



March 6, 2022

Markets of interest

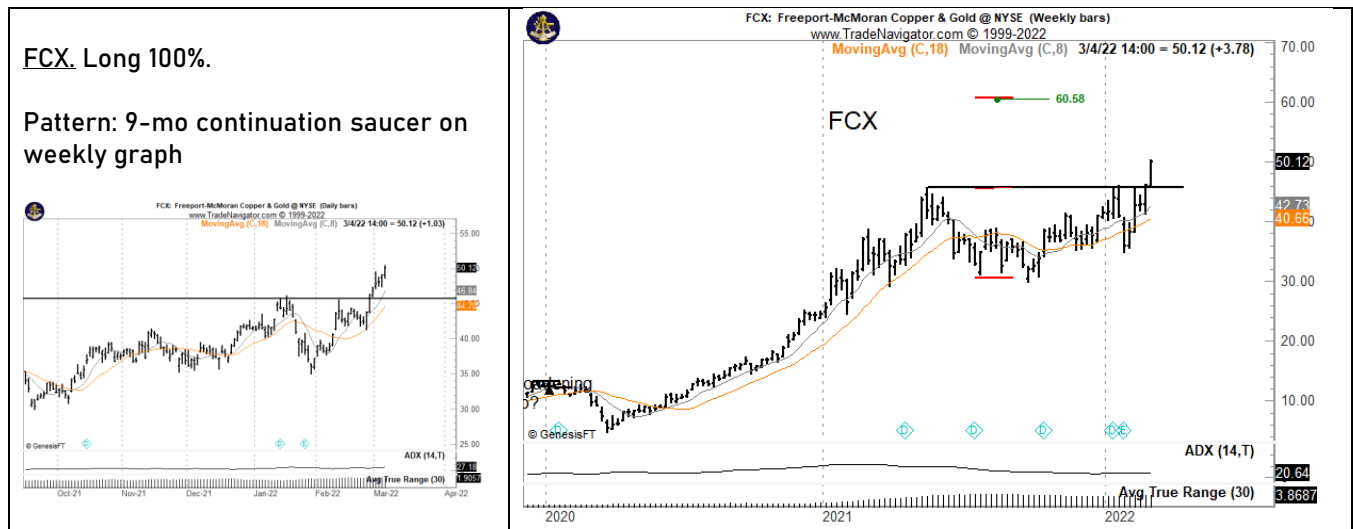
The composite risk of an entire portfolio or grouping of trades can be measured in two ways:

- Initial risk at the time of entering trades
- Current risk using revised protective stop levels

Even though I might have moved stops to BE (or even a locked-in profit) on trades, I still consider composite initial risk because it better reflects how much asset volatility I would be experienced if a trend reversal occurs in my portfolio.

As a general rule I limit my composite initial risk on a portfolio of highly correlated positions to 200 BPs max. At the present time my composite initial BP risk on metals and mineral positions is greater than 300 BPs. This means that a broad reversal in these positions would not be fun. I cannot remember the last time I had as many highly correlated positions.

Accordingly, I will actively seek opportunities to bleed off the risk of reversals in metal-related assets. I became a bit too much enthusiastic this past week in this asset class. Drawdowns exceeding 3% (sequential closed trade basis) or 5-6% (marked-to-market basis) are the max limits of my comfort zone.



