



December 16, 2023

Factor Prop Account Positions as of close on December 15

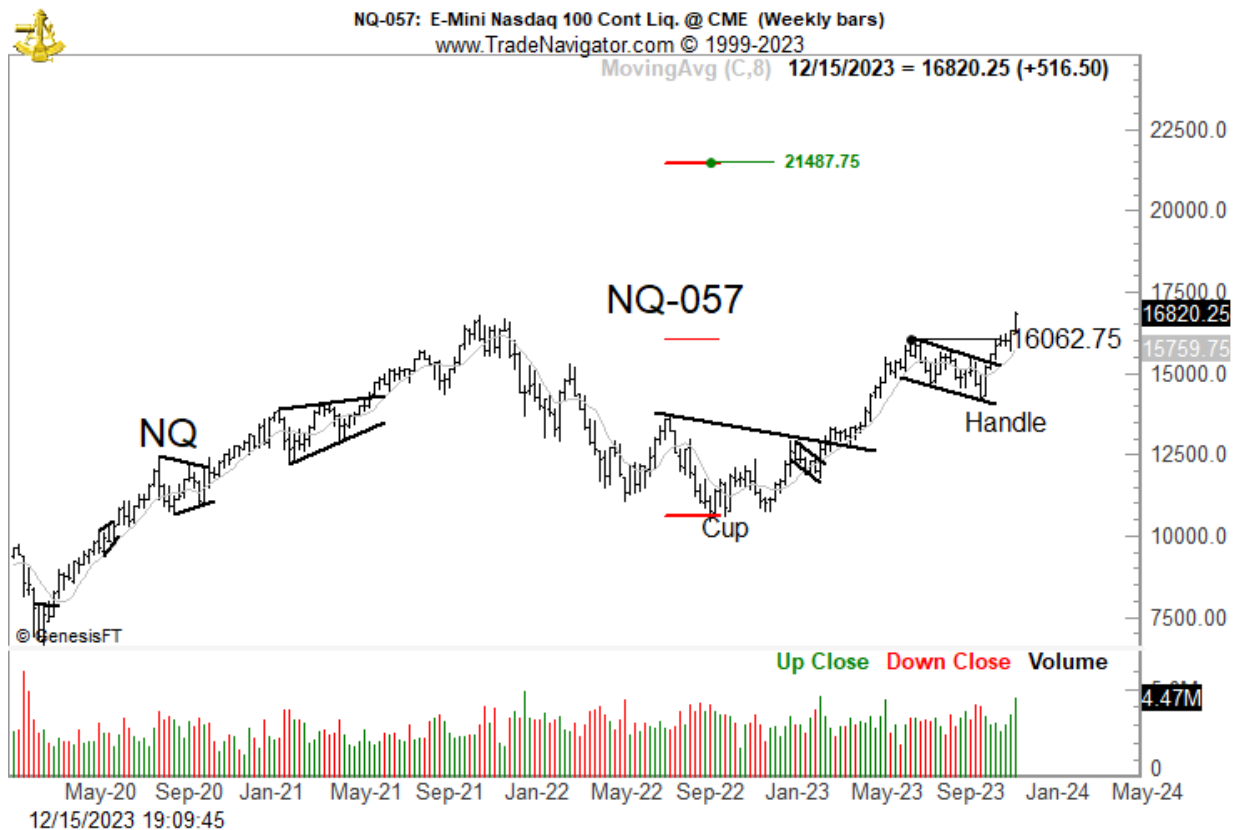
<ul style="list-style-type: none"> • Long 100% Canadian \$ futures • Long 50% URA etf • Long 100% Nasdaq futures 	<ul style="list-style-type: none"> • Long 50% Dow futures • Long 25% London Coffee futures • Short 50% ETH futures
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For the week ahead the focus of my attention will be on:

<ul style="list-style-type: none"> • DBB-etf • Nikkei Dow or Topix futures 	<ul style="list-style-type: none"> • GLD-etf • Corn futures
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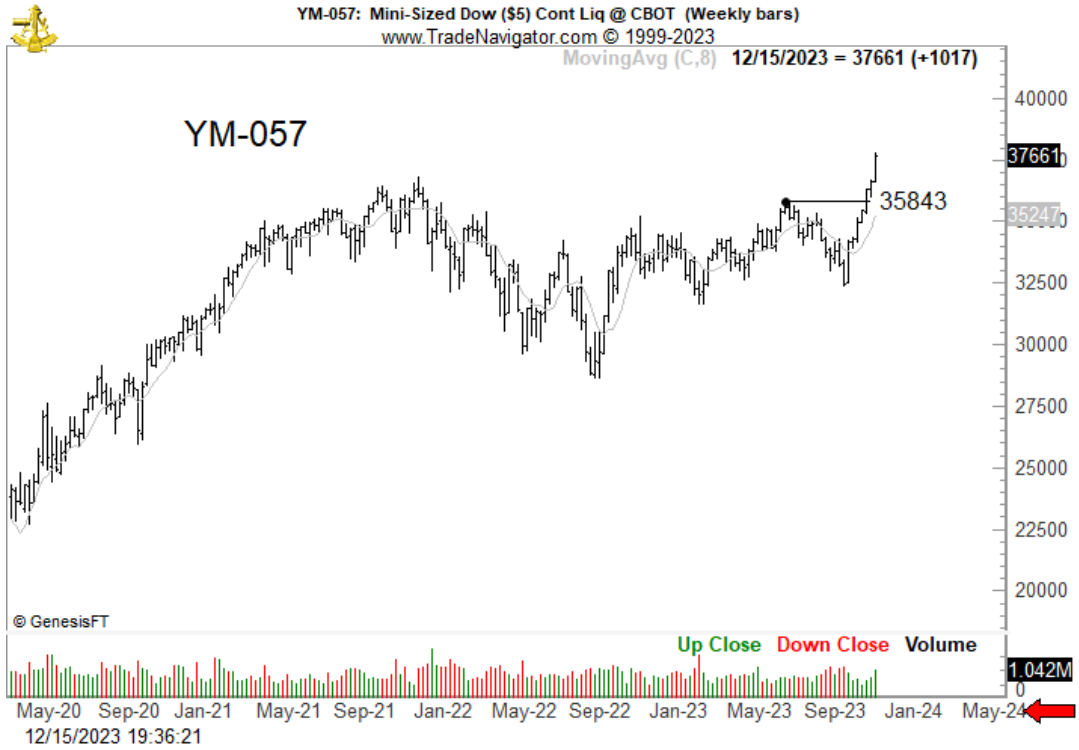
NASDAQ futures

- The advance this past week decisively completed a 2-year Cup and Handle pattern.
- The bottom of the Cup took the form of an inverted H&S and the Handle took the form of a channel.
- Factor carried a 50% position into this past week and added 50% on Monday at 16454.
- I am not sure if I believe the 214xx target – that is a long way off.
- I will use active and aggressive trade management on half the position and the 8-DMA for the other half.



