

DAY TRADING WITH PIVOT POINTS & PRICE ACTION

15th December (Sunday)

A Webinar by

Vikram

Full Time Trader & Trainer

Founder- pivotcall.com

Introduction

Hello.....Welcome you all to my webinar on Day Trading with “Pivot Points & Price Action”

My name is Vikram, I am a self learned Trader, I have previously worked in Sales, Marketing, Business Development and Training profile for close to 2 decades.

I have been Trading since 2004 as a part timer, and quit my job in 2018 to become a full time Trader.

This course is designed based on my thousands hours of screen time, years of back testing and almost 15 years of experience in stock market.

Notice - Entire PPT material is protected by copyright, You should not sell, alter or further reproduce or distribute any part of this material to any other person, also refrain from sharing it on any public platform or to any third party.

WEBINAR CONTENTS

► INTRODUCTION OF PIVOT POINTS & PRICE ACTION

- Basics of pivot points, price action and powerful candle stick patterns in day trading
- Secrets of CPR and pivot points in day trading
- How to prepare your chart by marking important zones before market opening
- How to use Trading view software to find pivot points and CPR.

► MY 15 DAY TRADING PATTERNS AND MY STRATEGIES

- Discussion of my 15 day trading patterns and it's strategies with historical charts
- My SL(stop loss) method in day trading
- Powerful method to use moving averages in day trading
- Using options in day trading
- Online Quiz –Guess the Pattern

WEBINAR CONTENTS

► RISK MANAGEMENT & POSITION SIZING

- Importance of Risk - Reward in each trade
- Position sizing method in Day trading.
- 5 rules of Risk management
- How to prepare and maintain a Trading journal

► TRADING PSYCHOLOGY

- Why trading psychology is most important in trading
- Powerful methods to control emotions during trading.
- 7 tips to become Successful Day Trader
- Q&A Session and wrap up

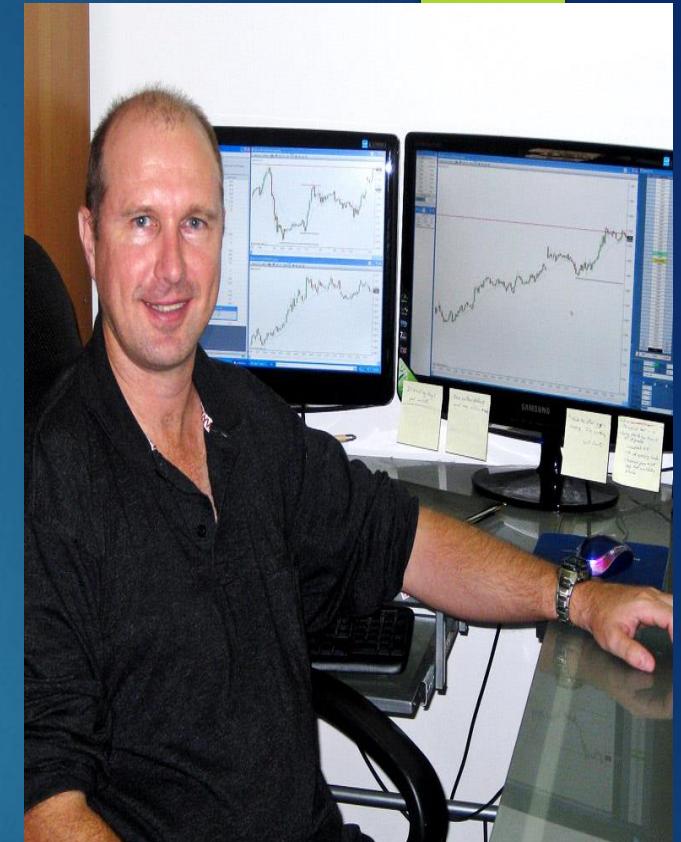
ACKNOWLEDGEMENT-MY DAY TRADING INSPIRATIONAL GURUS



FRANK OCHOA
pivotboss.com

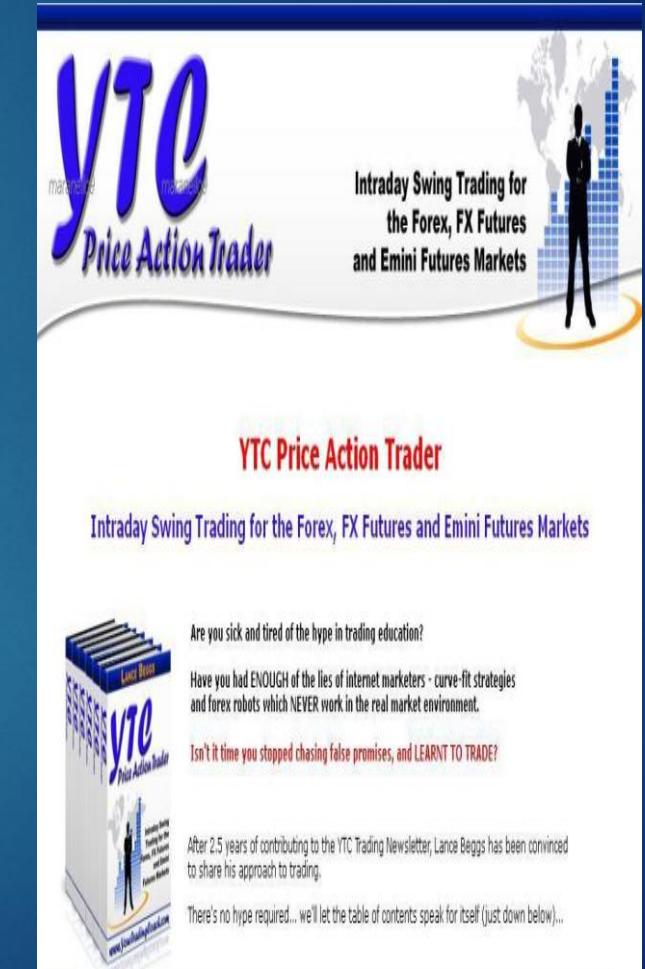
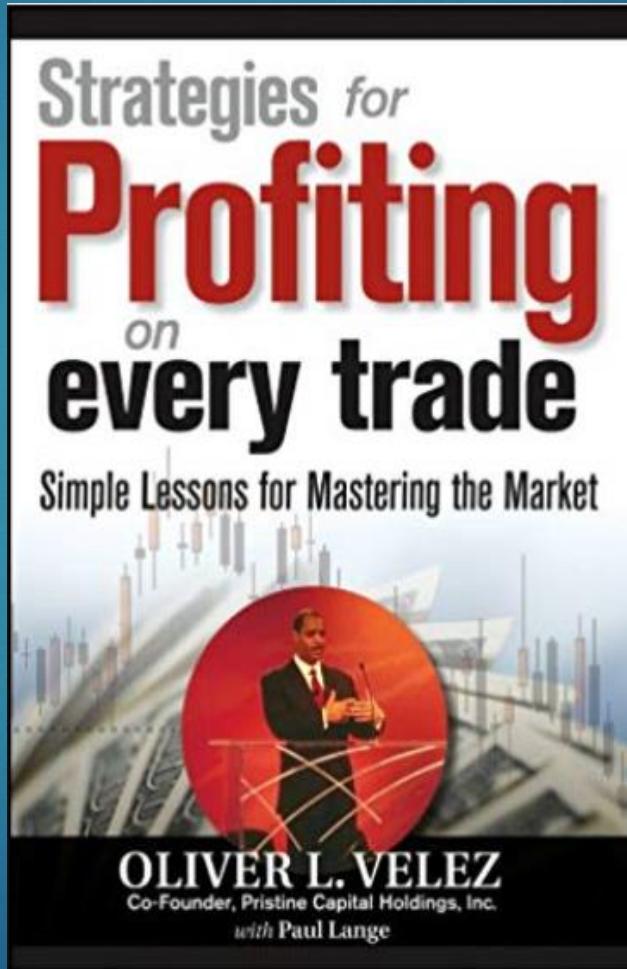
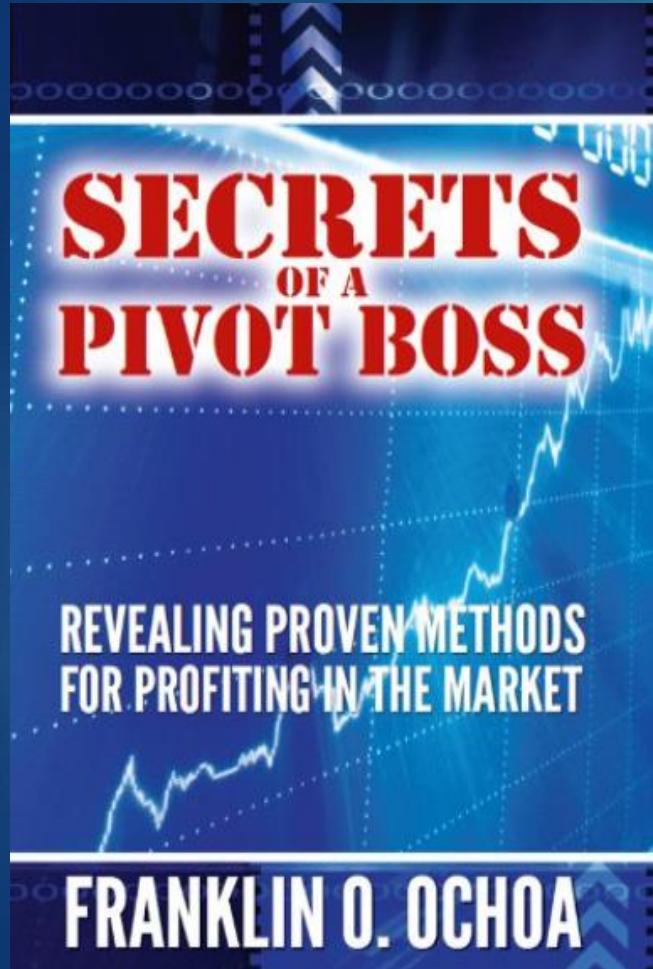


OLIVER VELEZ
olivervelez.com

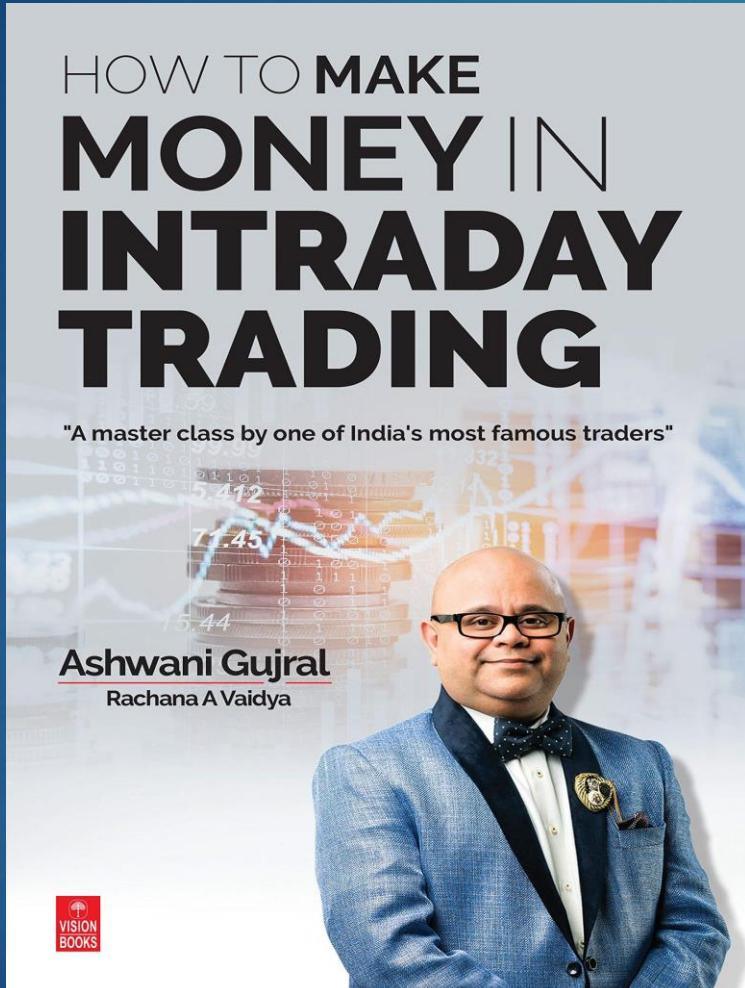


LANCE BEGGS
yourtradingcoach.com

One can Start with these three...



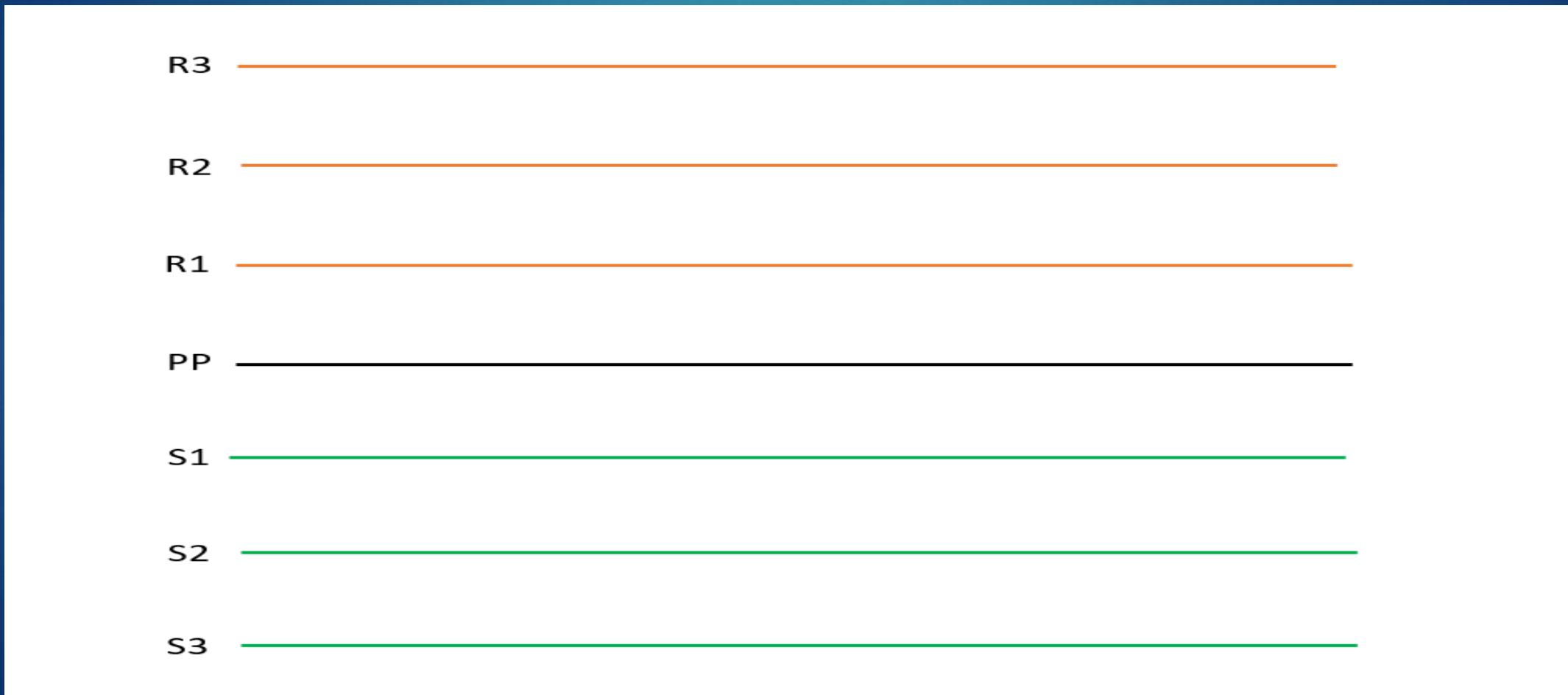
Book on pivot points and CPR concept from Indian Author
(Ashwani Gujral)



INTRODUCTION OF PIVOT POINTS & PRICE ACTION

Basics and secrets of Pivots and CPR in Day Trading

- a) Pivots - Nothing but support/Resistance, calculated based on average price of high/low/close of previous day/week/month
- b) Pivots mark boundaries on your chart where price likely to have support/resistance which offers you frame work to trade on...



CPR (central pivot range)



Advantage of CPR chart VS Conventional Pivot chart



c) Pivots-Purely derived by price....Pivots are pure leading indicator, not lagging indicators un like MACD, RSI, Super Trend or Stochastic etc.....

viki301 published on TradingView.com, September 19, 2019 09:39:54 IST

NSE:BANKNIFTY, 5 26941.65 ▼ -231.00 (-0.85%) O:26914.35 H:26964.50 L:26894.75 C:26941.65



d) Pivots are stagnant on chart, it is same for 5 min/15min/30 min or 1 hour TF.

viki301 published on TradingView.com, September 19, 2019 09:43:57 IST

NSE:BANKNIFTY, 15 26943.00 ▼ -229.65 (-0.85%) O:26931.25 H:26964.50 L:26894.75 C:26943.00



f) As long as price is above CPR, it is generally known as bullish



e) As long as price is below CPR, it is generally known as bearish



f) If weekly/monthly pivots near to CPR, then they are not much powerful, if weekly/monthly pivots are away from CPR then they are more powerful (most often but not always)

viki301 published on TradingView.com, November 27, 2019 19:49:05 IST

NSE:NIFTY, 10 12100.70 ▲ +63.00 (+0.52%) O:12110.60 H:12114.10 L:12108.05 C:12112.20



g) More wider the CPR, more difficult for price to penetrate, so wider CPR has more powerful than narrow width CPR



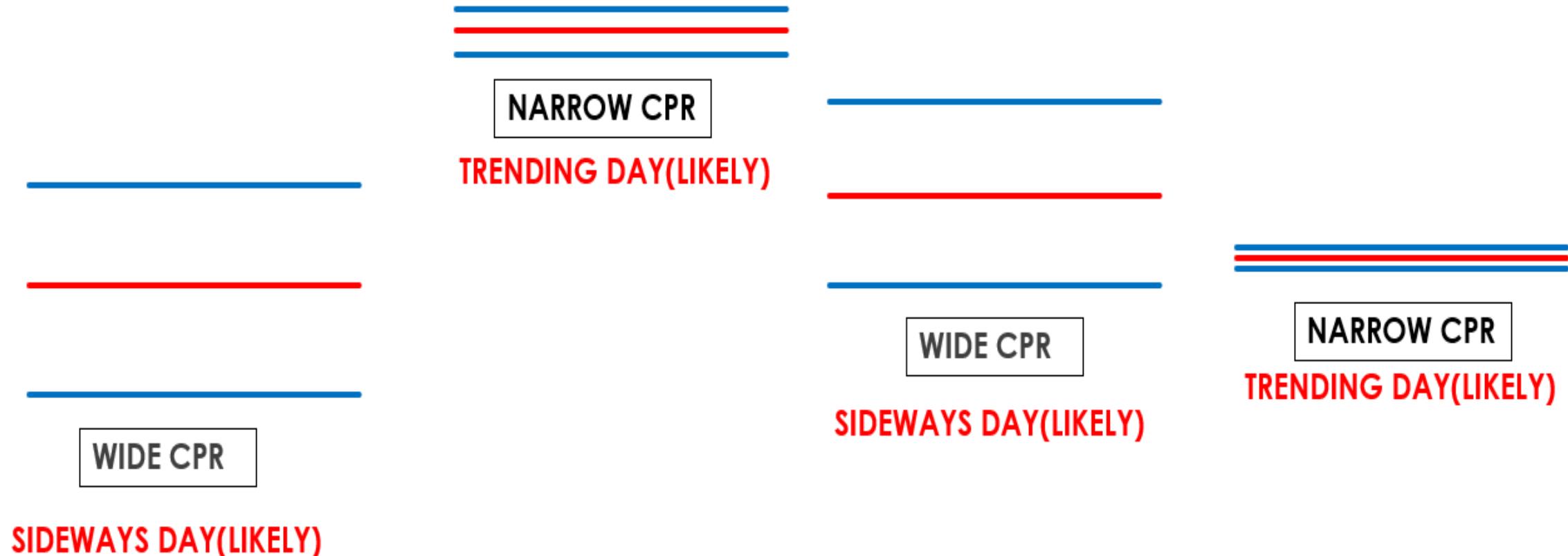


h) If CPR is too narrow its easy for price to penetrate and narrow CPR has high rate of trending days (most often but not always)



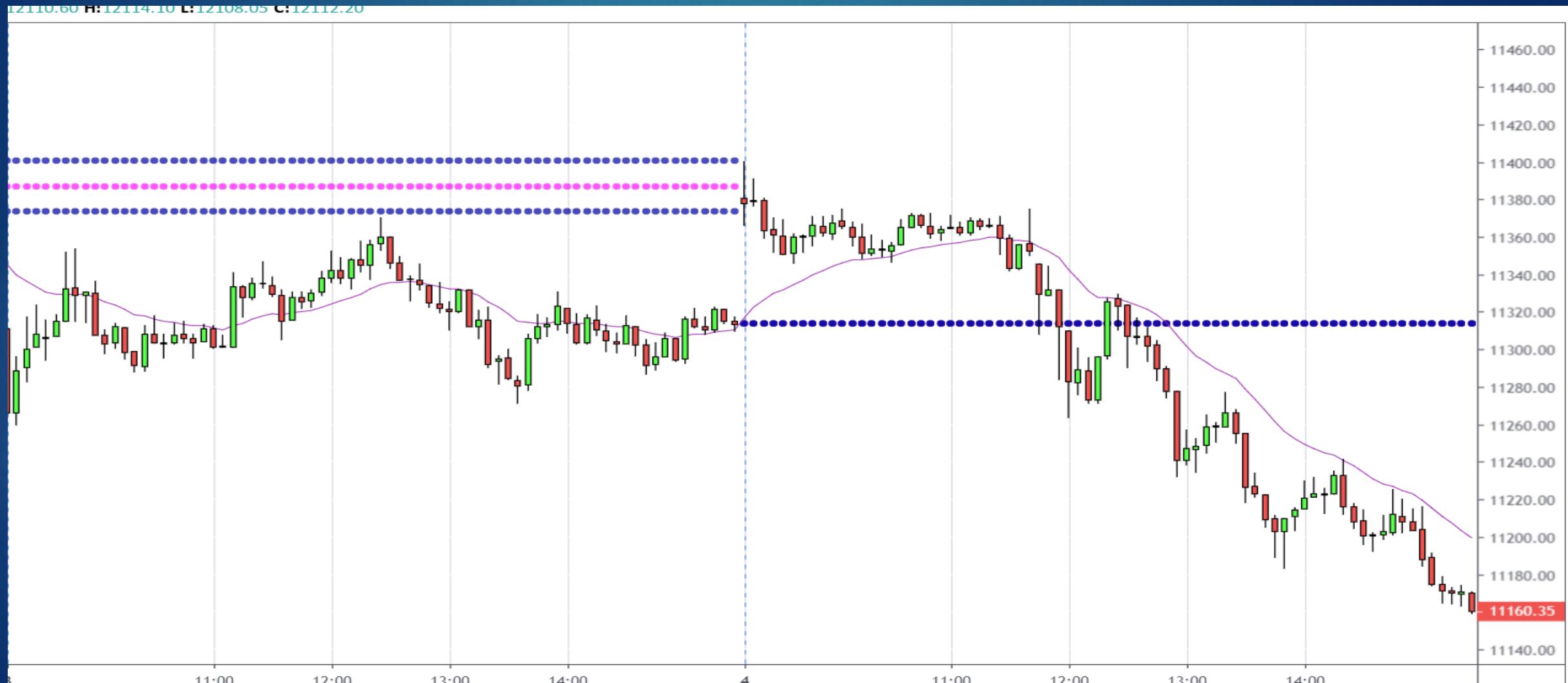
I) Identifying market trend with CPR, Wide CPR(likely sideways) Narrow CPR(likely Trending days)

Narrow CPR often leads to Trending days and Wider CPR often leads to Sideways Day(Most often, but not always)

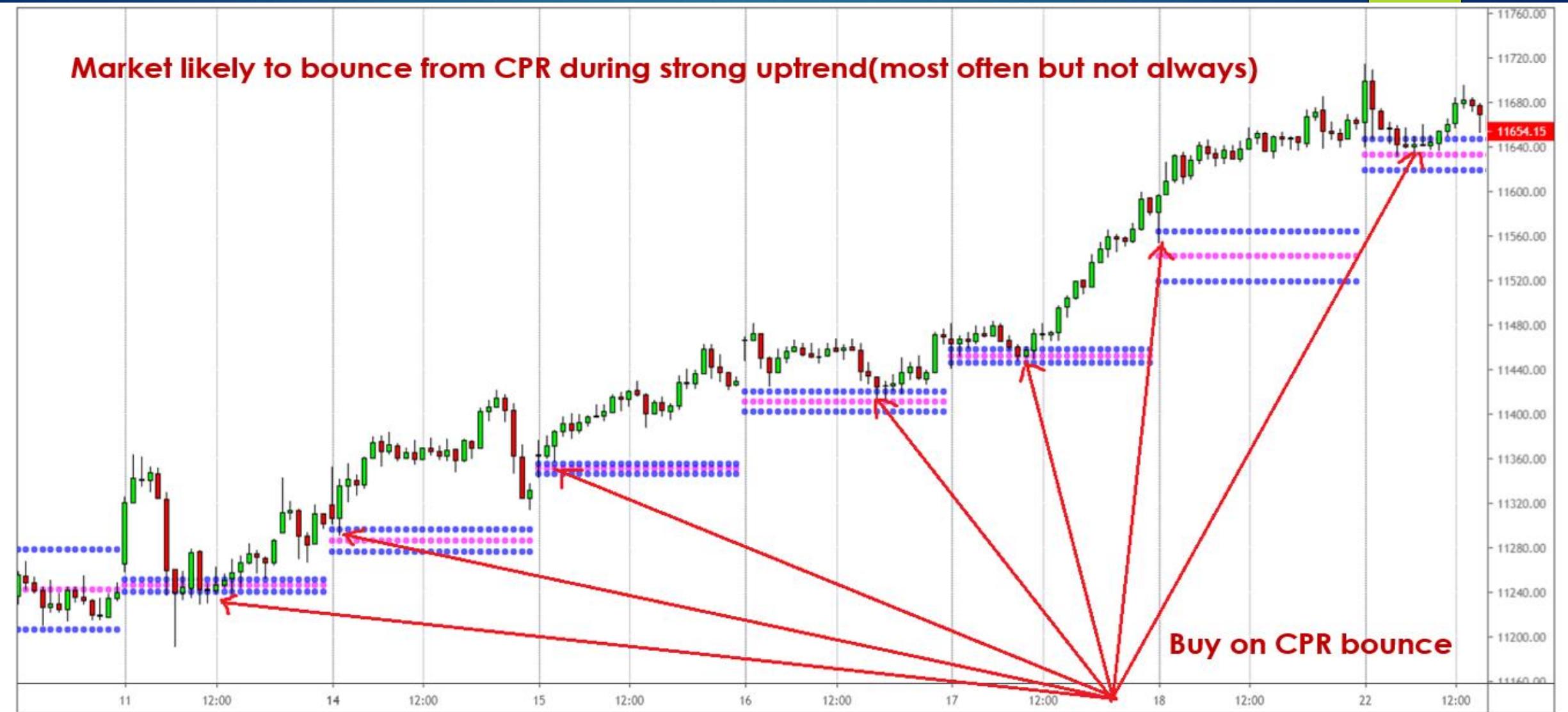


j)Virgin CPR is one of the most powerful CPR, nearest virgin CPR is more powerful than CPR is farer(most often but not always)

Price respects previous virgin CPR at opening compared to mid to late afternoon(most often but not always)



k) In a strong uptrend/downtrend price stays above CPR/below CPR(most often but not always)



Types and Formula of Pivot Points & CPR

Pivot point (PP) = (previous High + previous Low + previous Close) / 3

(R1) = (2 x PP) – Low

(S1) = (2 x PP) – High

(R2) = PP + (High – Low)

(S2) = PP – (High – Low)

(R3) = High + 2(PP – Low)

(S3) = Low – 2(High – PP)

Same calculation for daily/ weekly/monthly/yearly pivots.

