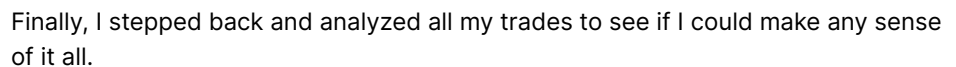




## How I Developed My System

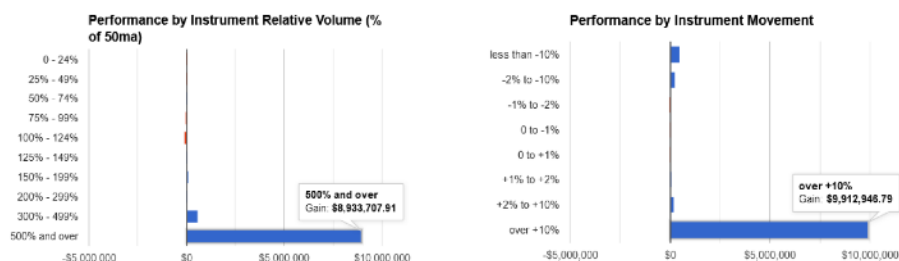
**I hit rock bottom before I was able to “reset” my mental game and become a profitable trader.**

[illegible]

After going through trade by trade, I was surprised and relieved to see that all of my winning trades had similar characteristics. I focused on finding stocks that met those criteria and only traded those.



## Focusing on Relative Volume and % Gainers was my turning point



Things turned around, and to this day, over ten years later, I'm still using these same criteria. This system has helped me generate over \$10,000,000 in day trading profits.

You can view my audited broker statements here: <https://www.warriortrading.com/ross-camerons-verified-day-trading-earnings/>.

As a reminder, my results are not typical. We do not track the typical results of past or current customers.

### My Stock Selection Criteria

Now that I knew what types of trades were working for me - and which were not - I needed to document what I was looking for and be really specific about it.

I'm sharing these criteria with you on the next page. After using different scanning software for years, I saw an opportunity to make it so much easier and smoother for day traders like myself to access customized scanners by developing them myself. With my very own tech team, we've been offering our beloved day trading scanners since 2020. You can learn more about how to subscribe to them here: <https://www.warriortrading.com/scanners/>

## This is my Proprietary Scanning System that took me YEARS to develop

### Indicators of High Demand and Low Supply

- 1) **Demand:** 5x Relative Volume (5x Above **Average Volume** today)
- 2) **Demand:** Already **up 10%** on the day
- 3) **Demand:** There is a **News Event** moving the stock higher
- 4) **Demand:** Most day traders prefer **\$1.00 - \$20.00 \*\***
- 5) **Supply:** **Less than 10 million** shares available to trade. **\*\***

**\*\*during volatile markets higher price and float can be okay**



Based on my own metrics, I created a detailed set of criteria for the right type of stocks to day trade.

1. The first set of criteria is 5x Relative Volume. Relative Volume is a calculation of the average volume a stock experiences. Typically, Relative Volume is calculated by taking the average volume over a 30-day period. If for example, a stock is trading with an average daily volume of 100,000 shares over 30 days, then today has 1 million shares of volume, the Relative Volume Ratio would be 10. At a minimum, my metrics showed me I needed stocks to have at least a Relative Volume Ratio of 5.
2. The second requirement is that a stock is already up 10%. You probably already know this about me, but when I began trading, I had a small account. I couldn't afford to waste time buying a stock and hoping it would go up in a few days. I had to use my limited capital carefully by trading stocks I already knew were moving. If you've ever watched me trade, you already know that I'll never buy a stock that's not already moving. It needs to already show signs of strength in order for me to have any interest. At a minimum, I need a stock to be up at least 10% on the day. The only exception to this is if the stock made a really big move on the previous day, and is still holding those prices. This is called a continuation setup.
3. Third, I always prefer a catalyst. The catalyst is the reason the stock is moving higher. While it's possible for a stock to move up without a clear fundamental catalyst, my best trades are when the catalyst is obvious. This means the stock generally will have breaking news that causes the stock to begin moving higher. I don't have a strong preference towards exactly what the news is, but there must be a headline that justifies why the stock is moving.
4. I've found I have the most success on stocks priced between \$1.00 and \$20.00, and I think that's because this price range is generally the most popular among retail traders with relatively small accounts. Most of us can't afford to buy stocks like Nvidia or Tesla, and as a result focus on the lower-priced, but highly volatile, small-cap stocks.
5. The 4 requirements above all relate to characteristics of high demand. The 5th requirement relates to supply. The float is a term used to describe the number of shares available to trade. When a company makes its Initial Public Offering (IPO) they sell a fixed number of shares onto the market. From that point forward, those shares are known as the float, and they represent the supply. Companies with less supply will tend to experience more dramatic imbalances between supply and demand. These imbalances are what create 50% - 100%+ intraday moves. This is what active traders look for.

