



June 27, 2021

Thoughts on a Weekend Afternoon

I will be traveling this week, so there will not be an Update over the July 4 weekend. Because the U.S. will have a three-day weekend over the Jul 4 holiday, be alert for Weekend Rule set-ups (markets breaking out of patterns going into the weekend).

Markets

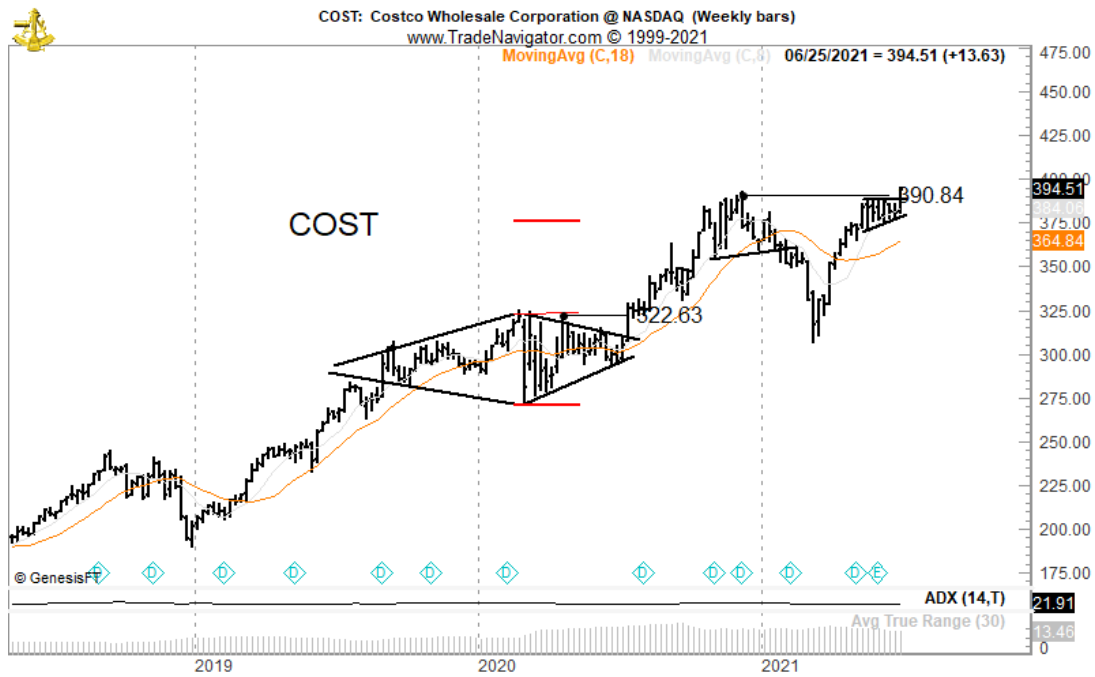
I will cover the waterfront on existing positions because this may be my last written correspondence for the next two weeks.

Nat Gas. Great week in Nat Gas. The 3-day trailing stop rule is in effect.



Stocks.

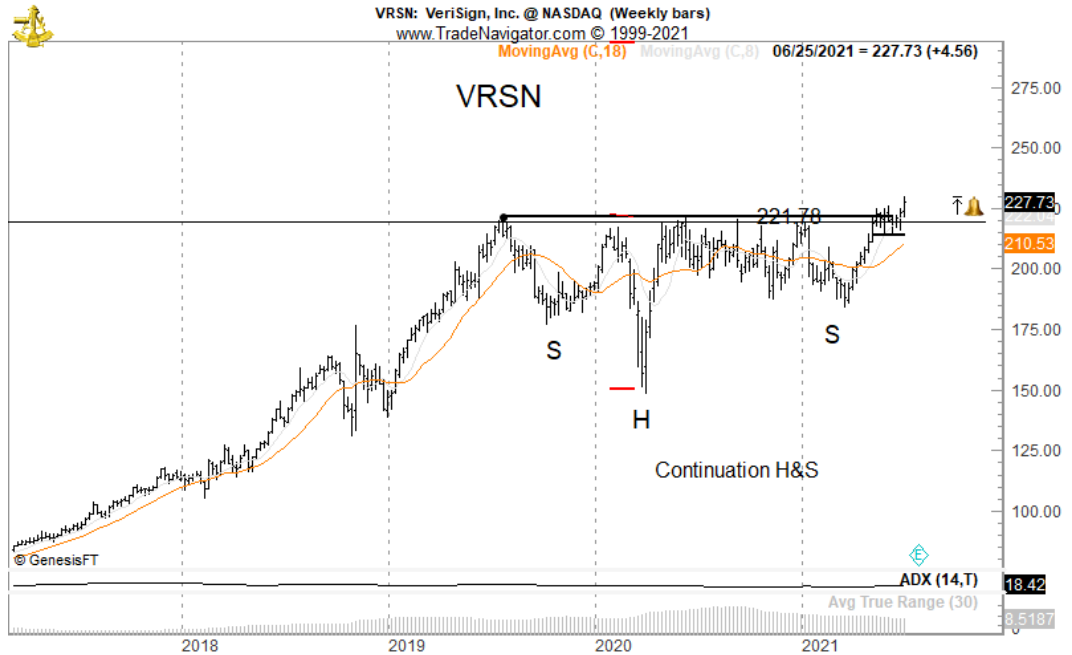
COST. I liked the fact that Costco posted a new ATH by completing a 7-week ascending triangle.



