

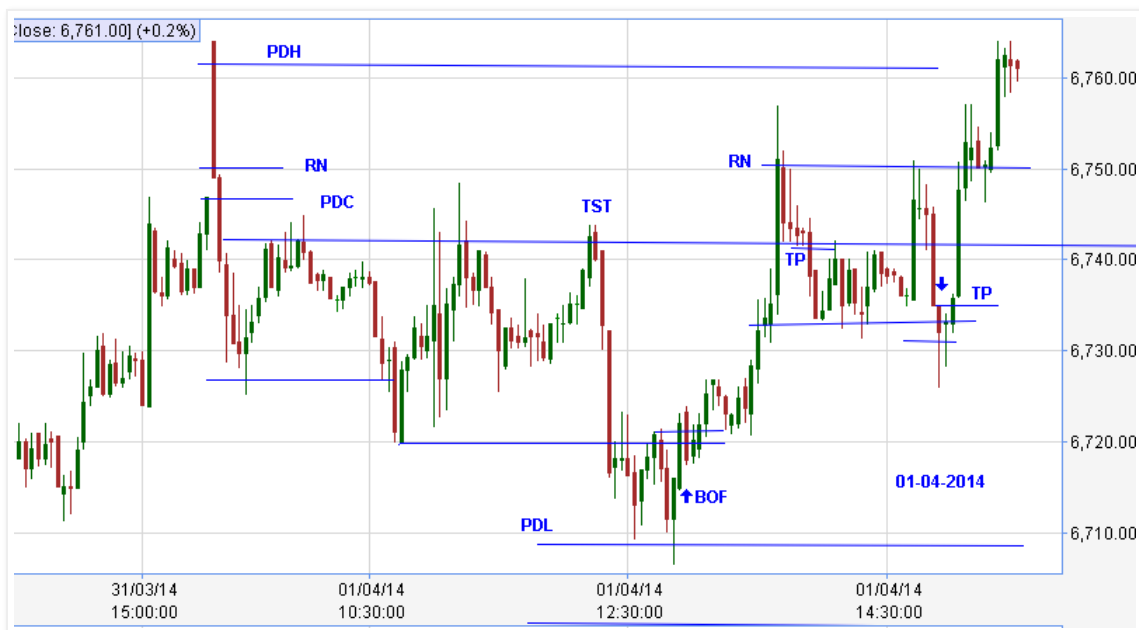


This image is no longer available. Visit tinypic.com for more information.

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

Tuesday, April 1, 2014

01042014



First trading day of the financial year ended up as too choppy. Did not attempt any trades till the RBI announcement is over. There was no way to capture the TST down move. Price hit PDL and bounced. Second push down ended as a BOF. Long when price re entered the range. Quick up move through the fluid. Could not exit at RN as my trading terminal froze. Exited when price fell inside the range. Price consolidated near NS BRN. Attempted a short on break of this range. Thought it will go to PDL, but had to reverse it above the entry bar. No other trades attempted.

Posted by [SWARTTrader](#) at 3:48 PM



32 comments:



[nifty for bread](#) April 1, 2014 at 4:34 PM

Sir,

I took the the BOF of PDL Long. But made a premature exit due to improper trailing. I hurried up things, when the second attempt to take the price above failed.

Did you keep the trailing Stop loss at the low of 1.18 Noon candle? If so, how many points below the low of this candle?

This candle looked very much like a swing pivot till 1.27 Noon candle made a lower low.

Thanks,
S.Karthikeyan

Reply



[nifty for bread](#) April 1, 2014 at 4:39 PM

Sir,

The place where you entered your second trade was a TRAP, w.r. to 2.18 Noon candle low?

Thanks,
S.Karthikeyan

Reply



Uday Dave April 1, 2014 at 4:55 PM

Hi ST,

Aren't these choppy days good for day trading? Today was a good day for trading with two successful trades at range extremes, TST and BOF.

For third trade, first there was a WRB breaking range high, PDC and RN. Then price pulled back to bottom of WRB MC, consolidated and then gave BOF. Can we enter on BOF in such situation?

Reply

Anonymous April 1, 2014 at 5:47 PM

Hi ST,

After 2.30 PM price action seems like flag formation layer over layer even yesterday the same formation. So shall we predict market will gap up to PDH tomorrow.

Thanks

Suresh

Reply



SMART Trader April 1, 2014 at 5:51 PM

KS

Initial stop was below the BO bar

Then raised to pullback red candle low. If there is a round number near, keep SL beyond this. Here below 6720

<http://nifty nirvana.blogspot.in/2012/09/round-numbers.html>

It is not a TRAP. More of a range BOF

ST

Reply



SMART Trader April 1, 2014 at 5:58 PM

URD

How do we know the market is going to chop? No way. We can be a little more careful on announcement days.

