



July 17, 2022

Trading

This past week the following trades were made for the Factor Prop Account:

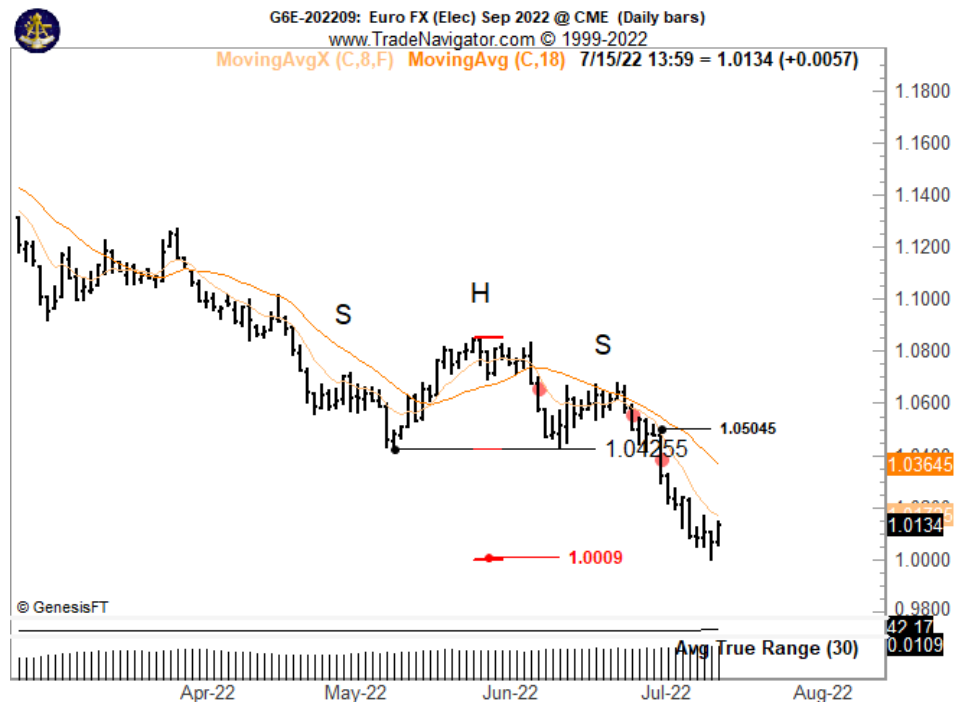
- Stopped out of tranche of short EUR/CAD
- Shorted a tranche of Sep London Coffee
- Longed a tranche of Sep Feeder Cattle, then exited per Friday closing loss rule
- Shorted a tranche of Nov Soybeans
- Longed a tranche of DXU22, then quickly exited on jammed stop
- Shorted two tranches of Sep Canadian \$, then stopped out of a tranche and exited the second tranche per Friday closing loss rule

Positions entering next week's markets

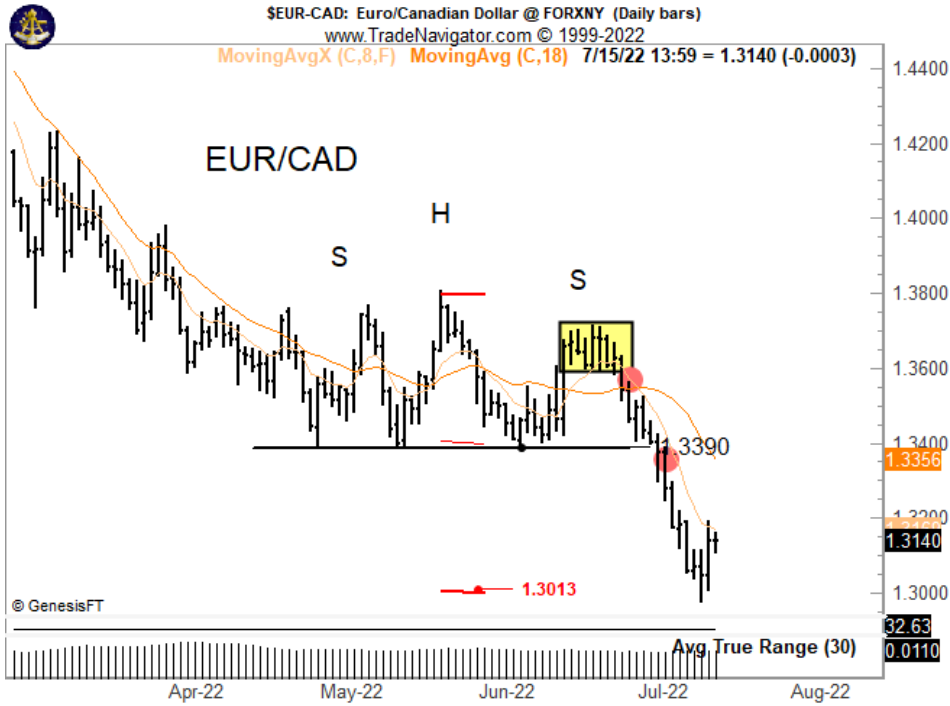
- Short 100% EuroFX futures
- Short 50% EURCAD
- Short 100% London Coffee futures
- Short 50% New Crop Nov Soybean futures
- ETH – might be long or short come Sunday evening