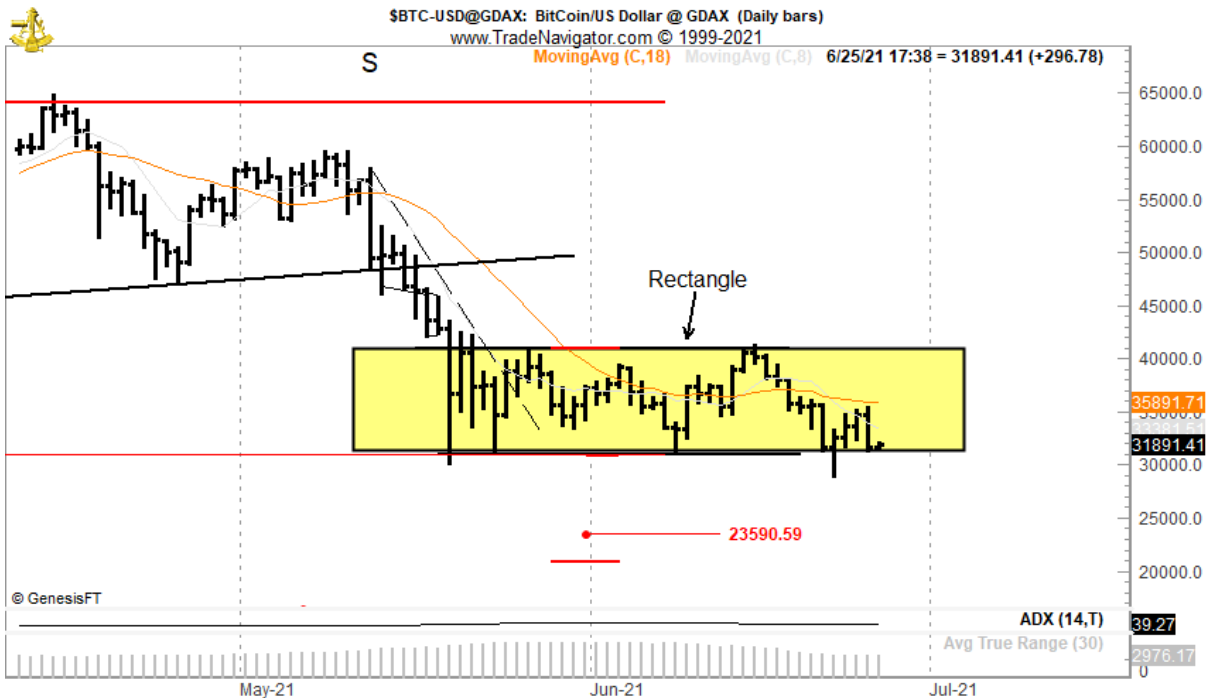
DDD. The advance on Tuesday completed an inverted H&S bottom. I will cover half my trade at the target or with the 3DTSR, whichever comes first, and hold the other half using the 18 DMA.