Formula for CPR (central pivot range)

Pivot= (High + Low+ Close)/3

BCPR=(High + Low)/2

TCPR = (Pivot – BCPR)+ Pivot

(some time BCPR(Bottom CPR) can be above TCPR(Top CPR) and vice versa)

Most important/powerful pivot in Day Trading??

Answer - **CPR (Central Pivot Range)**.... Followed by Daily,Weekly,Monthly,Yearly pivots.

To learn more on Pivots and CPR read “ secrets of pivot boss” or The Logical Trader”

Basics of Price action & powerful candle stick patterns

Price action is a method where a Trader makes a decision based on actual price action by candle by candle movement on the chart, not based on any lagging indicators like RSI/Bollinger bands/MACD/Stochastic etc.

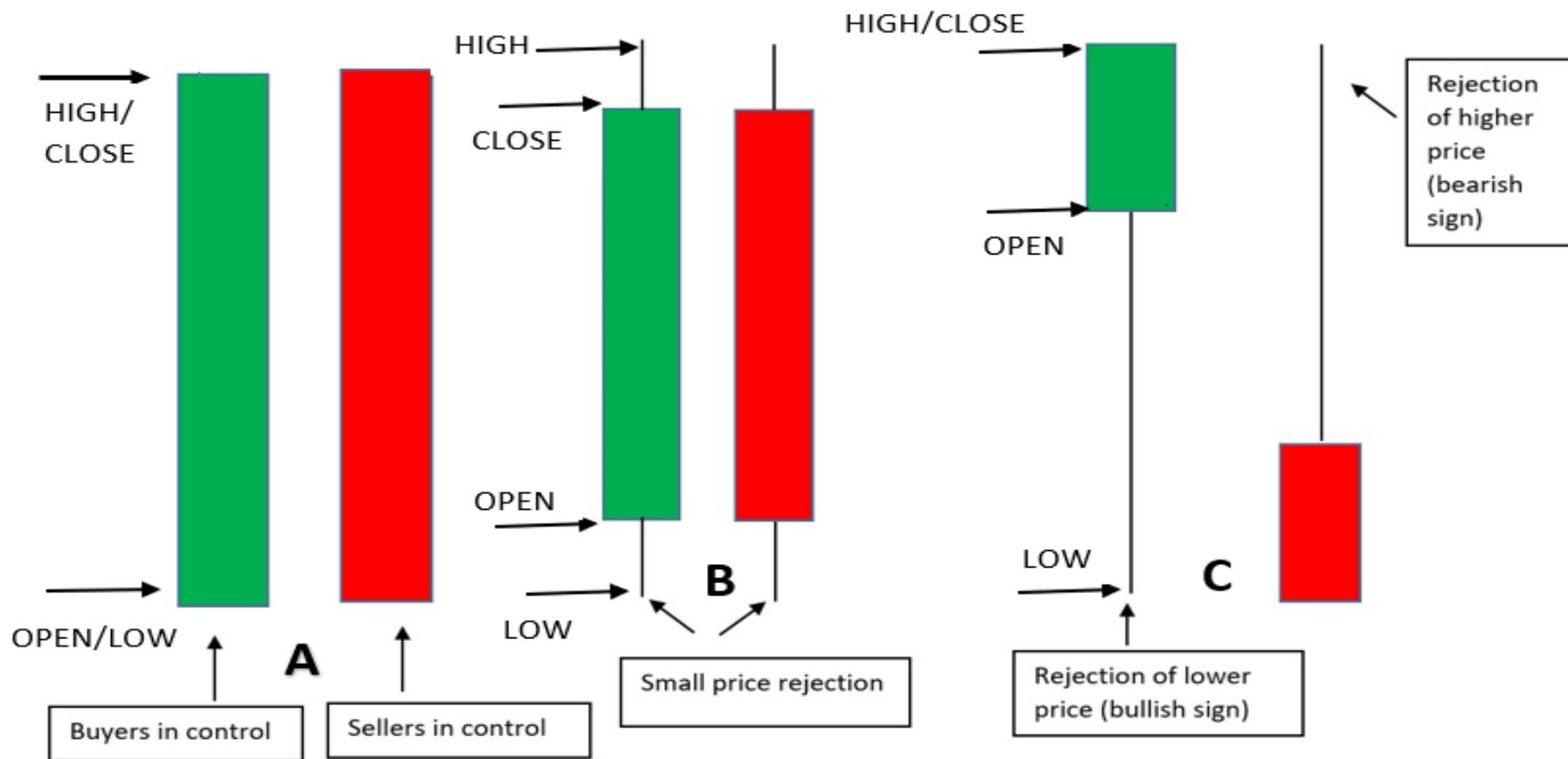
Trader analyze and takes the trade based on support and resistance and aggressiveness of buyers and sellers at important levels with candlestick patterns.

Decision to buy or sell is taken based on price behavior at important locations on the chart.

Price action and patterns keep repeating because it is created by human beings, and we all are creators of habits, so they say patterns repeats again and again.

3 Important candle sticks in Day Trading

3 Important candlestick patterns in Day Trading



How to prepare yourself and your chart before market open

Preparing yourself:

1) Watch US Market close previous night 2) Watch Asian markets 3) Watch SGX Nifty (up/down? by how many points?) 4) Keep a watch on any local news/press conf. during market hours.

(Ref.moneycontrol.com)

Preparing your chart:

5 Min. chart more ideal for Day Trading .

1) Mark previous day high/low, previous day turning points (Refer 5 min TF).

2) Mark if any remarkable supply/demand zone from previous few sessions(Refer 30 min TF) .

3) Mark important previous swing highs/lows and GAPS on daily TF.(Refer Daily TF)

5) If you trade only Index(like me) then better have both Nifty & Bank Nifty in one screen(split screen) because both these index moves in tandem(most of the time, not always).

Most of the time either nifty follows Bank Nifty or Bank Nifty follows Nifty(Vice versa)

Marking important levels on your chart for Day Trading

Previous Day High(PDH)

Previous Day Low(PDL)

Previous Day turning point

Days(current) High(DH)

Days(current) Low(DL)

Previous supply zone(Selling zone)

Previous demand zone (Buying zone)

CPR

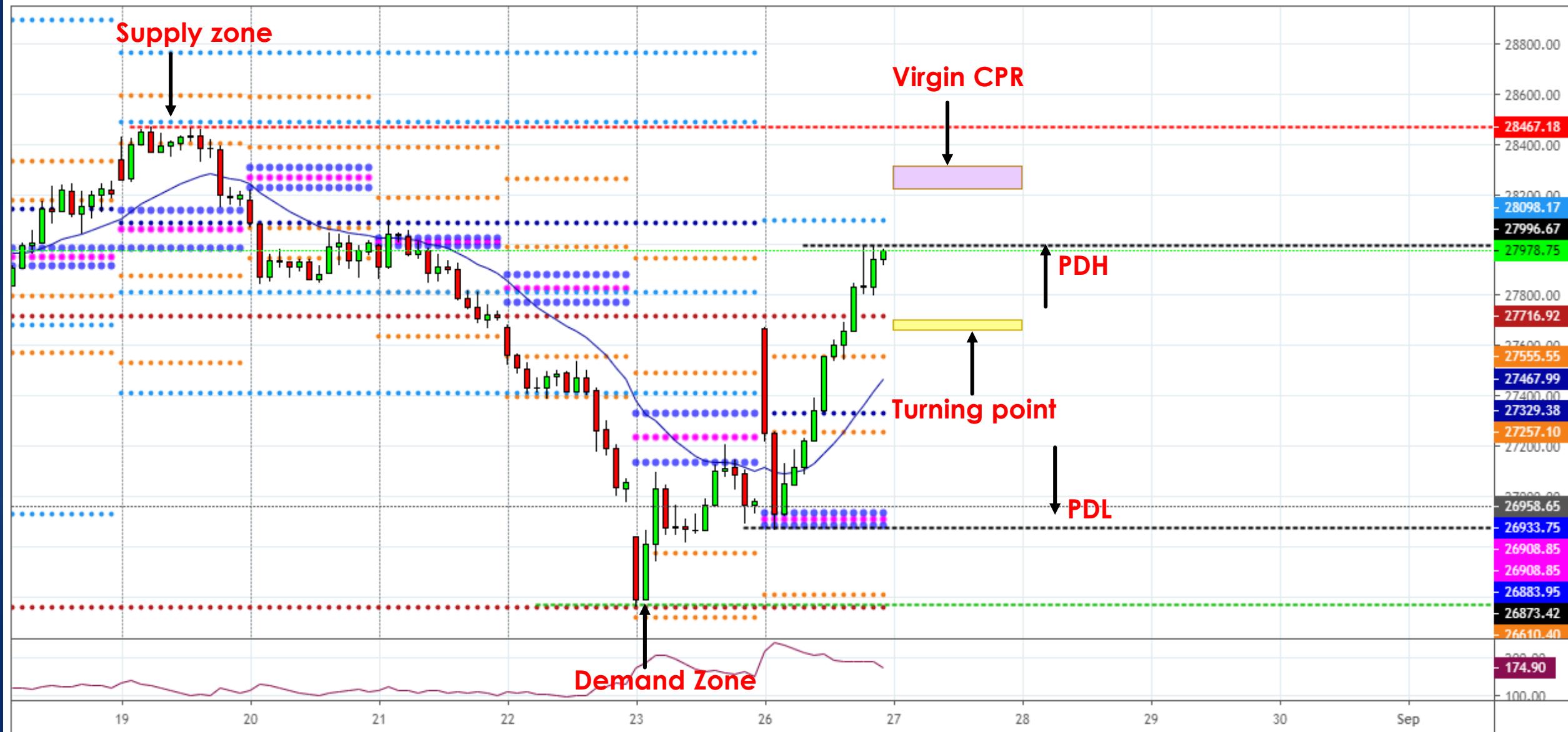
Virgin CPR

Pivot points-daily/weekly/monthly

CHART WITH IMPORTANT ZONES MARKED(30 min)

viki301 published on TradingView.com, August 27, 2019 09:06:50 IST

NSE:BANKNIFTY, 30 27951.35 ▲ +992.70 (+3.68%) O:27943.15 H:27984.25 L:27919.40 C:27978.75



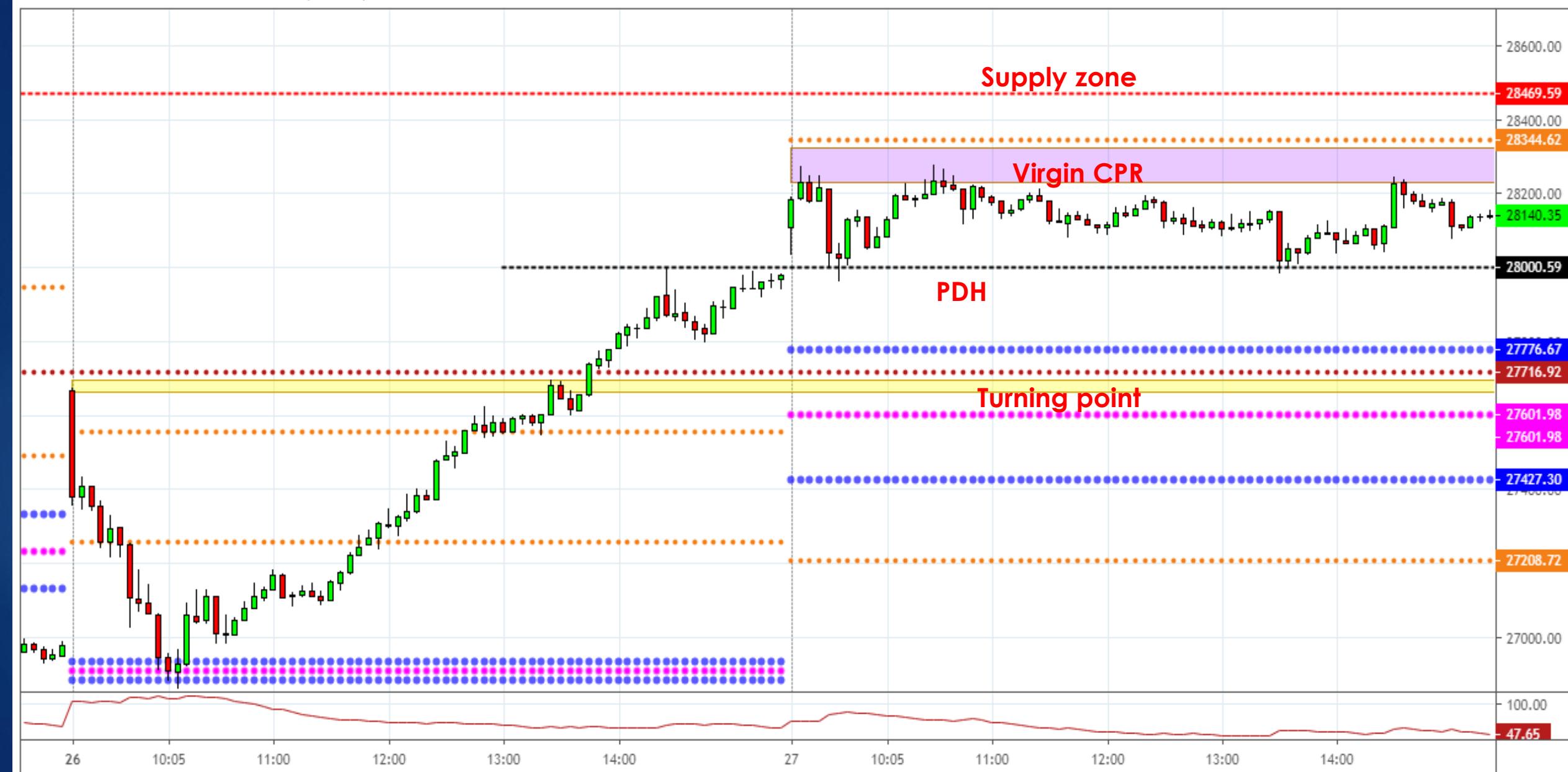


CHART WITH IMPORTANT ZONES MARKED (Previous swing highs)

viki301 published on TradingView.com, October 20, 2019 13:38:32 IST

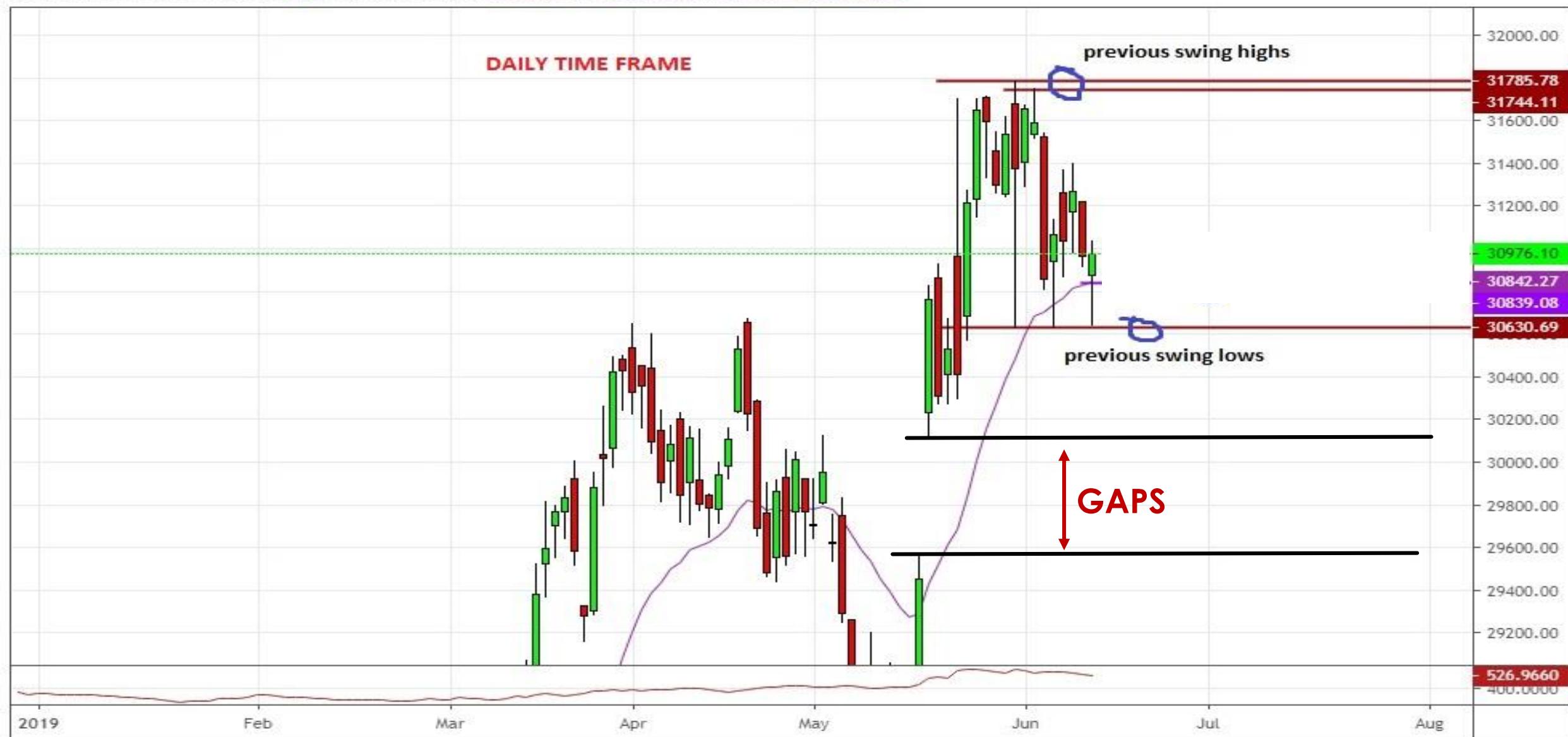
NSE:NIFTY, 1D 11661.85 ▲ +75.50 (+0.65%) O:11580.30 H:11684.70 L:11553.15 C:11661.85



CHART WITH IMPORTANT ZONES MARKED

viki301 published on TradingView.com, June 14, 2019 07:37:15 IST

NSE:BANKNIFTY, 1D 30976.10 ▲ +10.40 (+0.03%) O:30876.75 H:31036.90 L:30638.25 C:30976.10



GAPS EVENTUALLY GETS FILLED

viki301 published on TradingView.com, September 14, 2019 21:55:47 IST

NSE:BANKNIFTY, 1D 28098.75 ▲ +280.25 (+1.01%) O:27772.00 H:28126.85 L:27573.45 C:28098.75



GAP FILLED

vik301 published on TradingView.com, September 25, 2019 21:23:51 IST

NSE:BANKNIFTY, 1D 29586.05 ▼ -597.05 (-1.98%) O:30029.05 H:30067.60 L:29470.10 C:29586.05



MARK POWERFUL BEARISH/BULLISH CANDLES(O=H O=L)

viki301 published on TradingView.com, July 05, 2019 20:45:58 IST

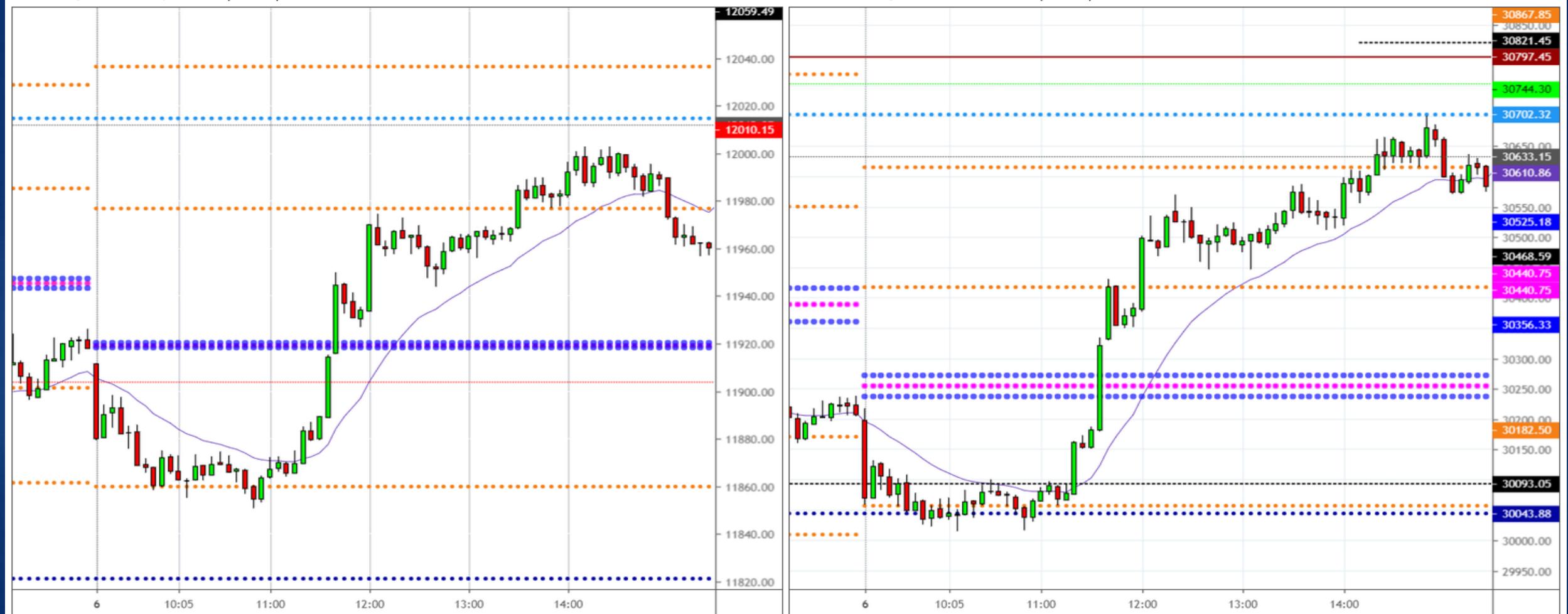
NSE:NIFTY, 1D 11811.15 ▼ -135.60 (-1.14%) O:11964.75 H:11981.75 L:11797.90 C:11811.15



Nifty & Bank Nifty moves in tandem (most of the time, not always)

viki301 published on TradingView.com, November 08, 2019 19:53:47 IST

NSE:NIFTY, 5 11908.15 ▼ -103.90 (-0.86%) O:11904.25 H:11909.25 L:11903.10 C:11903.95



Using Trading view software for Day Trading



- ▶ Professional charting software with nice interface and user friendly.
- ▶ Tradingview has Volume profile indicator for stocks in pro version.
- ▶ Recommended to use pro version if you are a full time or professional Trader, which provides various features and available at a very reasonable fees per month.
- ▶ Currently available only spot chart, No futures or options chart.
- ▶ Tradingview also offers 1-month free trial for new users.