Markets of interest

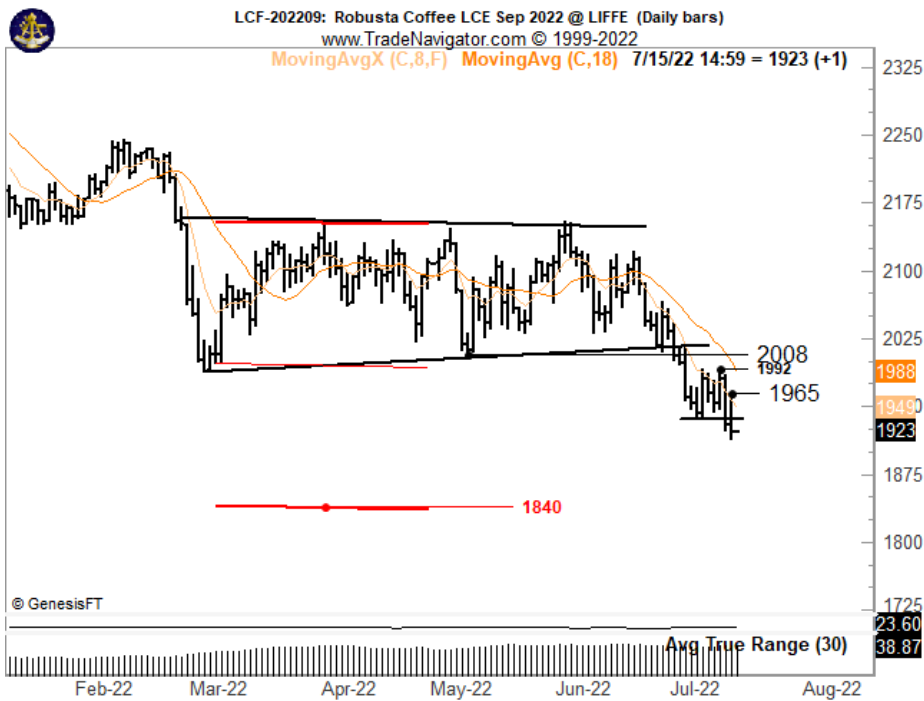
Eurocurrency. The market has met its initial target and is poised to trigger a 3-day trailing stop rule. I am prepared to extend leverage if parity is violated.



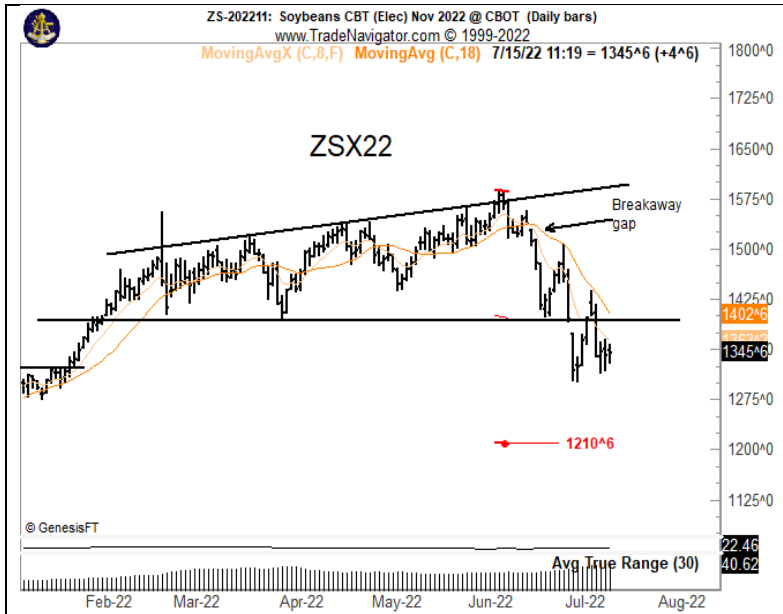
EUR/CAD. See EuroFX. The target was met on Wednesday. I had a GTC order to cover half my position at the target. A 3DTSR is set up to trigger.