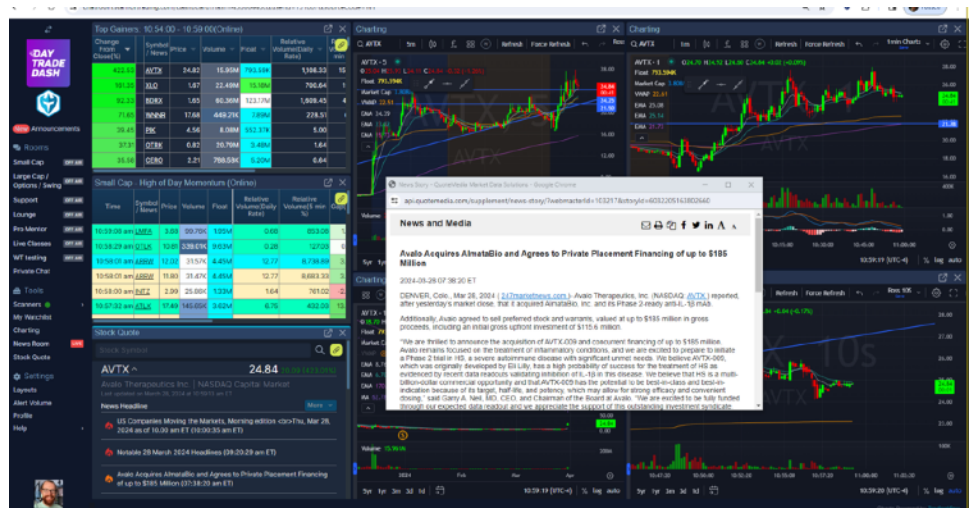
## Stock Scanners

The stock scanners I've developed make the process of finding stocks that meet my criteria simple. Since the software searches the market in real-time for stocks that fit my strategy, the only thing I need to do is review the results. I typically focus on the top 2-3 leading percentage gainers each day, as these will be the most obvious. If a stock is obvious, that means more traders will see it, more people will recognize the patterns, and we typically will see better follow-through.



Top Gainers: 10:54:00 - 10:59:00(Online)						
Change From Close(%)	Symbol / News	Price	Volume	Float	Relative Volume(Daily Rate)	Relative Volume min
422.53	<a href="#">AVTX</a>	24.82	15.95M	793.59K	1,108.33	15
161.35	<a href="#">XLO</a>	1.67	22.49M	15.18M	700.64	1
92.33	<a href="#">BDRX</a>	1.65	60.36M	123.17M	1,609.45	4
71.65	<a href="#">WNNR</a>	17.68	449.21K	7.89M	228.51	
39.45	<a href="#">PIK</a>	4.56	8.08M	552.37K	5.00	
37.31	<a href="#">OTRK</a>	0.82	20.79M	3.48M	1.64	
35.58	<a href="#">CERO</a>	2.21	788.58K	5.20M	0.64	

\$AVTX is the leading percentage gainer on this day up over 422% on 15 million shares of volume. It has a Relative Volume Ratio of 1,108.33. The price is slightly higher than my preference but it is the obvious stock and I choose to trade it.



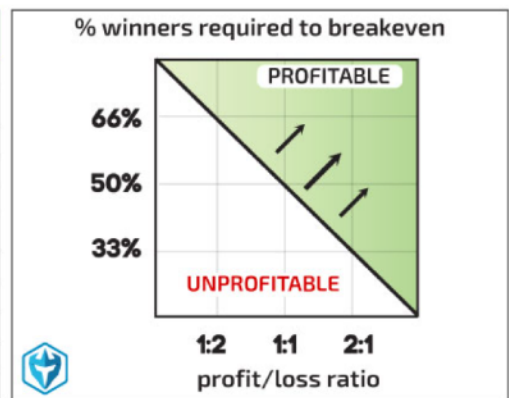
I always check the news catalyst before taking a trade so I can understand why it's moving higher.



