

Strategy Creation

TRW: @MarioP

Level 1- Defining Objectives

A.) Do to my Job as a Mail Man in the United States Post office i start work at 8am but i wake up at 5:30am i have time to watch the daily analysys and the AMA and i have time to look how the market reacts the first 1 hour of the day before i go to work.

I have time to look at the charts for more than 2-3 hours a day because i go outside on the street around 10:30am every day right after the lunch session and the afternoon session i am outside all day and i can check the charts on my phone, and when i am off i can look at the charts all day like i have been doing for the last 1-2 months because i got hurt at my job and i had to stay home for 1-2 month to recover.

I can ride trends and big moves until a reason presents for me to exit. I don't change my mind too often when I enter a trade and sometimes I stay in a trade for longer even if it's at a loss because I am bullish on it.

B.) I will be a Momentum Trader, i will be trading Stock Options because i can manage risk but have the potential for a huge gain in swings and will be a Scalper when i have a day off from work, so i can look at the charts for more than 4-5 hours a day or all day.

- I will mostly be focusing on Swings and will be trading Stock options and Commodities on the daily, weekly and monthly charts but i will be focusing for a better entries on the hourly charts but main focus is the bigger time frame and the daily charts.

- when i day trade i will be focusing on the hourly charts and for entries will look on the 15, 10 and 5 minute charts

-I will be trading growth stock that can move in one direction for a long time

C.) I am 37 years old and I am happily married to a beautiful wife that supports my decisions and I have a steady paying job and good cash flow, so I can take bigger risks on a trade not all the time or until a trade gives me a reason to exit.

Level 2- Defining The Strategy

1.) SWING SYSTEM

Indicators I use are

- A.) The MA Ribbon indicator : 9SMA, 21SMA, 50SMA, 200SMA
- B.) RSI
- C.) {JHF} SQZPRO MTF
- D.) SQUEEZE PRO

And the indicators that are on the background that I flip on and off from time to time are

- A.) Probably Choppy Indicator

2.) When I find a Stock that I Like I go on Monthly, Weekly and daily charts and Look for boxes and draw them out.

Then I look if the Stock has a bullish or bearish momentum and a medium or tight Squeeze being developed.

Then draw important Monthly, Weekly and Daily Zones Where Price Reacts the most.

Typically I like to trade on the daily time frames and look for a box break outs on the Weekly charts.

Sometimes I take a Hourly breakout on a daily box breakout.

My entry is a daily or an hourly candle close above the box or inside the box close to the top OR for ideal entry a hourly or daily close above the bull bear line inside of the weekly box for a better R/R, or a retest of the 50DMA and a bounce from it, with a tight stop below the previous daily close and ride the momentum of the MA's, RSI needs to be above 50 also.

Stop loss is the middle of the box or the Previous Day Lows.

I use the Moving averages to find the different boxes, and both {JHF} Squeeze pro indicators for Bullish or Bearish momentum and a good squeeze.

I Use Choppy's indicator for extra confirmation for the bullish move.

2.) Scalping and Day Trading system- Day trading on the 5 min and 15 min chart no set up no trading

IMPORTANT: ONLY TRADE THE FIRST 1-2 HOURS and
the Last 1-2 HOURS of the TRADING DAY
If i miss a trade i am not trading!!!

Indicators i use are:

- a.) VWAP
- b.) MA Ribon (9,21,50)
- c.) RSI
- d.) SQUEEZE PRO

A.) How my system works- There are 3 scenarios for me to enter on all 3 price needs to be above the 50hma or above all moving averages on the daily time frame and vice versa for a bearish moves

a.) i draw a daily and hourly zones first every day before trading for perfect trades i look for a tight squeeze boxes on the 15 minute charts

B.) Scenario 1 Continuation

1.) when price opens in the morning with or without a gap up doesn't matter i set the VWAP on the opening candle and wait for a reaction of an important zone if a 5min bullish candle closes above an important zone and the VWAP i wait for confirmation on the next 5 min candle if a candle still closes bullish and it is above the moving averages i enter the trade and follow the trend until it breaks or if i am following the 9sma and a candle closes below the 9sma i am out of the trade Stop loss will be the opening low or the top of the first 5 min candle and if the trend is strong i will have a trailing stop of each top of the candle

C.) Scenario 2 Reversal

1.) when price opens in the morning with or without a gap up doesn't matter i set the VWAP on the opening candle and wait for a reaction of an important zone if a 5min bullish candle closes above the zone i wait for the next 5 min candle if the candle closes below the important zone i wait for the 3rd 5min candle if 3 candle closes green but with a nice wick of the lows i enter the trade with stop loss at the low of the candle the bottom of the wick and follow the trend until it breaks with a trailing stop of each candle

D.) Scenario 3 GAP UPS and GAP DOWNS

1.)when price opens in the morning with a gap up or a gap down it doesn't matter i set the VWAP on the opening candle and wait for a reaction of an important zone and the VWAP

a.) if a 5min candle closes below the VWAP i wait for a second 5min candle if it closes again in a bullish maner below the vwap i enter the trade with a very tight stop of the highs of the previous candle,

b.)The perfect scenarios is when price comes back and retest the VWAP and then goes back down or goes above the VWAP then it is a simple entry with a stop loss below or above the VWAP and following the VWAP trend to the upside or down side