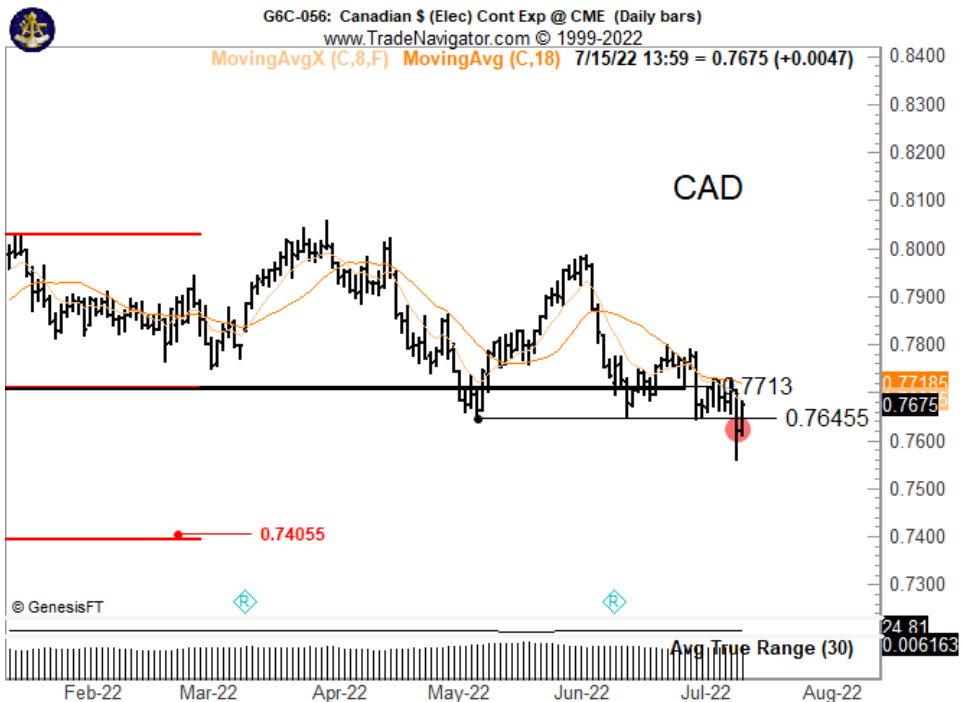
London Sep Coffee. The decline on Friday completed a possible continuation pennant. I returned to 100% short.



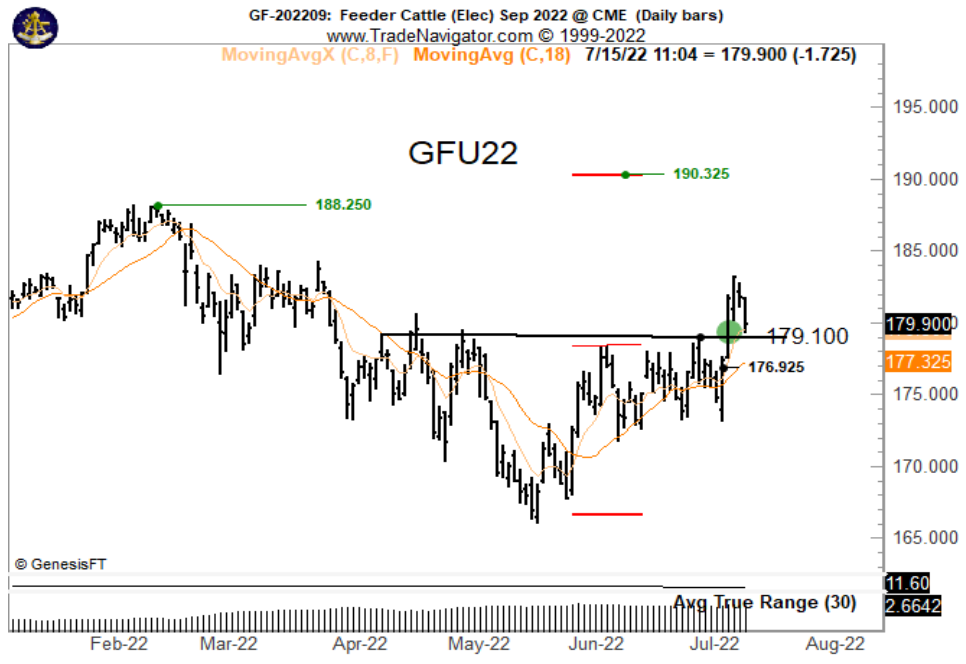
Nov Soybeans. The reversal rally on Monday appeared to be a retest of the massive overhead right-angled broadening triangle. I saw the reversal in real time on Monday (see Member Tweet), but waited until confirmation early Tuesday before shorting (my entry sell stop price was under previous Friday's close).