Indicators & Strategies

X

 X

Favorites

Built-ins

Public Library

My Scripts

Volume Profile

Marketplace Add-ons ▾

DecisionBar

Jurik Research

Key Hidden Levels

LazyBear - MTF Panes

LazyBear - S/R Levels

MTPredictor

RobBooker

Stock Dot Genie

Swing•Genie

Synergy Trading

Pivot Reversal Strategy ↓↑

Public Library

Pivot Point	HPotter	5941 likes
★ Pivot Detector Oscillator, by Giorgos E. Siligardos	HPotter	680 likes </> ...
Pivot Points High/Low	Golgistain	703 likes
Pivot Points High/Low	Golgistain	1294 likes
Pivot Points H/L (fix)	Golgistain	1392 likes
Pivot Boss 4 EMA	DavidR.	2135 likes
Pivot Range Pivot Boss	cristian.d	705 likes
pivot points by sharky	sharktrade	76 likes
PIVOT point	MarcoValente	151 likes
Pivot Points H/L (no offset for alerts)	Golgistain	91 likes
CM_Pivot Points_Custom	ChrisMoody	3760 likes
CM_Pivot Points Daily To Intraday	ChrisMoody	2908 likes
CM Pivot Bands V1	ChrisMoody	2024 likes
★ CM_Pivot Points_M-W-D-4H-1H_Filtered	ChrisMoody	12511 likes
Liga Pivot Lines	liga	115 likes

Indicators & Strategies

X

Public Library			
Pivot Range Pivot Boss	cristian.d	705 likes	
★ Pivot Range UTC-0, Daily, Weekly, Monthly 🔒	chris333	22 likes	...
Pivot Range SML 🔒	chris333	4 likes	
Pivot Range DWM 🔒	chris333	4 likes	
Pivot Range, Daily, Weekly, Monthly 🔒	chris333	27 likes	
SD - Pivot Range	sherwind	85 likes	
SD - Pivot Range 🔒	great_nikko	5 likes	
Daily Pivot Range 🔒	chris333	22 likes	
Monthly Pivot Range	strmiska	27 likes	
Average Pivot Range - JD	Duyck	26 likes	
Rolling Pivot Range - 3 day UTC-0 🔒	chris333	8 likes	
Rolling Pivot Range - 6 day UTC-0 🔒	chris333	6 likes	
Rolling Pivot Range - 3 day, Any Time Frame 🔒	chris333	12 likes	
Rolling Pivot Range - 6 day, Any Time Frame 🔒	chris333	7 likes	
Fibonacci Pivot Range	alskdj	22 likes	
True Rolling Pivot Range Indicator	LocoTito	56 likes	

CM_Pivots_Filtered

X

Inputs

Style

Daily Pivot Average



Daily Pivot



Daily R1



Daily S1



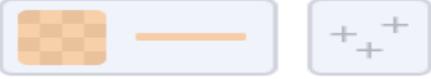
Daily R2



Daily S2



Weekly Pivot Average



Weekly Pivot



Defaults ▾

Cancel

Ok

CM_Pivots_Filtered



Inputs Style

- Show Filtered Pivots
- Show Pivot Average
- Show 1 Hour Pivots?
- Show 4 Hour Pivots?
- Show Daily Pivots?
- Show Weekly Pivots?
- Show Monthly Pivots?
- Show Yearly Pivots?
- Show R3 & S3 Only On 1 Hour & 4 Hour?

Defaults ▾

Cancel

Ok

SESSION -2



15 DAY TRADING PATTERNS & STRATEGIES

Important points to remember about my 15 day trading patterns

- **These 15 day trading patterns are not holy grails patterns**, just it is high probability patterns (no guarantee that every time it works, so SL is a must)
- In Trading, there are only high probability and low probability set ups, so its best to avoid low probability set ups and **trade only high probability set ups with a strict SL**.
- **In Trading, there is nothing like 100% sure shot patterns or 100% sure shot set up, any patterns can fail on any given day.**
- Trading itself is a probability game, not certainty. Trading is not exact science, so **SL(Stop Loss) is a must In each and every trade you take.**
- **It is highly recommended to start with a paper trading for few days** until you get consistency on trading with these 15 day trading patterns.

MY 15 DAY TRADING PATTERNS & STRATEGIES

Pattern names (most commonly occurring period given in bracket, some time it can varies also)

OD (OPEN DRIVE) – (OPENING)

ODR(OD REJECTION)- (OPENING)

PPT(PIVOT PRESSURE TRADE) – (OPENING)

EVENING STAR – (OPENING)

MORNING STAR – (OPENING)

VIRGIN CPR RVRSL – (OPENING)

RCR (RED CANDLE RETRACEMENT) – (OPENING TO MID AFTERNOON)

GCR(GREEN CANDLE RETRACEMENT)- (OPENING TO MID AFTERNOON)

GAP UP REJECTION – (OPENING TO MID AFTERNOON)

CPR BO(CENTRAL PIVOT RANGE BREAKOUT) – (MID TO LATE AFTERNOON)

GAP DOWN REJECTION – (MID TO LATE AFTERNOON)

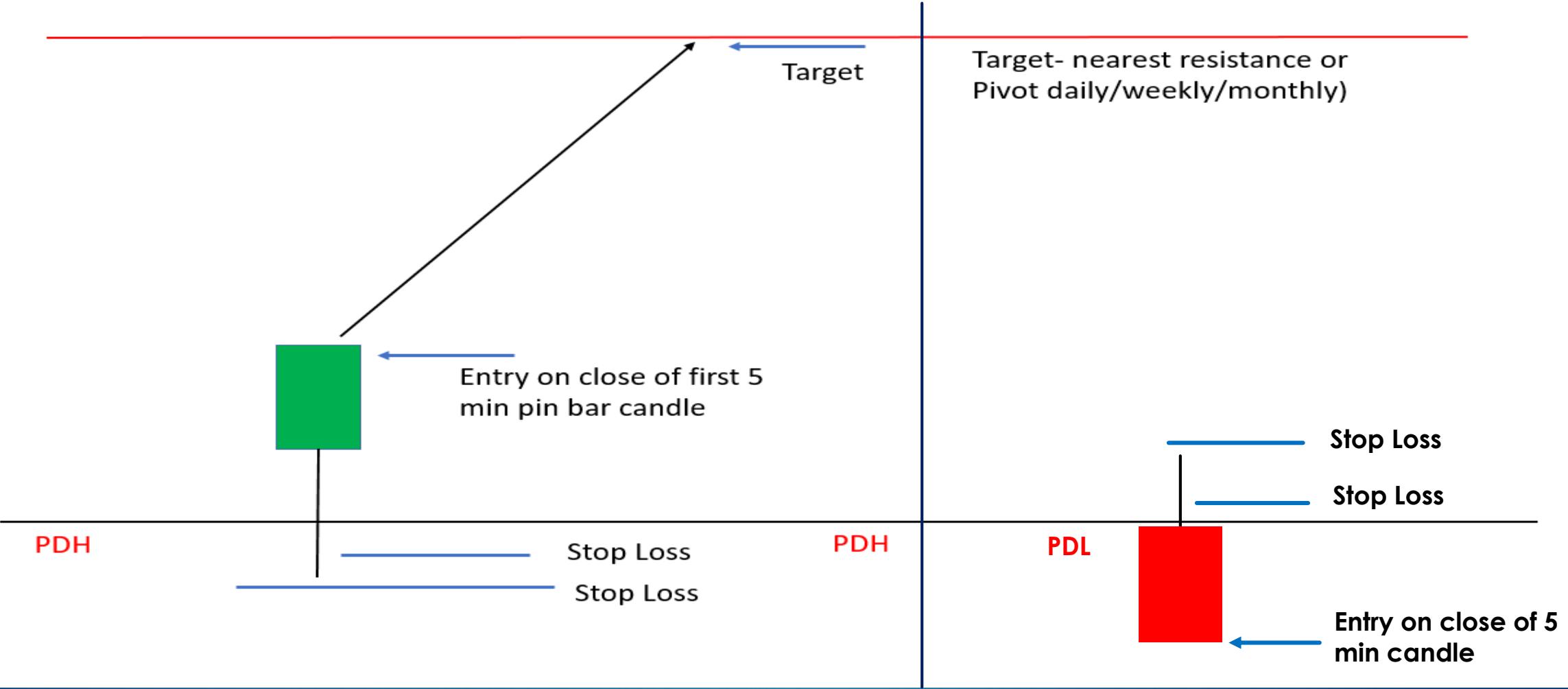
M RVRSL – (MID TO LATE AFTERNOON)

W RVRSL – (MID TO LATE AFTERNOON)

RCBO (RED CANDLE BREK OUT) – (MID TO LATE AFTERNOON)

GCBO(GREEN CANDLE BREAK OUT)- (MID TO LATE AFTERNOON)

OPEN DRIVE(OD) SET UP



viki301 published on TradingView.com, July 04, 2019 19:42:53 IST

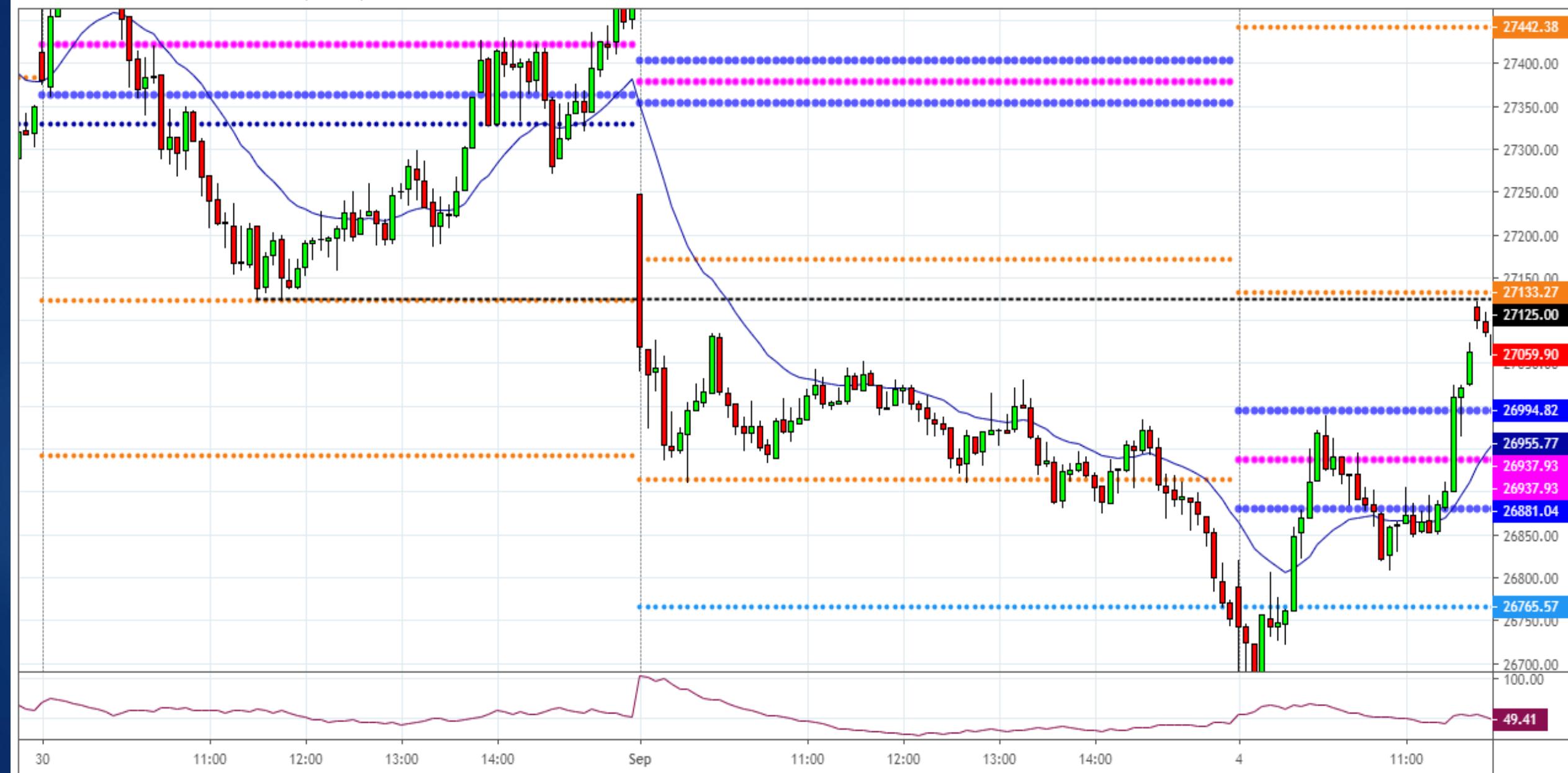
NSE:BANKNIFTY, 5 31471.85 ▲+89.55 (+0.29%) O:31443.40 H:31458.00 L:31432.35 C:31434.65



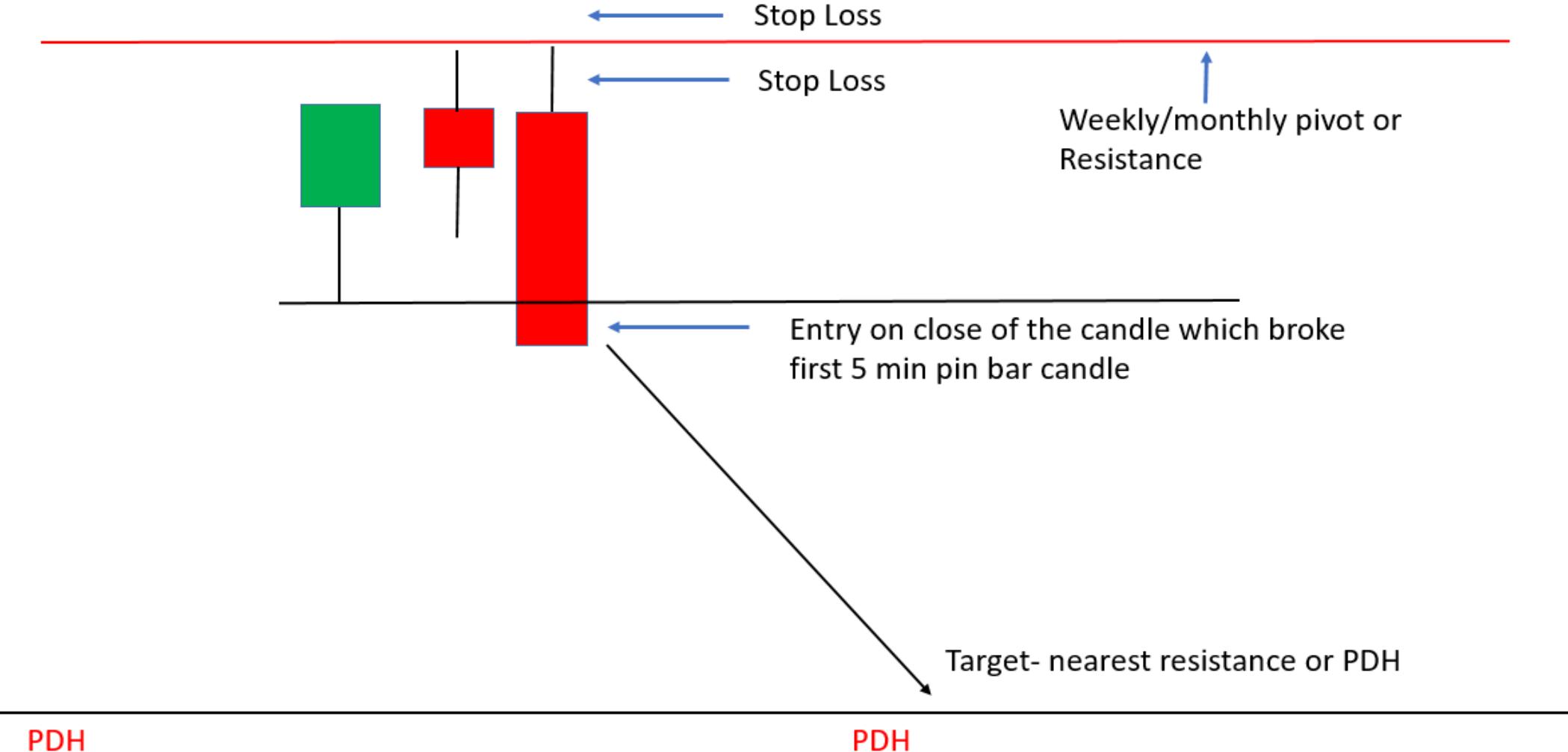


viki301 published on TradingView.com, September 14, 2019 20:49:22 IST

NSE:BANKNIFTY, 5 28098.75 ▲ +280.25 (+1.01%) O:28095.50 H:28113.75 L:28080.15 C:28103.35



OPEN DRIVE REJECTION(ODR) SET UP



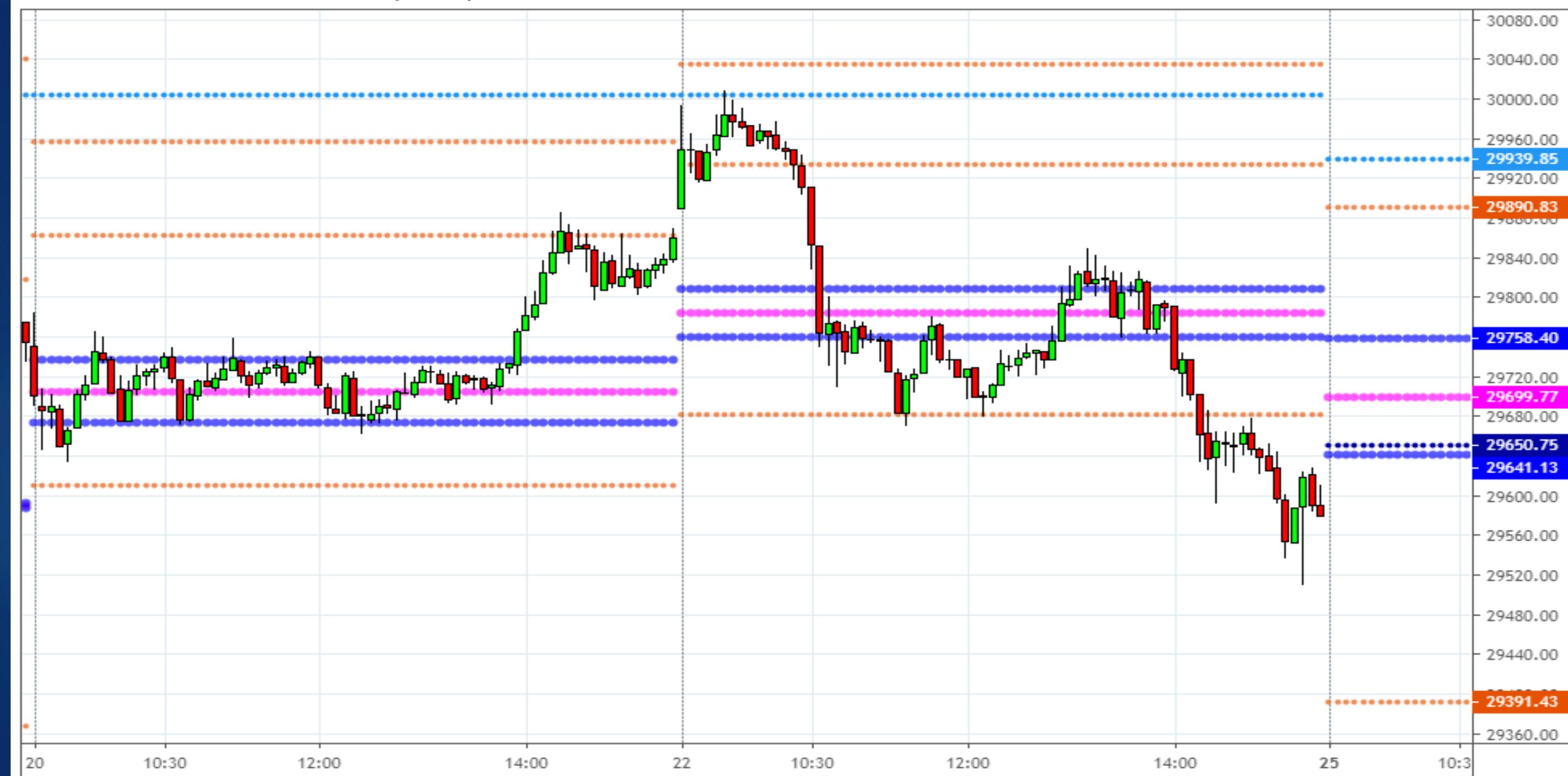
viki301 published on TradingView.com, April 17, 2019 21:51:15 IST

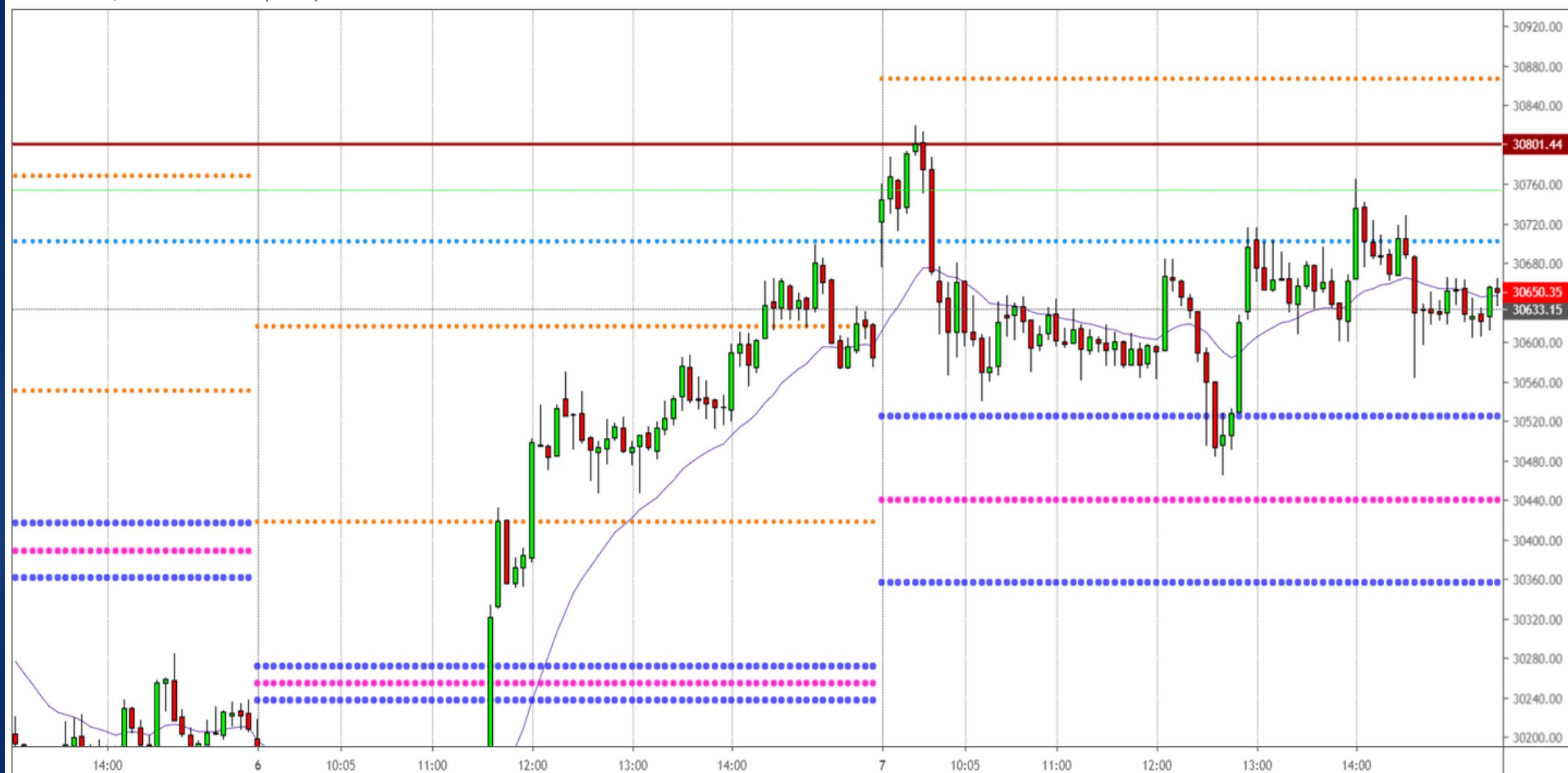
NSE:NIFTY, 5 11787.15 ▲ +96.80 (+0.83%) O:11795.40 H:11797.95 L:11793.00 C:11795.00



