

ALGORITHMIC CURATED SWING TRADING

compiled by Michael Nauss

Regardless of time frame, my thoughts about trading always remain the same. I have two main philosophies when it comes to trading, both of which are very science based in nature.

1

Like testing a scientific theory, trading should have a systematic approach that can be testable and repeatable. Each trade does not matter just like each test would not matter. What should be of interest to the trader is a system that is created to be able to make money on the next 10,000 trades instead of worrying about the next one.

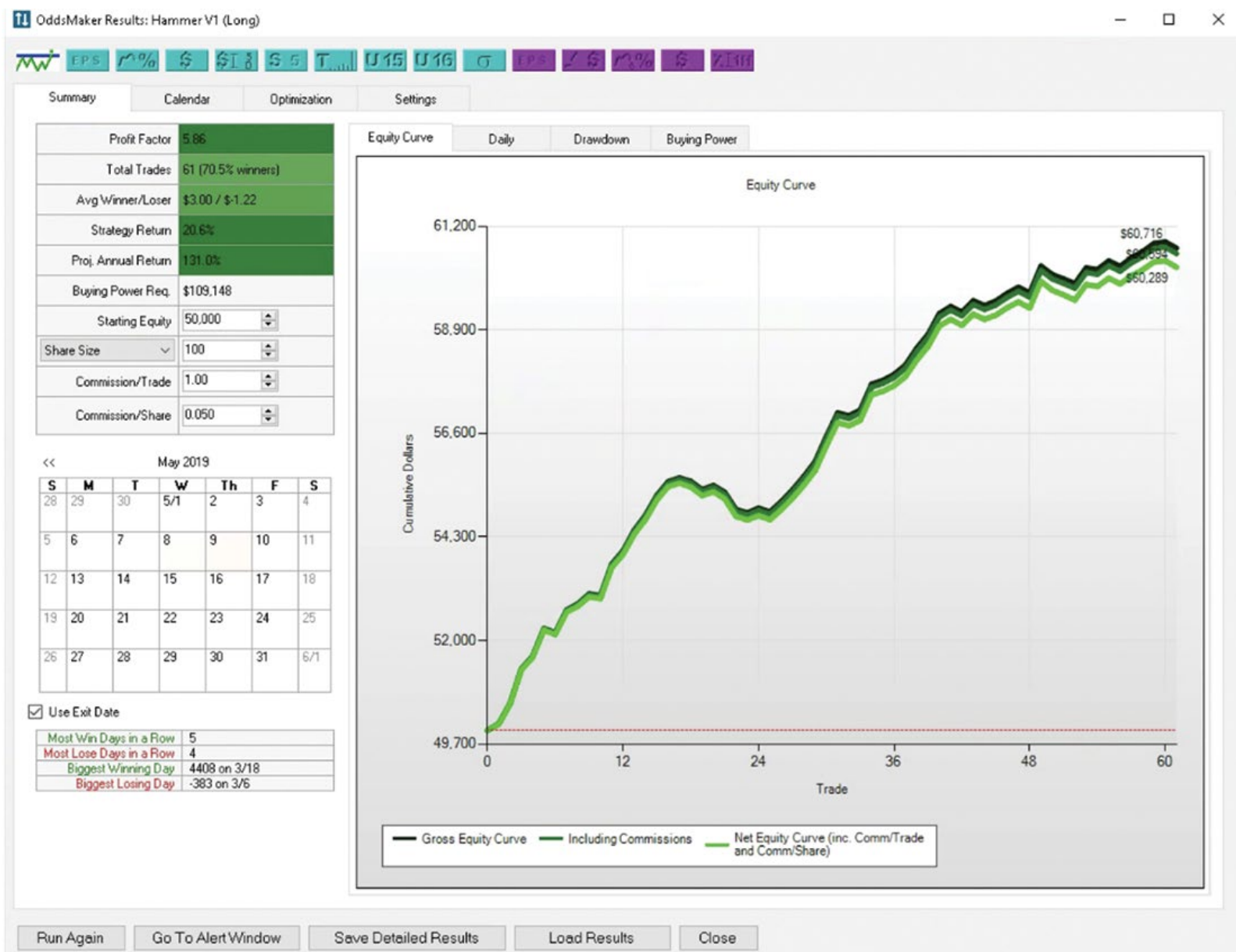
2

The second is that the human memory is awful and we are all very susceptible to confirmation bias. We only remember where a certain pattern works and forget all the other times that it does not.

MY PROCESS

STEP ONE

Use the trade-ideas backtester to find what's working in the market currently.





With the trade-ideas backtester you can test what you have seen in the market to make sure your not suffering from confirmation bias. After that you can build a trading plan around it and adjust it as changes in the markets inevitably happen.

STEP TWO

Display all results that would have triggered that day into a top list so you can easily see all of the symbols that are meeting the current criteria.



STEP THREE

Bots and algorithms are great at looking at things en masse but not as good as a human when reading technical analysis. Things like news or how a stock trades with liquidity and past price action are best worked out by a trader.

Scan your list each night picking stocks and entry points few them. I suggest setting price alerts in your Trade Ideas system so you will be alerted when things hit your price.

STEP FOUR

Trade your plan! When you originally created and backtested your trading plan you would have entered things like stop loss and hold times into the system.



It seems obvious but it's important to note that in the long run, your results will be more dependent on how you manage the trade and less on the outcome of your directional bet.

Configure OddsMaker

Entry

Timed Exit

Risk Mgmt

Advanced

Summary

Exits In Terms Of

☒ Dollars (\$)

☐ Percent (%)

☐ Enable Profit Target

☒ Use constant amount of: 1 \$

☐ Use filter value: Smart Stop (\$) ▾

☒ Enable Stop Loss

☐ Use constant amount of: 1 \$ ☐ + Wiggle

☒ Use filter value: Average True Range (\$) ▾

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Simulate Buy

Simulate Sell

Cancel

**Follow your rules with
discipline. Sharpen your
trading edge from scanning
and watching charts. Keep the
statistics on your side.**

0 min

390 min

☐ Time of Day: 5:00 PM



☐ At Market Open

☒ **At Market Close: Tomorrow + 6 days**



Prev

Next

Simulate Buy

Simulate Sell

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