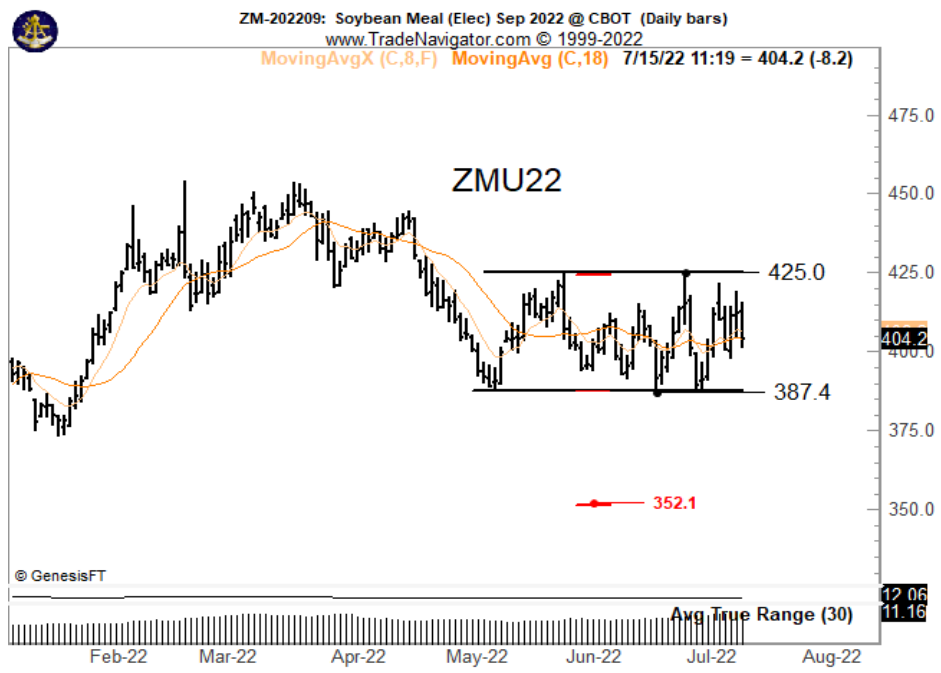
Canadian Dollar futures. I shorted the market on Thursday and exited on Friday. I have a rule not to take losing trades home for the weekend. I have tried this market several times and will now walk away and let others have fun.



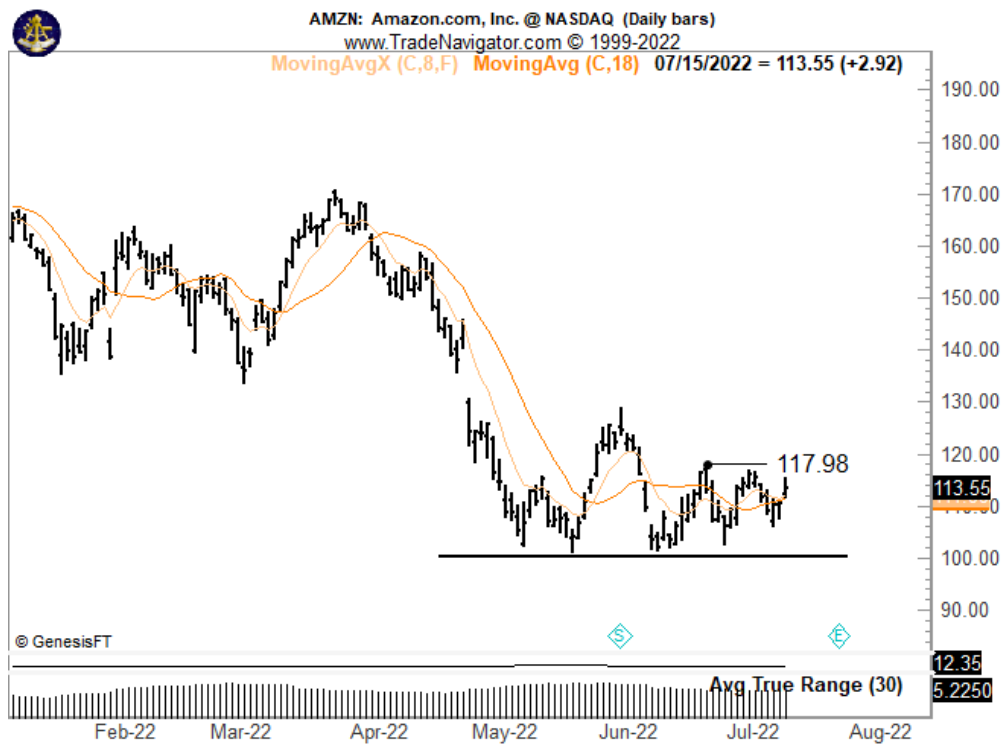
Sep Feeder Cattle. I exited the long position established on Tuesday based on my weekend losing trade rule. I will revisit this market on Monday. The market appears simply to be retesting the breakout. **The protection of capital takes priority over my opinion of a market or a chart – I will defend this rule to my grave.**



