



WARRIOR TRADING

CHAPTER 5: MICRO & MACRO MARKETS

Macro & Micro Markets

Today You Will Learn

Macro Market View
Micro Market View

Macro Means The Big Picture

Macro: The big picture or long term view. A broad perspective that allows you to take as much data possible into account. Longer term time frames which can be defined as ***greater*** than 6 months in length.

Micro Means A Deep Dive

Micro: The short term view. A dive into the detail to gain an understanding of how things are working on a level that can be measured and provide actionable signals. Shorter term time frames which can be defined as ***less than*** 6 months in length and often much shorter, including intraday price action

Micro & Macro Markets

As daytraders, we are predominantly focused on capitalizing from the short term moves which are affected by **microeconomic** factors such as earnings, updated outlooks, sales results, etc

However, we are also equally interested in what current **macroeconomic** factors are taking place as those are what are responsible for moving broader markets which ultimately is with which we want to align our short term trades

Additionally, we look to incorporate as much macro based technical data to produce highly predictable micro trades

Macro Markets

Look Left!

Greater than 6 months time at a minimum, often several years in length

Technical levels are significantly stronger and will provide more predictable moves that tend to be wider in range

Often will resolve as multi day/month movers

Less frequent opportunities of **high value**

Macro Markets



Macro Markets



Macro Markets



Macro Markets



Macro Markets



Micro Markets

Less than 6 months in length, including intraday which are then referred to as “speed lines”

Technical levels remain relatively strong with proper analysis and will provide more short term and intra day trading opportunities

Often will only resolve as day trades

More frequent opportunities

Micro Markets



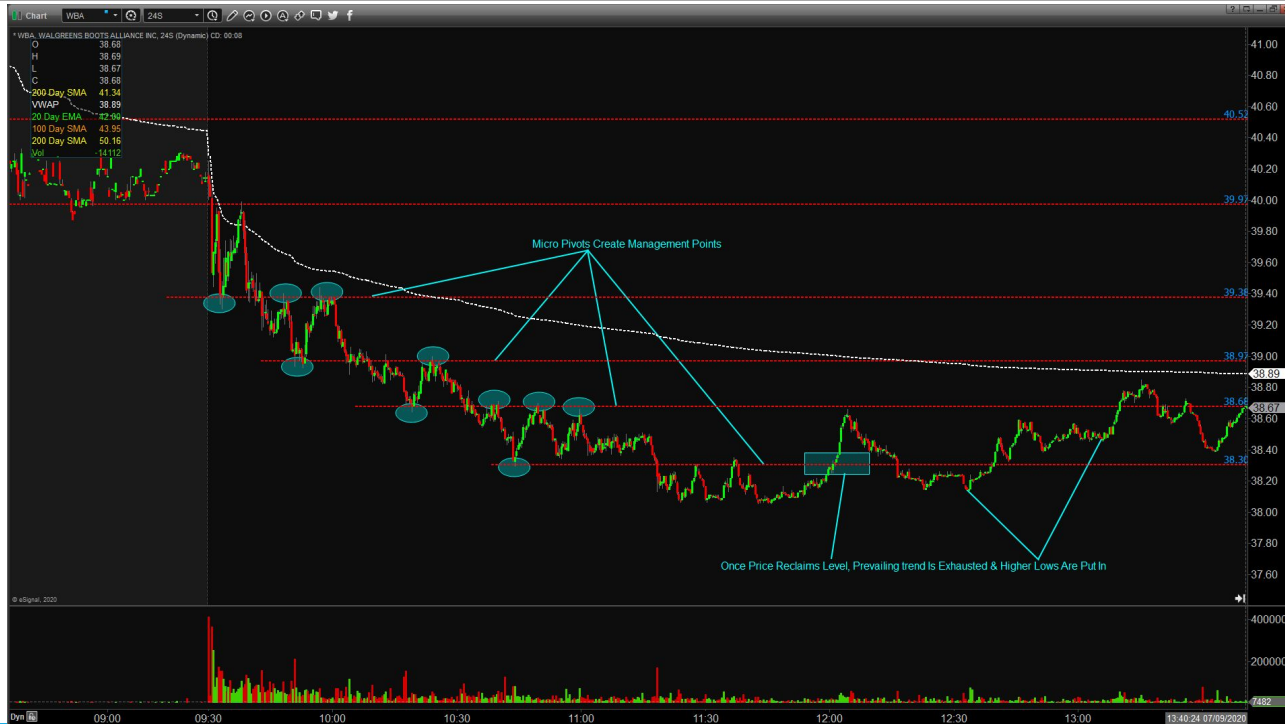
Micro Markets



Micro Markets



Micro Markets



Macro & Micro Markets Final Thoughts

The main difference between Macro and Micro perspectives is that with a Macro view you are always stepping back to take a look at the picture. You are not concerned with every move, or nuance, that takes place in the market structure but rather trying figure out where the most major points in the market lie to determine where you will begin plotting your technicals.

A micro perspective will always be focused on the details that provide actionable signals which are essential to carrying out your trading plan

In order to **FULLY** comprehend the market, **BOTH** views need to be taken into account