

**Date:** 30/04/18 **Market:** ES mini

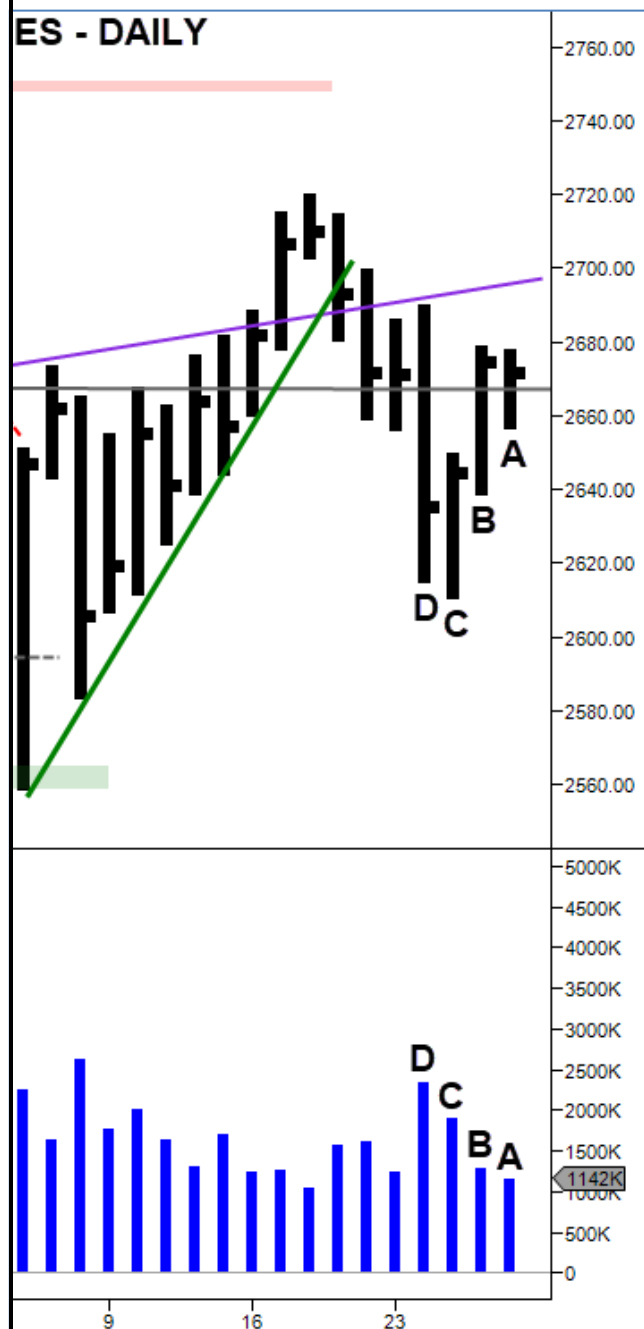
**Timeframe(s):** Intraday – 5m,15m,60m,3500T

**Yesterday:** **HIGH:** 2676.25

**LOW:** 2657.75

**CLOSE:** 2671.50

**Other levels:** res:2788.00, res:2748-50.00, res:2699.00 (axis) sup:2668.00 (important for the immediate) sup:2594.50



The S&P's is in a precarious position, feels a little vulnerable due to the lack of volume (buying force) that has accompanied the rally from C to A. Bar D is negative; unable to rally through the axis line (purple line) breaks support with ease, wide spread and good volume. Bar C; some reversal type action that manages to close above the previous close with decent volume, ergo it accomplishes something to note

Bar B - we rally, breaks resistance and holds above this level, yet does so with low volume; this we could interpret as good flow to the upside as the volume is much lighter, or is it weak demand? Hard to judge due to the spread, true no demand bars should have narrow spreads

Bar C – an inside bar, with a lower high and a lower close (technically a down bar). Volume is the same as B, yet the spread has halved, therefore we KNOW a great deal of selling has occurred. From the daily timeframe, difficult to interpret, however an inside bar with structure nearby should provide opportunities, along with the highs and lows (refer to the work of Toby Crabel for inside bars)

The 60m timeframe has been range bound, before forming an apex, and we

are on the proverbial springboard position. Odds favour lower prices; good selling to A, which breaks support, as we rally back within the trading range, volume is incredibly low. This action combined with the daily bar being an inside day, may produce a decent days trading, as both timeframes create cause (contraction, expansion theory)

During the overnight action we drift up, breaking yesterdays high into fresh ground at 2682.25, towards the end of the Euro session we fall back to yesterdays high. The US opens and for 20 minutes we are unable to break the overnight high; from the very first bar we were less than 3 points away. Considering the amount of volume from the US session, we must interpret this as weakness; the market is refusing higher prices (previously spoken about this behaviour in depth, via a previous edition of the Chronicles)

Bar A – Very high volume that halts upside progress and reverses to close under the previous close. For those who follow the Chronicles, will recognize Bar A's volume as an aberration, and is indeed true selling. The US open and close should have the highest volume of the day (or at least the first couple of bars) Therefore bar A we know, that professionals/large funds are positioning themselves

Bar B – Hidden upthrust; tests on much, much lower volume than A. As we know, it takes equal or greater volume to break through a previous area of support or resistance. Instant short via the close.

Bar C – Exit ½; reversal action with a decent surge in volume. This occurred too close to yesterdays high (support), it has the potential to spring (+4.50 points)

Bar D – Full exit, spring theory came into play. The proceeding 2 bars from C hold support, with bar D being too close to the original entry position, market order was initiated (+0.75 ticks)



Bar E – Entry 2, why? For 50mins price was unable to rally from support, we have weakness in the background from A and good flow/ease of movement to C.

NOTE - the price action from the bar after C to E; E is the only bar that closes on its lows under the all the previous price action for the last 50mins, it achieves this in a reversal fashion leaning against structure from our channel, that is valid as it has held 5 times

Bar F – Exit 1/3; first target, demand line (+8.25 points)

Bar G – Exit 1/3; main target, that is also a demand confluence - demand line from micro channel and support being yesterdays low (blue line) (+17.00 points)

Bar H – Full exit. As we rallied from G volume decreased, it's very light as in "no demand" Cannot make a short play, as we are too close to support and it's the US lunch hour. Good for a scalp if one is interested in a couple of points and fits their trading plan. Although no trade, we have reason to hold the remainder of our contracts. Bar H reverses the negativity from the previous bar and does so with good volume, we must exit (+15.25 points) The rest of the day was choppy trading as we were flirting with yesterdays low, the focus shifted towards crude; futures CL (oil) and GC (gold) are trading well recently



Today's trading was set up via a volume aberration; one should always take note if any intraday volume is higher than the US open or close, especially if it occurs during the lunch period. Recently I have previously spoke about the importance of yesterday's highs and lows for intraday traders, today's trading illustrates this principle nicely as most of the price action for today has been churning through these areas. The market provided two very simple trades, both leaning against structure, difficult to initiate a position from here onwards. Time to lock in profits and call it a day

Email: [feibel@yahoo.com](mailto:feibel@yahoo.com)

Twitter: @feibel\_trading