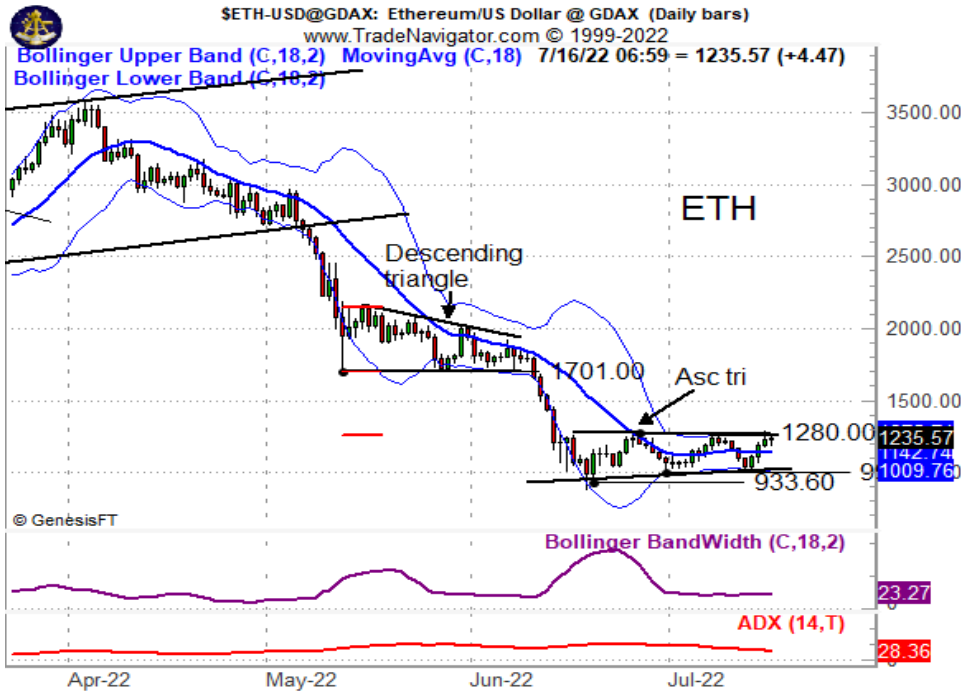
Sep Soybean Meal. The daily chart displays a rectangle that could go either way.



U.S. equities. The trend is solidly down. Sentiment is as negative as it gets. The daily NASDAQ chart displays a possible symmetrical triangle. I am inclined to think a local bottom may be forming. Friday was a 90% Up Volume Day. AMZN is forming a possible compound fulcrum bottom on the daily chart.



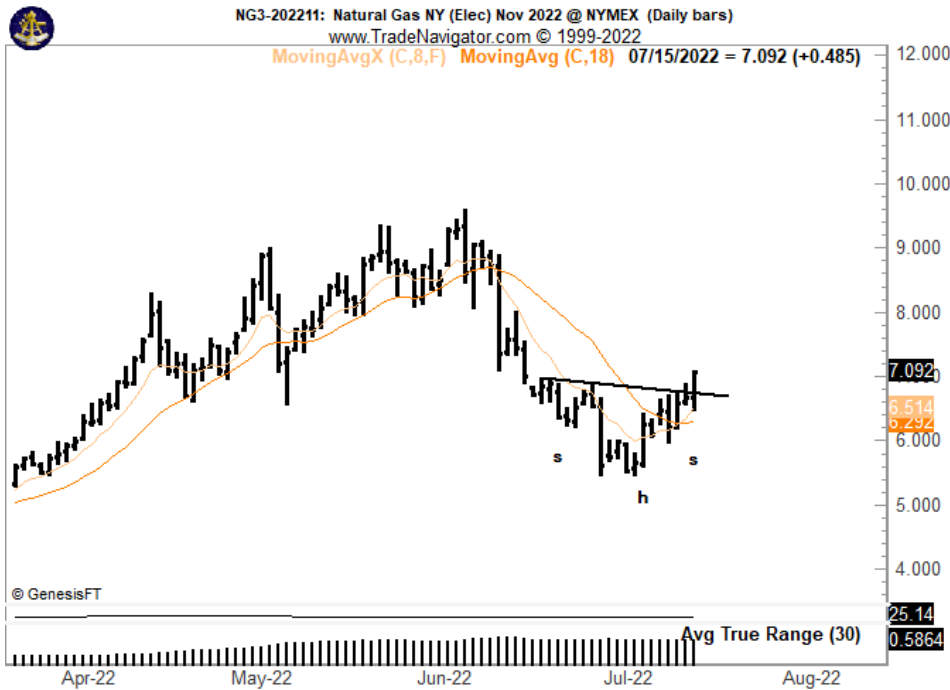
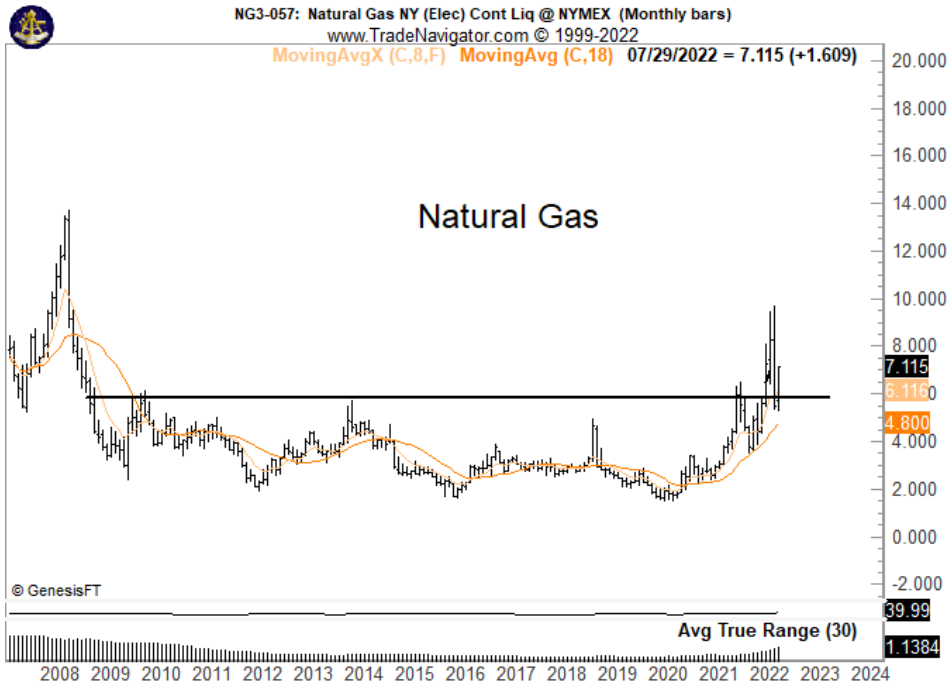
ETH. An ascending triangle bottom is forming. BBands are wound up tightly. There are instances when a false breakout occurs with diverging BBands, but as a general rule breakouts with diverging BBands are reliable. I will buy an upside breakout in the spot market over the weekend but will switch orders to CME futures starting late Sunday afternoon. I am also prepared to short a downside breakout.




