Monday, June 19, 2017

This week is about cutting some delta risk and focus on trading pmcl on tues-thurs.

Sell on highs in the morning and pick up qualified stocks in pm to make trading profits.

Delta profit loss needs to be controlled. Down about 100k from the tops.

减仓准则：sell at the close of V shapes.

No reduction otherwise.

6.20

Following a strong market on mon today’s weakness is expected. Not much action was taken though, ptf had a minor retreat in the spirit of moving as little as possible. Tomorrow msci result.

6.21

Markets super choppy. Markets opened high and sold off in a panic and later rebounded to the highest level. Ytd markets closed at the lows.

Going forward, focus on pmcl trading exclusively, not buying early is important. Today dropped 2.4% on 东财. For earlier rebound don't bother, just hold delta. Ytd 上汽 end of day buying had a profit of about 4% today. Look for big panics like that for good opportunities to profit. Buy slower and in small quantities to get the bottom correct.

Take some symbolic trading positions and at iconic levels. Today there was a lot of tradable opportunities throughout the session.

Once you start having margin account it will be dedicated mostly to panic trading.

1. Losing stocks, in the red. Had a strong am session with a decent HO.
2. Ytd didn’t close at the highs.
3. Long term: low daily turnover
4. Long run stable performance. (东方财富 doesn’t count, cut the pos after recovery)
5. Has a big fall from the highs, dipping to unreasonable levels, characterized by panic selling.
6. Start accumulating from 1:30 to 3:00, slowly, by slowly it is meant by slowly, don’t over accumulate at one point in time. Do multiple batches very slowly.
7. Max of a buck of delta on these panic trades. Control idio risk. Other pos need to be fully diversified across sectors and caps.
8. Panic trades need to be diversified as well to increase robustness towards idio risk. Risk needs to be predefined and loss limit on the margin trades need to be set.
9. More active trading with the margin positions. Take profit more often.

6.23.2017

Markets covered last weeks’ losses.

Made 120k vs. last week losing 80k.

This week market was very bullish. On wed, China entered MSCI although symbolic it is an important step towards internationalization. Lost money on 东方财富 which has been sluggish all week and the position was fully cut on Friday afternoon, there was some trade pnl loss. Friday was a typical session with uncertain AM sharpe following with a thurs-pm-induced Friday strength.

**Misc:**

1. Vpn stopping service, need replace for morning task to function normally
2. Funding to HK is complete for now.

Important points:

Rebounding to weekly middle is an important classification when choosing stocks to invest

福耀 was chosen because the am low was below the weekly average

**Improvements:**

Slower position building to maximize advantage, futures can trade in size of 2-3 lots.

Good opportunities are in pmcl trading of losing positions.

Cut futs position from 33 to 13 lots on Thurs, and did not sufficiently take advantage of the PM play on Friday. This week typical traits have salient: week thurs afternoon, pm-pm negative serial correl, strong pmcl, a very typical weak. Good ampm 折 on thurs and 冲落折 on thurs, resulting in good opp for Fri afternoon and index exploded again on Fri.

VPN disruption:

Green stopping service 7/1. Need a replacement.