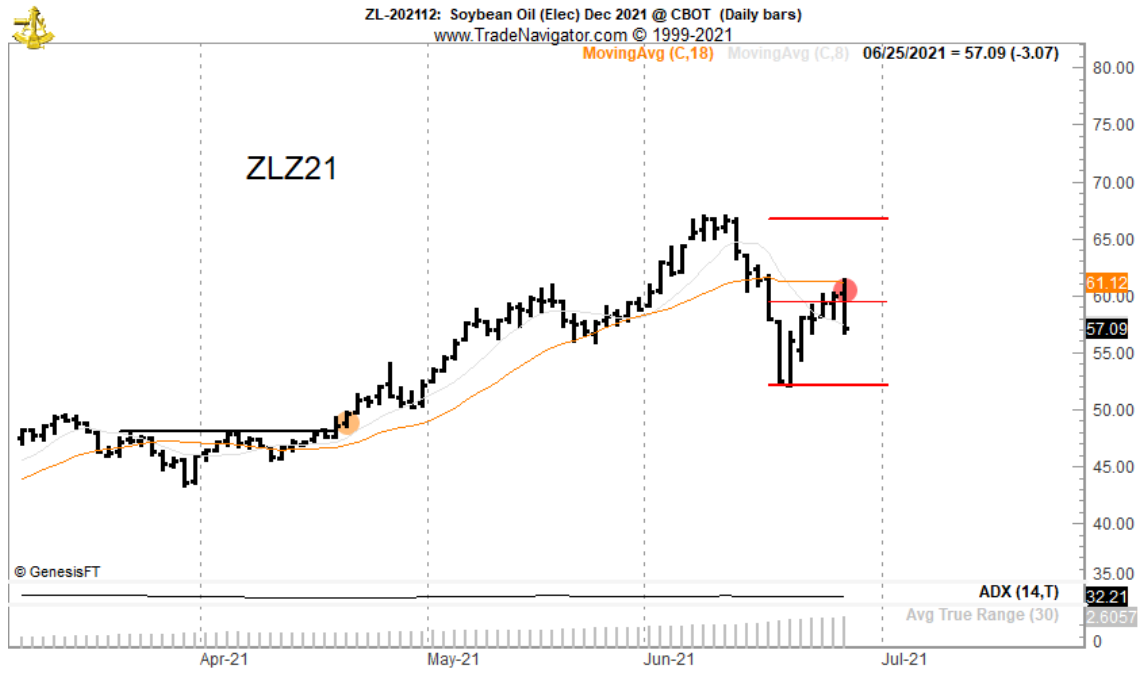
VRSN. The advance this past week completed a massive inverted continuation H&S pattern.



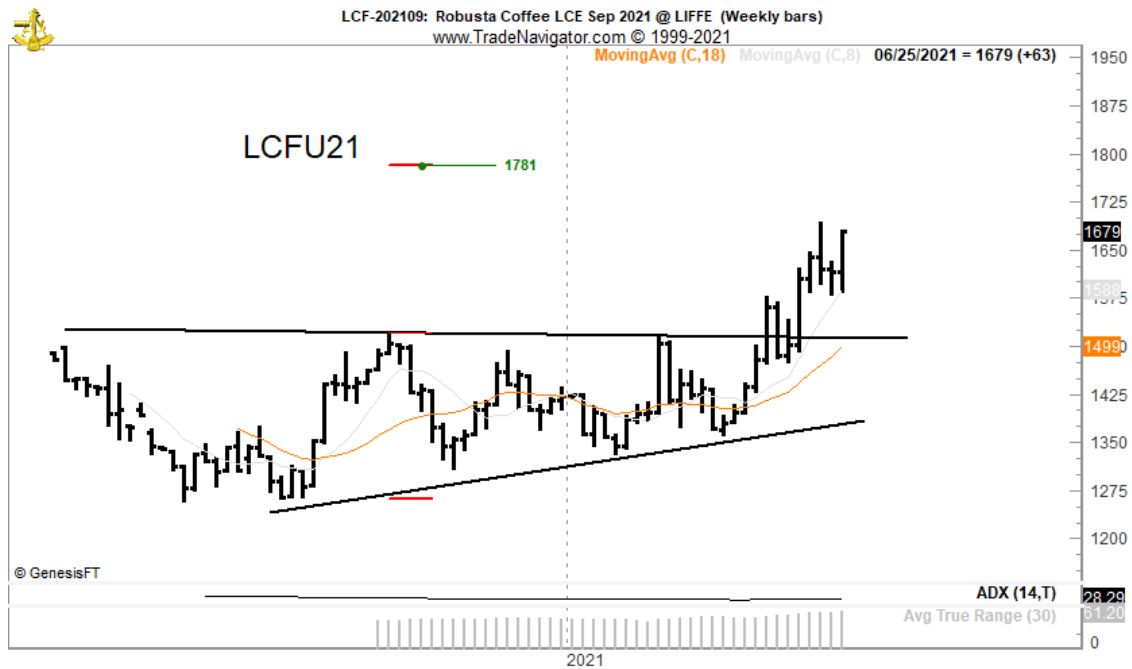
Bitcoin. One of my cardinal trading rules is to close any trades that show a loss at the end of the week. I do not like taking losses home for the weekend. Accordingly, I covered BTC on Friday for a loss of 8 basis points. Given that I will be traveling next week I have no interest in re-establishing the trade. I think the long side is good if BTC remains above 30,000. I draw a very strong distinction between protecting capital and holding an opinion on a market or chart. As a trader my first job is to preserve capital. Not being in touch with the market next week I have no desire to be putting on a new position in BTC.



