



MTPredictor™

Software & training for Risk/Reward trading with Elliott wave

Daily Training report



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Announcements

MTPREDICTOR™ working with PARTNERS

-  Latest MTP reseller [+ MTP article [here](#)]
-  Thank you for showcasing MTP recently
-  New 2006 MTP reseller – finalizing ...
-  New 2006 MTP reseller – shortly ...
-  Press Release [here](#) + the Exchange article confirmed
-  MTP article confirmed - spring issue...
-  New MTP site feature [here](#)
-  Recent MTP articles [here](#)
-   Last MTP webinar [here](#)
- **ADD-ONS with PARTNERS**   - Videos [here](#)

PAID ADVERTISING/SPONSORSHIP (BMW; SAS®)



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Market commentary

S&P (SP-067) Daily Chart:



As you can see from the Chart above, yesterday the S&P rallied strongly again taking the Index into new high territory. As I suggested yesterday, this was the most likely outcome following Tuesday's strong rally. As we are in new highs now, I would not at all be surprised to see a narrow range sideways day as the market digests the recent rally.

Gold looks like it is ignoring my advice to continue lower by making a TS3 buy set-up, please see the first chart on the next page. This just goes to show that you must always go with the pattern on the market and not your Gut feeling.

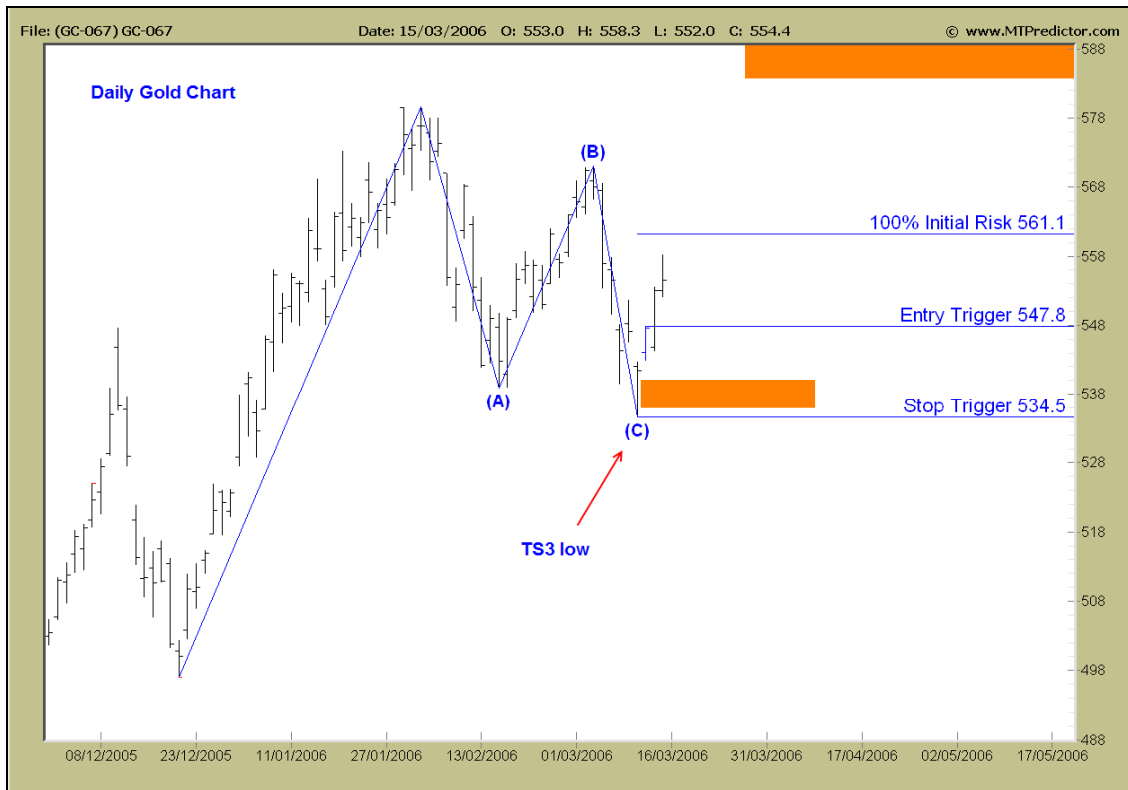
The British Pound looks to be rallying nicely. "If" the current minor rally continues then the first minor resistance area should be the minor Wave 1orA WPT taken from the last swing down into the Mar 10 low. Please see the second chart on the next page.