Once we get stopped out and feel the market behaviour confusing, stay out

ST

Reply



SMART Trader April 1, 2014 at 6:09 PM

Suresh

I do not hold any overnight positions and not bothered about where it is going to open.

Let it gap up 6000 points at 12760.

Then there are 2 DPs RN 12750 and DO. soon market will create IR. Then it is business as usual

ST

Reply



nifty for bread April 1, 2014 at 6:21 PM

Thank you Sir for the guidance.

S.Karthikeyan

Reply

Anonymous April 1, 2014 at 7:09 PM

Hi ST

Did not follow the market today.

Regarding the third trade..

Why didnt you take the trade a bit earlier below MC or a swing low just after the MC

?

rgds

Kishore

Reply



SMART Trader April 1, 2014 at 7:33 PM

Kishore

When I too the short Market had created a new range. 6732-50
Went short on break of range low
There was too much of chop and congestion in 6232-40 area and I wanted the price to move away from this area

ST

Reply



amber April 1, 2014 at 8:50 PM

Sir good evening ,sir in 5 min t/f the 1.25 pm candle be taken as trend change candle and stop loss can be at its low,kindly update thnx

Anonymous April 1, 2014 at 9:15 PM

sorry ST,
I have seen you taking trades using MC
I didnt get from your comment why you didnt short the MC

Please see the image
<http://tinypic.com/r/2nd5jif/8>

thanks n rgds
Kishore

Reply



SMART Trader April 1, 2014 at 9:19 PM

Amber

12.45 candle in 5M cracks MSP and trend changes

ST

Reply



goodidea.vishal April 1, 2014 at 9:20 PM

hii

sir ,

can i use DP method for small price stock .i am free after 4 pm every time . i think i will track and trade in mcx through this method , but
apply only for LEAD,ZINC,COPPER and NICKEL only . not for crude and gold ,silver .

actually base commodity price around 120,130,400 and 950 rs Respectively .

is any any issue for price is small as compare to nifty . i think NO .
but i want to sure from your end .

i am tracking since 2 week and now think to trade with mini lot .
before that ..i think ask to you .

thank you sir

Reply



SMART Trader April 1, 2014 at 9:42 PM

Kishore

I have written it in the original post. Price was chopping around NS BRN and I wanted it to move away.
Look at the left. Price respected the 6730 area many times
When price failed to breakout to the upside once again I went short expecting a lot of stops below the range low.

ST

Reply



SMART Trader April 1, 2014 at 9:49 PM

Vishal

I stopped trading Commodities long back as I am not interested to sit in front of the terminal till midnight.
Watch live market and ensure the method is working well on them before committing money

ST

Reply

Anonymous April 1, 2014 at 10:02 PM

thanks ST got it

rgds
Kishore

Reply



amber April 1, 2014 at 10:06 PM

Sir thnx and your simple method of teachings r very very help full thnx very much
Reply



Uday Dave April 1, 2014 at 11:01 PM

Hi ST,

I was going through some old charts. I would like to bring your attention to the post dated 15032013. I liked the way you put your thoughts creating a real picture of trader's mind through the trading day.

"Yesterday was a reversal day. Usually after a reversal day there will be some follow up in the same direction. My bias is bullish.. Nifty opened near PDC. First bar attempted to go above PDH but got rejected. I am feeling bearish now. Will short below point A. Why it is not going below the first bar ?. A breakout above PDH.. Hey I am bullish again. Will try to go long. There could be a channel move in the morning session..."

It is fantastic. Nowadays your daily posts are very brief, to the point.

Would love to see the posts that way....believe me it would be more educative and in benefit of others.

Thanks

Reply

Anonymous April 2, 2014 at 8:31 AM

Sir,
Since two month I am in the zone of No Profit No Loss (promoted from the zone of only loss , thanks to my procedural memory). Group of Small losses are eating away big profits and that losses occurs mostly when the market starts trading in the zone of 10 to 12 points .I start selling Range low extreme which result in Bof & vice versa. No sign of improvement sir, so thought of taking your help.I went through your posts but not sure which post deals this problem
Kindly help.