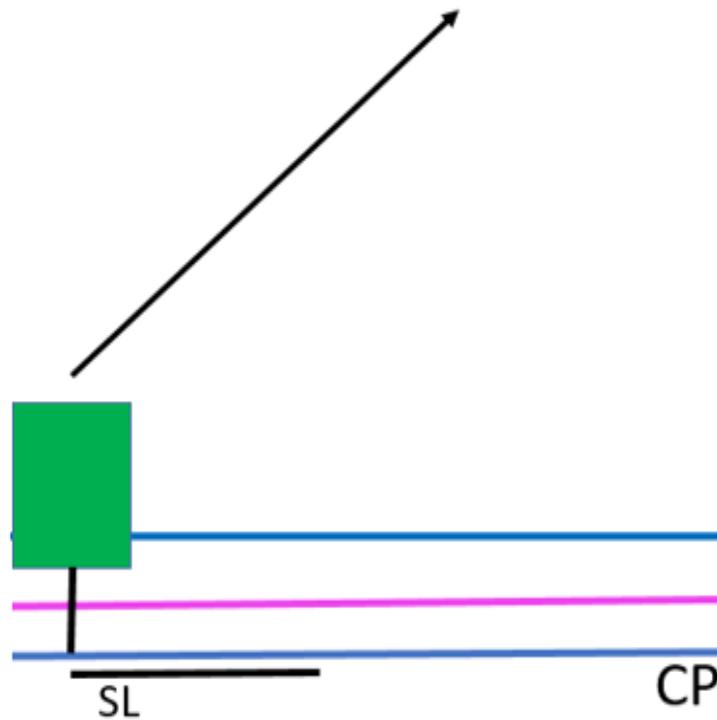
viki301 published on TradingView.com, June 07, 2019 07:23:04 IST

NSE:BANKNIFTY, 5 30857.40 ▼ -731.65 (-2.32%) O:30892.75 H:30901.10 L:30880.75 C:30895.80

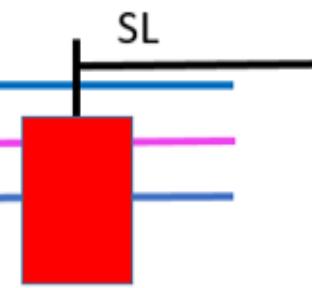




PDH/NEXT PIVOT



PPT PATTERN(PIVOT
PRESSURE TRADE)



PDL/NEXT PIVOT

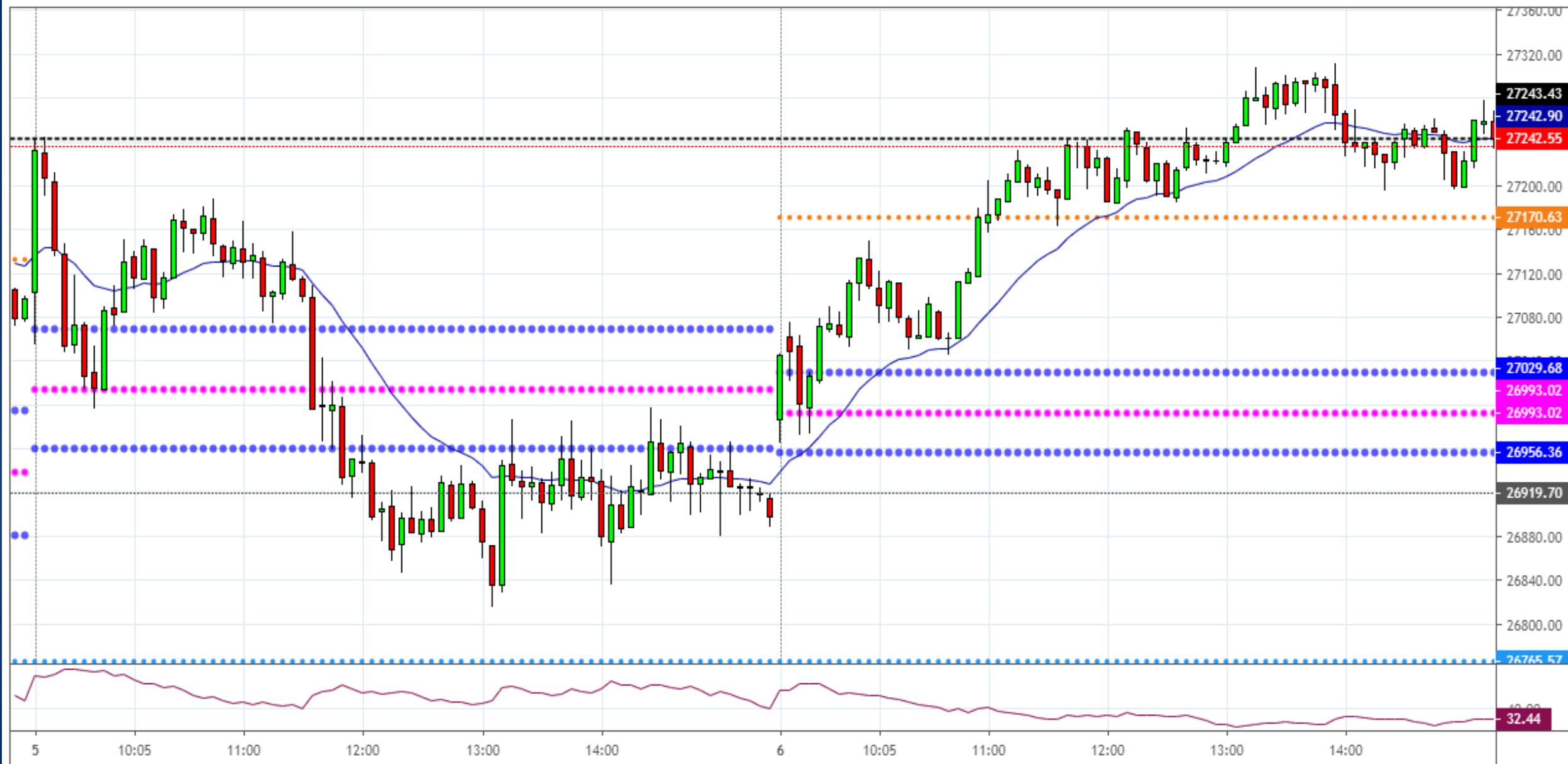
vik301 published on TradingView.com, August 09, 2019 21:28:47 IST

NSE:NIFTY, 5 11109.65 ▲ +77.20 (+0.7%) O:11107.50 H:11111.95 L:11104.80 C:11107.95



viki301 published on TradingView.com, September 07, 2019 20:38:57 IST

NSE:BANKNIFTY, 5 27247.90 ▲ +328.20 (+1.22%) O:27237.40 H:27239.90 L:27216.10 C:27235.85

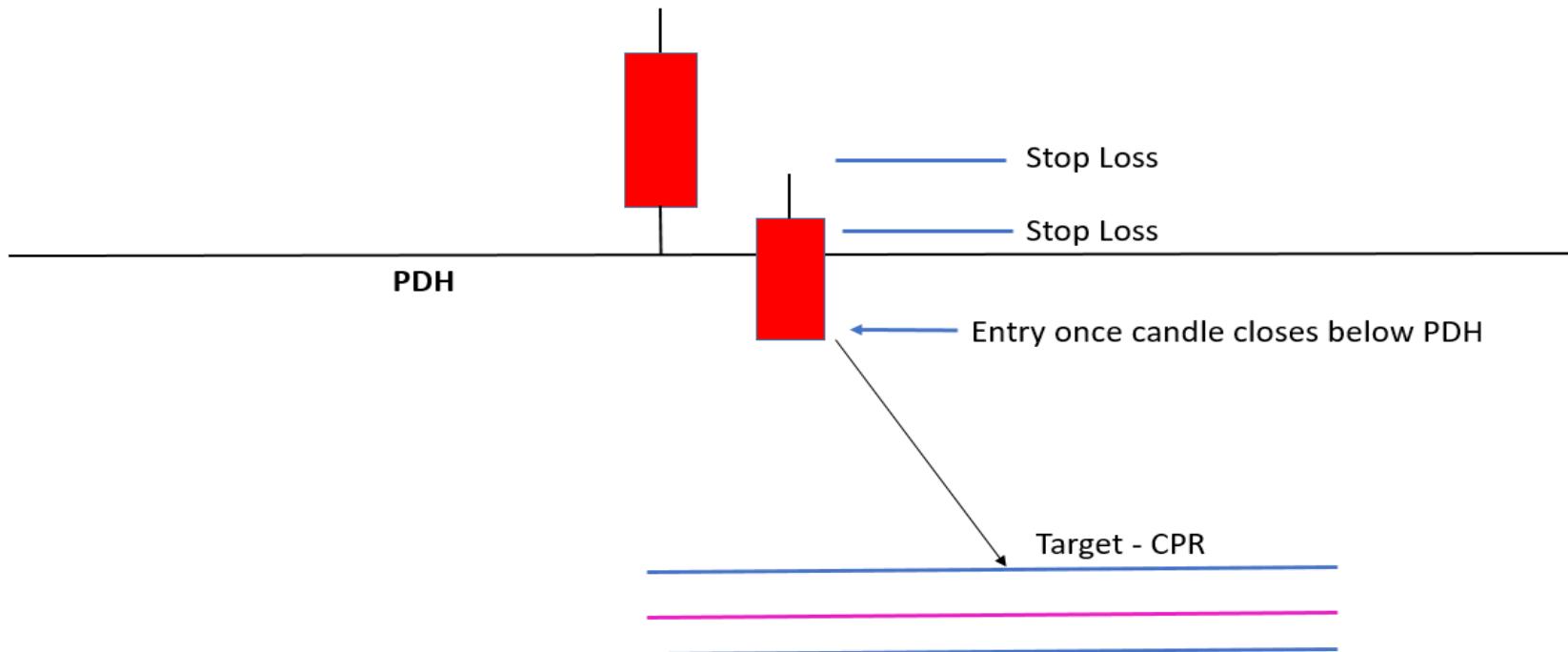


viki301 published on TradingView.com, September 27, 2019 23:11:53 IST

NSE:NIFTY, 5 11512.40 ▼ -58.80 (-0.51%) O:11515.95 H:11517.45 L:11506.75 C:11512.30

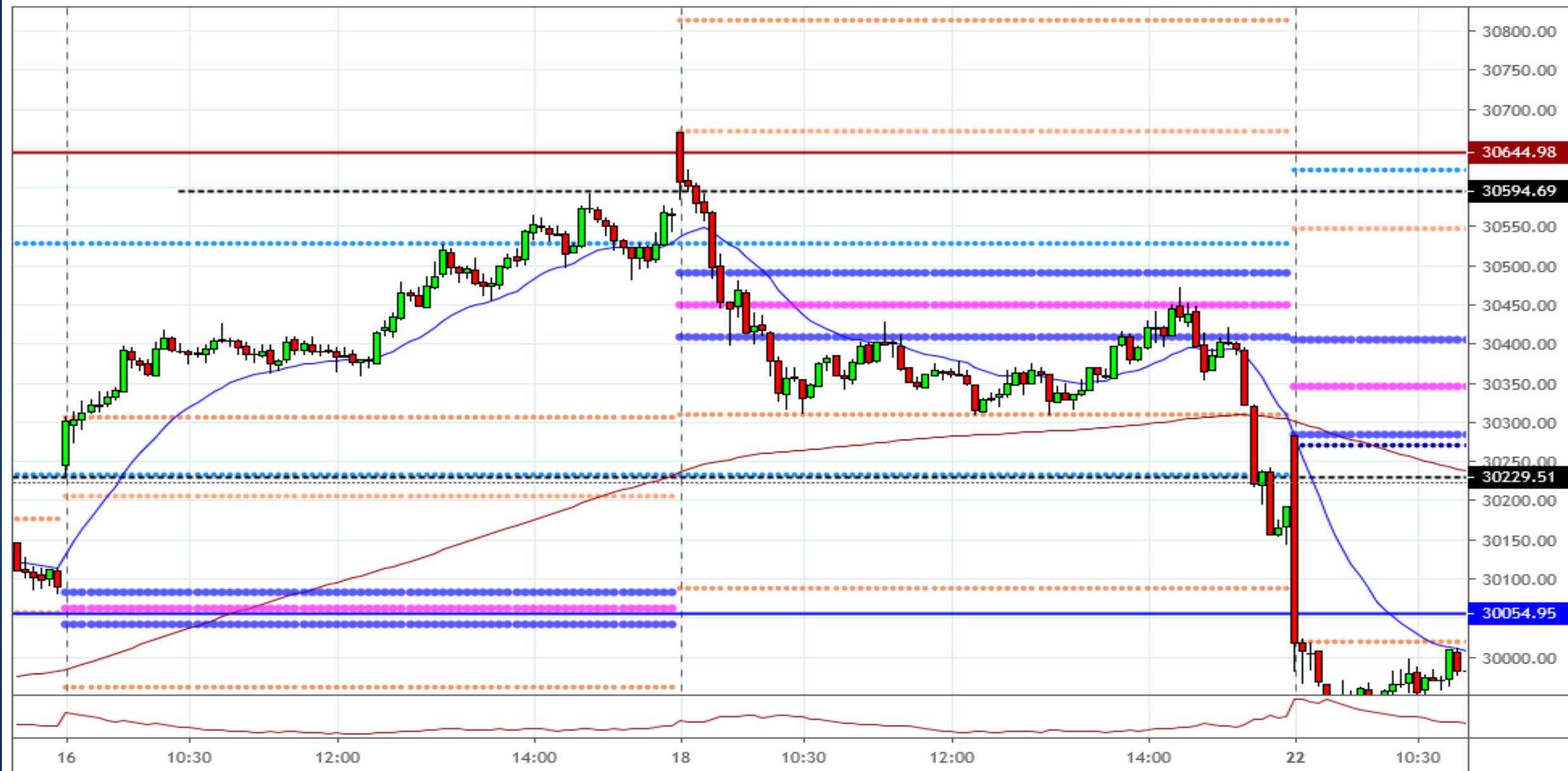


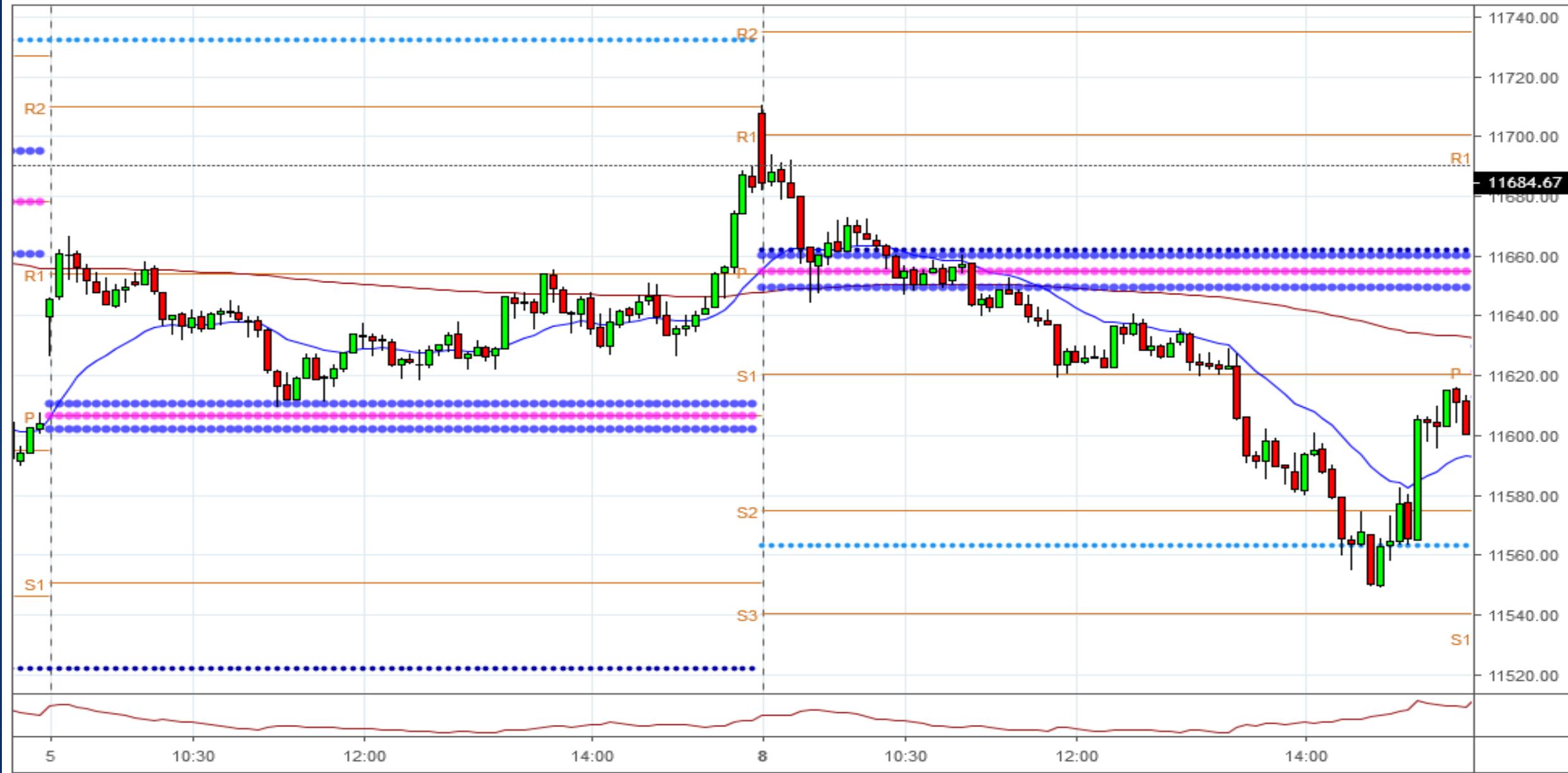
EVENING STAR SET UP



viki301 published on TradingView.com, April 22, 2019 18:44:56 IST

NSE:BANKNIFTY, 5 29687.95 ▼ -535.45 (-1.77%) O:29678.70 H:29679.80 L:29650.35 C:29656.30





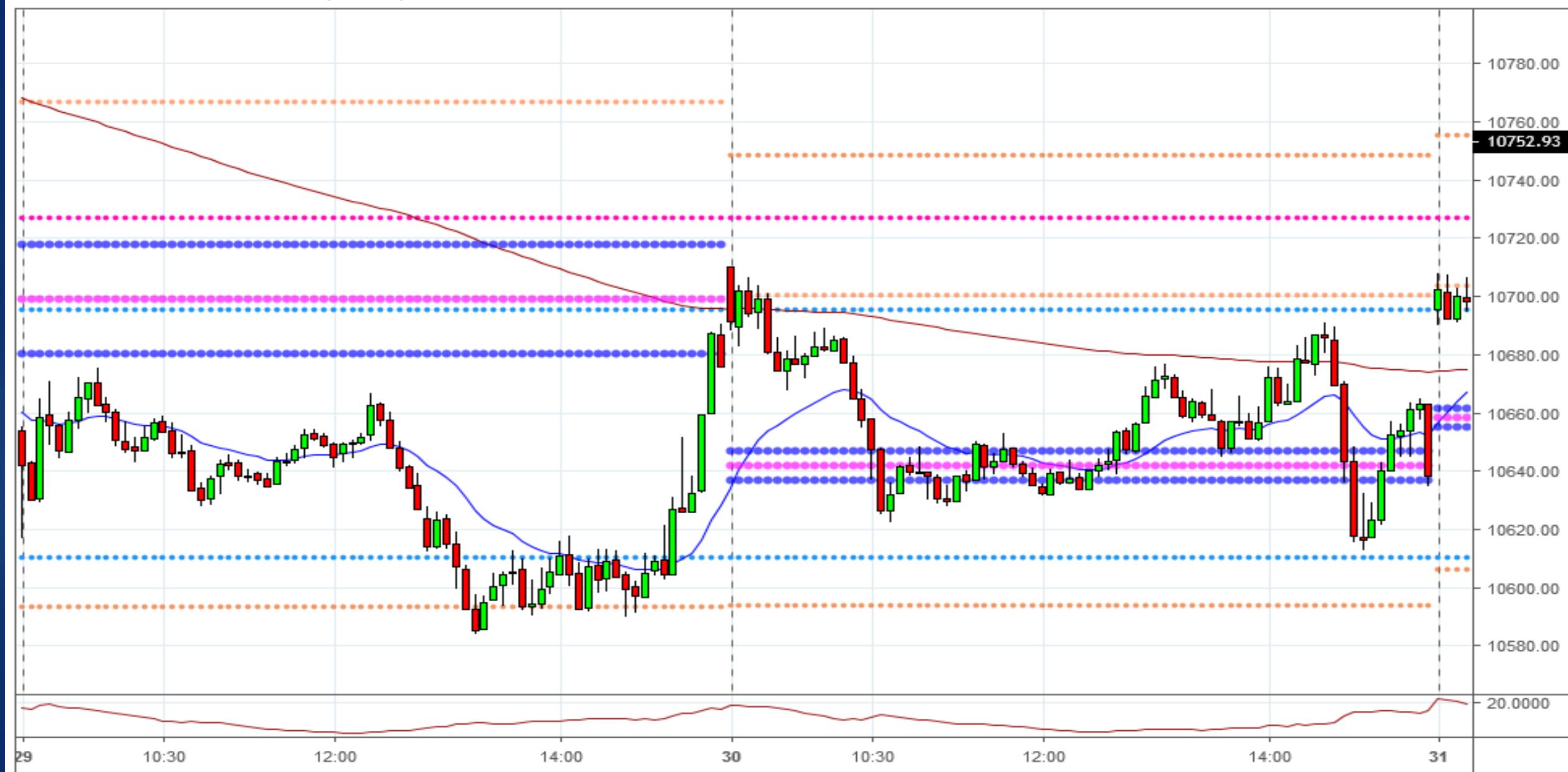
viki301 published on TradingView.com, May 14, 2019 08:25:13 IST