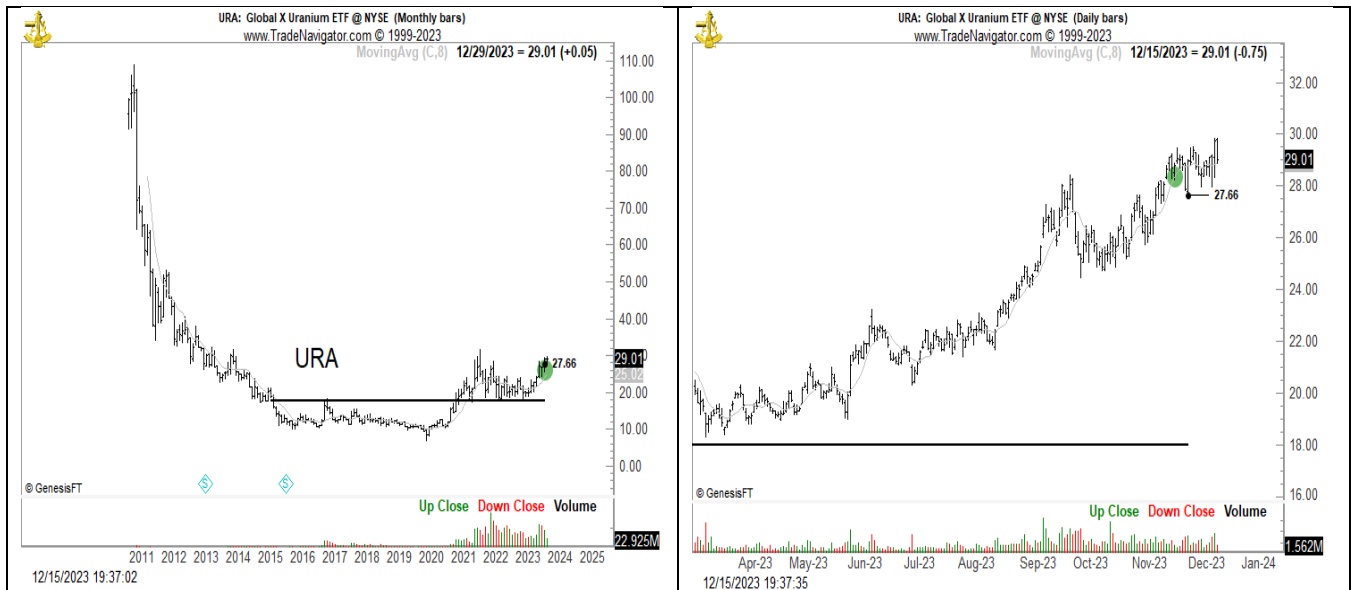
Dow Jones futures

- The DJ was the first major index to breach the Jul high.
- Factor is long 50% in Mar futures at 36408 from Dec 1.
- The target is 426xx.



Uranium (URA)

- This is an incredibly bullish monthly chart.
- Factor is long a 50% position which will be defended below the 27.66 pivot low.