Continued on the next page

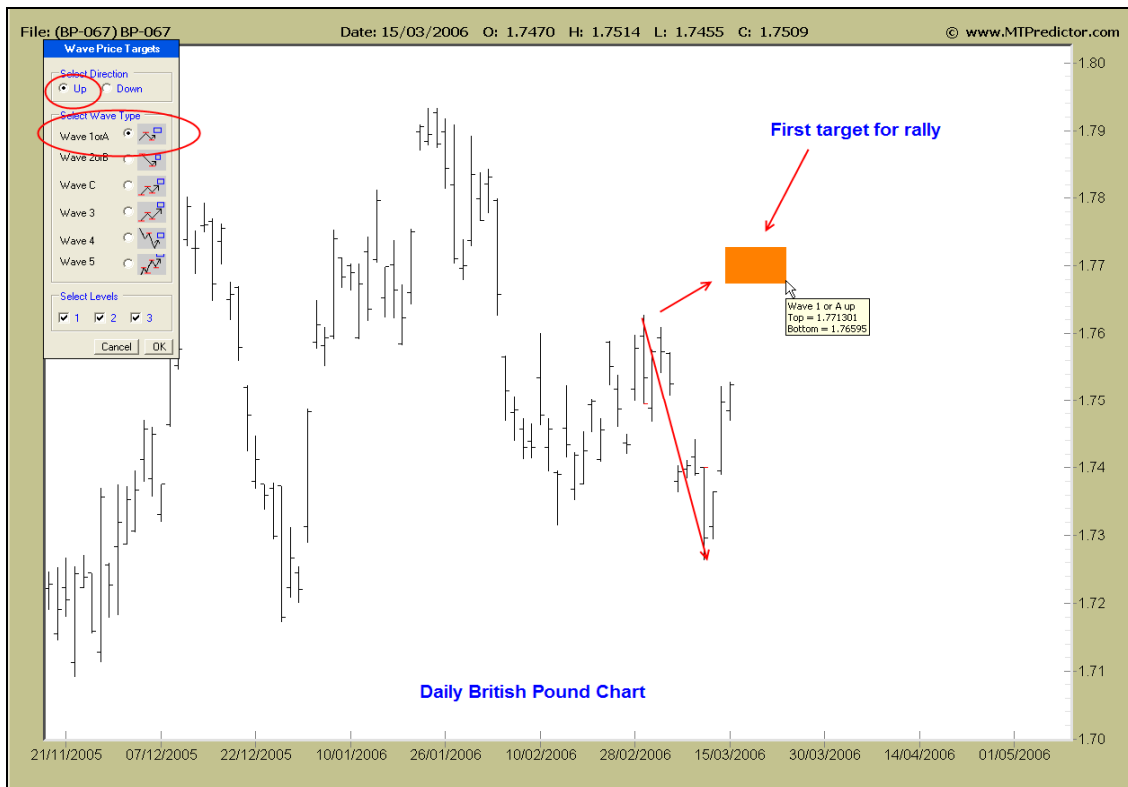
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Gold (GC-067) Daily Chart



British Pound (BP-067) Daily Chart



OK, over to some Real-Time charts now.

Yesterday was a very interesting day, where we had a few good looking set-ups. To start with I would like to look at a 3min NQ Chart:



As you can see, here we had a very good looking ABC pattern with 3 nice clear and obvious swings... but..... just look at the initial Risk/Reward at the first profit target. At only 0.7 to 1, this is far too low to consider a trade. Please remember, "Ideally" we are looking for a 2 to 1 minimum. As such, this was not a good trade to consider.

This then brings me onto the 3min YM and a great TS3 buy set-up that unfolded later in the day. Please see the first chart on the next page. Here we also had a good looking ABC pattern, but this time the initial Risk/Reward at the first profit target was 1.9 to 1. So the question was whether 1.9:1 was close enough to 2:1 to consider the trade. I would have to say yes, as the pattern was very nice on this set-up.

However, the YM continued to rally to beyond the first profit targets, in fact this rally continued much much further with the market blasting though the next profit target only stopping near the close of the day, where the return would have been a massive 12x the initial risk (ignoring slippage and commission). Yes, this would have turned an initial risk of only \$400 (2% initial risk on a \$20,000 account) into \$4,880 ! Yesterday I thought a 10x profit was good, but this was even better 😊

As such, this was another example where allowing a trade to "run" in the further out profit targets would have paid off with a very large profit.

YM 3min Chart 1



YM 3min Chart 2



So, as you can see, yesterday was another good day on the RT charts on the US Indices. However, I do not want to stop there. A few days ago I wrote a "Special advanced tutorial" where I demonstrated how it was possible to nail the very low of the day, well guess what – we did the same again yesterday ☺

Special Advanced Tutorial

For this special tutorial I would like to look at the 3min AB (Russell Index Chart) using the EOD program:



For this I am using eSignal data Exported via ASCII using the eSignal efs and charting in the EOD program (TS8 users can do exactly the same with the MTPData eld). I have rolled the chart back to 11:48 EST.

I have then added the Wave 1orA WPT using the last rally into the high. This technique is covered in more detail in Part 2 of the Trading Course and October's monthly seminar, both of which are available from the members section of the web site. As you can see, as of 11:48 EST, the AB had declined into this WPT support zone, where a blue (buy) reversal bar had unfolded.

OK, so just using this technique, there was the possibility that a low could unfold at this level, but as you all know, I love to look for 3-swing ABC corrections, so can any of you see this pattern in the decline off the 10:39 high into this low ??

