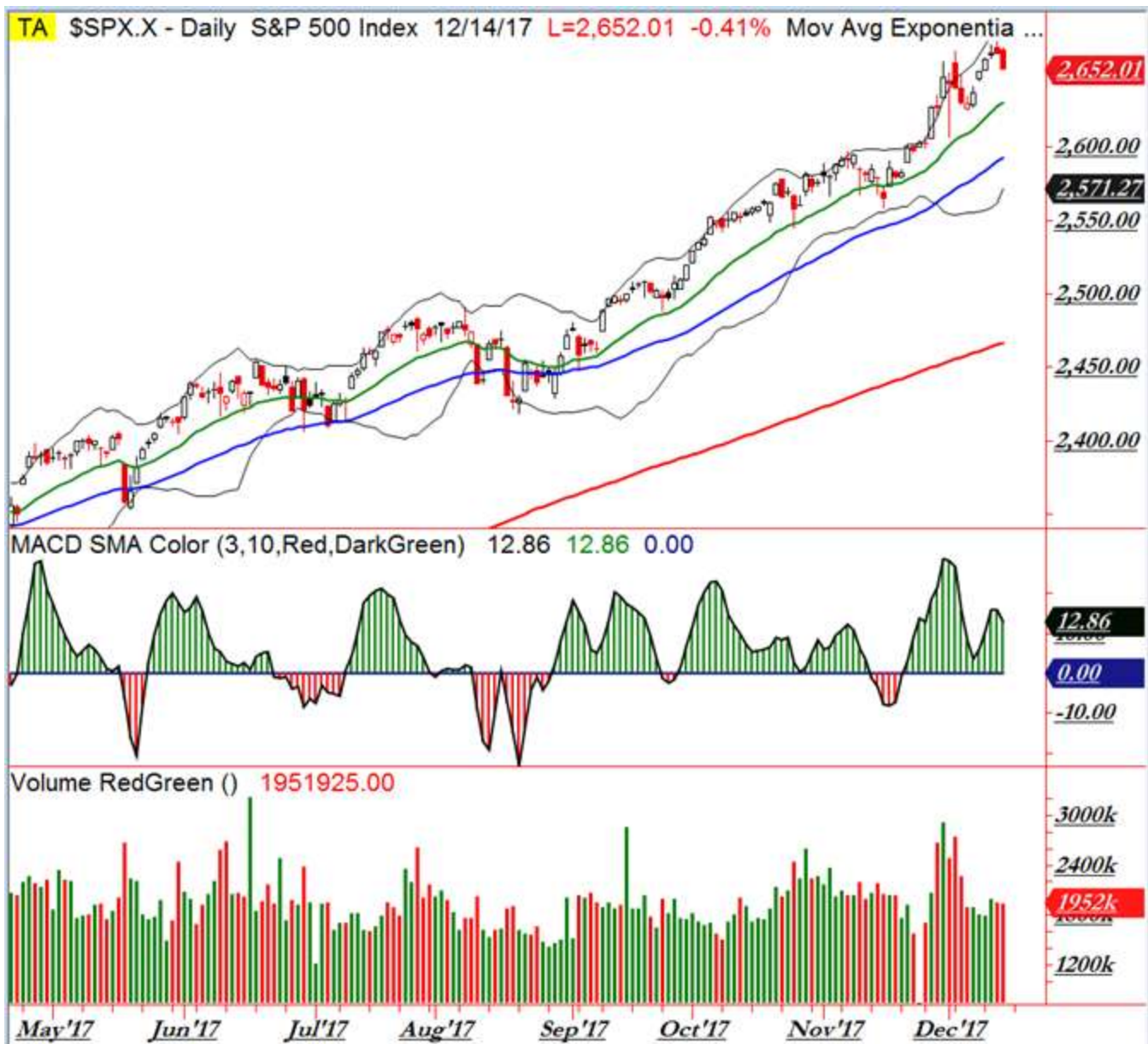
Planning the 30-min Intraday @ES Futures Chart



With price moving DOWN AWAY FROM the 2,670 pivot exactly as expected, there's no complex way of saying keep monitoring/trading the expected/dominant thesis sell-swing until either price achieves a full target retest near 2,630 or lower... or unless price rallies and strongly breaks above 2,660's price and EMA resistance.

Stay confident with this as the dominant short-term strategy that's finally working.

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



As mentioned in the intraday chart planning, we're moving - as expected - DOWN AWAY FROM the 2,665 high and likely DOWN TOWARD the rising 20 day EMA near 2,630.

Don't make this complicated - while price may not trade straight down there, odds favor a continuation of the sell-swing/retracement in motion.

If it doesn't - and price suddenly rallies up away from 2,650 strongly - then stay out or remain defensive/cautious until price breaks a new high and triggers an alternate thesis short-squeezed breakout bullish rally. Plan but react in real-time to new information.