Chinese Yuan. USD/CHN displays a possible continuation congestion (either a triangle or continuation inverted H&S). I have entry stops above the Jun high. I do not trust symmetrical triangles until the mid-point high is violated. Whether trading this pair on the CME or SGX please use stop limit orders for entry.



Nat Gas. There are a couple of things happening that interest me toward the long side of Nat Gas. The decline from the Jun highs might be a retest of the massive multi-year base on the monthly graph. The daily chart (NGX22) appears to have completed a small H&S bottom. I saw this pattern developing earlier in the week and was hoping that a more distinct right shoulder would develop. Such was not the case. I will place an order to buy a small correction toward Wednesday's high even though the right shoulder was rather gimpy (BTW, "gimpy" is not a precise classical charting term).




Tracking sheet for the week of Jul 10 ending Jul 15

			Weekly position/symbol tracking - Prop ONLY		
W/O July 10					
Beginning Trades	Beginning Positions	Starting radar list for New Initial Positions	Symbols / orders added during week	Actions, End of week position	BP +/-
G6EU22	S 100%	EuroFX		Hold, watch for 3DTSR	
EURCAD	S 100%			B 50% W 1.30161, short 50%	157
LCFU22	S 50%	London Coffee		Hold	
		GFX22 GFU22	Feeders	B 50% Tu 180.075, S 50% F 180.05, flat	-4
		USDx	\$\$\$s	B 50% M 1.0701, S 50% Tu 108.15, flat	45
		ZMU22	Meal	Unable	
				S 100% Th .7636, B 50% F .7668 & 50% .7676, flat	-25
		G6CU22	Canadian \$		
		DBA	Ag ETF	Unable, cxld	
				S 50% M 1.0198, B 50% W 1.01335, see above	24
			G6EU22		
			ZSX22	S 50% Tu 13.89, short 50%	
			AMZN	Unable	
			ETH	Unable (as of this writing)	
			USDCHN	Unable	
			LCFU22	S 50% Th 1926, see above	
					197
			Closed trades YTD	40.30%	

