2017-9-4

10:15 usually the morning highs

If no strength at that time, no strength.

AM is real strength, pm is oscillating with pattern.

Playing Sharpe: enter on down days, am strength, regional low. High overall sharpe.

No chasing on up days. No consecutive AM negative sharpe days entrance.

**Tues**

Differentiate between 增益 vs 消耗 (pay attention to everything that offers a negative utility in the process of doing it. Forget about sunk costs)

Wednesday

Put on small positions when level is low and currently adjusting after heading up.

1. Level is low (wtd basis)
2. Down day (not in greed rallies)
3. Trend is upwards. (SR is high in long run)
4. Reluctant to sell off (drawdown limited)

Problem with aug was level was high, trend was downwards and AM had big drawdowns. (wait until AM selloffs stabilize)

9.8

In haikou

Ytd very tired, dealing with a lot of car stuff.

Looking xina50. Another strategy should be implemented.

Strength can be determined from AM movements.

Consecutive AM downs (which was reflected in the 8.1-8.11 period) did not warrant buying.

Last time when I was here, I was busy building morning tasks in ftse, these are still used today.

Last time I had already the industry analyser, it is still in use today.

When u select stocks,

1. Guarantee of a stable trend (characterized by high sharpe)
2. Low ytd.
3. Positive open performance.

General trading:

1. Add and reduce position slowly
2. Use light positioning
3. Wait for markets to adjust slowly
4. Be slower than the general market movements, focus on long term
5. Use AM for trend, PM mean reversion is a trait, not a strength indicator.
6. Strength and reluctance to retreat at a high level is a good thing

Weekend:

Analyse week trades. (Load in trade through trade history)

Analyse week best sharpe stocks. (get sharpe)

Analyze week best sectors.

- cumulative index sharpe for week

- cumulative ptf sharpe

Recently, A50 is strong on mon/tues and weak on wed/thurs/fri. Wed strength determines the rest of the weekday. For the last two weeks there are 6 down sessions (wed/thurs/fri) and 4 up sessions (mon/tue)

**Bull indicator:**

Friday strength: weak periods have weak Fridays and people are unwilling to hold through a weekend. During strong bouts, Friday is usually stronger. Analyse friday Sharpe historically.

5-1 连

* Avoid fri-mon in weak, downward markets. Monday might crash.
* Should have lower position for wed/thur/fri.
* Monday strength usually means tues weakness

9/10

The reason for the big loss was employing big position on wed/thur/fri on the way down. Liquidated at the lowest level. Should build position on the way up. When AM falls are fast, this is in the middle of a correction stage. Should wait until the AM is not falling on majority of the days.

Position buildup was fast in beginning of aug.

Mostly it was mtm that caused the damage, not the trade. This meant simply that the trading was fine but it was a bearish period.

9.10

Symptoms:

Eyes hurt.

Headache(from tea)

Can’t see clearly.

Solutions:

1. don’t wake up too early. Try to sleep more.
2. Don’t drink/eat irritating stuff.
3. De-prioritize trading.
4. Stay away from screen (phone and computer)
5. Do more actual stuff.
6. Exercise.