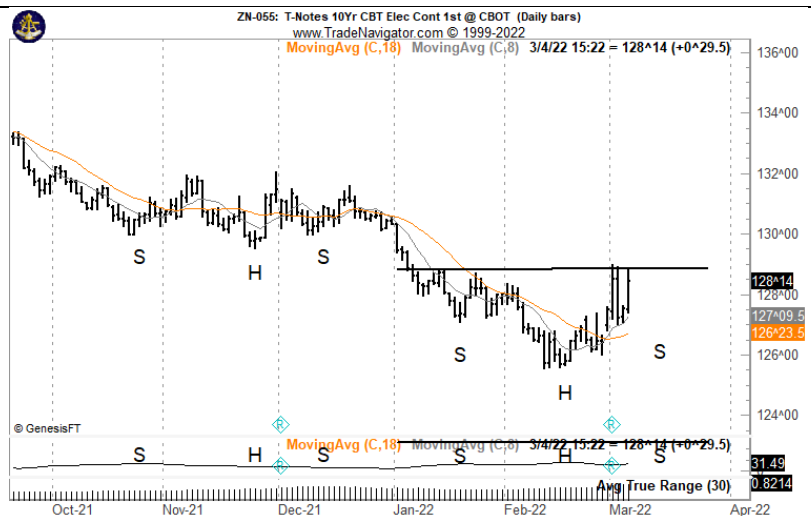
SCCO. Long 50%. The launching ascending triangle was completed on Tuesday. The initial target of 76.61 was met on Friday. I think the market will run into problems in the 78-80 zone.

Pattern: A 7-week descending triangle on the daily chart as a deep retest of the underlying H&S bottom on the weekly graph



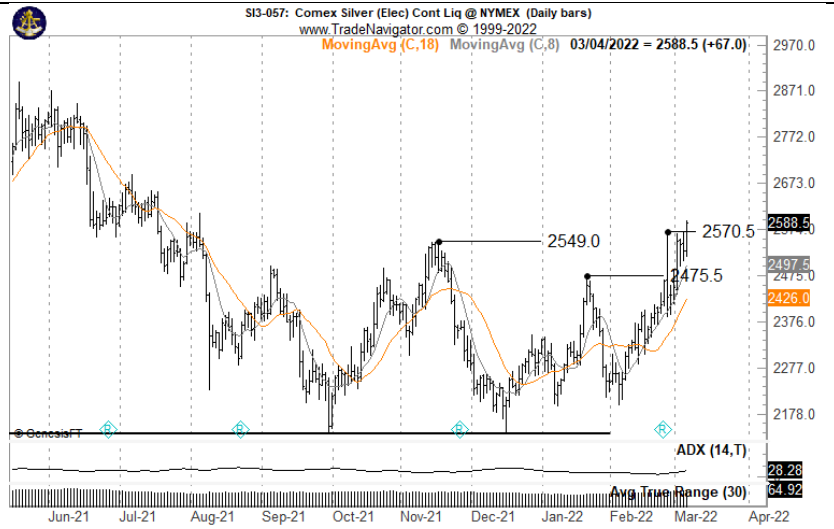
10-Yr T Notes: Flat. The sharp decline on Wednesday and Thursday created the right shoulder of a possible H&S bottom. I will buy a 50% ATR breakout.

Pattern: Possible H&S bottom



May Silver. Long 150% - bought 100% on Tuesday and 50% on Friday. I have a close stop on the latter 50%.

Pattern: Completed 7+ month compound fulcrum bottom on daily graph



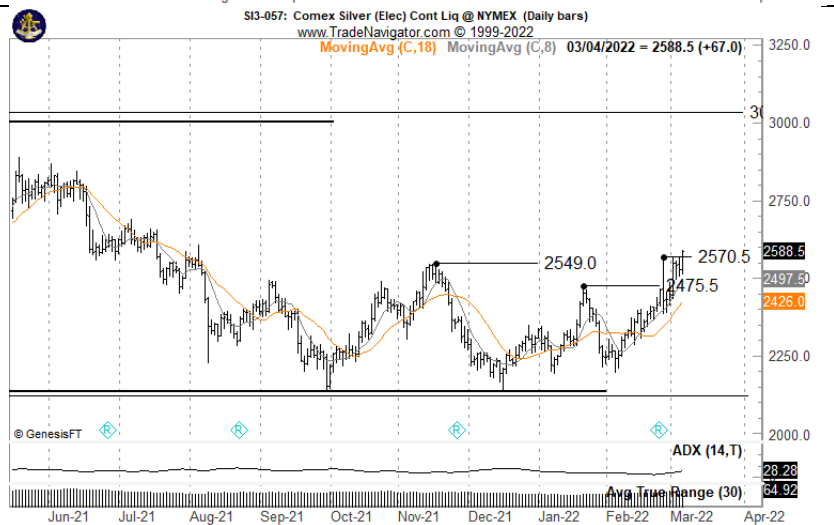
BRK.B. Long 50% as of Thursday. I stayed with my long position on Friday, over-riding my rule to exit all losing positions on Friday. I like the way it closed even though it was at a loss.