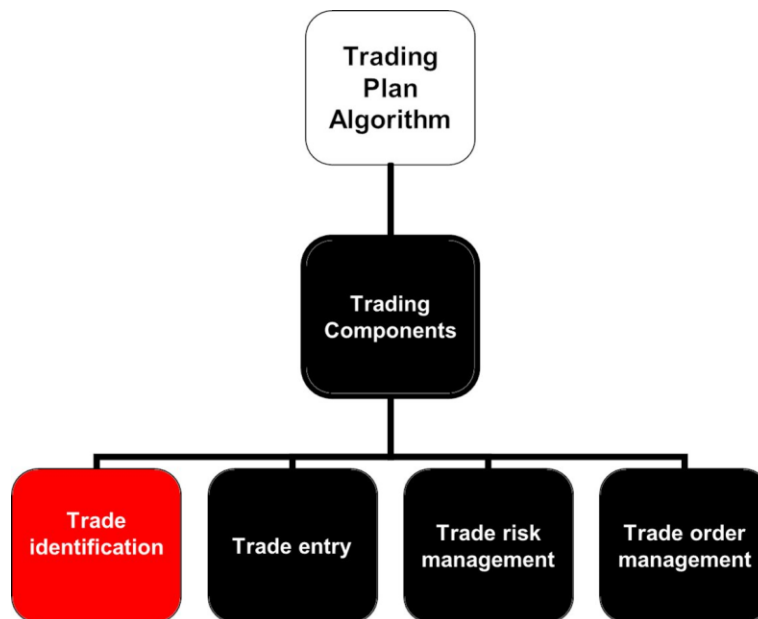
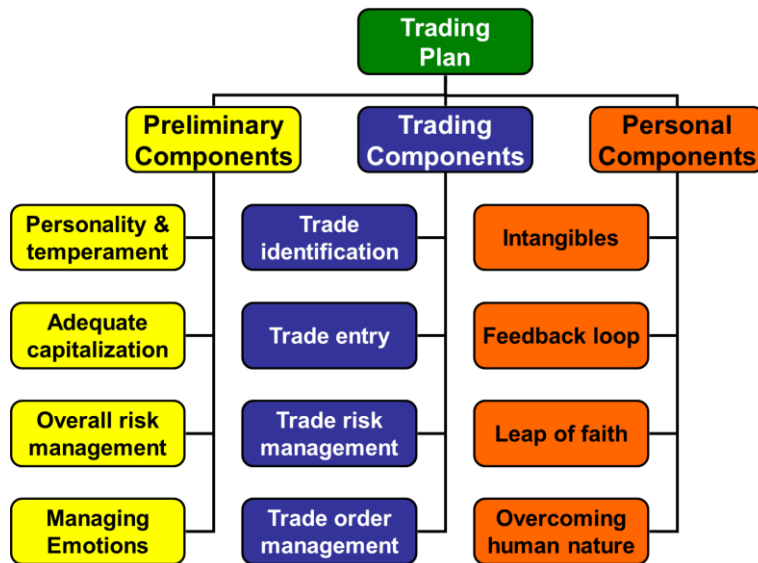
Key: B = buy, S = sell, M = Monday, Tu = Tuesday, W = Wednesday, Th = Thursday, F = Friday, Sa = Saturday

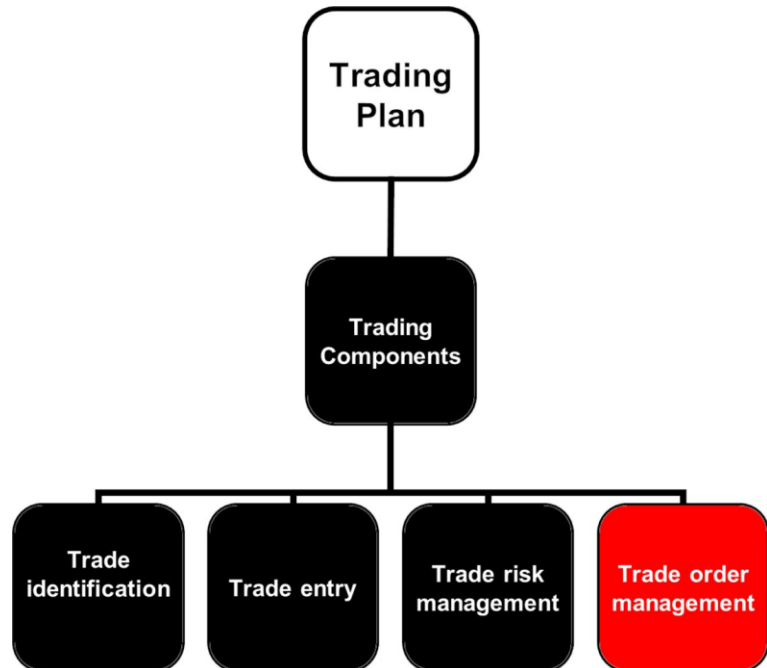
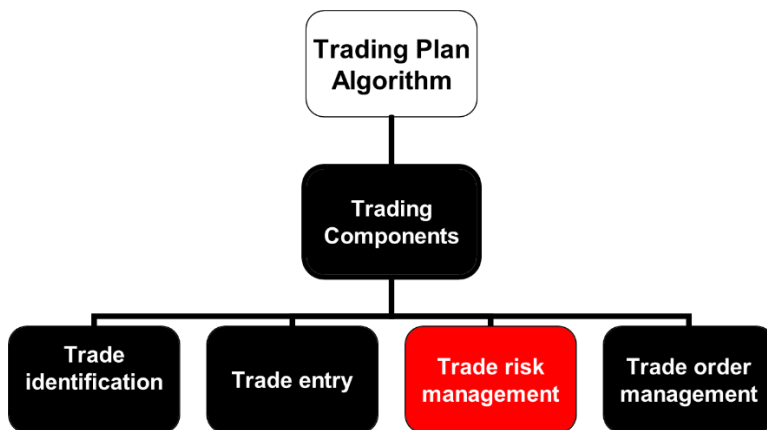
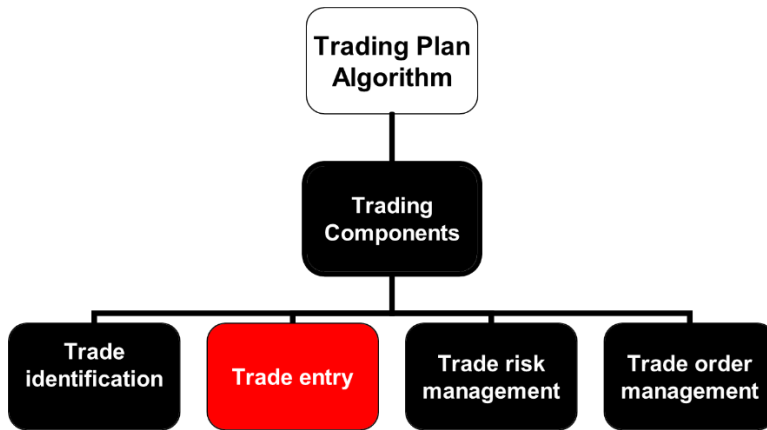
Tracking sheet for the week of Jul 17 2022

