7.18

昨天暴跌。However it was not a clear liquidation session. A lot of people who bought the morning’s fall are going to try to liquidate their short term holding today.

Be cautious in the short term and look at AM up session to start building.

Futures at the minimum position and stock position increased by 20%. Focus on the best stocks.

@ Close

Holdings very weak, cut most of the holdings. Futures trading went well.

Previously strong stocks are quickly falling apart.

7.19

Need to know that nothing happens out of the blue, there must be deeper reasons that you are able to feel.

Cai cai: she is full marketized and there are over 15 people giving her red packet. For a marketized good it is essentially winner’s curse. She made a mistake in publishing that red pocket record, which would make people realize the low marginal effectiveness of their red pockets and discourage it going forward.

W L: look at what you actually got. Look at what she wants. Through words, she is trying to inspire sympathy and get money, words are cheap though. Look at what you received and what you gave. Especially look at how she behaved before and after red pocket. Look at how she behaved when you tried to get stuff from her. Also at the beginning how she asked continuously for a certain type of gift. Very eager to make money through all means. Either through begging or inspiring sympathy. Look at what the pressure is trying to get you to do: mainly monetary. Is there a desire to find out more about who you are? Previous lies are quite rampant. Giving you tea/asking you out, or saying that there was chance to ask you out. By playing it quite confusing and make you think that you are responsible for the situation, she is trying to achieve what she wants there. Compared with E cup, there is not much in it. Remember never to give benefit of the doubt, use Occam’s razor, always look at current aggregate input vs. aggregate output. Examine pre and post money behavior, examine signs of actual investment (non verbal). Look at things that are easy to do but not done. The feeling of being used monetarily is gradual and did not build up overnight, the mistrust also built up slowly, to the point that words are no longer trustworthy, only trust oneself and don’t give benefit of the doubt.

Overall, due to fully marketization and primary motivation, this is not a good source.

Full marketization means that it is not an equal footing, from Jun it could be felt that it was not reciprocal due to attention division in a fully marketized scenario.

Life misc: healthy lifestyle. Getting up early makes better partners.

**Markets:**

Tuesday had a deep V shape which implies a weak afternoon session. The morning was way stronger than expected which was interesting. Stocks and futures retreated in early PM session. Overall positioning remains very low to wade through the current uncertainty.

On optimal buying points:

Strong pm advantage is needed. (Today such advantage is not present). Index ytd was big V which means today position should be low and no adding.

Tuesday PM was a good spot to load up position.

Strangely this AM is way stronger than expected. Given such a weak tues morning wed morning should follow suit and sell off but main index is ultra strong and even into the early PM index is strong.

Another pointer to buy is when self ptf is in the red. Today ptf is in profit, adding would be bad in general. Ytd noon was the best time to add, when ptf/market (either) is profiting don’t add. General a strong ptf/index is usually general sign of strength and it would not be wise to chase in either situations.

Intraday vol is much higher to do facilitation trading.

**Several things going forward**

1. Morning delta control. More aggressive cutting delta. This is for personal utility.

**Position pickup**

1. Only on down days (down days means portfolio down days or index down days)
2. Only on pm (start of pm all the way until close)

**Position dissemination**

1. Cut in end of day
2. Cut 1/3 at morning open, 1/3 at morning 10:30. This is for sharpe improvement.

Misc

1. Cut profitable positions
2. Cut high openers
3. Cut high closers last session