NSE:NIFTY, 5 11148.20 ▼ -130.70 (-1.16%) O:11138.15 H:11155.15 L:11138.15 C:11154.95

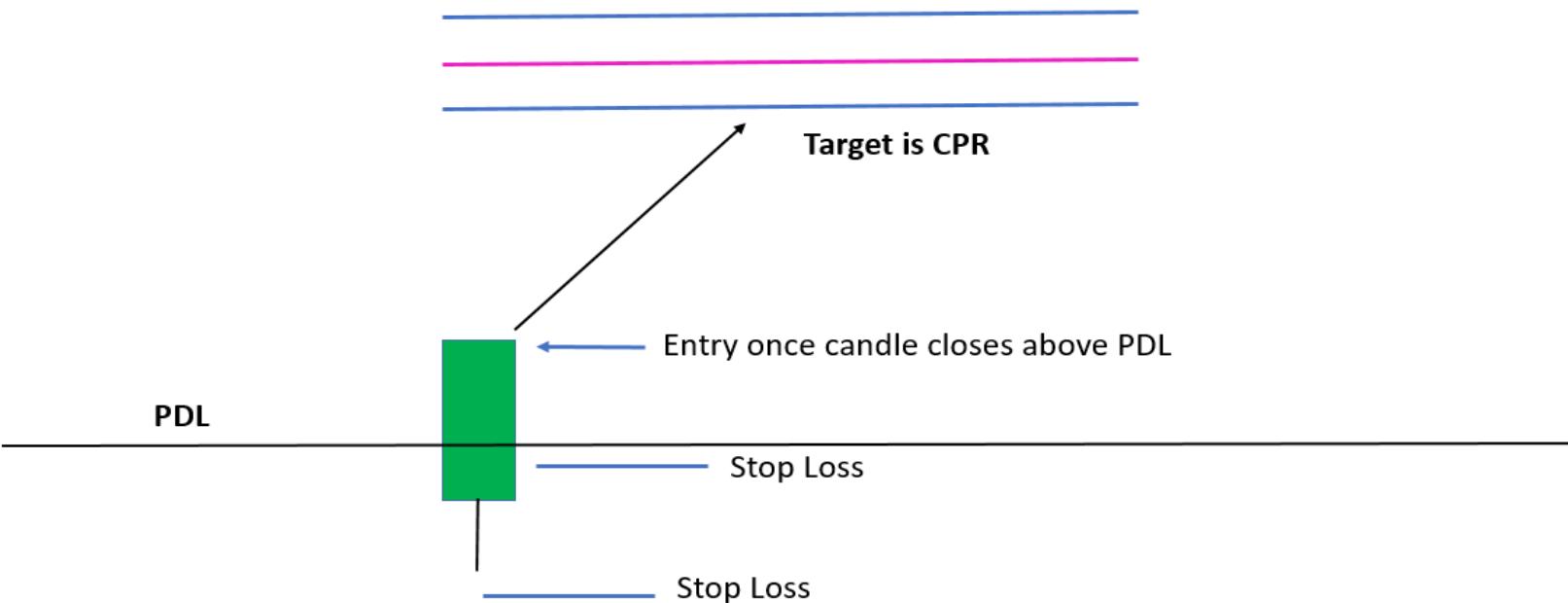


viki301 published on TradingView.com, April 17, 2019 18:14:24 IST

NSE:NIFTY, 5 11787.15 ▲ +96.80 (+0.83%) O:11795.40 H:11797.95 L:11793.00 C:11795.00

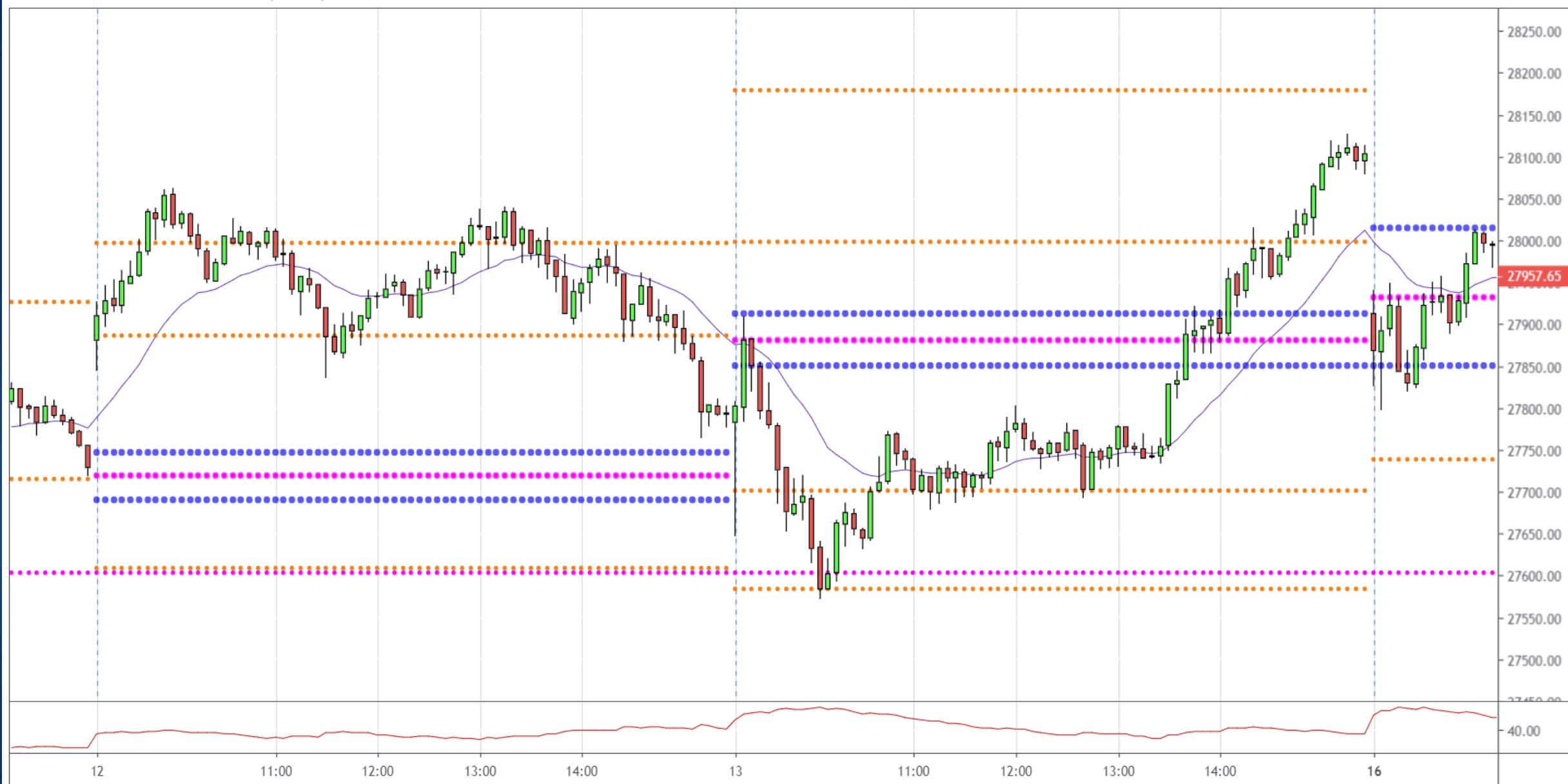


MORNING STAR SET UP

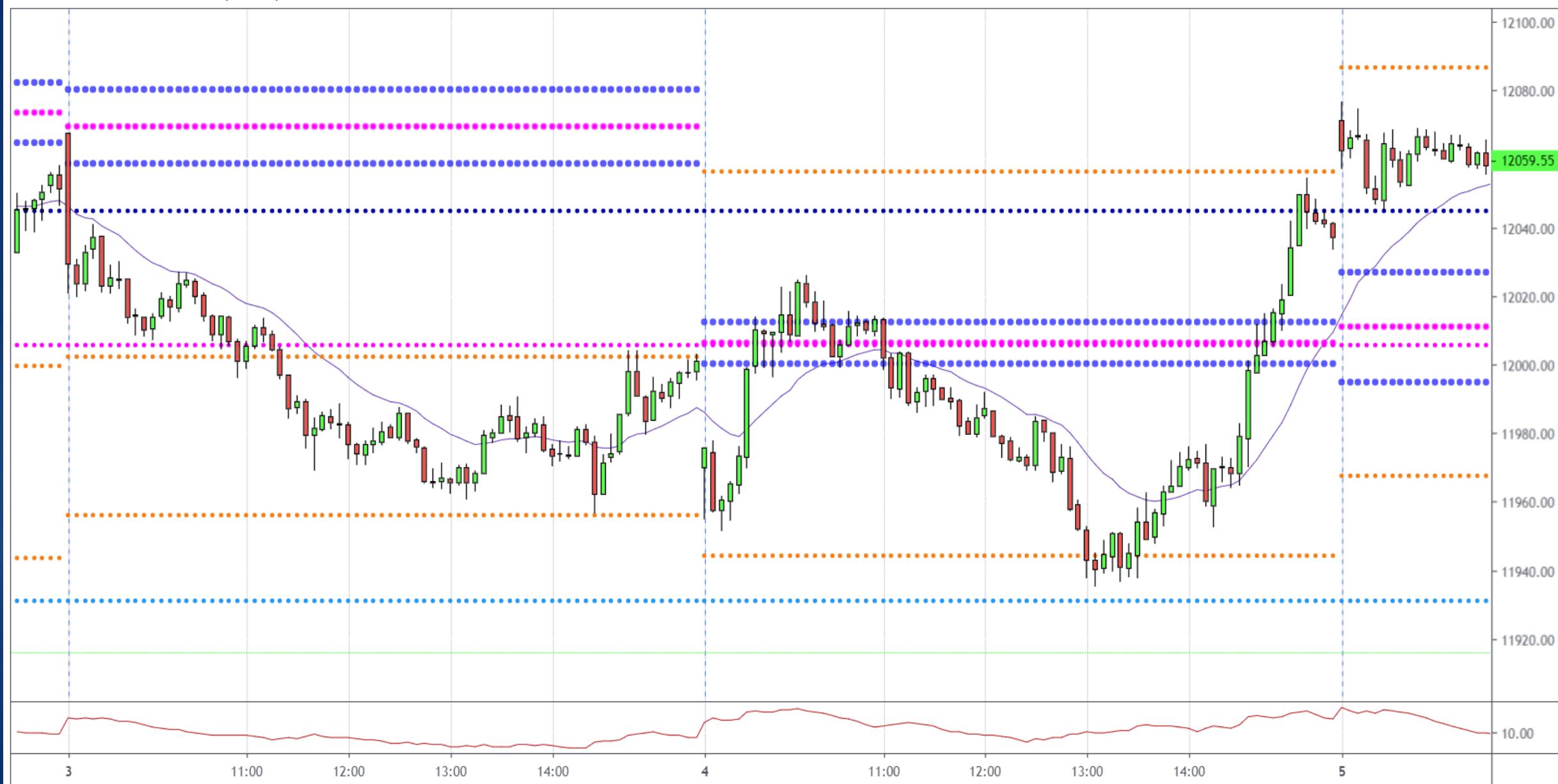


viki301 published on TradingView.com, December 07, 2019 01:31:19 IST

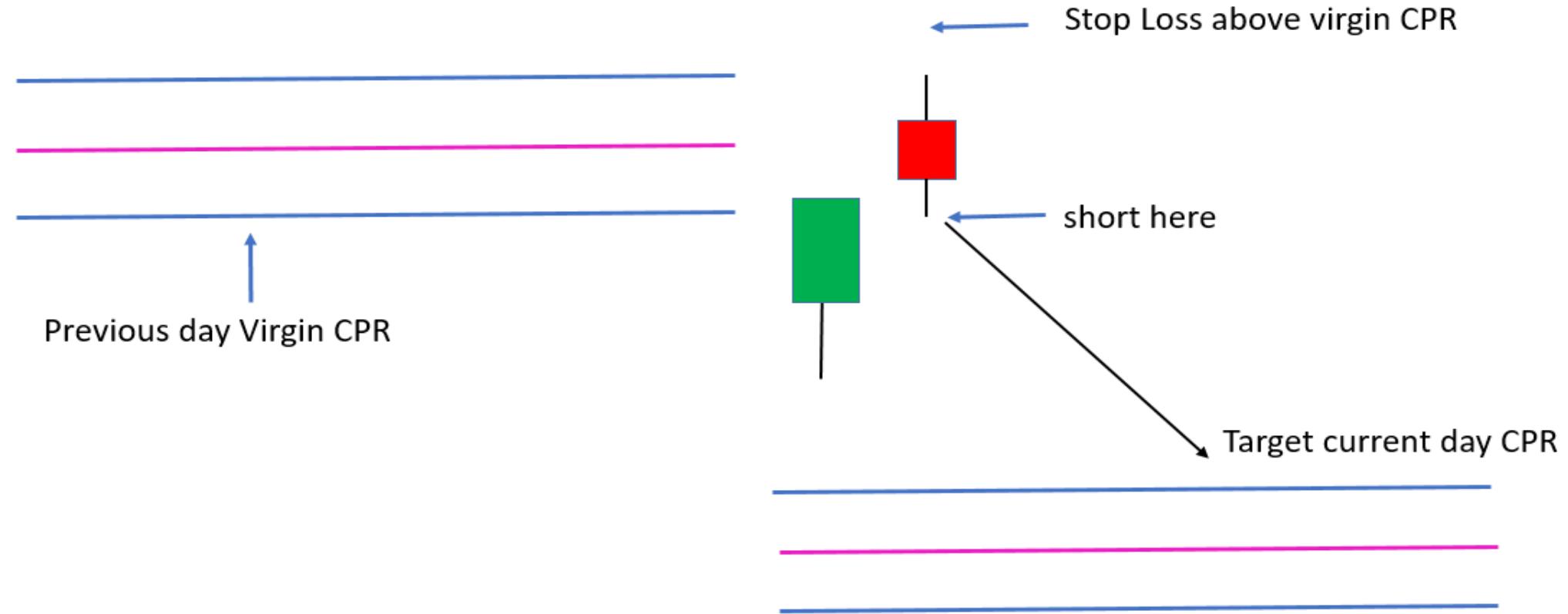
NSE:BANKNIFTY, 5 31341.55 ▼ -371.40 (-1.17%) O:31310.55 H:31333.35 L:31299.20 C:31319.45



viki301 published on TradingView.com, December 07, 2019 01:29:55 IST
NSE:NIFTY, 5 11921.50 ▼ -96.90 (-0.81%) O:11914.15 H:11920.70 L:11912.25 C:11916.00



VIRGIN CPR RVRSL



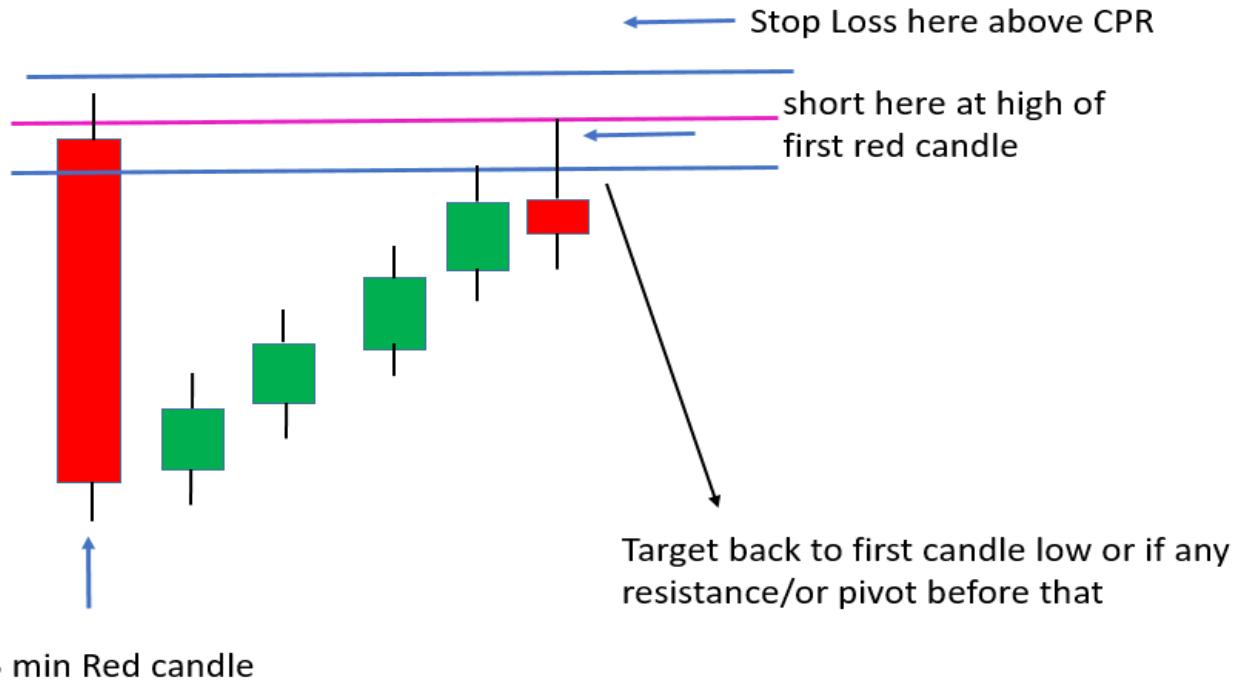


viki301 published on TradingView.com, July 04, 2019 19:26:11 IST

NSE:NIFTY, 5 11946.75 ▲ +30.00 (+0.25%) O:11938.95 H:11943.30 L:11937.65 C:11938.30



RED CANDLE RETARCEMENT(RCR)



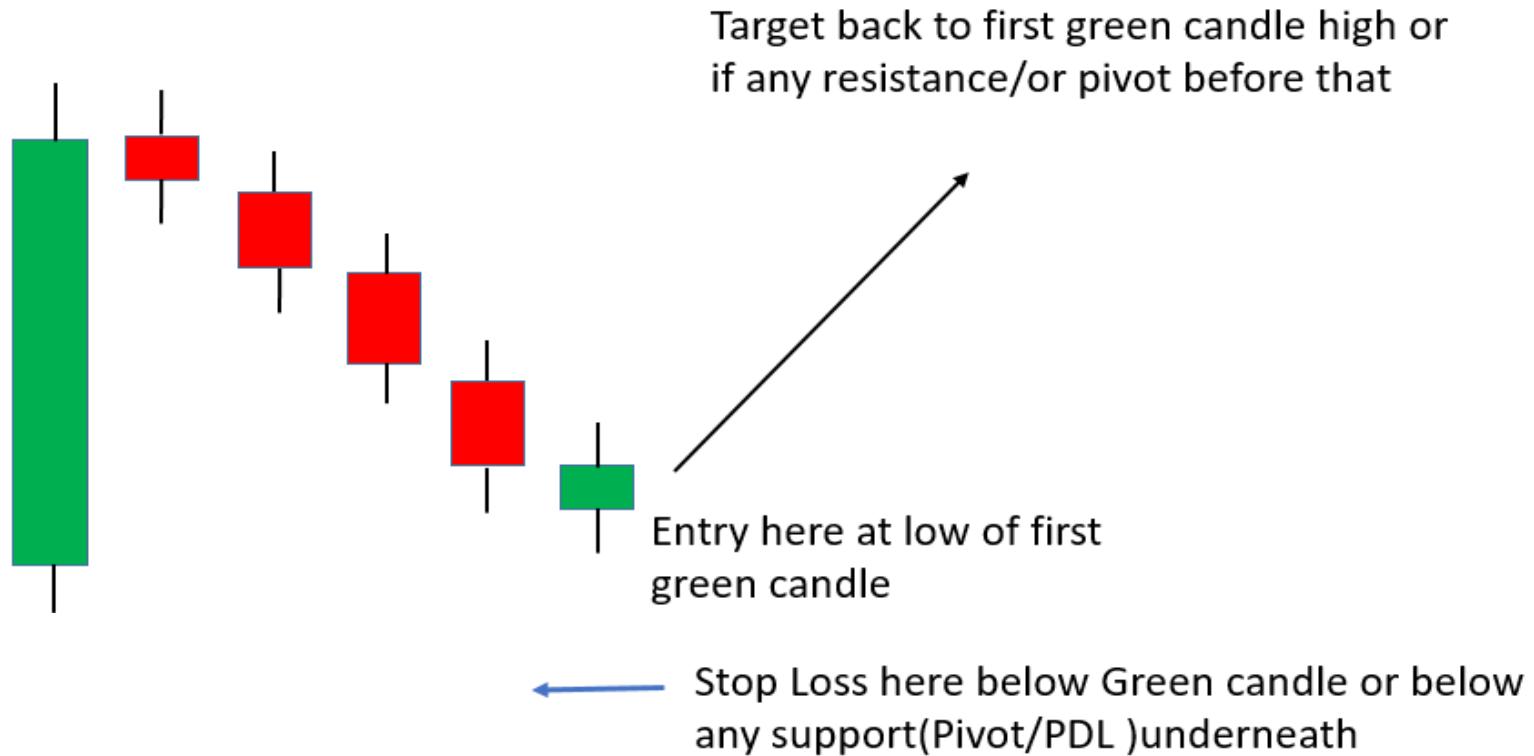


viki301 published on TradingView.com, May 13, 2019 18:52:32 IST

NSE:BANKNIFTY, 5 28659.95 ▼ -380.55 (-1.31%) O:28648.10 H:28700.05 L:28647.65 C:28690.95



GREEN CANDLE RETARCEMENT(GCR)



viki301 published on TradingView.com, April 17, 2019 20:07:12 IST

NSE:BANKNIFTY, 5 30531.35 ▲ +427.10 (+1.42%) O:30566.35 H:30572.95 L:30541.80 C:30564.10

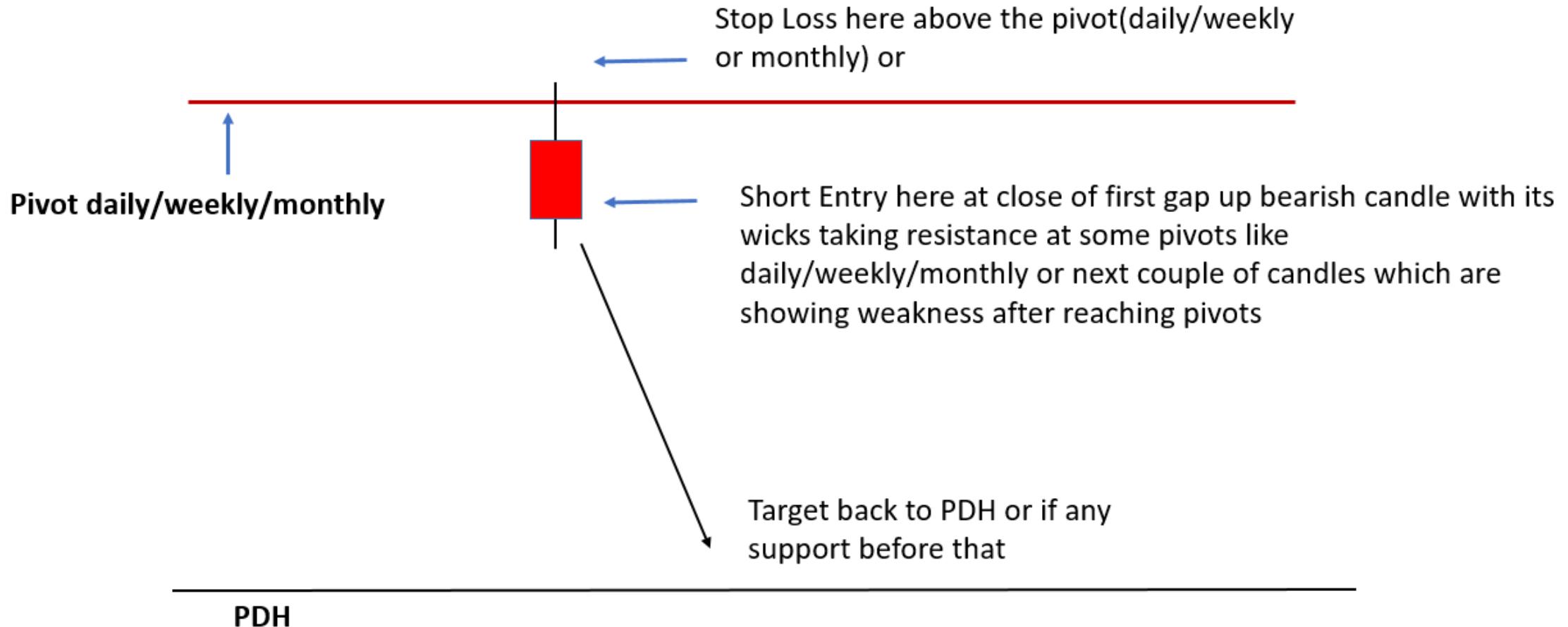


viki301 published on TradingView.com, April 17, 2019 19:59:52 IST

NSE:NIFTY, 5 11787.15 ▲ +96.80 (+0.83%) O:11795.40 H:11797.95 L:11793.00 C:11795.00



GAP UP REJECTION



NIFTY

5m



DAILY



Publish



Nifty 50 Index, 5, NSE

O10791.60 H10795.30 L10787.55 C10787.75 -4.25 (-0.04%)

Market Closed

10909.70

10900.00

10890.00

10880.00

10870.00

10860.00

10850.00

10840.00

10830.00

10820.00

10810.00

10800.00

10790.00

10780.00

10770.00

10760.00

10750.00

10740.00



08 Jan '19 10:30

12:00

14:00

9

10:30

12:00

14:00



1D 5D 1M 3M 6M YTD 1Y 5Y All

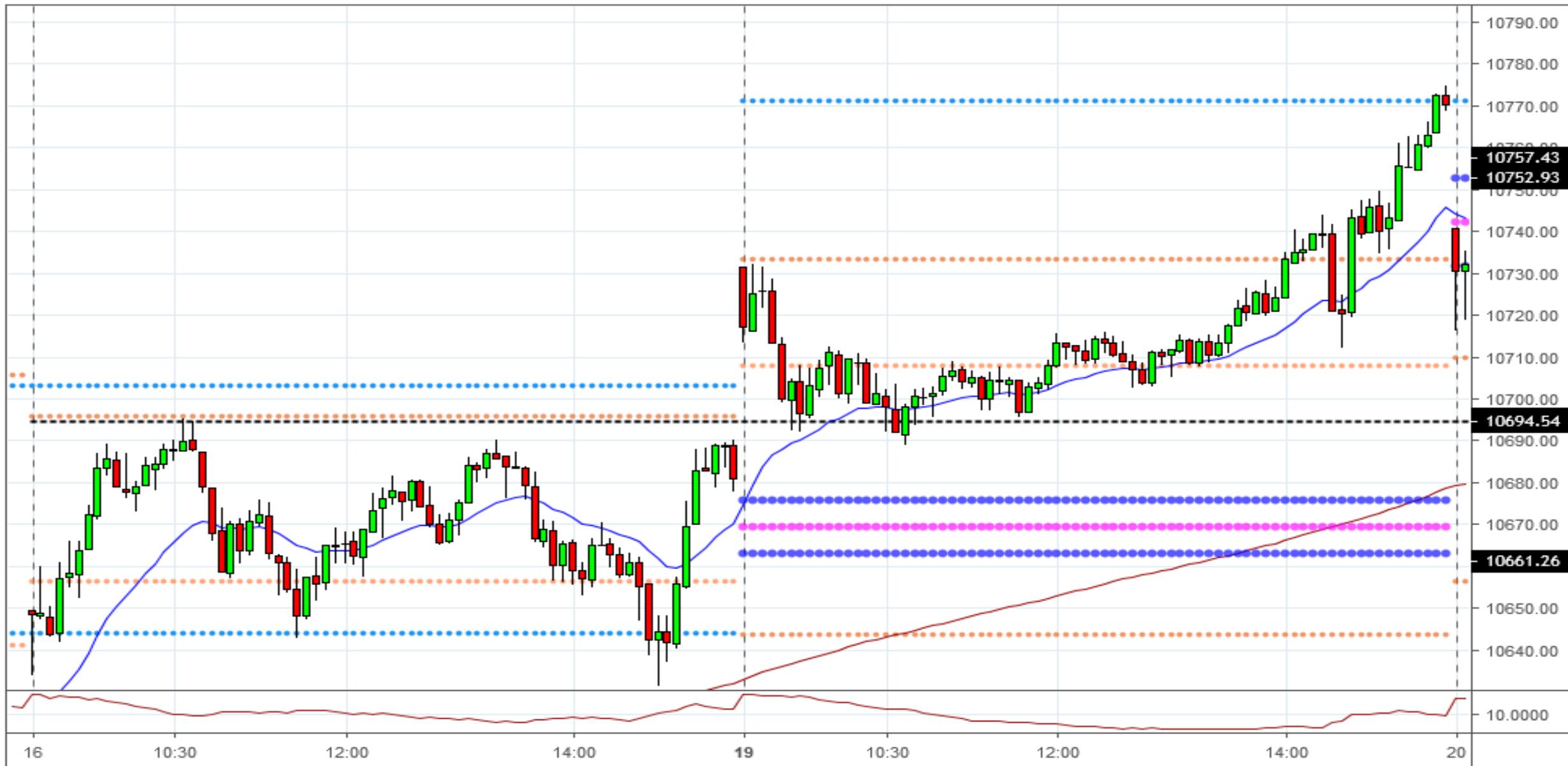
Go to...

