



This image is no longer available.  
Visit [tinypic.com](http://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*

Friday, August 8, 2014

08082014



Nifty gaped down 80 points from previous day close. It was 140 point fall from yesterday evening. I was not expecting much fall again today . Price never came above IRH. Attempted two trades BOF of Range High/BRN. and a BO below LOD. Both trades did not work.

Posted by [SMART Trader](#) at 3:41 PM



25 comments:



[Unknown](#) August 8, 2014 at 3:49 PM

Hi ST  
Did the fluid below enticed the BO??

Also, I have posted on my blog a a post on some chart patterns which usually occur on a higher time frame (Hourly/ Daily). I find them useful on hourly charts for swing trades. getting out of town fro some personal work. Will relate those patterns to some examples(trades) which I already took, once I come back. Do go through the post!!

Click [Here](#)

Thanks  
TBP  
Reply

▼ Replies



[SMART Trader](#) August 8, 2014 at 6:14 PM

TBP

Price has fallen 140 point since yesterday afternoon. I did not expect a further fall without a meaningful pull backor a little time correction. Being weekend there will not be any new commitments from traders. will check the patterns

ST



**Bharat** August 9, 2014 at 11:03 AM

ST,

How is this situation difference today compared to 4th August. where u took Direct long over the range.. considering most of the traders are bearish and their stoploss trapping will give us enough order flow after entry?

Regards

Bharat



**SMART Trader** August 9, 2014 at 12:01 PM

Situation is different

Today price opened gap down and traded in a lower range where you adopt a bearish approach  
On 04/08/2014 price gaped up and settled in a higher range where it is slightly bullish

Reply



**Kishore** August 8, 2014 at 3:55 PM

ST,

Why didnt you take a BO trade above BRN were you took your first trade ..

Conditions favoring BO:-

Space :- Fluid above

Critical mass :- Short

Orderflow :- ??

Risk :- good.

Trend :- Down ...

Only trend is down here ...So y not that BO ...?

thanks n rgds

Kishore

Reply

▼ Replies



**SMART Trader** August 8, 2014 at 6:28 PM

I don't want to trade against such a down move. I have no suicidal tendency

I would have gone long if the BO happened after a BOF of range low or on a good BPB

Three BOF of the range low happened later. All of them could not take the price above range high

When current range is below the previous range preferred trade is selling the high

ST

Reply



**Price Action Lab** August 8, 2014 at 3:56 PM

Hi ST,

Please review my trade.

<http://www.screencast.com/t/j6XhwAeoR>

Naveen

Reply

▼ Replies



**SMART Trader** August 8, 2014 at 6:33 PM

Good trades.

I thought of taking your second one.

But postponed my entry to the break of LOD which never happened

ST

Reply



**Only Nifty** August 8, 2014 at 4:41 PM

ST Sir,

Dull session.

Trades [here](#)

Reply

▼ Replies

**SMART Trader** August 8, 2014 at 6:35 PM

Very Dull. I hate these gaps



Why don't Nifty open near PDC and fall 100 points?

ST

Reply



rocky August 8, 2014 at 4:44 PM

HELLO sir which data feed you are using ?? mine chart is bit different and i ask some qq on chart please answer...

<http://i61.tinypic.com/2mx4tb7.png>

Reply

▼ Replies



SMART Trader August 8, 2014 at 6:55 PM

I am using I charts

Avoid Counter trend trades on these kind of days

Think about longs only after price gets accepted in a higher range

ST

Reply



VKM August 8, 2014 at 4:51 PM

ST sir

Took same trades as yours, exits also at same levels.

<http://dpinratrading.blogspot.in/2014/08/08082014.html>

Can we take long above 13:15 candle high as FTC below LOD?

VKM

Reply

▼ Replies



SMART Trader August 8, 2014 at 7:02 PM

Avoid longs till price settles at a higher range.

Otherwise manage and trail very tight

ST



VKM August 8, 2014 at 8:55 PM

Thank you sir

VKM

Reply



xrtrader1 August 8, 2014 at 5:19 PM

Hi ST,

(If space was there). PP trade from the (TP of second trade) valid?

Reply

▼ Replies



SMART Trader August 8, 2014 at 7:08 PM

It may work. But IMHO why should one go for such low probability ones?

If you take two such trades and lose 10 point each, your loss will mount to 25 points with commission

Even if you make 28 points in your third one, you will go home empty handed

ST



xrtrader1 August 8, 2014 at 7:16 PM

Thanks ST..

Reply



Unknown August 8, 2014 at 6:59 PM

Hi ST Sir Good Evening

Very Choppy Day Today

<http://i.imgur.com/gRCpiZP.jpg>

Reply

▼ Replies



**SMART Trader**  August 8, 2014 at 7:12 PM

Avoid longs unless price settles above the current range

ST

Reply



**WOLFPAQ** August 8, 2014 at 11:41 PM

good evening sir...

I am new to trading and trying to get a hold here.... just wanted to know the reason for today's Gap Down.

Reply

▼ Replies



**SMART Trader**  August 9, 2014 at 9:51 AM

To be frank, I don't know

I try to trade short term demand supply imbalances in market

ST

Reply



**goodidea.vishal** August 9, 2014 at 1:31 AM

Hi sir,

I post on my blog regarding free real chart of NSE (Nifty spot and future) and other exchanges MCX, NCDEX and forex. There is some delay but it is useful for practice, or those people are don't want to spend money on chart. May be useful for someone.

Thank you

Reply



**goodidea.vishal** August 9, 2014 at 1:33 AM

Sorry, forgot to post link, below is link of that post <http://chartindia.blogspot.in/2014/08/free-real-time-charts.html>

Thank you

Reply

▼ Replies



**SMART Trader**  August 9, 2014 at 9:54 AM

Thanks

I will include the link in a post

New traders may find it useful

ST

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 @ vfmindirect](#)

#### Blog Archive

- [2015](#) (100)
- ▼ [2014](#) (274)
  - [December](#) (22)
  - [November](#) (19)
  - [October](#) (23)
  - [September](#) (22)
  - ▼ [August](#) (22)
    - [28082014](#)
    - [27082014](#)
    - [26082014](#)
    - [25082014](#)
    - [22082014](#)
    - [21082014](#)
    - [20082014](#)
    - [19082014](#)
    - [18082014](#)
    - [14082014](#)
    - [13082014](#)
    - [12082014](#)
    - [11082014](#)
    - [Taming the Trend](#)
    - [08082014](#)
    - [07082014](#)
    - [06082014](#)
    - [05082014](#)
    - [04082014](#)
    - [Gift from Dilipbhai](#)
    - [Practice Patience](#)
    - [01082014](#)
  - [July](#) (27)
  - [June](#) (26)
  - [May](#) (20)
  - [April](#) (22)
  - [March](#) (24)
  - [February](#) (21)
  - [January](#) (26)
- [2013](#) (299)
- [2012](#) (338)