Pattern: 8-week ascending triangle on daily chart as retest of underlying rectangle



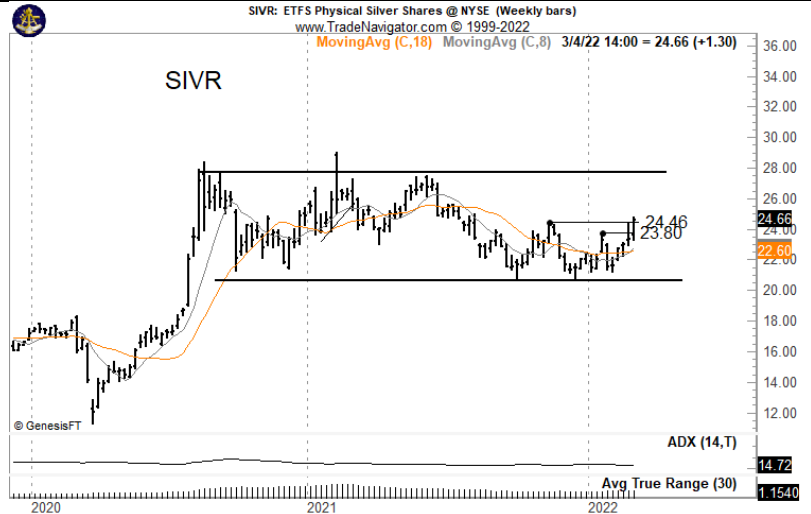
Silver. Long 100% as of Tuesday and another 50% on Friday.

Pattern: Compound fulcrum bottom on daily chart, massive rectangle on weekly graph



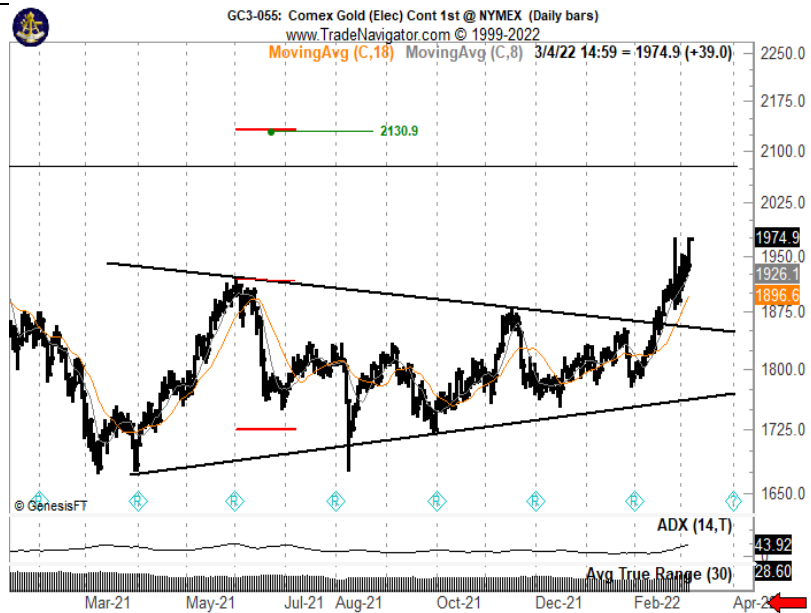
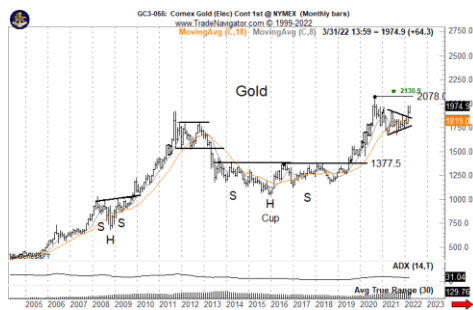
SIVR. Long 100%.