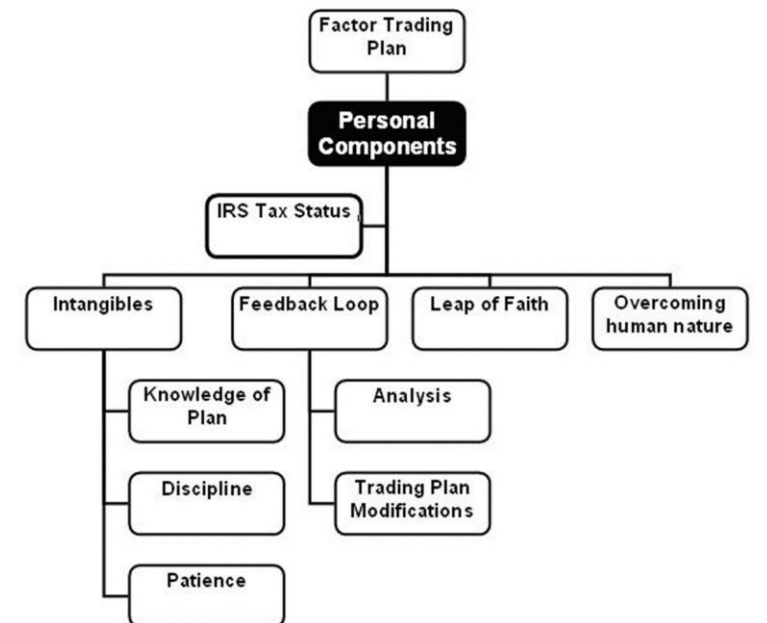
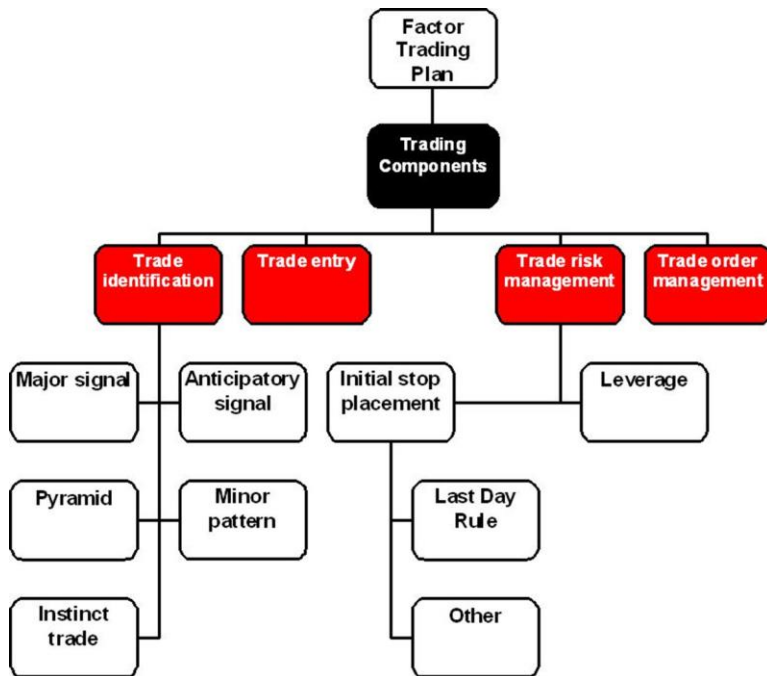
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LCFU22	S 100%	London Coffee			
ZSX22	S 50%				
		ZMU22	Meal		
		AMZN			
		ETH			
		USDCHN			
		G6EU22			
		NGX22	Nat Gas		
		GFU22			
					0
			Closed trades YTD		

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Graphics from @factor_members Twitter stream from Jul 13









plb
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