21:11:53 (UTC+5:30)

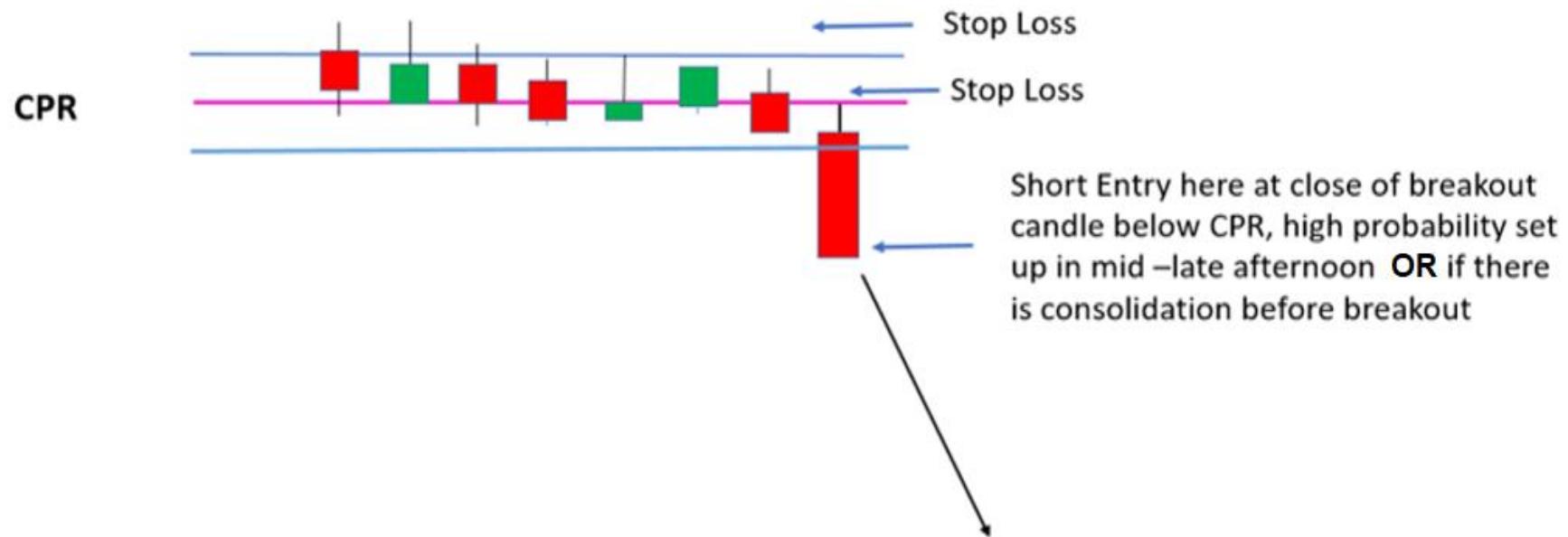
ext % log auto

viki301 published on TradingView.com, April 17, 2019 21:43:11 IST

NSE:NIFTY, 5 11787.15 ▲ +96.80 (+0.83%) O:11795.40 H:11797.95 L:11793.00 C:11795.00



CPR BREAKOUT



viki301 published on TradingView.com, June 07, 2019 07:15:02 IST

NSE:BANKNIFTY, 5 30857.40 ▼ -731.65 (-2.32%) O:30892.75 H:30901.10 L:30880.75 C:30895.80

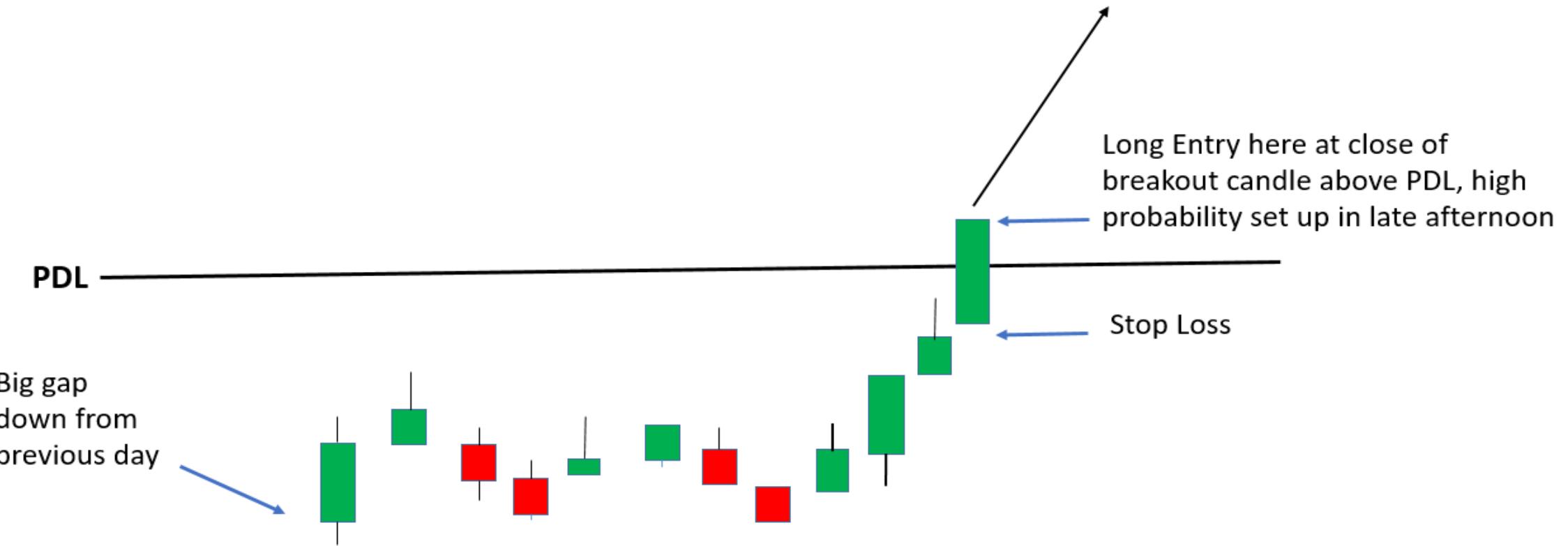


viki301 published on TradingView.com, April 29, 2019 21:45:17 IST

NSE:NIFTY, 5 11754.65 ▲ +112.85 (+0.97%) O:11755.85 H:11757.70 L:11748.00 C:11748.70



GAP DOWN REJECTION



viki301 published on TradingView.com, June 07, 2019 07:21:57 IST

NSE:BANKNIFTY, 5 30857.40 ▼ -731.65 (-2.32%) O:30892.75 H:30901.10 L:30880.75 C:30895.80



NIFTY

5m



Publish



13

10:30

13 Aug '18 12:05

14:00

14

10:30

12:00

14:00

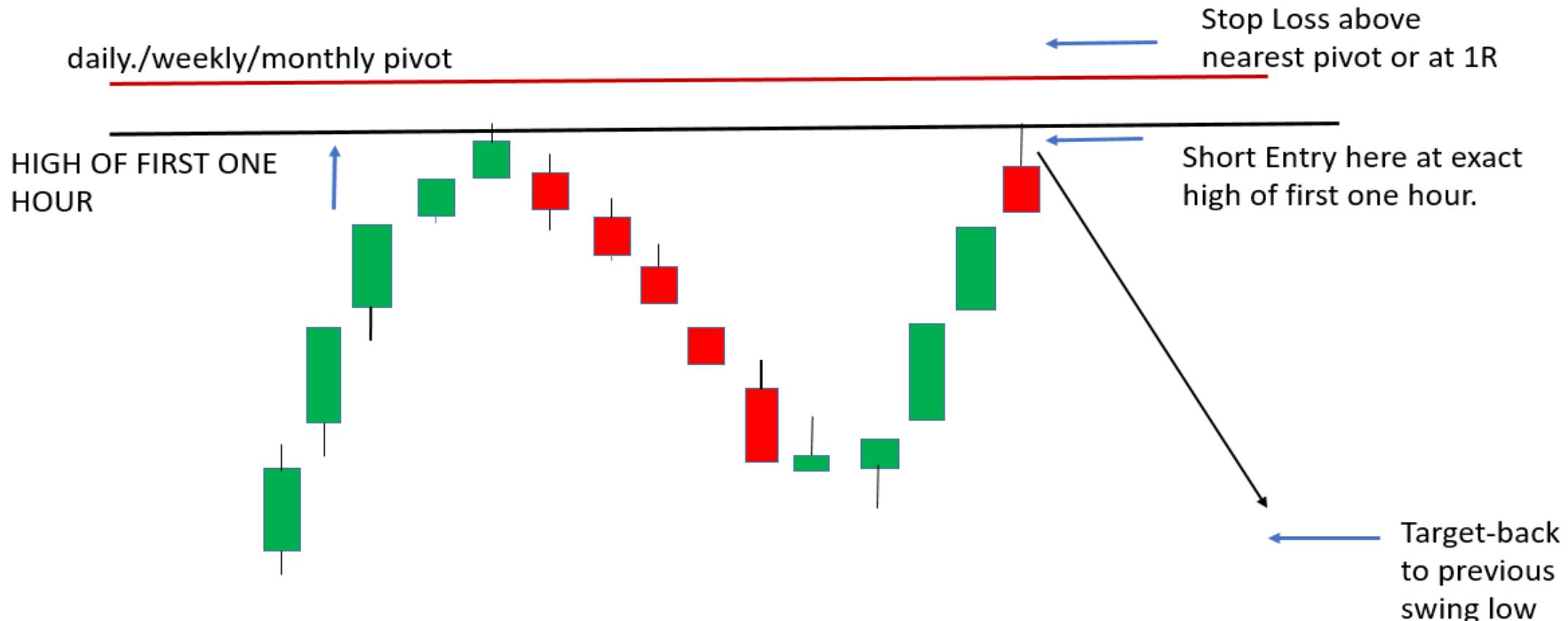
1D 5D 1M 3M 6M YTD 1Y 5Y All

Go to...

12:05:03 (UTC+5:30)

ext % log auto

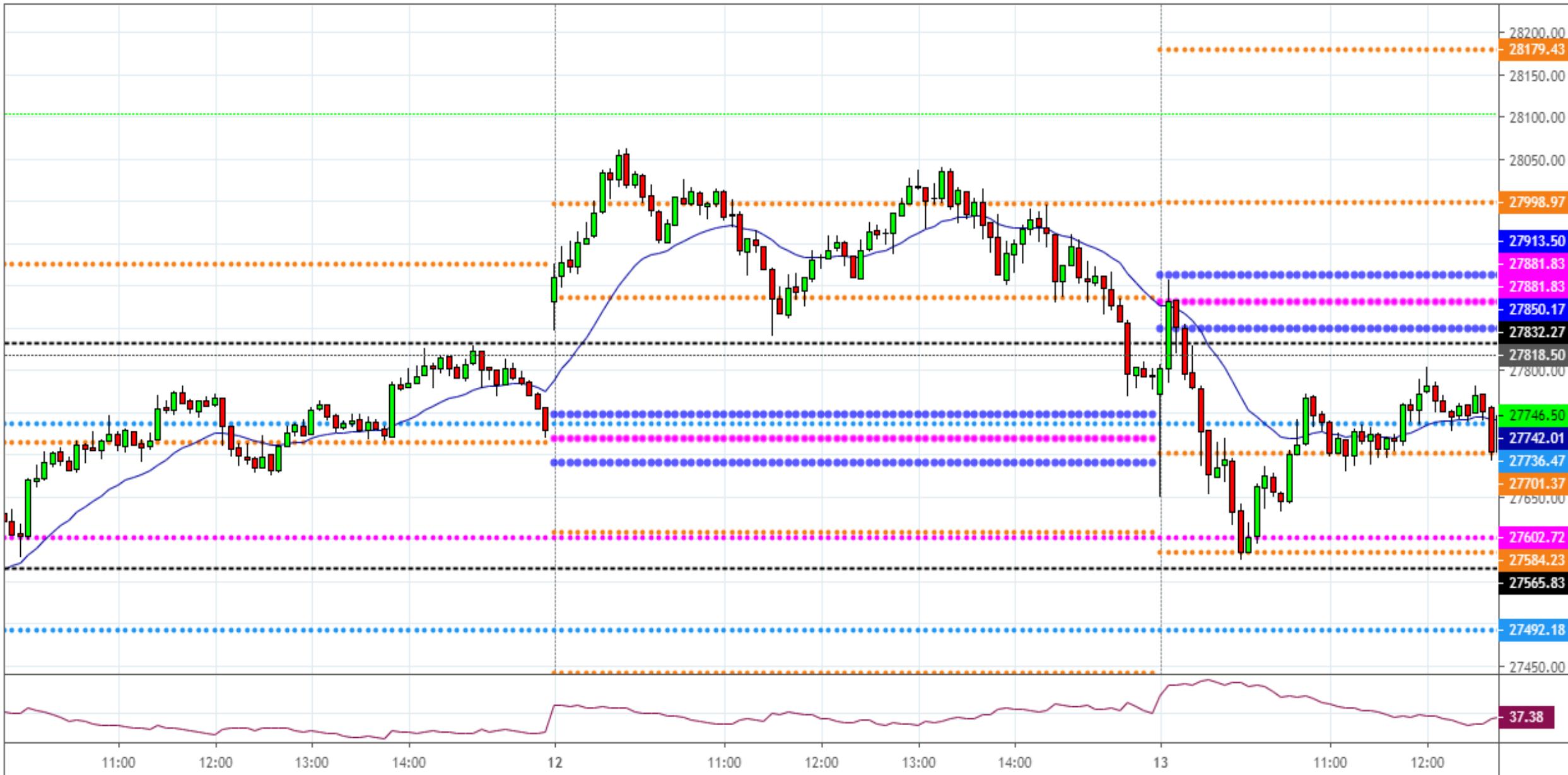
M REVERSAL



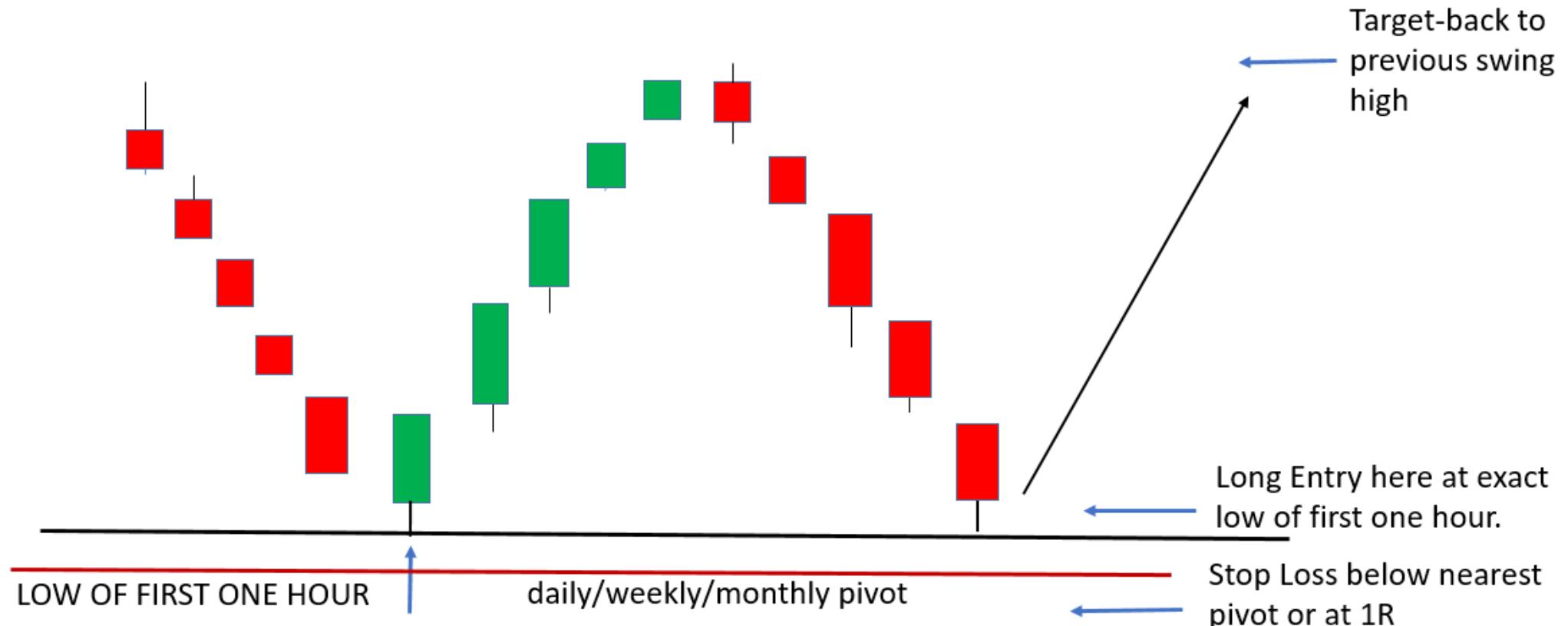
vik301 published on TradingView.com, April 17, 2019 20:22:34 IST

NSE:BANKNIFTY, 5 30531.35 ▲ +427.10 (+1.42%) O:30566.35 H:30572.95 L:30541.80 C:30564.10





W REVERSAL



viki301 published on TradingView.com, August 09, 2019 21:24:14 IST
NSE:NIFTY, 5 11109.65 ▲ +77.20 (+0.7%) O:11107.50 H:11111.95 L:11104.80 C:11107.95

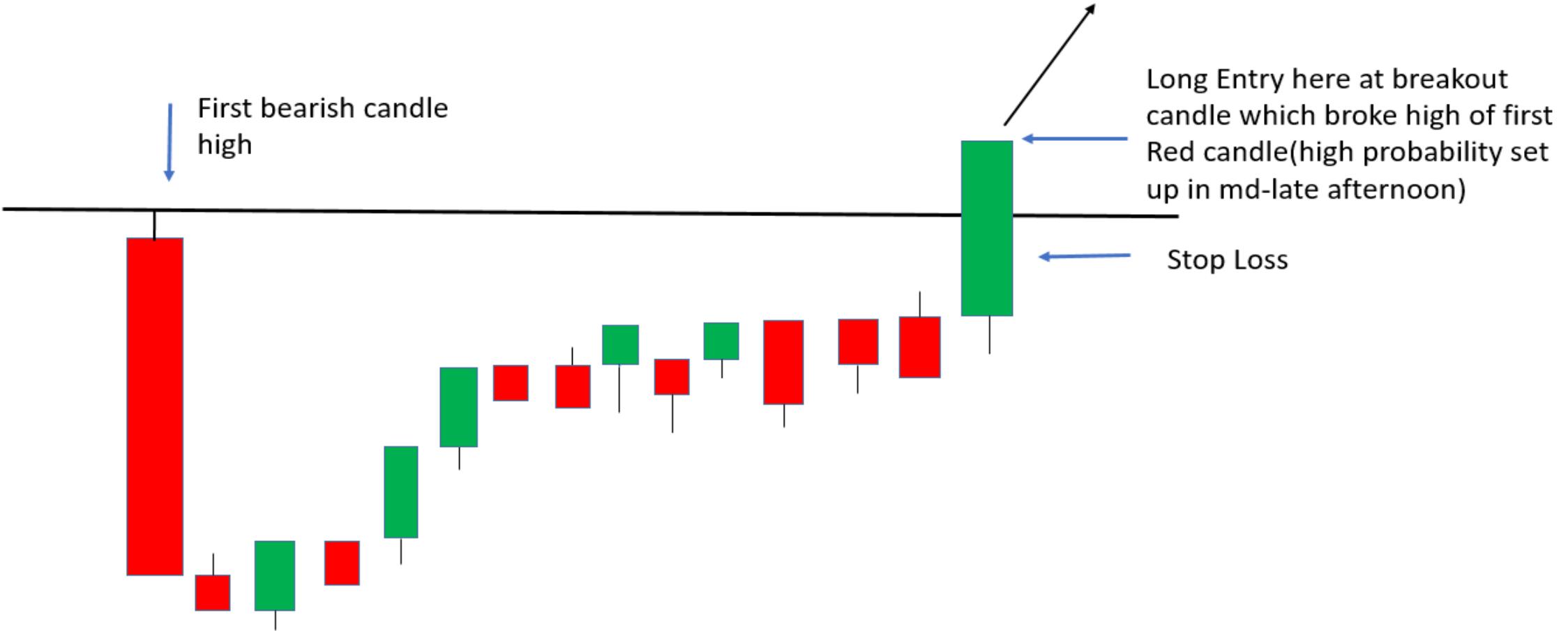


viki301 published on TradingView.com, December 07, 2019 01:55:20 IST

NSE:BANKNIFTY, 5 31341.55 ▼ -371.40 (-1.17%) O:31310.55 H:31333.35 L:31299.20 C:31319.45



RED CANDLE BREAKOUT(RCBO)



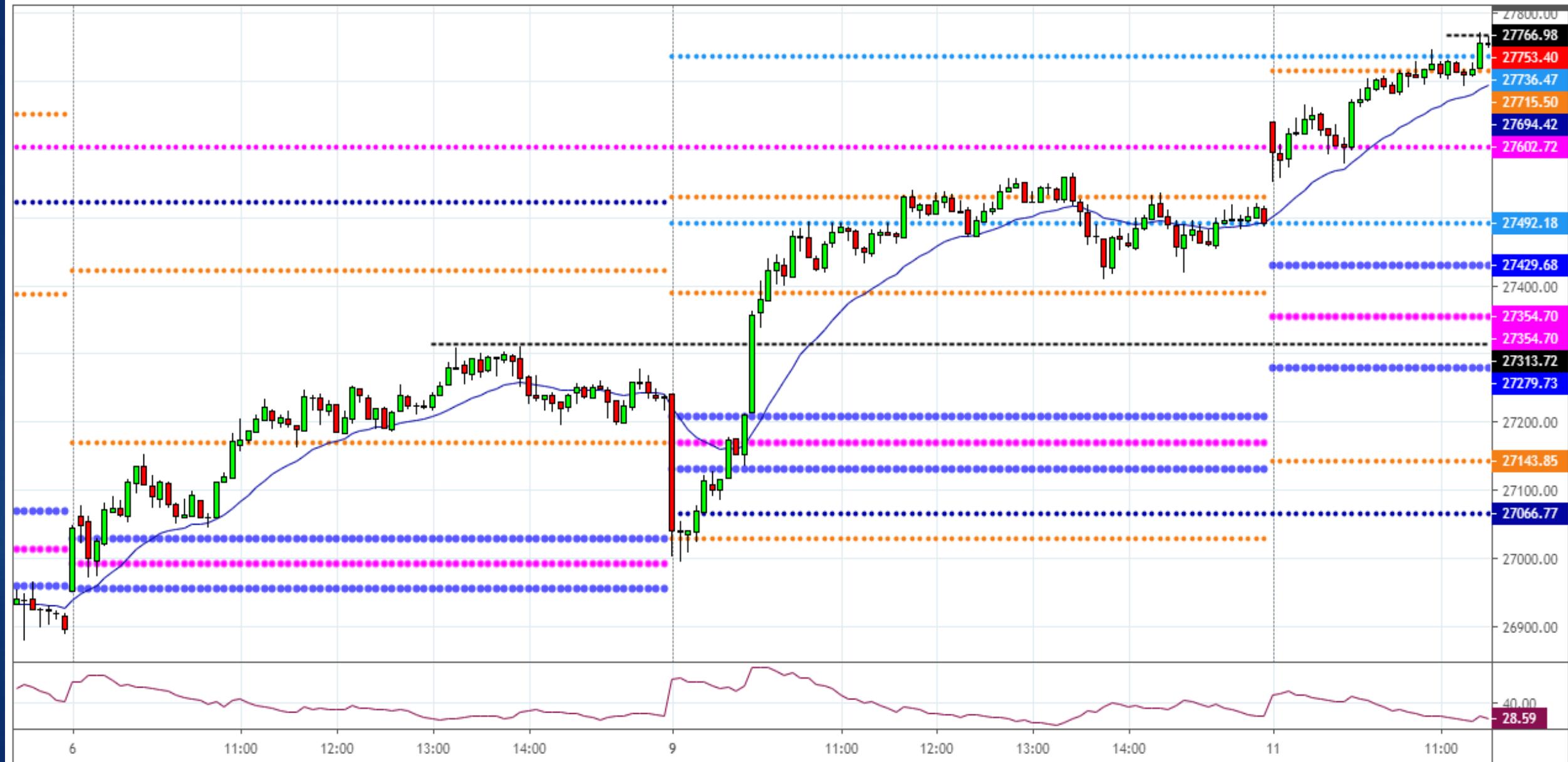
viki301 published on TradingView.com, April 17, 2019 19:04:52 IST