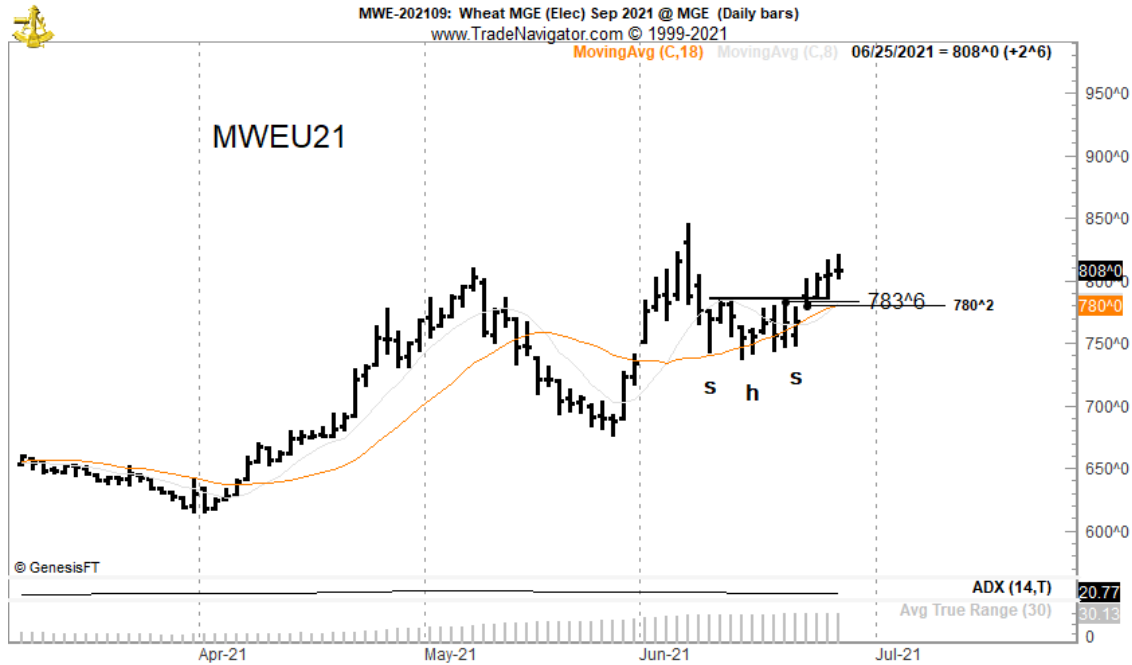
Dec Soybean Oil. I entered the week with an interest to short Bean Oil. Levels of interest were the 18 DMA and a 50% correction of the recent decline. The 18 DMA was retested overnight Thursday night. Friday's high is my target. I am willing to cover the trade upon a retest of the Jun 18 low.



London Coffee. Friday was first notice day in the Jul contract. Accordingly, I rolled the position to the Sep contract. Interestingly, the Jul contract exploded higher on Friday, reaching its target. This should bode well for the Sep contract.



