

There is a substantial risk of loss associated with trading Derivatives . Losses can and will occur. My methods will not ensure profits

Thursday, September 4, 2014

04092014



Nifty opened near PDL and sold. Went short on the BPB of PDL. Covered when the second attempt to go below BRN failed. Range move for a long period. Long on the BOF of LOD/BRN.I was not very confident as PDL was very near and the BOF did not go below the tail extreme. As expected there was some short covering. Price broke PDL and DO/HOD. Nifty is now in decline mode making lower low and lower high in daily chart.

Posted by SMART Trader at 3:57 PM

36 comments:



Unknown September 4, 2014 at 4:35 PM

Hello ST Sir,

Please send me your contact number.. need to talk to you.

Thanks!

Reply

Replies



SMART Trader September 4, 2014 at 10:04 PM

Sorry.

I would like to interact either through blog comments or through mail.

ST

Reply



Unknown September 4, 2014 at 5:28 PM

Hi ST

are you referring to the tail extreme of the candle where you TP in the first trade??

Thanks TRP

Reply

Replies



SMART Trader September 4, 2014 at 10:05 PM

Yes. The last BOF did not break that level

ST

Reply



L.V.Gandhi September 4, 2014 at 5:48 PM

Dear ST

Below 09:27 candle, space was only 7 points to BRN, But Risk You took was more than 14 Points. Will you please explain your thought before taking that trade and allowing another PB just near previous TOP.

Reply

Replies



SMART Trader September 4, 2014 at 10:11 PM

Break below PDL is a major transition. Market is likely to shift to reverse gear after a long time. That is daily chart making a lower low and entering decline mode. Further price got accepted below NS BRN 8100 So took a chance.

ST



L.V.Gandhi September 5, 2014 at 6:15 AM

Thanks for the nice explanation.

Reply



rocky September 4, 2014 at 6:01 PM

http://i59.tinypic.com/e7ie03.png i have two question one is related to exit of trade as we close back in range of BRN after breakout and second one is related to pp entry at 14

Reply

▼ Replies



SMART Trader September 4, 2014 at 10:20 PM

First trade was a good one.

Breakout entries are low probability ones. Most of themwill fail.

I avoid themas far as possible. Attempt only trend BO or with a BOF of other side.

ST

Reply



videv September 4, 2014 at 6:23 PM

About the BOF LOD/BRN trade, I didn't take it since I saw it as a TST of LOD rather than a clean BOF. PDL being close was another concern.

However when it broke above PDL in 1457 candle and next candle was a small one, I thought of it as BPB long PDL and tried to go long using buy limit SL order above 8121.8, but couldn't because it ran away within seconds while I was figuring out how to put limit SL order! (I haven't used themyet).

My question is: would it be valid to go long as BPB of PDL at that level above PDL? I was aware of FTA HOD being close but based on high volume on breakout bar thought it could be good for 12 pts or more.

Reply

Replies



SMART Trader September 4, 2014 at 10:27 PM

It was just a short covering rally.

Many day traders were short and they waited for a sell off which did not happen

We cannot say how long the move will last. Safer to enter at the beginning of the move

ST

Reply



Isn't it too early to call NIFTY in decline mode on the daily TF?

Reply

Replies



SMART Trader September 4, 2014 at 10:39 PM

Decline mode does not mean the market is going to fall or daily in down trend. Today's candle in daily chart made a lower high and lower low.

Rally and decline refers to the Micro trend in day time frame which is the lowest level trend http://niftynirvana.blogspot.in/2012/12/major-swing-pivots.html

ST

Reply



kishore September 4, 2014 at 10:52 PM

Hi ST,

Took 2 shorts.. Both failed and reached my daily quota of loss.

Please advice

http://tinypic.com/r/2rqhdhl/8

Did nt take BPB PDL since BRN was near . Second trade I took because of TRAP.

thanks n rgds Kishore

Reply

Replies



SMART Trader September 5, 2014 at 9:07 AM

Both the trades were BO trades. Even if you consider the TRAP. It never broke the earlier extreme for an entry

ST



kishore September 5, 2014 at 2:03 PM

Thanks ST Moving forward I will take only BOF trades and BPB trade only if there is a BOF in the other side . Happy Onam Kishore

Reply



Unknown September 5, 2014 at 8:55 AM

Thanks ST

Happy Teacher's day to you!!! Thanks for being there!!

