

Advice About Trading and Trading Analogies By @TonyStarke

-Wisdom-

- * Been doing this since late 1997
- * So if you don't have a system down
- * The market will humble you quickly
- * Make you look stupid in your trades
- * Then you will second-guess yourself
- * Then the fear of trade steps in
- * Then you freeze
- * Don't trade your setups
- * Then you get mad at yourself
- * Tell yourself dam should of taken that one * It's a psychological game
- * Messes with your head
- * Know your rules
- * Have them drawn out
- * Know your setups
- * Systematically trade your plan
- * Over and Over

-Fast Blondes, Brunettes and Red Heads-

- * Well I'm a guy
- * My approach is different because I've been doing this for so many years I gotta make it entertaining
- * So I divided events into categories of women
- 1) RED HEADS
- 2) BRUNETTES
- 3) FAST BLONDES
- * Helps me think better
- * Ill share some examples
- * We just had a few here
- * REDHEADS and BRUNETTES I use on volume * Red sticks = REDHEADS
- * Black sticks = BRUNETTES

-Example CTRV-

- * We went over that chart before but I brought it up as an example
- * When you see the RED HEADs in control, stay away. Don't try to date her * She's bad for the pockets
- * Every time I have dated a REDHEAD I have gotten burned
- * Cost me in more ways than 1, you can understand that correct?
- * Awesome, now for me I love BRUNETTES
- * They are very stable so I married one
- * 29 years ago

-Example SFIX-

- * Can you see the BRUNETTES come in and date the stock? * It is called a VVS
- * Or Elephants in the kiddie pool
- * Or whale watching
- * Volume
- * Viagra
- * Spike
- * When the volume takes a blue pill and is ready for action ;)
- * You ever see elephants play in a kiddie pool?
- * They splash all the water out, same concept
- * You are looking for that surge of volume to come into a stock to blast it out of a base and make a trend-able trade
- * BRUNETTES dating it
- * The more BRUNETTES the better
- * When the RED HEADS show up, lighten up or sell

-More Examples of Redheads and Brunettes-

- * See the changes happening in the VOLUME and PRICE ACTION?

-Fast Blonde Trade-

- * Fast blonde trades are the ones that day traders love * They are one night stands of quickies
- * Or maybe go back for sloppy seconds
- * Those types of stocks double in days
- * Those fast blondes can ride you hard
- * If you find a good one yummy
- * But you need the stamina to stay with her
- * I'm turning 48
- * Too much Viagra for me to have to pop to ride that hottie
- * And if you are inexperienced you don't know how to handle the really hot blondes
- * I have handled my fair share
- * I'm usually worn out

- * And I get a bill to fix the bed we broke
- * It is when you use to keep up with those fast blondes and really like it
- * And now you think damn im gonna be even more tired I need a few days with that and probably wont be able to walk after that
- * If you plan on riding fast blondes, understanding the chart pattern on her is key
- * I love women, I had to teach myself a different way to look at stocks

-Brunettes-

-Red Heads-

-Tony Starke Swing Trading-

1) Methods in the way of momentum trading 3ema over 8ema 2) Medium swinging 8ema over 20sma

3) Longer swinging 20sma over 50sma

4) Using MACD signal with a better understanding of it

5) Understanding the 3-day rule

6) Having a Friday rule

7) Understanding pivots and working them in as targets

8) Understanding overextended stocks rule

9) Becoming an investor/swinger with a fundamental foundation

(All above rules come after the understanding foundation of volume price analysis BRUNETTES REDHEADS and the FAST BLONDE TRADES)

1) Is momentum trading using 3ema over 8ema

- * This is a shorter term outlook of trading you're looking for a move over days usually sometimes a week or so.
- * You're looking for the 3ema to cross over the 8ema with a pick up in volume AND hold until it comes back and touches the 8ema.
- * You use the 3 as your trigger for entry and exit
- * This is " MOMENTUM TRADING" your capturing burst in the trend.
- *It's swinging the momentum burst.
- *Makes you a shorter term trader but still not a day trader

2) 8ema with 20sma is a medium-term trade

- * You're looking for a move over the 8ema and as long as the 8ema is over the 20sma your long. * This is the method I like using personally. I'm usually taking some off on the violation. And if it blows through the 20sma I'm usually out and looking for it to tap the 50sma.

3) 20 over 50 is a longer approach

- * usually, you're giving back a lot of gains on a stock that you might have been able to take some off because you used the 8ema
- * 8ema is a good indicator of a strong trend means really good institutional support,

* Staying above the 20sma shows institutions have been buying.

4) Using the MACD and understanding it

* It's an oscillator in effect so there are extremes to it

* Being close to zero and above good,

* Being way above 0 in the range and triggering most likely will lead to a bull trap and get you.

* Your playing it as faster moving average over slower within its range. So don't let it trigger you into a trade on the upper extreme of its range.

* 0 is closer to bring the neutral trigger.

5) Understanding the 3-day rule

* If you are buying right the stock it should prove itself within 3 days if not cut it and move on.

6) Friday rule

* If you bought a stock earlier in the week and it hasn't proved itself by Friday and isn't positive cut the position.

* Holding a losing trade over the weekend messes up your weekend and time with the family.

* You will have a miserable weekend and make worse decisions going forward. * Better to start the week with a clean slate.

-Good people to follow on Twitter-

- 1) @Scelliot81 – Scott Elliot
- 2) @ACInvestorBlog – Antonio Costa
- 3) @StockConsultant – Dan Chapman
- 4) @IncredibleTrade – Mr. Incredible
- 5) @kkernttb – Traders Toolbox
- 6) @HCPG – HCPG
- 7) @letsinvestnow – RxTrader
- 8) @szaman – NYC Trader
- 9) @OptionsHawk – Joe Kunkle
- 10) @OptionsTL – TraderLion Options
- 11) @duckman1717 – Andrew
- 12) @Scot1andT – Scot1and
- 13) @AnthonyMaceroni – Anthony Maceroni
- 14) @TraderLionChat – Trader Lion
- 15) @traderstewie – Trader Stewie
- 16) @PatrickWalker56 – Patrick Walker
- 17) @ZorTrades – Frank Zorrilla
- 18) @ModDarvasBox – Modified Darvis Box
- 19) @cfromhertz – Christian Fromhertz
- 20) @TLMTrader – TLM Trader

21) @TCMLLO – JT

-Scanner-