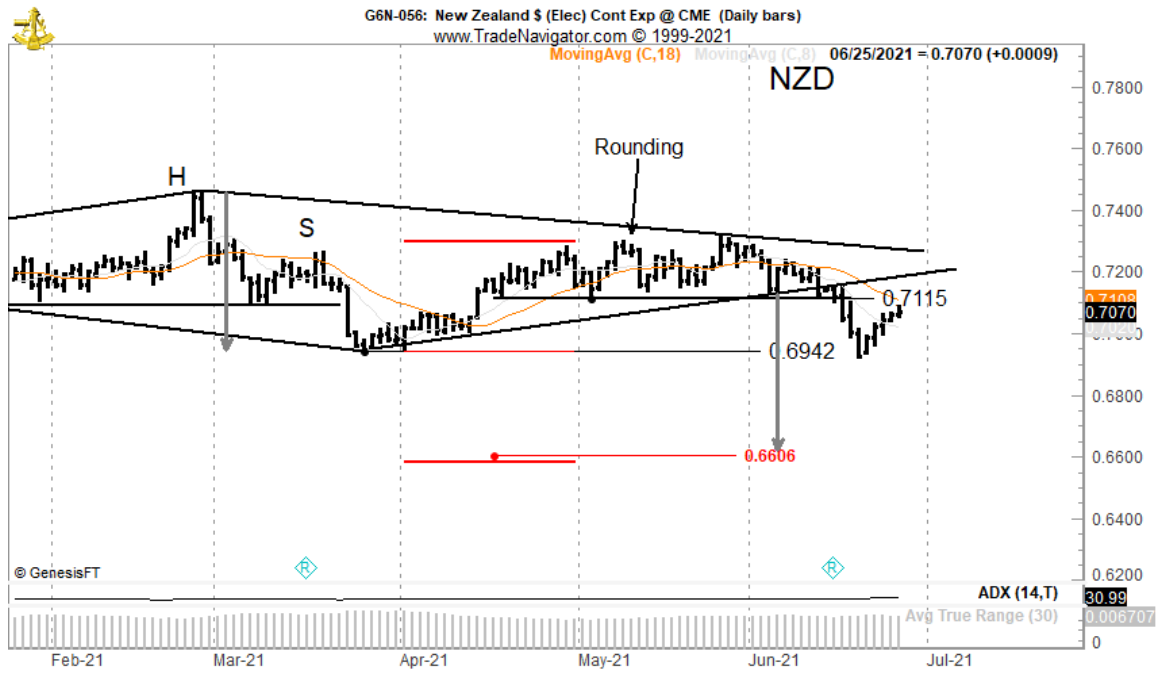
Minneapolis Wheat. I mentioned last weekend that I was impressed by how buoyant Mpls. Wheat was given the sharp decline in most grains. The advance on Tuesday completed a small inverted H&S bottom. I bought the market early in the session only to realize a loss by the close. Defensively I then moved my protective stop to just below Tuesday's low and the trade survived. I would rather be lucky than good



Canadian Dollar futures. I will consider re-selling half the trade I covered near the .8048 target if the currency rallies back to the 18 DMA.




New Zealand Dollar. Ditto the CAD \$. I covered half the original trade on the break and will re-short a retest rally.




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Tracking sheet for the week of Jun 20 as of Friday, June 25

|  | | | Weekly position/symbol tracking - Prop ONLY | |
|---|--------------------|---------------------|---|---|
| W/O June 20 | | | | |
| Starting trade | Starting positions | Starting radar list | Symbols / orders added during week | Actions, End of week position |
| CCEP | L 100% | | | S 50% W 6141, S 50% Th 6114, flat |
| EXU21 | L 100% | | EuroStoxx | S 100% M 4044, flat |
| LCFN21 | L 75% | | London Coffee | S 75% Th 1630, B 100% LCFU21 Th roll-over 1651, long 100% |
| NGZ21 | L 50% | | Nat Gas | Hold |
| CADU21 | S 100% | | Canadian \$ | Hold |
| NZDU21 | S 50% | | New Zealand \$ | Hold |
| | | TSM | | Unable |
| | | AMZN | | Unable |
| | | CTZ21 | Cotton | Unable |
| | | YMU21 | Dow futures | Cxld |
| | | BTC (CME) | Jul futures | B 50% W 33650, S 50% F 32130 |
| | | ZLZ21 | Soybean Oil | S 50% F 60.98 |
| | | MEWU21 | Mpls Wheat | B 50% W 7.88 |
| | | AUDU21 | Aussie \$ | Cxld |
| | | USD/SGD | USD/Singapore | Cxld |
| | | | COST | B 50% F 394.52 |
| | | | DDD | B 100% Tu 34.34 |
| | | | VRSN | B 100% Th 226.34 |
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Tracking sheet for the week of June 27

|  <p>THE FACTOR REPORT</p> | | | Weekly position/symbol tracking - Prop ONLY | |
|--|--------------------|---------------------|---|-------------------------------|
| W/O June 27 | | | | |
| Starting trade | Starting positions | Starting radar list | Symbols / orders added during week | Actions, End of week position |
| LCFU21 | L 100% | | London Coffee | |
| NGZ21 | L 50% | | Nat Gas | |
| CADU21 | S 100% | | Canadian \$ | |
| NZDU21 | S 50% | | New Zealand \$ | |
| ZLZ21 | S 50% | | Bean Oil | |
| MWEU21 | L 50% | | Mpls Wheat | |
| COST | L 50% | | | |
| DDD | L 100% | | | |
| VRSN | L 100% | | | |
| | | TSM | | |
| | | AMZN | | |
| | | CTZ21 | Cotton | |
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