Ether futures

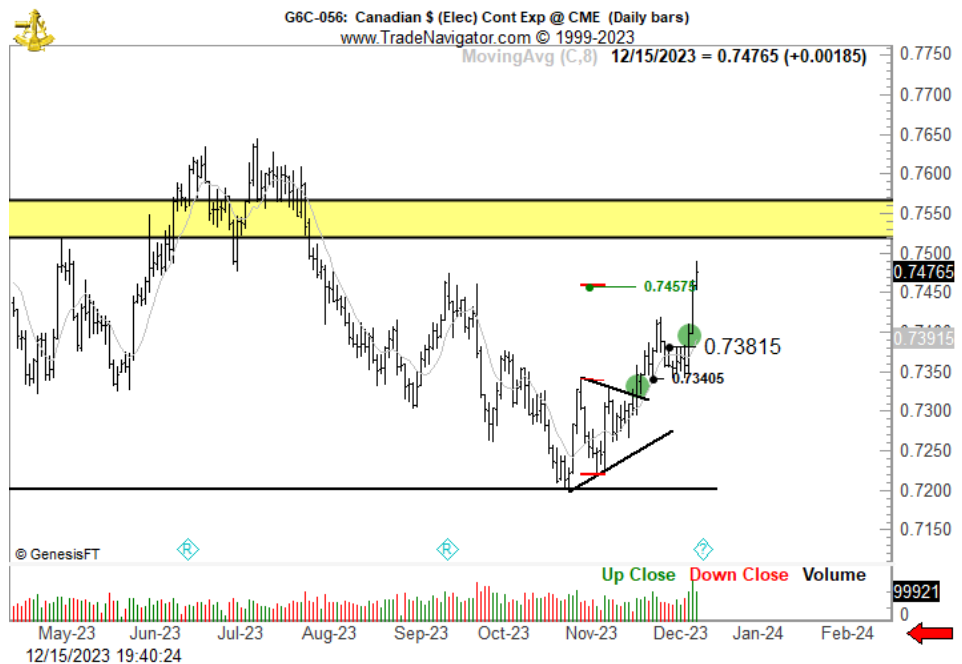
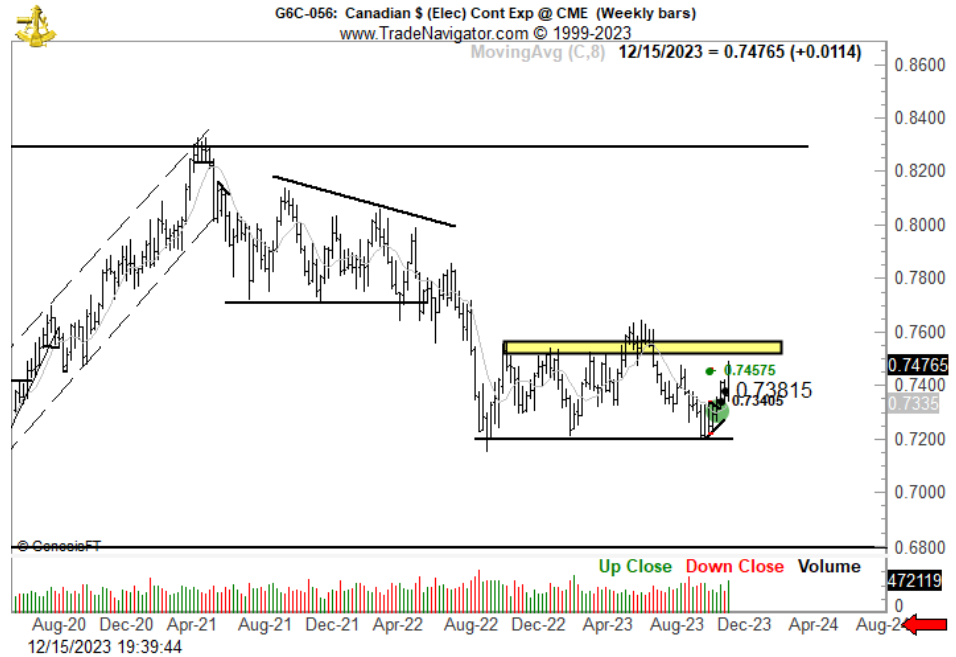
I entered a crazy trade today – and this experiment could get complicated.

- This is NOT a typical trade for me. My thinking was as follows:
- Separate from the Factor Prop Account I have a large position in BTC, the bulk of which is a long-term Hodl.
- There may be periods during which I want to hedge my spot BTC position against ETH (because I believe over time BTC will continue to gain on ETH).
- Shorting spot ETH is nearly impossible for a U.S. citizen. CME is the most appropriate shorting venue, but CME ETH trading is not open on weekends.
- ETH displays a possible bearish rising wedge dating back to the Jul 2022 low.
- The advance on Dec 7 broke through the upper boundary of this wedge and should have propelled prices higher. I commented to members that the Dec 7 advance was also a possible “last-gasp” throw-over, indicating that the wedge could be a bearish construction.
- The decline on Dec 11 was a suggestion that the final high within the wedge had been established.
- The small rally on Thursday appeared to be retesting the under belly of the wedge.
- My thinking was that a short trade was an asymmetrical R/r set up.
- I short one Dec CME futures contract (50 ETHs) on Friday.
- I will throw in the towel above Friday's high.
- Because futures are not open over the weekend, I am prepared to hedge the futures contract with a spot ETH futures if Thursday's high in spot is penetrated on the upside.
- If this occurs, I will leg out of the long ETH spot/short ETH futures next week.
- I probably need to get my head examined for this trade.



Canadian Dollars futures

- Factor is long 100%.
- I originally bought a 100% long position in Mar futures at 7344 on Nov 24 but was stopped out during the Dec 5 & 7 correction.
- Yet, because the 8 DMA and 18 DMA were up AND the COT profile was bullish, I still liked the idea of being long.
- I viewed the rally on Wednesday as a sign the advance was intact.
- I rebought a 50% position in Mar futures at 7401.
- I covered half of that position at the target on Thursday and remain long a 25% position.
- It is my trading policy to take some money off the table when targets are reached. The next target is 7548.



