

Trade Management

This is a general management plan that I recommend. Feel free to make changes as you see fit, based on your trading style and personal preferences.

Your goal when it comes to management is to “not mess with the play.” In most cases, the best thing to do after entering is to set stop and target and walk away. Having said that, here’s my trade management strategy:

1) AON to 75% to target unless:

- a. A significant pivot forms on the 5-min chart, in which case raise stop to under 5-min pivot.
- b. A topping sign forms, such as a WRB on +Vol., in which case trail position BBB on 1-min or 2-min chart.

2) At 75% to target, trail position BBB on 1-min or 2-min chart.

3) If the trade has two targets, only half the position is trailed at target 1. Back half is managed on 5-min “significant pivots” until 75% of target 2 has been reached, then BBB on 1-min or 2-min chart.

4) Note that sometimes only half the position is trailed after a topping/bottoming sign, even if the trade has 1 target only. This typically happens when the real target is still far away. Determining whether to trail half or the entire position will also depend on how significant the topping/bottoming sign is in relationship to the quality of the play.