NSE:BANKNIFTY, 5 30531.35 ▲ +427.10 (+1.42%) O:30566.35 H:30572.95 L:30541.80 C:30564.10



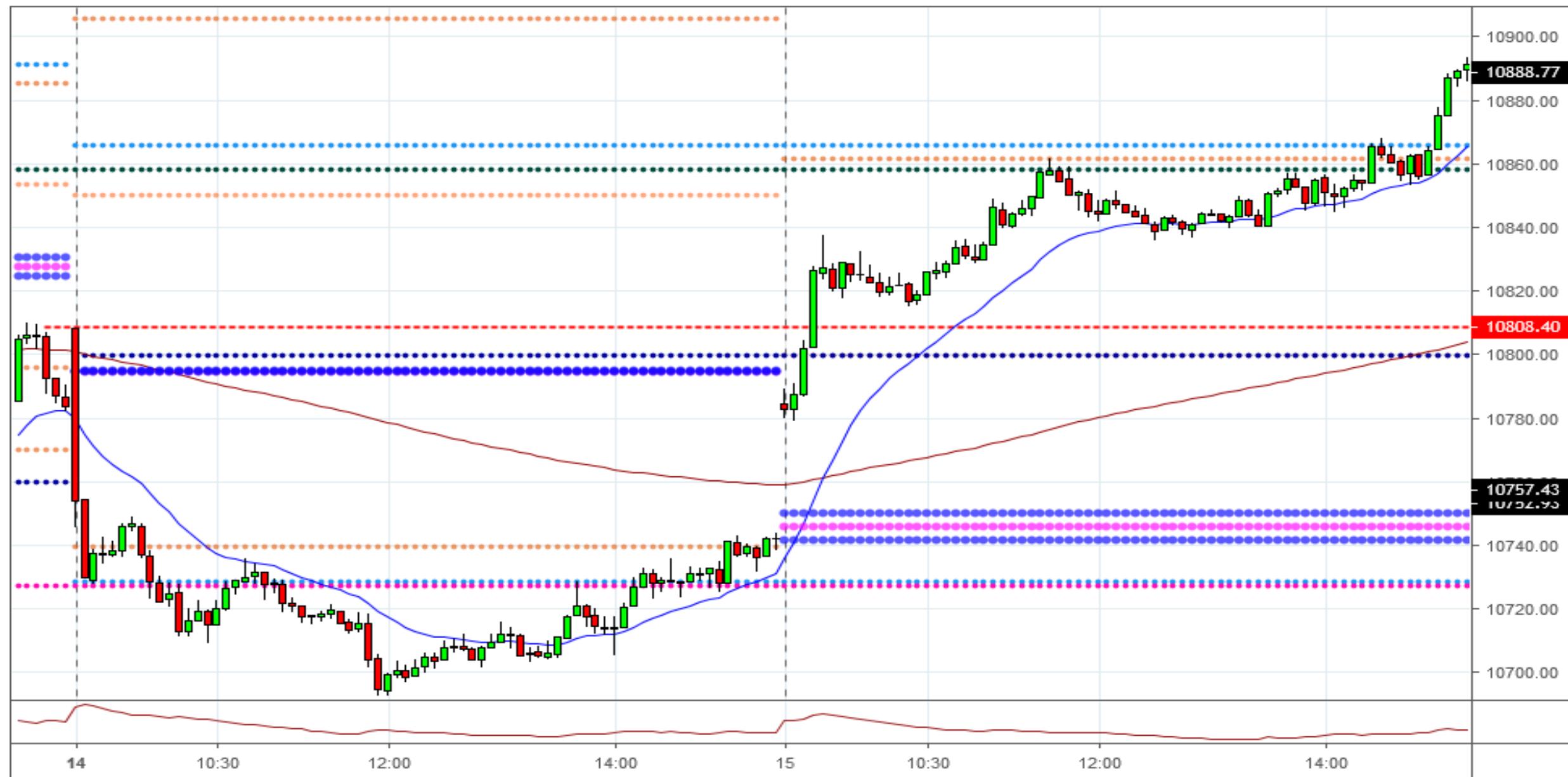
viki301 published on TradingView.com, September 14, 2019 20:22:23 IST

NSE:BANKNIFTY, 5 28098.75 ▲ +280.25 (+1.01%) O: 28095.50 H: 28113.75 L: 28080.15 C: 28103.35

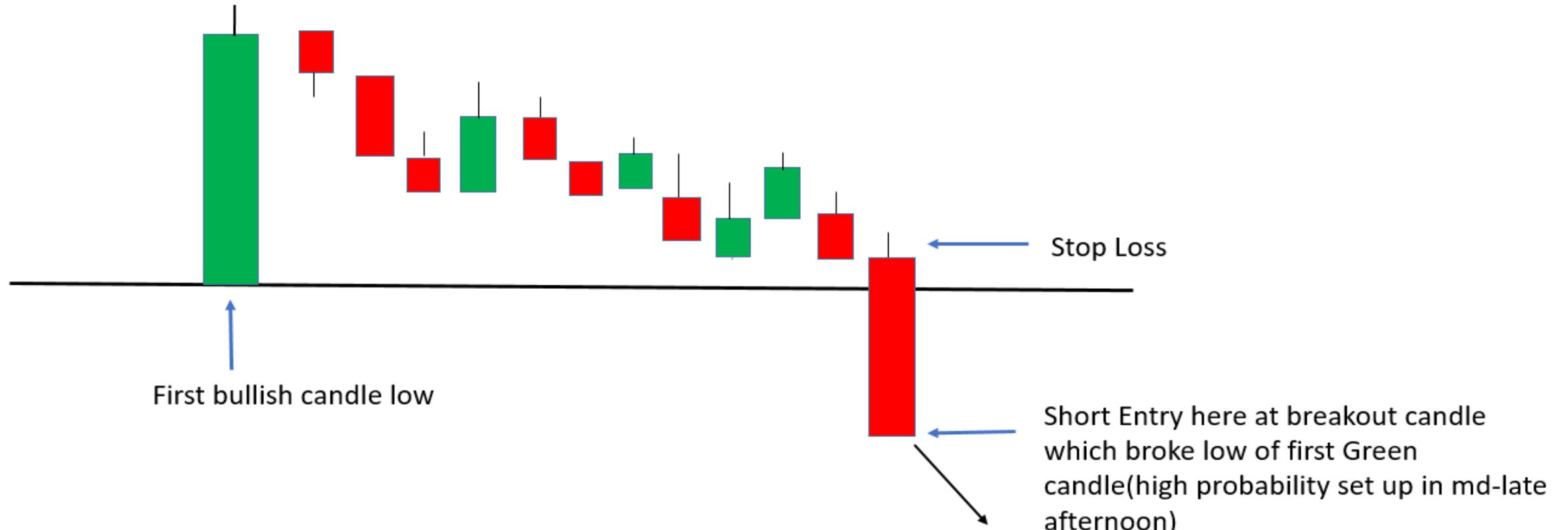


viki301 published on TradingView.com, April 17, 2019 18:44:42 IST

NSE:NIFTY, 5 11787.15 ▲ +96.80 (+0.83%) O:11795.40 H:11797.95 L:11793.00 C:11795.00



GREEN CANDLE BREAKOUT(GCBO)



on TradingView.com, July 05, 2019 20:09:43 IST

11.15 ▼ -135.60 (-1.14%) O:11804.25 H:11808.50 L:11800.00 C:11802.05



viki301 published on TradingView.com, June 14, 2019 18:13:06 IST

NSE:BANKNIFTY, 5 30614.35 ▼ -361.75 (-1.17%) O:30591.55 H:30607.05 L:30581.05 C:30587.10



My SL(stop loss) method in Day trading



5 Methods

- a) ATR Method (Stop Loss- Half ATR plus buffer for OTM/ATM options and full ATR plus buffer for Futures)
- b) Placing SL below or above important pivots (like daily/weekly/Monthly pivots)
- c) Placing above or below PDH, PDL
- d) Placing above or below CPR (provided CPR is not very wide nor too narrow)
- e) Placing below or above 20 EMA (in slopping 20 EMA on trending day)

ATR = Average True Range(will show volatility in market)

viki301 published on TradingView.com, December 07, 2019 02:19:06 IST

NSE:NIFTY, 1D 11921.50 ▼ -96.90 (-0.81%) O:12047.35 H:12057.05 L:11888.85 C:11921.50



a) ATR Method (Stop Loss- Half ATR plus buffer for OTM/ATM options and full ATR plus buffer for Futures)

viki301 published on TradingView.com, October 13, 2019 11:04:51 IST

NSE:BANKNIFTY, 5 28042.50 ▲ +29.05 (+0.1%) O:28029.95 H:28051.10 L:28021.30 C:28038.65



b) **Placing SL below or above important pivots** like weekly/Monthly pivots (If there are cluster of pivots or support/resistance then place your SL below/above last support/resistance)



c) Placing above or below PDH, PDL (Works effectively at opening, less effective in afternoon).



d) **Placing above or below CPR**(only if CPR is not very wide nor too narrow) if CPR is very wide then SL above or below entry candle or above or below central pivot.



e) Placing SL below or above 20 EMA, only if it is in trending mode.

viki301 published on TradingView.com, June 07, 2019 08:06:17 IST

NSE:NIFTY, 5 11843.75 ▼ -177.90 (-1.48%) O:11846.05 H:11850.90 L:11844.55 C:11848.50



Powerful method of using moving averages in Day Trading

Most important moving averages - 8EMA,20 EMA - on smaller time frame like 5 min

8 EMA- Only after breakouts, preferably mid to late afternoon breakouts, helps in riding the winner, let your winners run until candle closes above 8 EMA.

20 EMA for following trends on trending day, preferably enter on first retracement to 20 EMA.

20 EMA also powerful on larger time frame like daily chart(I don't use 8 or 200 EMA on daily time frame)

Most of the time if market is in up trend or downtrend and when it comes and touches 20 EMA on daily time frame large moves or big bounce takes place in Intraday(Most often, not always)

As per my experience 20 EMA is most powerful compared to any EMA on larger as well as smaller timeframe.

8 EMA- Only after breakouts, preferably mid to late afternoon breakouts, helps in riding the winner, let your winners run until candle closes below 8 EMA.

viki301 published on TradingView.com, June 07, 2019 23:23:21 IST

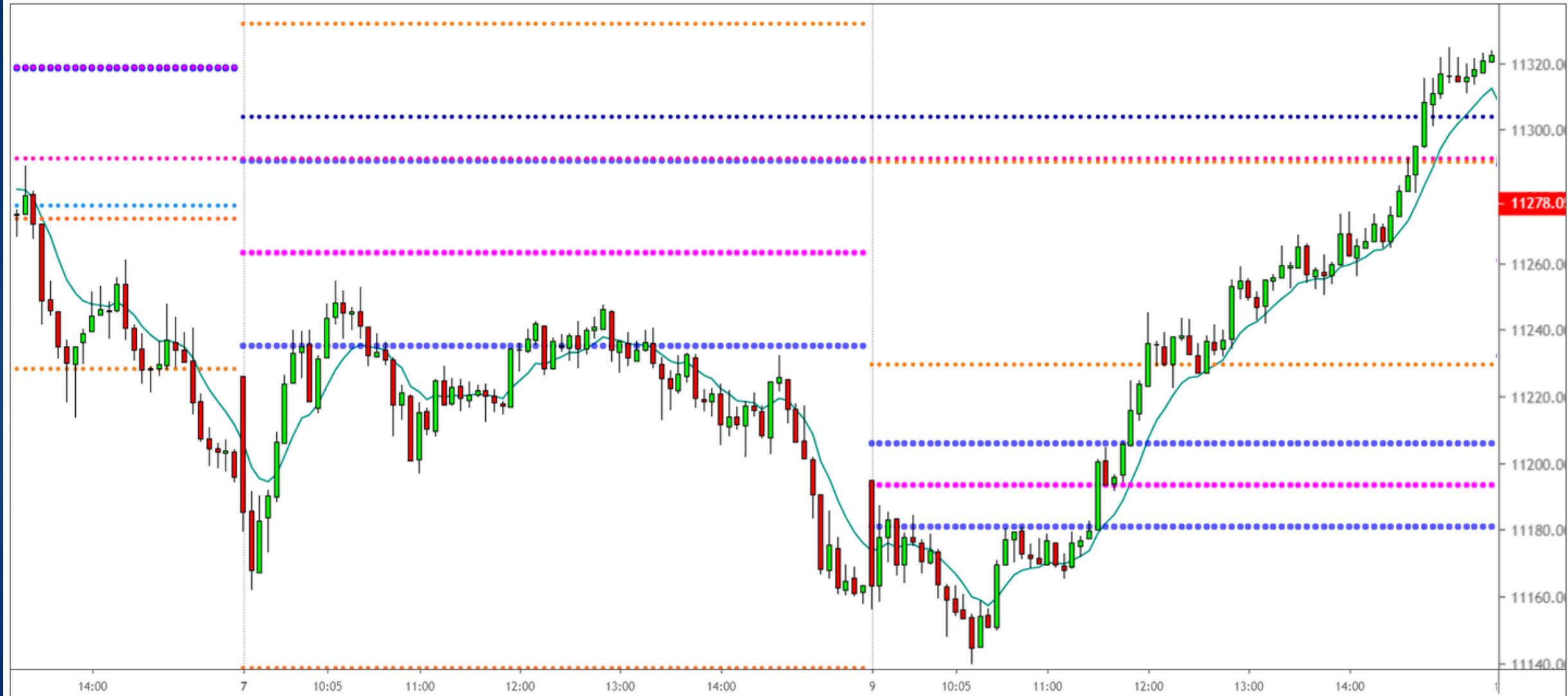
NSE:BANKNIFTY, 5 31066.55 ▲ +209.15 (+0.68%) O:31042.15 H:31072.60 L:31029.90 C:31072.60



8 EMA- Only after breakouts, preferably mid to late afternoon breakouts, helps in riding the winner, let your winners run until candle closes below 8 EMA.

vik301 published on TradingView.com, October 28, 2019 18:22:13 IST

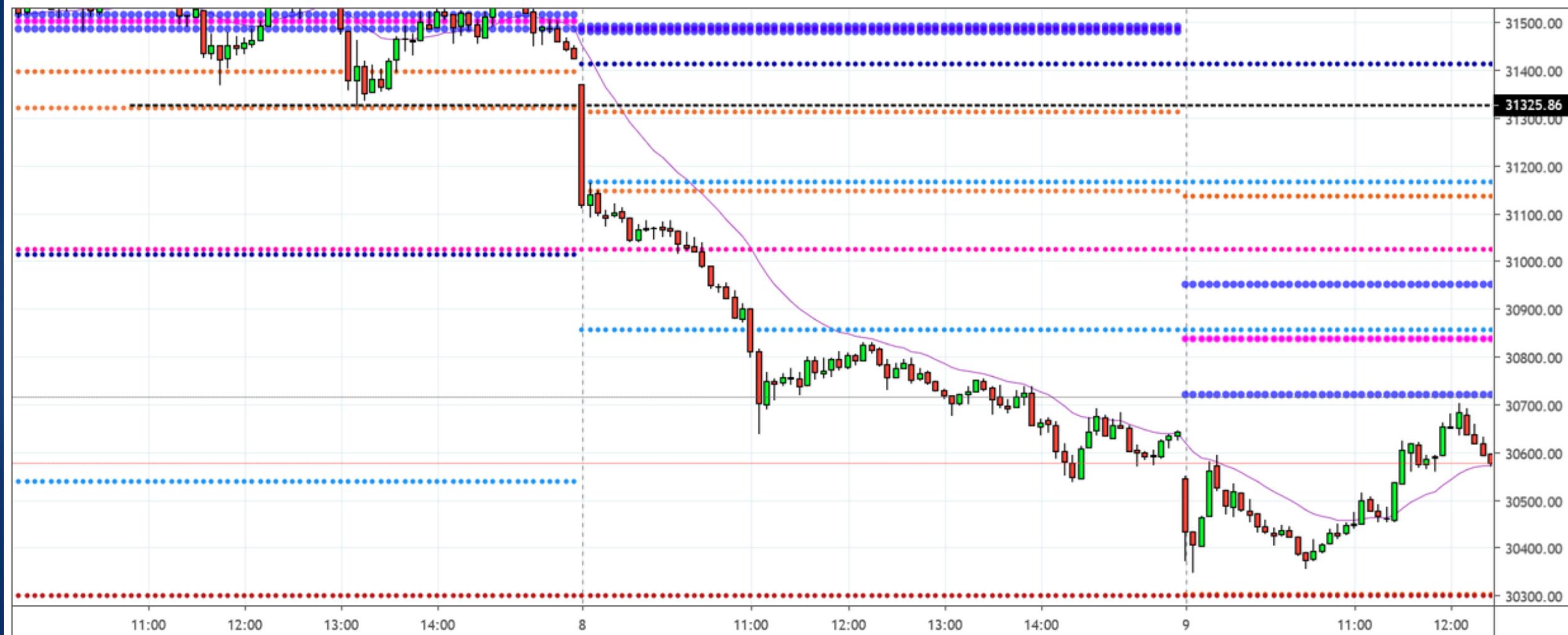
NSE:NIFTY, 5 11627.15 ▲ +43.25 (+0.37%) O:11628.00 H:11628.00 L:11627.15 C:11627.15



20 EMA – For entering the trend when there is a strong momentum on one side, preferably enter on first retracement, and if there is pivot along with retracement then high probability trade, book profit at swing low/high or let your profit run until candle close below 20 EMA.

viki301 published on TradingView.com, July 12, 2019 18:55:03 IST

NSE:BANKNIFTY, 5 30601.45 ▼ -115.10 (-0.37%) O:30614.80 H:30616.85 L:30562.50 C:30578.10



Following trend on 20 EMA retracement (on 5 min TF)

viki301 published on TradingView.com, October 28, 2019 18:25:14 IST

NSE:NIFTY, 5 11627.15 ▲ +43.25 (+0.37%) O:11628.00 H:11628.00 L:11627.15 C:11627.15



How do I select option strike for Day Trading

Futures VS Options

Options are cheaper than Futures(additional costs) so I prefer options.

But keeping a proper SL is a problem in Options (due to Vega/Theta factors).

On any days, I prefer to sell options 1-2 strikes away in Nifty or Bank Nifty of same week expiry(most of the time)

While buying options(for same week expiry)

I normally buy ATM or slightly OTM well before expiry like Friday, Monday and Tuesday....Near expiry days like Wednesday & Thursday if I want to buy options then I prefer to buy ITM options(same week expiry)

Buying VS Selling options.

I prefer selling options rather than buying options.

By selling options, I make money even price is not moving in my direction (especially on expiry day) and stays at same place, 2 ways to earn money in option selling, compared to one way in option buying. So, Option sellers have an edge over option Buyers in trading.

I buy options, when I expect breakout trades (mostly in late afternoon trades). Sometime (once in a while) Option buying can be jack pot, especially on expiry days.

For selling options, I always prefer OTM options, neither ATM or ITM (most of the time)

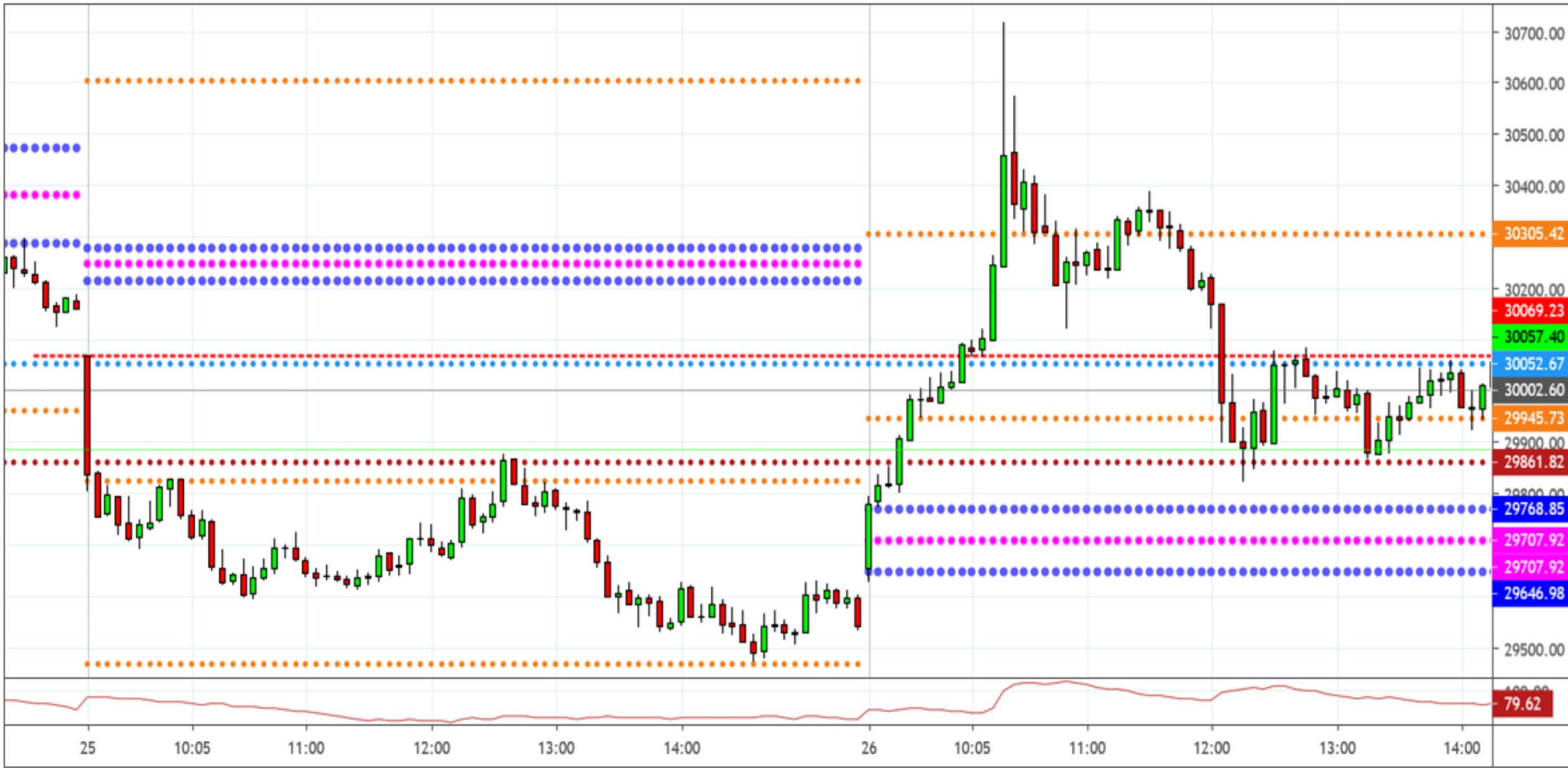
(My selection of strike price also depends on volatility and option premium prices, so selecting option strike sometime varies then what mentioned above)