Then I analyze the daily chart. In this case, the stock had been selling off for a long time and this is what I'd call a turnaround story. My entries are very close to the all-time lows which helps me establish lower risk.

## Risk Management

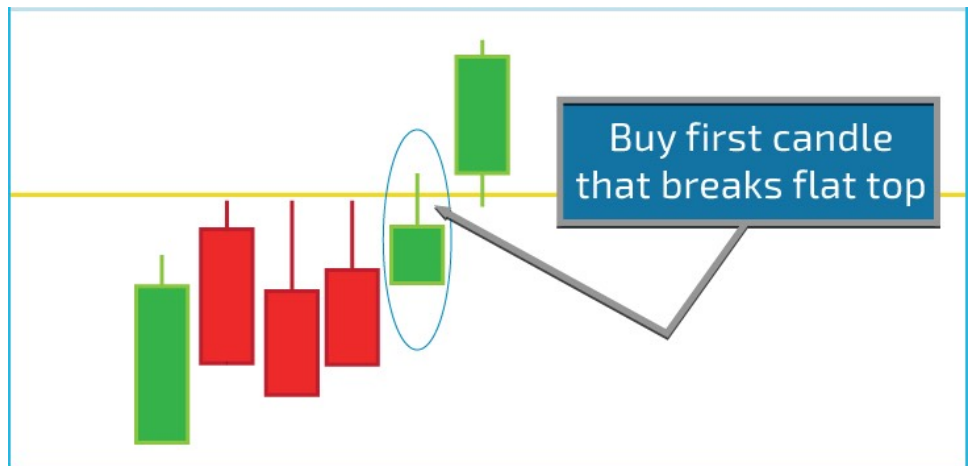
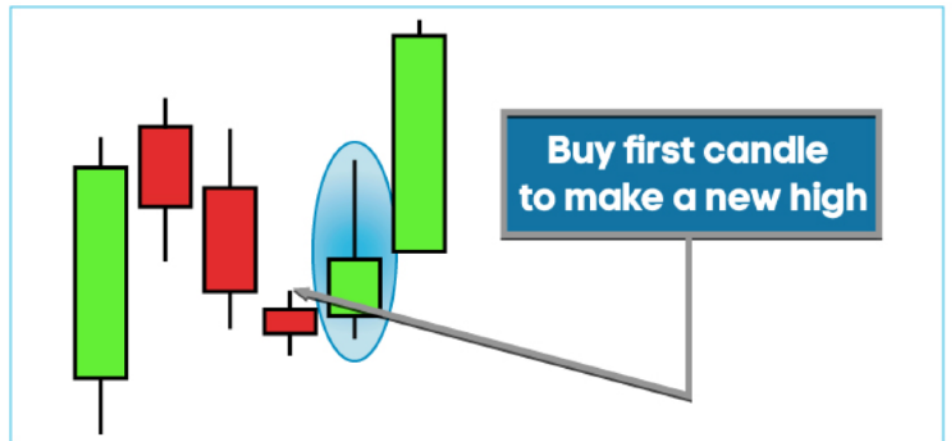
REWARD	RISK	BREAKEVEN WIN RATE %
1	50	98%
1	10	91%
1	5	83%
1	3	75%
1	2	67%
1	1	50%
2	1	33%
3	1	25%
5	1	17%
10	1	9%
50	1	2%



I always focus on managing risk based on a 2:1 Profit to Loss ratio. That means my potential profit should be twice the size of my potential loss.



## Where I Buy & Sell



I rely on a combination of traditional candlestick chart patterns and technical indicators to establish the lowest risk entries with the most upside potential. I discuss these extensively in my free class where I also have dozens of examples of how these trades played out. To keep learning, you can register here for the free class offered on my website: <https://www.warriortrading.com/free-day-trading-class/>

### Disclaimer

My results are not typical. We do not track the typical results of past or current customers. As a provider of trading tools and educational courses, we do not have access to the personal trading accounts or brokerage statements of our customers. As a result, we have no reason to believe our customers perform better or worse than traders as a whole.

Read our full disclaimer here: <https://www.warriortrading.com/disclaimer/>