Chart:

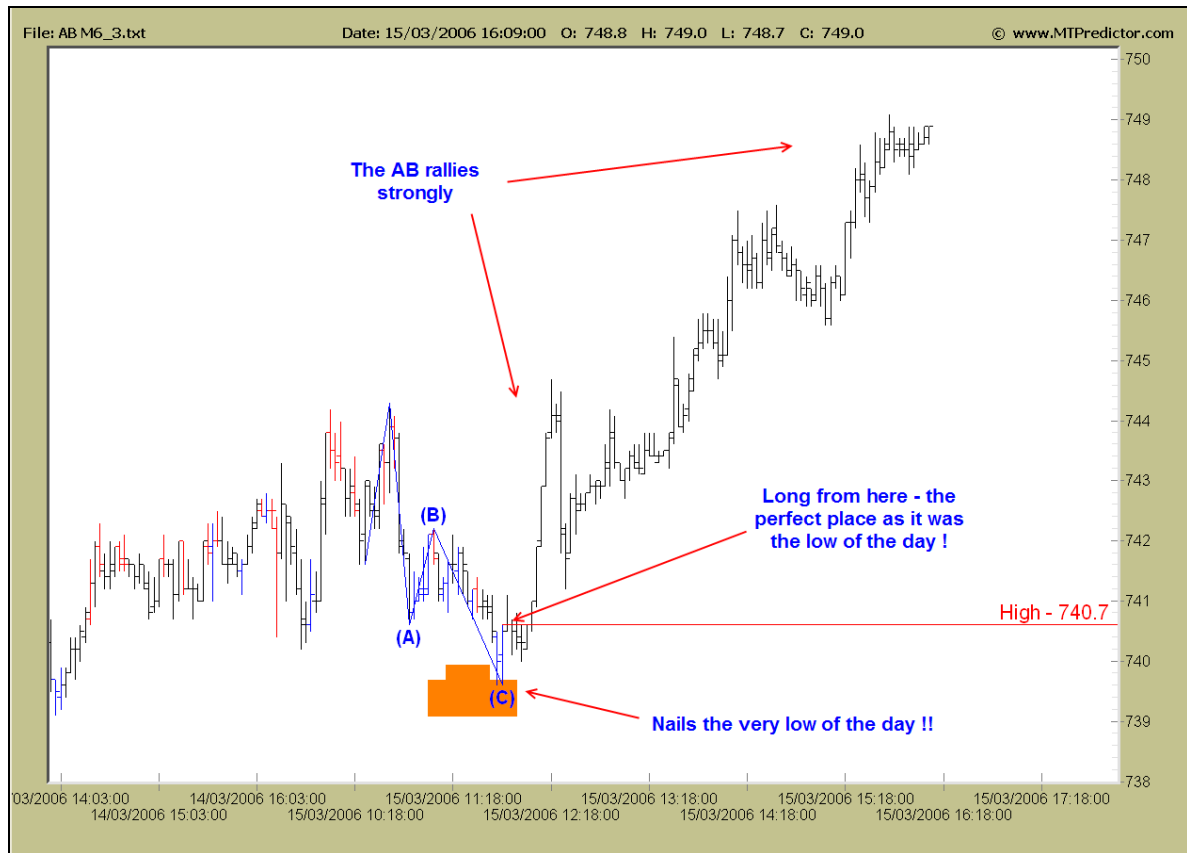


Low and behold, this is exactly what unfolded in the decline. As you can see, the new Advanced ABC module automatically identified this for you. So you could imagine how excited I was when I saw that the minimum Wave C WPT fell at the same level as the Wave 1 or A WPT, as (as I have already shown) we had a blue (buy) bar unfolding.....

For me, this was a great coming together of two support levels with my favourite ABC pattern. As such, there was the opportunity for a low risk trade entry as the high of the blue bar was exceeded.

Continued on the next page . . .

Chart:



As you can see, the AB rallied strongly from there, leaving this as the very bar of the low of the day ! Yes for the second time in under a week we have managed to nail the very low off the day to take a long trade as the market rallied strongly – now that is what I call good trading 😊

I apologise if I am boring some of you, but (personally) I get quite excited about being long from the very low of the day. This is not hard; I am not asking you to perform brain surgery here, the basis of all these trades is the simple ABC correction. Yes, I understand that it does take a little more work to uncover these trades, but I (personally) believe that this additional work is worth it as it will allow you to capture such great trades. This is why I spend so much time and effort in writing these reports as well as recording all the help videos and monthly seminars and writing the Trading Course, to give you all the information you need to find trades like this. The rest is up to you...

So whichever way you look at it, yesterday should have been another good day for the RT traders among you...

Continued on the next page

Lastly I would like to include a great example of a standard MTPredictor trade set-up on market that many of you may not be familiar with – the Euro-Bund futures. This is one of the most liquid futures markets in the world, the long bond futures for the European Union region - traded on Eurex and very well-known to Europeans, UK and global traders.



As you can see, this was a perfect example of an ABC pattern that reversed right at WPT resistance with a red (sell) bar nailing the high perfectly. The Bund then declined sharply into the 3rd projected profit target, which nailed the low perfectly. So all-in-all, a great example of a perfect standard MTPredictor trade set-up ☺

Thanks,

Steve

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Thanks and good trading . . .

Steve Griffiths
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