London Coffee futures

- The Factor communications in recent weeks have commented on the expanding triangle (also called a megaphone) unfolding in the Mar contract.

- I bought a 100% position on Dec 6 but exited that position on Dec 8 due to the Factor's "Friday closing loss" principle (not taking a losing trade into a weekend).
- The integrity of the megaphone remained solid so I reentered a 50% early



Monday at 2533 with a tight stop below the Dec 6 low (see Factor Member tweet from Dec 11).

- The target of 2821 was quickly met – and I covered half of the 50% position and remain long a 25% position.
- The long-term chart can be viewed as a massive rectangle. An upside breakout is possible.

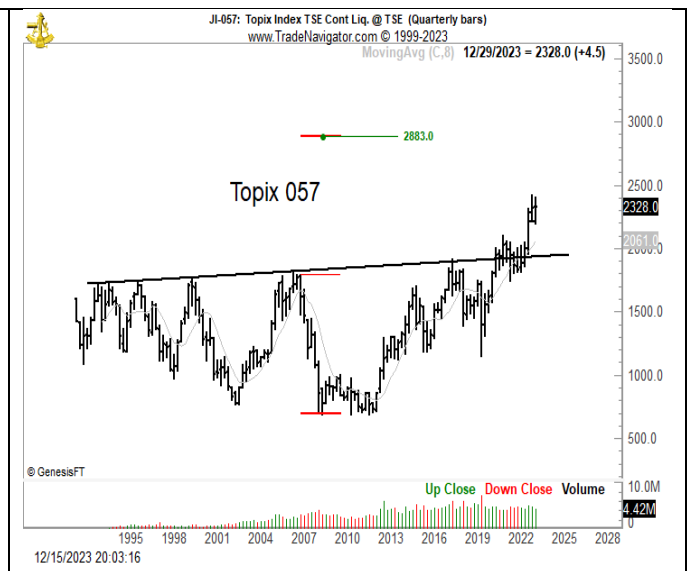
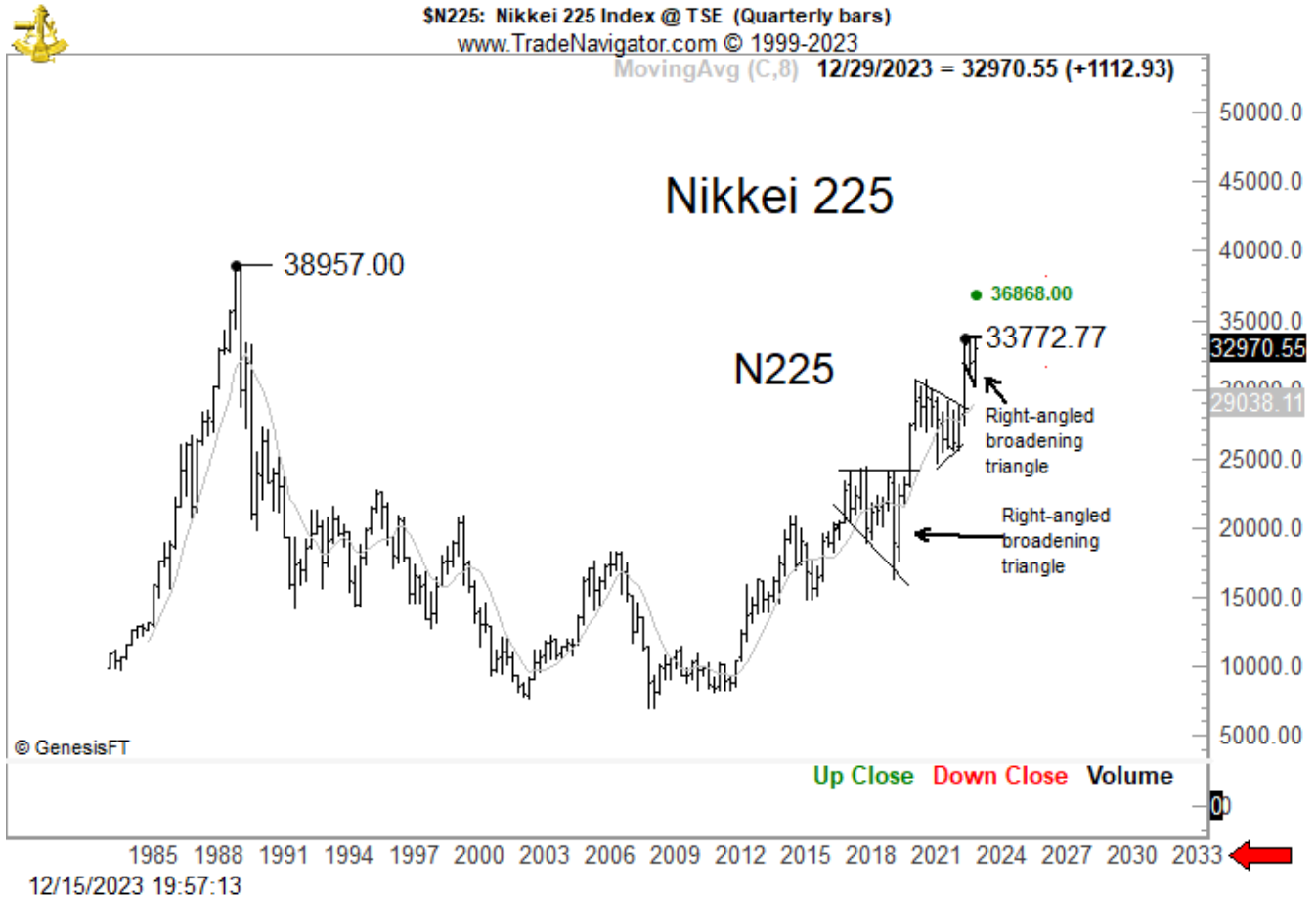