Option buying sometime can be jackpot



viki301 published on TradingView.com, September 28, 2019 09:18:22 IST

NSE:BANKNIFTY, 5 29876.65 ▼ -125.95 (-0.42%) O:29878.70 H:29888.40 L:29861.50 C:29886.20



ONLINE QUIZ-GUESS THE PATTERN

viki301 published on TradingView.com, November 16, 2019 17:31:02 IST

NSE:NIFTY, 5 11895.45 ▲ +23.35 (+0.2%) O:11884.25 H:11893.85 L:11883.30 C:11893.70



vik301 published on TradingView.com, April 29, 2019 21:40:30 IST

NSE:BANKNIFTY, 5 30013.50 ▲ +452.15 (+1.53%) O:29989.10 H:29993.60 L:29955.30 C:29980.80





viki301 published on TradingView.com, April 14, 2019 10:16:03 IST

NSE:BANKNIFTY, 5 29938.55 ▲ +152.45 (+0.51%) O:29905.95 H:29915.45 L:29859.90 C:29868.65







viki301 published on TradingView.com, December 07, 2019 11:29:04 IST

NSE:BANKNIFTY, 5 31341.55 ▼ -371.40 (-1.17%) O:31310.55 H:31333.35 L:31299.20 C:31319.45





viki301 published on TradingView.com, December 07, 2019 11:30:37 IST
NSE:NIFTY, 5 11921.50 ▼ -96.90 (-0.81%) O:11914.15 H:11920.70 L:11912.25 C:11916.00



vik301 published on TradingView.com, December 07, 2019 11:31:22 IST

NSE:NIFTY, 5 11921.50 ▼ -96.90 (-0.81%) O:11914.15 H:11920.70 L:11912.25 C:11916.00



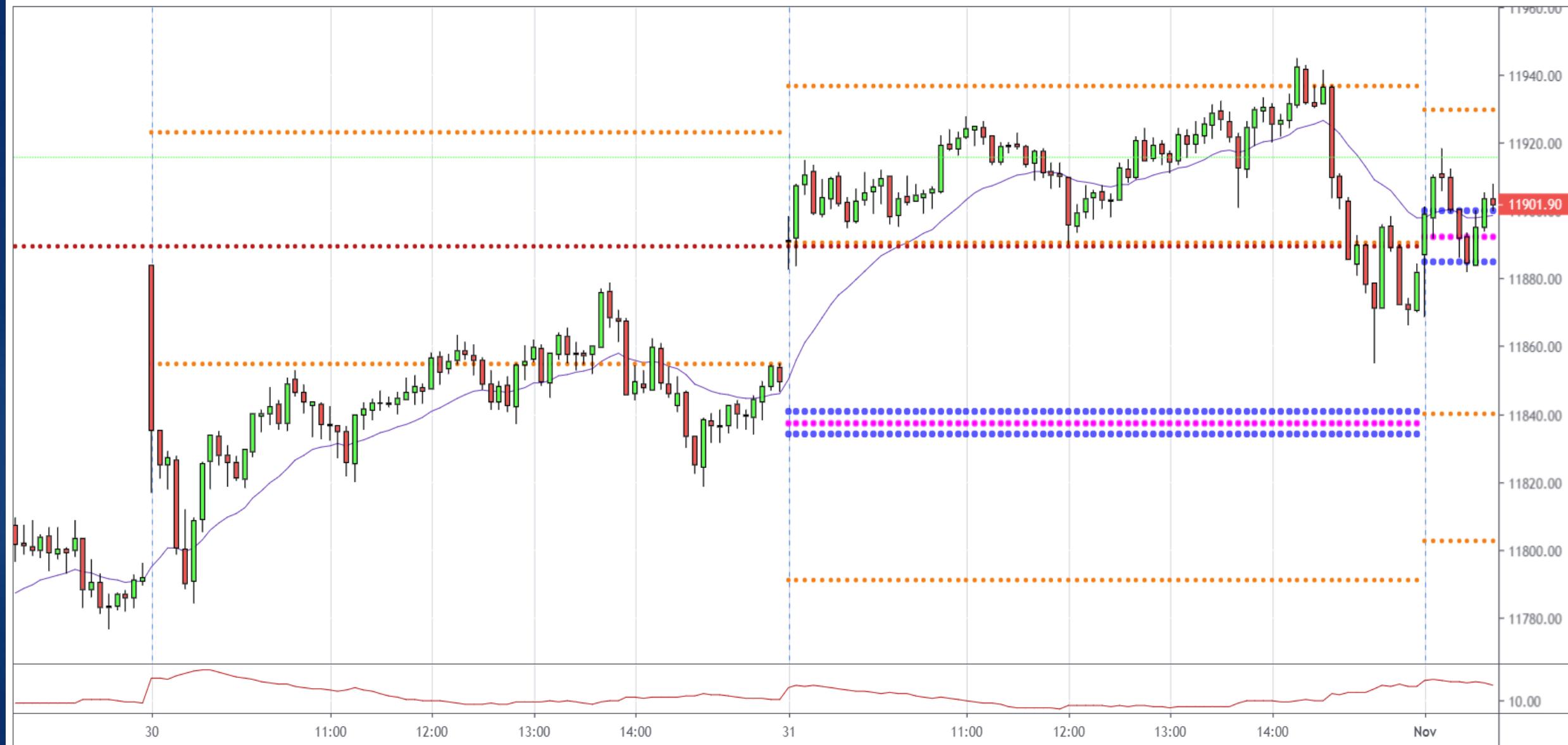
viki301 published on TradingView.com, December 07, 2019 11:36:47 IST
NSE:NIFTY, 5 11921.50 ▼ -96.90 (-0.81%) O:11914.15 H:11920.70 L:11912.25 C:11916.00





viki301 published on TradingView.com, December 07, 2019 11:38:31 IST

NSE:NIFTY, 5 11921.50 ▼ -96.90 (-0.81%) O:11914.15 H:11920.70 L:11912.25 C:11916.00



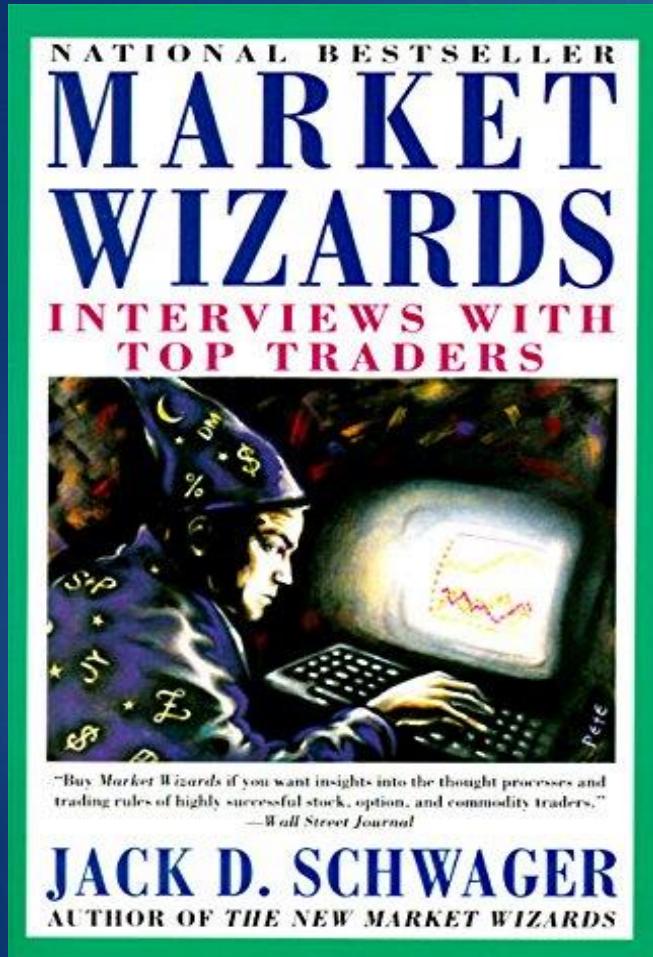
viki301 published on TradingView.com, December 07, 2019 11:26:11 IST
NSE:NIFTY, 5 11921.50 ▼ -96.90 (-0.81%) O:11914.15 H:11920.70 L:11912.25 C:11916.00



SESSION -3

Risk management & Position Sizing

Importance of Risk Reward in Trading



One of the most famous book ever written on Trading.

This book contains Interviews with top traders of the world.

Every Trader has different strategies, there is no magic strategy or magic indicator, only reason they are successful because of good understanding of Risk Management and discipline in trading.

Risk Management is as equally important as having a winning strategy.

Importance of Risk Reward in Trading



- Risk Management is probably only "holy grail" when it comes to trading.
- One can be a profitable trader even with a win rate of 50%(1:2 RR), 40%(1:3 RR) or just 30%(1:3RR) (only if you are very good at letting winners run and cutting losers short)
- Many traders lose in trading because of lack of understanding of risk management...
- Position sizing is part of risk management, one should know ho many lots/shares one should take for each trade.

Position Sizing in Trading

Position sizing is knowing how many shares/lots you have to buy before taking a trade.

How to calculate position sizing?

- a)Calculate your total trading capital first
- b)Determine your risk per trade (1-2%)
(Risk is maximum you will lose of your SL hits)

Example,

Capital = 5 lakhs, Risk per trade (1%) = 5k, maximum loss= 5k (if SL hits)

It should be 5k in every trade.

Position Sizing in Trading

Formula for right position sizing,

% Risk per trade x Capital

Risk per trade(SL)

Suppose Bank nifty at 30200, and you want to go long and want to buy CALLS(30200 call premium at Rs 200)

Entry = 200

SL = 175 (**25 points risk**)

Target = 250 (**50 points reward**)

(R:R = 1:2)

Formula

$$\frac{1\% \times 5,00,000}{25} = \frac{5000}{25} = \text{You have to buy 200 units (10 lots of BN)}$$

5 Rules of Risk Management

1) **The 1% Rule**

(Risk not more than 1% of your capital in each trade)

2) **Have a SL(stop loss) in each and every trade** (should be in the system, not a mental stop loss)
(maximum SL, 1% of your capital)

3) **Never average to your losing position.**

(Never add to your losing position hoping that it will turn around)

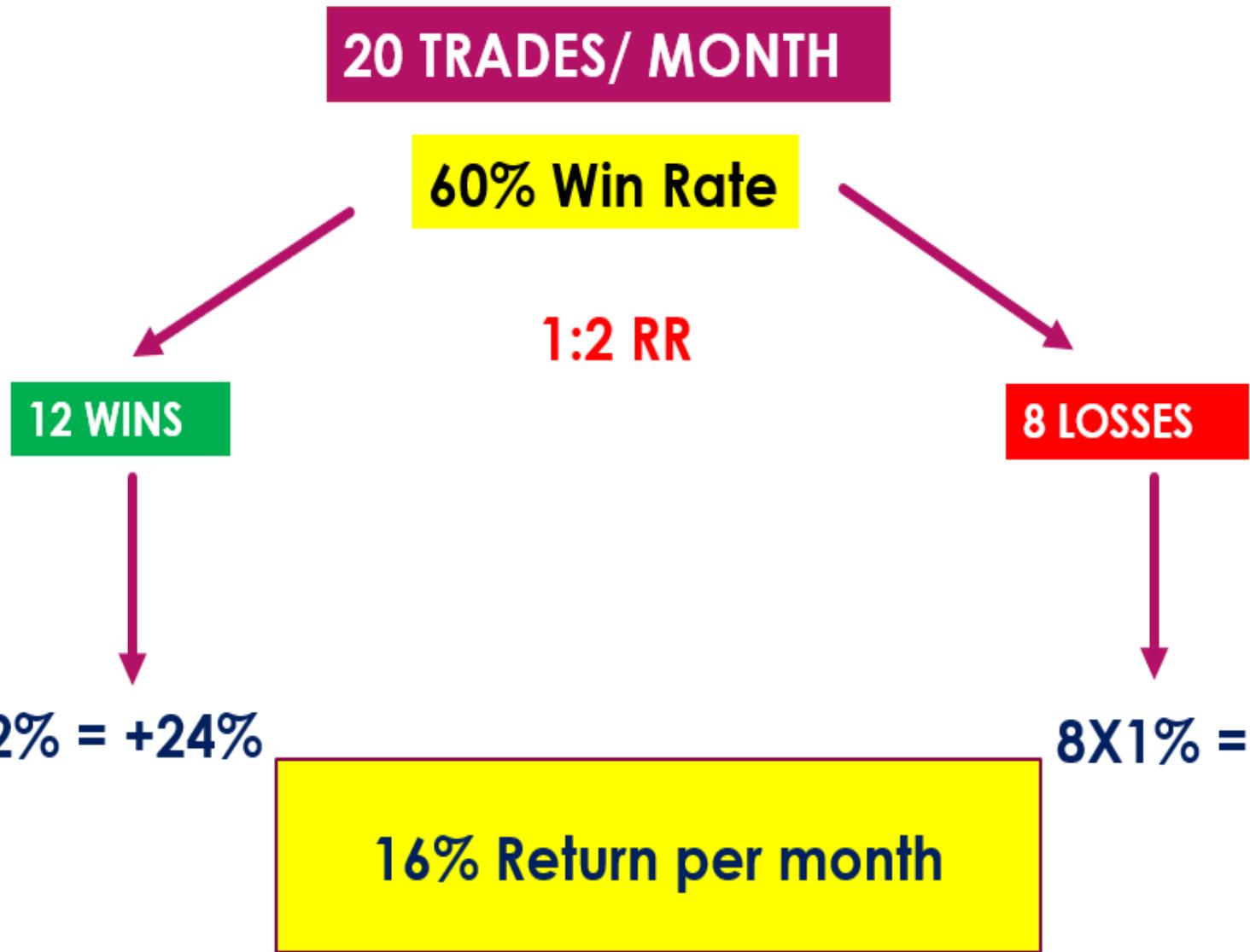
4) **Have a daily limit loss of say max. 2% of your total capital.**

(Have a daily limit on your losses, if risk is 1% per trade, if you took 2 trades and both hits your SL, you are done for the day, no more trades for the day)

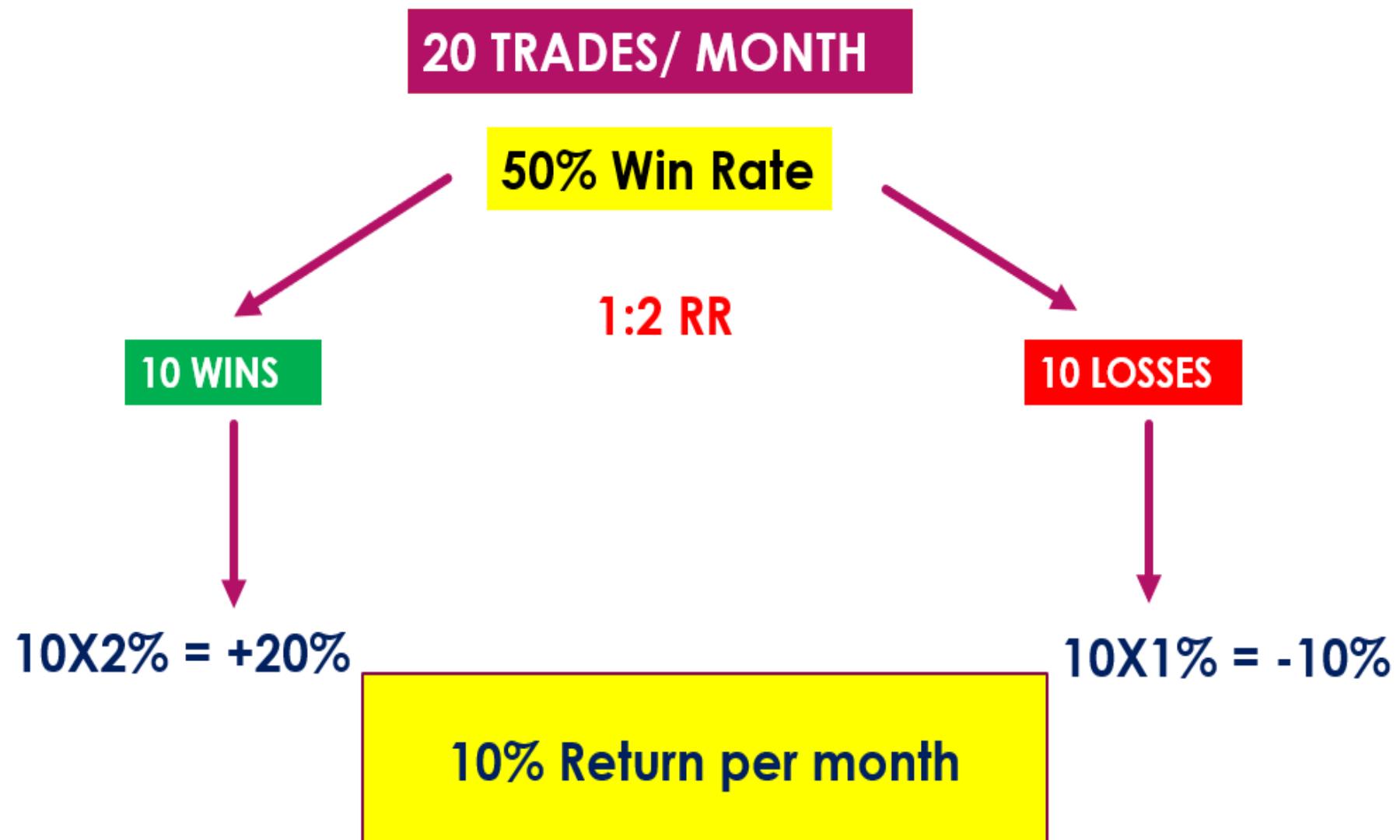
5) **Have a Strict Risk Reward ratio of around 1:2 per trade.**

(More than win rate focus on Risk Reward, If risk reward is 1:2 and your win at least 50% of the time, you are guaranteed to be a profitable trader)

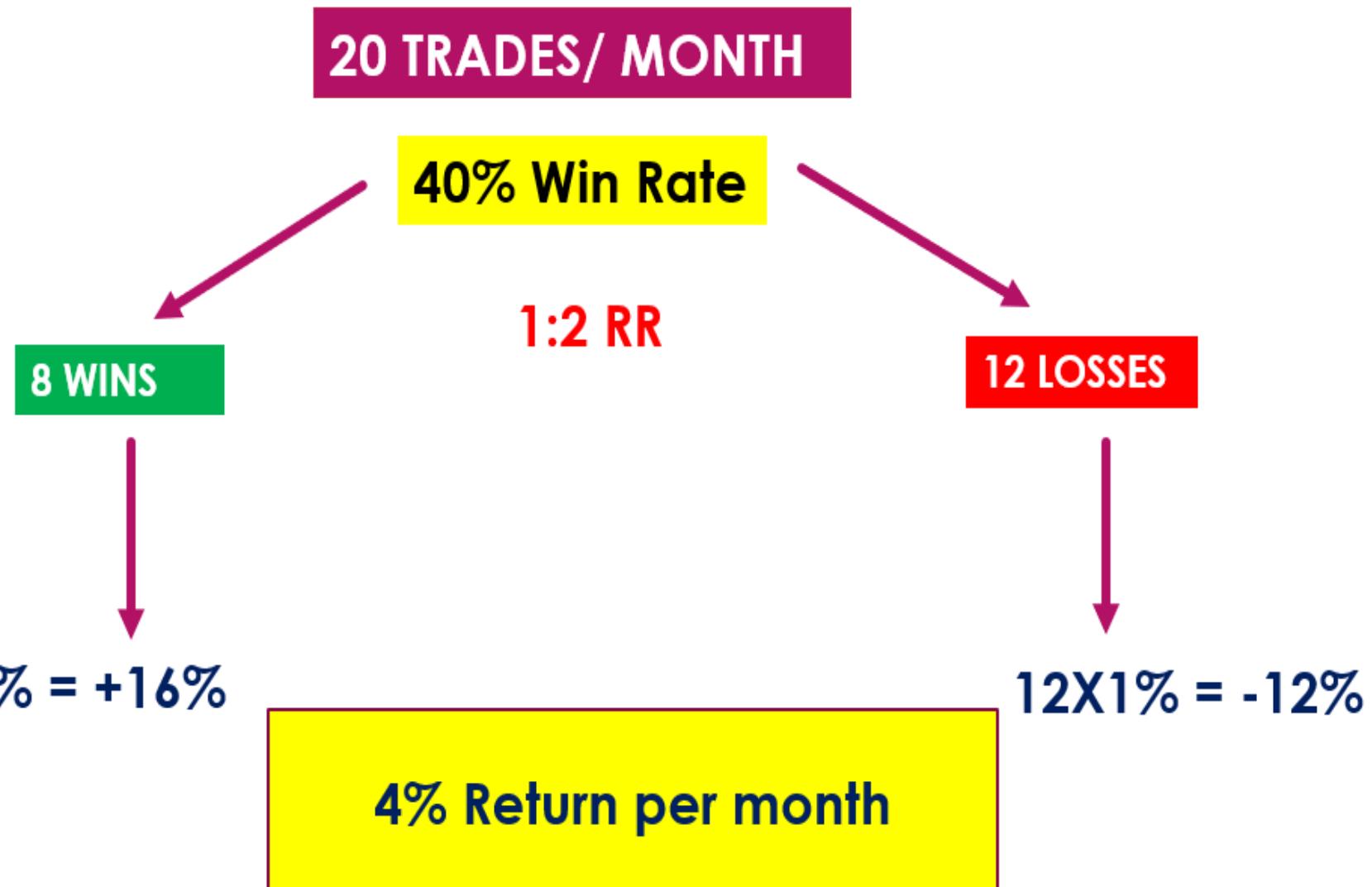
Return on 60% Win Rate



Return on 50% Win Rate



Return on 40% Win Rate



Preparing and maintaining Trading Journal

A trading journal is a complete record of all your trading activity over time. It consists of 2 things, first, writing down the results of all your trades, second, saving the chart with your entry/exit marked on it.

Record-keeping is the key to success in every profession or skill; if you want to improve, you have to record your trades.

Without having a Trading journal you will never be able to analyze it and remember why you took that trade, unless you have maintained records of all trades.

Trading journal is the one which differentiates Professional traders from amateurs.

And most importantly, it will make you a very systematic trader and once started, you will enjoy doing it.

SESSION -4

TRADING PSYCHOLOGY

Why Trading Psychology most important in Trading



Successful Trading comprises of 3 parts, in that 50% of Trading success comes from Trading Psychology, not strategy.

Successful traders are not successful because of some secret strategy or secret indicator but because of right mindset.

Many new Traders constantly search for “Holy grail strategy” that can give winning trades all the time, does it Exist??.....NO

Powerful ways to control emotion during Trading

► Having strict Discipline

Trade according to entry/exit rules, never on your emotions...

Focus on following the rules, not on outcome of the trade...

Avoid.....

Revenge Trading - (Exit once SL hits, don't keep fighting with market)

FOMO(Fear of Missing Out)- (if you miss one, another one will come)

Over Trading- (Have strict rule of 2-3 Traders per day)

► Think logically

Trading is probability game, any strategy can have loosing streak(4-5 or more) or winning streak(4-5 or more)

As long as you have 50% win rate, with average win is more than your average loss, you will stay profitable over log run.

Powerful ways to control emotion during Trading

► Have confidence

Having confidence doesn't mean having confidence to take big trades, but having confidence in your strategy.

Stick to one strategy and master it, don't jump from one strategy to another strategy.

To know how powerful your strategy you need to take min 100 trades and then decide.

► Patience

Wait patiently for right set up, only trade when there is high probability set up/pattern.

When you are in doubt, do nothing, don't trade.

Day trader doesn't mean one has to be constantly trading the entire day. Taking 10 -15 trades....

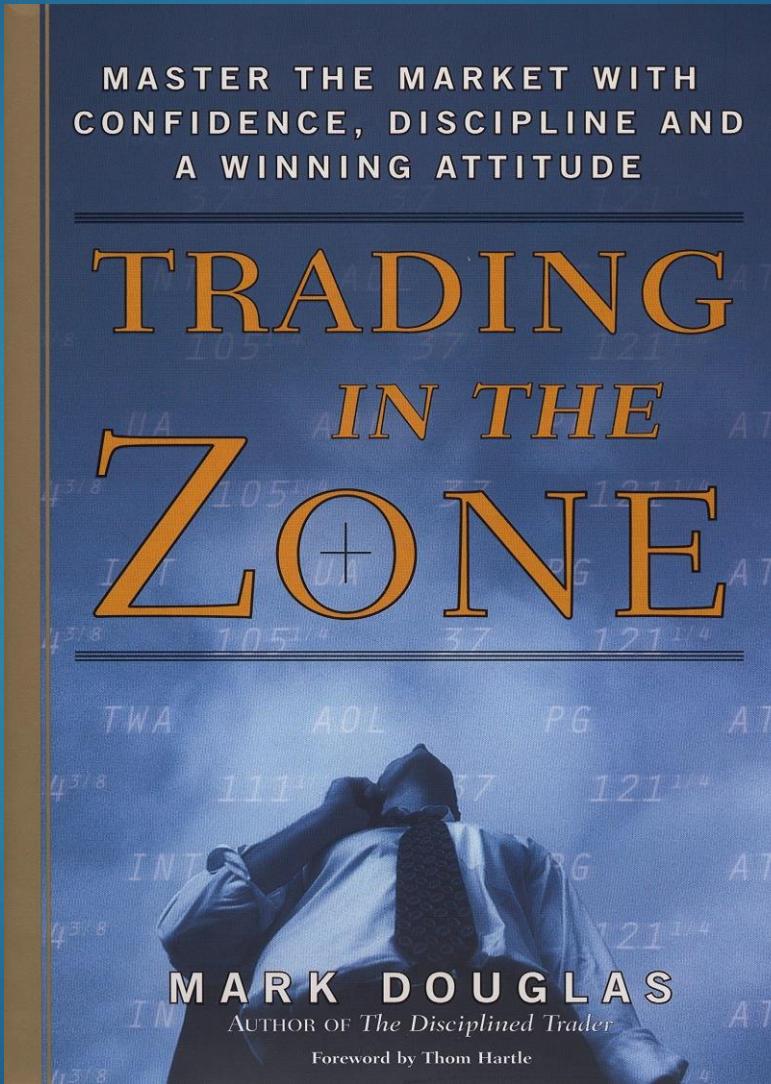
1-2 good trades per day enough to stay profitable month after month.

► Self Analysis

Do a self analysis on your personality – Ask yourself what's your weakness ? Are you an impatient person? Are you a short tempered? Are you Egoistic person? Are you Revengeful?

If answer is YES to anyone of them then work on it, because your personality reflects in your trading.

Highly Recommended Trading Psychology Book



7 tips to become successful Day trader

- 1) Why you want to enter in Trading business? because of easy money or financial freedom or fast money? Or you have real passion for Trading and passionate about chart analysis.
- 2) Do you have big Financial liabilities – like big EMIs to pay/ depending solely on trading profit to run the house? You should be in NO pressure to make profit every day in trading.
- 3) Trade only Index(Nifty & Bank Nifty) or Trade only in limited (5-10) stocks or commodities or forex, that will give you a great edge and helps you in understanding personality of the instrument you trade.
- 4) Strictly maintain Trading journal and record your daily trades and also save your chart on which you traded (I have more than Five hundreds EOD charts saved in my computer, which I analyze on regular basis, and that helped me in mastering chart reading)
- 5) Set strict rules in your trading, like not more than 2/3 trades per day, and max. loss -2R per day, and have strict Risk Reward in each trade.
- 6) Treat Day Trading as a serious business, treat your SL like cost of doing your business.
- 7) Trading is mainly mind game(50% success depends on Trading psychology) faster you master your mind faster you can be successful...

Respect Risk...Trade with the Rule, not with your Emotion.



THANK YOU