December 14th, 2022 (+$81)

By disciplined_daytrader · December 15, 2022

TL;DR

On December 14th, 2022, a trade resulted in an $81 gain, driven by a fortunate market reversal following comments from JP. The author emphasizes the blend of luck and timing in trading, highlighting a significant 17-point profit from a futures trade despite the inherent risks involved.

This trade was nothing more than a fakeout to the downside that works better than it should have. I must note that this trade is very dangerous and the fact that it worked well gives credence to the idea that sometime you just need to be a little right but a lot of luck.

-Once JP started talking that is when we usually see large reversals in the price action of hike days or just fed meeting days so he started talking and I started looking for longs.

We had a nice bottom wick that we untested to the downside. That means that the wick formed and we immediately found buyers instead of breaking slowly to new lows. When this happens there is more likelihood of reversal or even just a scalp reversal move. I saw us spike then we went back down to test a higher low, I jumped in, was green immediately, sold for 17 point trade. This was my biggest futures trade by far. 17 points is nothing short of spectacular.

Sometimes you only need to be a little right but a lot of luck and that somewhat happened to me yesterday.

FAQ

What was the main outcome of the trade on December 14th, 2022?

The trade resulted in an $81 gain, showcasing a successful reversal in market action.

What factors contributed to the trade's success?

The success was attributed to a market reversal triggered by comments from JP and a quick decision to enter the market after observing bullish signals.

What does the author mean by 'a little right but a lot of luck'?

The phrase suggests that while some analysis may have been correct, the trade's success was largely due to fortunate timing and market conditions.

What is a 'bottom wick' in trading?

A bottom wick refers to a price action indicator where the price briefly dips before finding buyers, suggesting potential for a reversal.

How significant was the 17-point trade mentioned?

The 17-point trade was described as the author's biggest futures trade, indicating a notable achievement in their trading experience.