Thanks

Arvind

Reply



SMART Trader April 2, 2014 at 10:28 AM

URD

It is too tiresome a job to type all the thoughts. I will think about pod casts. Not a video but a recorded sound track.
Little busy with my daughters education plans. She has written her Plus Two exams and awaiting results

ST

Reply



SMART Trader April 2, 2014 at 10:44 AM

Arvind

Path to profitability is very slow
You need to analyze what is going wrong and correct it

- 1.If you are losing trading BO avoid it.. Trade only BOF.
- 2.If you are losing trying to trade 10 point range. Don't trade such narrow ranges
- 3.If you lose trading counter trend avoid it and focus on trend trades.
- 4.Do what works well and avoid what is not working for you

You are well aware of what is going wrong and you are not taking corrective action. Then how can you expect improvement?
Nobody can help you if you are not willing to help yourself

ST

Reply



Uday Dave April 2, 2014 at 10:45 AM

Good Morning ST

Thanks. Please do it per your convenience.

I wish her all the best and a very bright future.

Reply

Uday Dave April 2, 2014 at 11:51 AM



Hi ST

Took a trade as BOF here

<http://www.mql5.com/en/charts/1678404/nse-nifty-m3-gci-financial-ltd>

After 45 minutes into the trade, as it was getting support at PDH, scratched it. Hope it was a wise decision. Lets see what happens next.

Thanks

Reply

Anonymous [April 2, 2014 at 12:17 PM](#)

Sir,

Thanks for your valuable advice.

You are absolutely right I very well know what is going wrong and what right ,but was just reluctant or lazy to act on them

Thanks

Arvind

Reply

nirtos [April 2, 2014 at 12:27 PM](#)

Hi St,

can now bo below range be shorted.

Thanks

Reply

nirtos [April 2, 2014 at 12:33 PM](#)

ST,

I shorted IRL and got stopped out.

I am now hesitating to trade. I am asking only if due to revenge (previous sl hit) I am thinking of short it now.

Reply



SMART Trader [April 2, 2014 at 1:06 PM](#)

nirtos

<http://niftynirvana.blogspot.in/2013/10/breakout-blues.html>

You are attempting a counter trend breakout in an extremely bullish market. That too to RN 6750. If you are afraid to miss a momentum move down use some filter for the entry say 4-5 points

ST

Reply



Uday Dave [April 2, 2014 at 1:30 PM](#)

ST

Now it seems like pressure play at PDH/PDC/LOD. What do you say?

Reply



SMART Trader [April 2, 2014 at 2:20 PM](#)

URD

expect a move @14.30

ST

Reply

nirtos [April 2, 2014 at 2:35 PM](#)

Thanks ST, I did not play breakout, instead I went long on bof of range low. Lets see thanks again

Reply



Uday Dave [April 2, 2014 at 3:09 PM](#)

Boooooom....

Great.

Reply

Add comment

Note: Only a member of this blog may post a comment.

Enter your comment...



Comment as: Google Account ▾

Publish

Preview

[Newer Post](#) • • • • • [Home](#) • • • • • [Older Post](#)

Subscribe to: [Post Comments \(Atom\)](#)

Important Posts

- [Disclaimer](#)
- [Glossary](#)
- [Rants 'n Raves](#)
- [Structure and Patterns](#)

Download E-Books

- [Decision Points](#)
- [Structure and Patterns](#)
- [Rants N Raves](#)
- [TRADE-SCORE](#)
- [Video Promo](#)

[Statcounter](#)

Reciprocal Links

- [Lance Beggs @ YTC](#)
- [URD @ charttechnicals](#)
- [KPL @ virdirect](#)

Blog Archive

- [2015](#) (100)
- ▼ [2014](#) (274)
 - [December](#) (22)
 - [November](#) (19)
 - [October](#) (23)
 - [September](#) (22)
 - [August](#) (22)
 - [July](#) (27)
 - [June](#) (26)
 - [May](#) (20)
 - ▼ [April](#) (22)
 - [30/4/2014](#)
 - [29/4/2014](#)
 - [28/4/2014](#)
 - [New Look YTC](#)
 - [25/4/2014](#)
 - [23/4/2014](#)
 - [22/4/2014](#)
 - [21/4/2014](#)
 - [Trading Hesitation](#)
 - [17/4/2014](#)
 - [16/4/2014](#)
 - [15/4/2014](#)
 - [11/4/2014](#)
 - [10/4/2014](#)
 - [09/4/2014](#)
 - [HFT Humbug](#)
 - [07/4/2014](#)
 - [Reading: Train Your Brain](#)
 - [04/4/2014](#)
 - [03/4/2014](#)
 - [02/4/2014](#)
 - [01/4/2014](#)
- [March](#) (24)
- [February](#) (21)
- [January](#) (26)
- [2013](#) (299)
- [2012](#) (338)