Pattern: See Silver futures



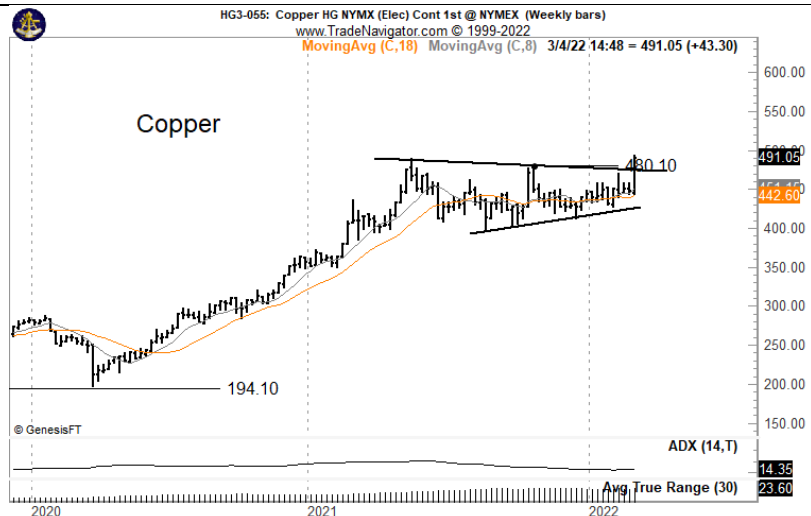
Gold. Long 50%. The target of the symmetrical triangle is 2130 although the 2020 high at 2078 is my tactical target.

Patterns: Possible Cup and Handle on the monthly graph and symmetrical triangle on the daily chart




Copper. Long 50% in the May contract. The advance this past week completed a symmetrical triangle on daily and weekly graphs.


Pattern: 8-month symmetrical triangle



Tracking sheet for the week of Feb 27 ending Mar 4

			Consolidated weekly position/symbol tracking Prop ONLY		
W/O Feb 27					
Beginning Trades	Beginning Positions	Starting radar list for New Initial Positions	Symbols / orders added during week	Actions, End of week position	BP +/-
ZFM22	S 50%			B 50% 118^19, flat	-15
SIVR (etf)	L 100%			Hold	
GCM22	L 50%	Jun Gold		Hold	
		LMT		Cxld	
		XME		Cxld	
		SCCO		B 100% Tu 70.33, S 50% F 76.48, long 50%	81
		Sugar futures		Cxld	
		FCX		B 100% Tu 47.52, long 100%	
			SIK22	B 100% Tu 24.98, long 100%	
			MESM22	B 100% M 4286.25, S 50% F 4288 & 50% 4321, flat	12
			BRK.B	B 50% Th 327.80, long 50%	
			HGK22	B 50% F 476.25, long 50%	
			ZNM22	Unable	
			SIK22	B 50% F 25.76, now long 150%	
					78

Tracking sheet for the week of Feb Mar 6, 2022

			Weekly position/symbol tracking - Prop ONLY		
W/O Mar 6					
Beginning Trades	Beginning Positions	Starting radar list for New Initial Positions	Symbols / orders added during week	Actions, End of week position	BP +/-
SIVR (etf)	L 100%				
GCM22	L 50%	Jun Gold			
SCCO	L 50%				
FCX	L 100%				
SIK22	L 150%				
BRK.B	L 50%				
HGK22	L 50%				
		ZNM22			
		BTC			

plb
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