TBP

Reply

Replies



SMART Trader September 5, 2014 at 9:13 AM

Thanks.

I salute all those wise men/women from whom I stole and borrowed

ST

Reply



Unknown September 5, 2014 at 9:20 AM

imusing nest i have only limit , market and SL orders. how to place SL market order Reply $\,$

Replies



SMART Trader September 5, 2014 at 9:59 AM

I amusing Zerodha Trader 4 types of orders are available in it Limit, Market, SL, SLM

ST



Unknown September 5, 2014 at 10:33 AM

instead of SL M we can use SL with 2 to 3 points difference between trigger and limit

Reply



Trekkie September 5, 2014 at 9:20 AM

Hi ST.

Your teaching is simple and consistent, you guide us daily and pay attention to each individual in the most amazing way, such teaching is nowhere on the net and can hardly be found even in the real world. You are a teacher, guide, mentor all rolled into one for us here. You are like the teacher Bruce Lee talked about...in Lee's words, A true teacher is never a giver of truth; he is a guide, a pointer to the truth that each student must find for himself. You are simply an awesome teacher ST. You have also **honestly** shared the knowledge and trading wisdomyou have gained through your hard work which is super awesome. Thanks again a LOT.

Reply

Replies



SMART Trader September 5, 2014 at 10:10 AM

I amhappy that I could guide a few. Most of themare still in Cognitive stage.

Few of them have reached the associative stage. Our ultimate aim is to reach the third stage which is called Autonomous stage. It is going to be a long journey.

http://niftynirvana.blogspot.in/2014/03/long-haul.html

ST

Reply



Unknown September 5, 2014 at 10:59 AM

can we retail traders trade nifty spot? if no who can trade nifty spot price?

Reply

Replies



SMART Trader September 5, 2014 at 11:55 AM

Nifty is the index. No body can trade it. You can only trade its derivatives, Futures and Options

ST

Reply



Unknown September 5, 2014 at 11:18 AM

can we make living trading only NF in long run? wat if nifty consolidates for months?

Reply

Replies



SMART Trader September 5, 2014 at 12:14 PM

I hope so.

If it consolidates in a 10 point range for six months, we may need to explore something else.

ST

Reply



Trekkie September 5, 2014 at 11:27 AM

j,

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Reply

▼ Replies



SMART Trader September 5, 2014 at 11:50 AM

Thank You and same to you...

ST



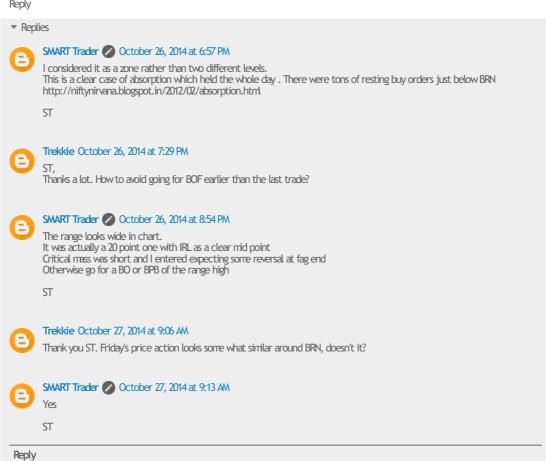


Trekkie October 26, 2014 at 12:28 PM

Hi ST,

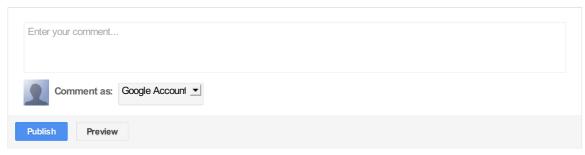
In this chart, why are we not taking the BRN as range low http://imagizer.imageshack.com/img538/2606/s3bbZo.png At what point did you decide that it is not the BRN (red line) but the LOD (your blue line) that is more significant? Thanks a lot for your help.

Reply



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