FactorMembers @factor_members

Something potentially massive in London Coffee. I reestablished a 50% position having exited a 100% position on Dec 8.

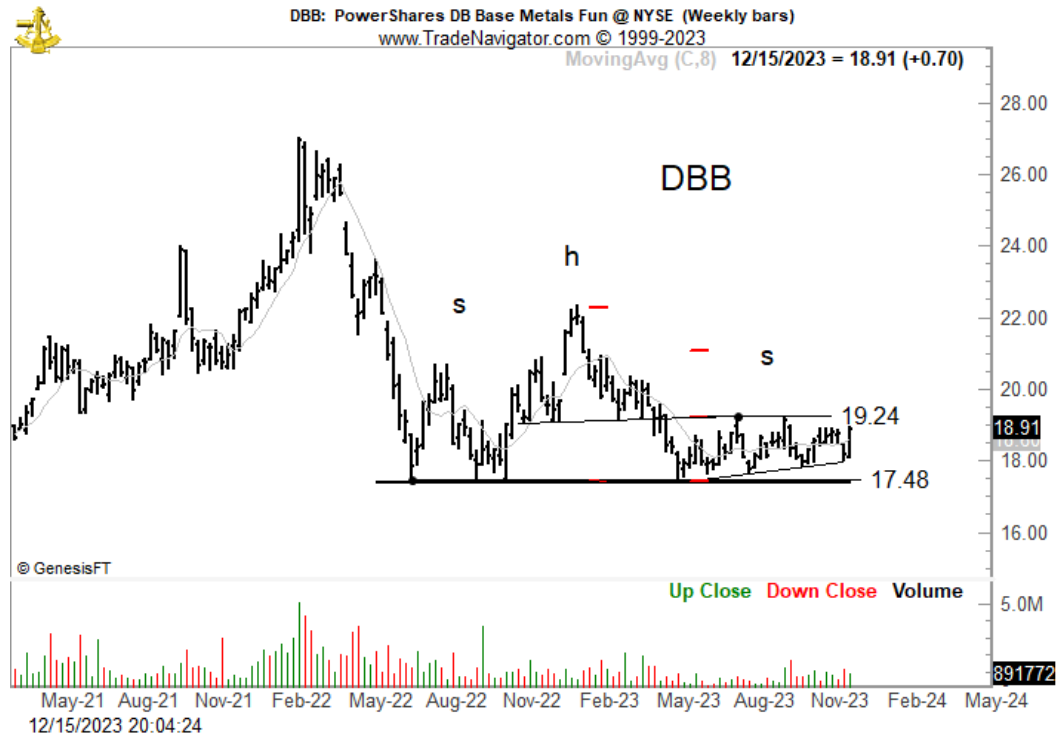
Japanese equity futures

- Japanese equities are in a strong bull trend and working back toward the ATHs established more than 30 years ago.
- Topix is stronger than the Nikkei but the Nikkei has a cleaner pattern for a trade set up.
- I will have orders for both the Nikkei and Topix and will take the trade that fills first.



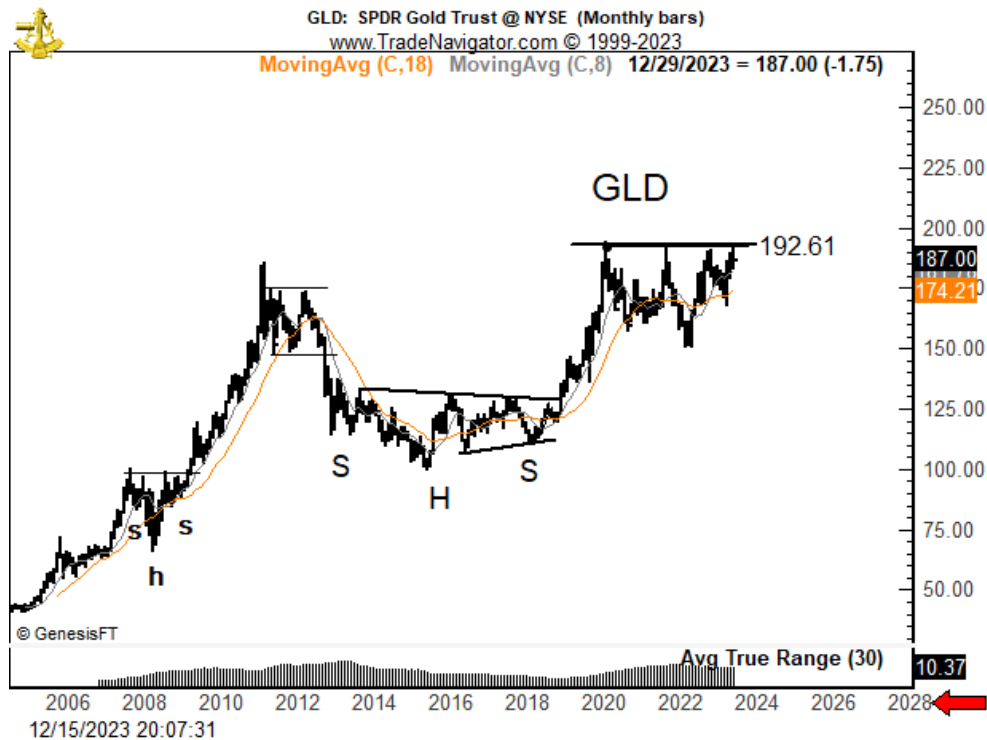
DBB (base metals etf)

- Factor is flat. This is an interesting chart that offers a set up for a long or short – the short via a continuation H&S and the long via a complex fulcrum.
- I have entry stop orders resting to go in either direction. I do NOT short individual stocks but will short ETFs.



GLD etf

- The chart is developing a continuation inverted H&S with an abbreviated right shoulder (at least so far). I will buy GLD on a 100% of 30-day ATR breakout.



Corn futures

- The chart displays a falling wedge.



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