

# Dynamic Trader Daily Report

Comprehensive Analysis and Education For the Serious Trader and Investor

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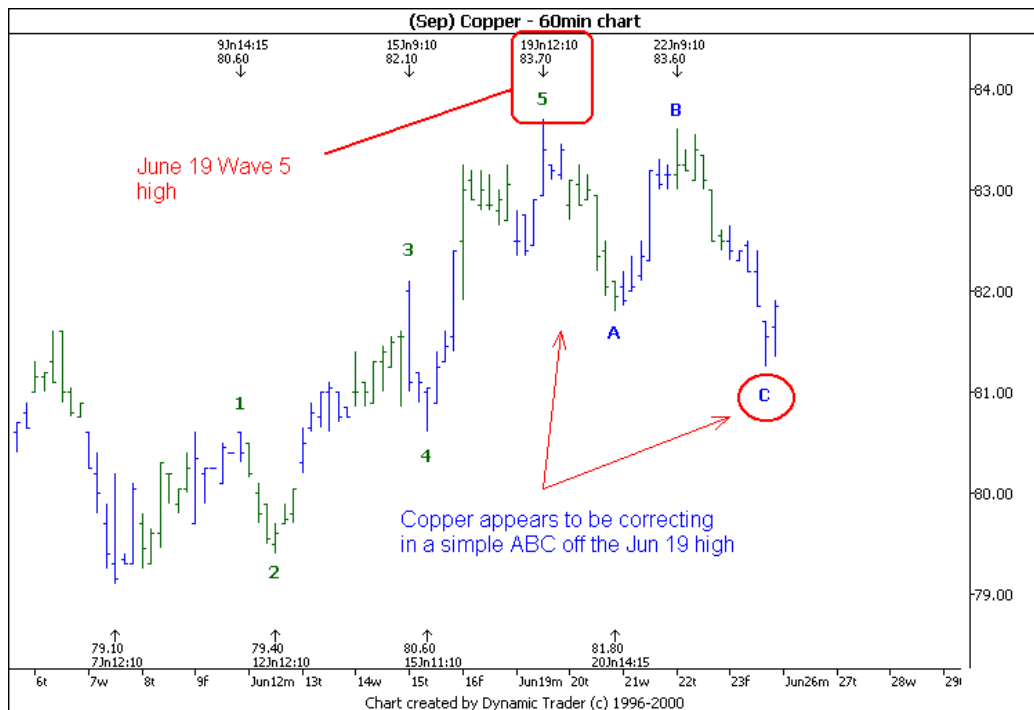
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The analysis and trading strategies described in this report are for educational purposes only. The commentary in this report may or may not relate to a specific trade recommendation made in the Dynamic Trader Report. The weekday issues of the Dynamic Trader Report are prepared by Stephen Griffiths and are primarily for trading education purposes with alerts for potential trade set-ups for markets described in the Saturday issue prepared by Robert Miner.

## Simple and Practical Analysis Procedure

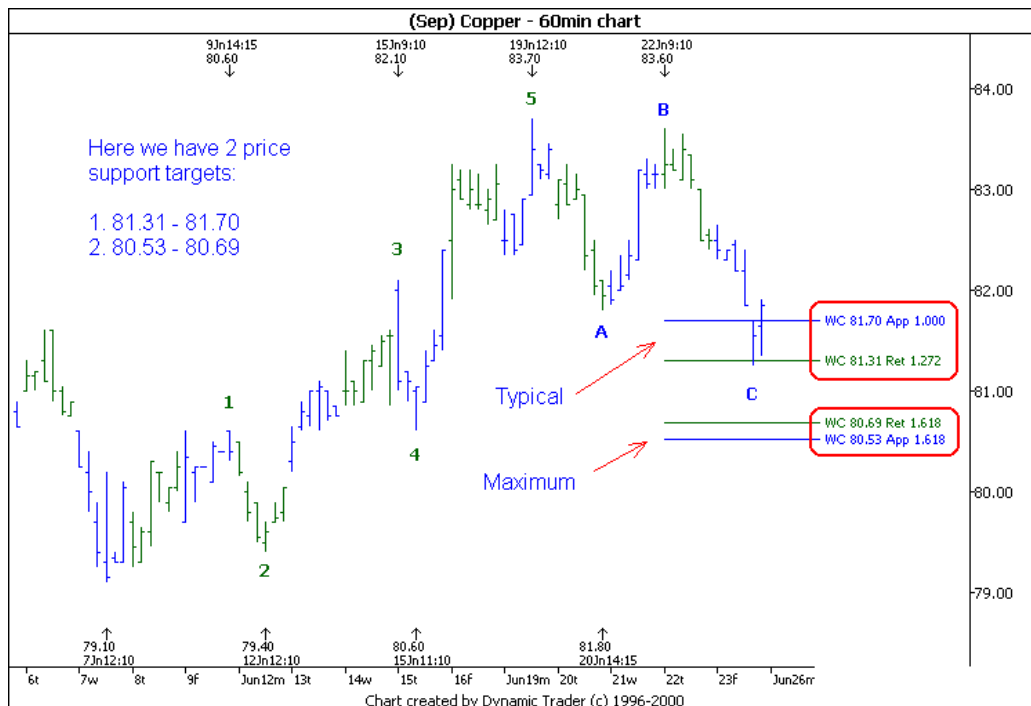
Continuing with the practical application of Price, Time and Pattern analysis, I would like to look at (Sep) copper.

Today I would like to look at the price position of (Sep) Copper, detailing the individual price calculations from the Saturday report. First let's review the pattern position of (Sep) Copper:



In this first chart we can see that copper appears to be correcting in a simple ABC off the Jun 19 high.

Now we can look for the *minimum*, *typical* and *maximum* price support targets for a simple ABC correction:



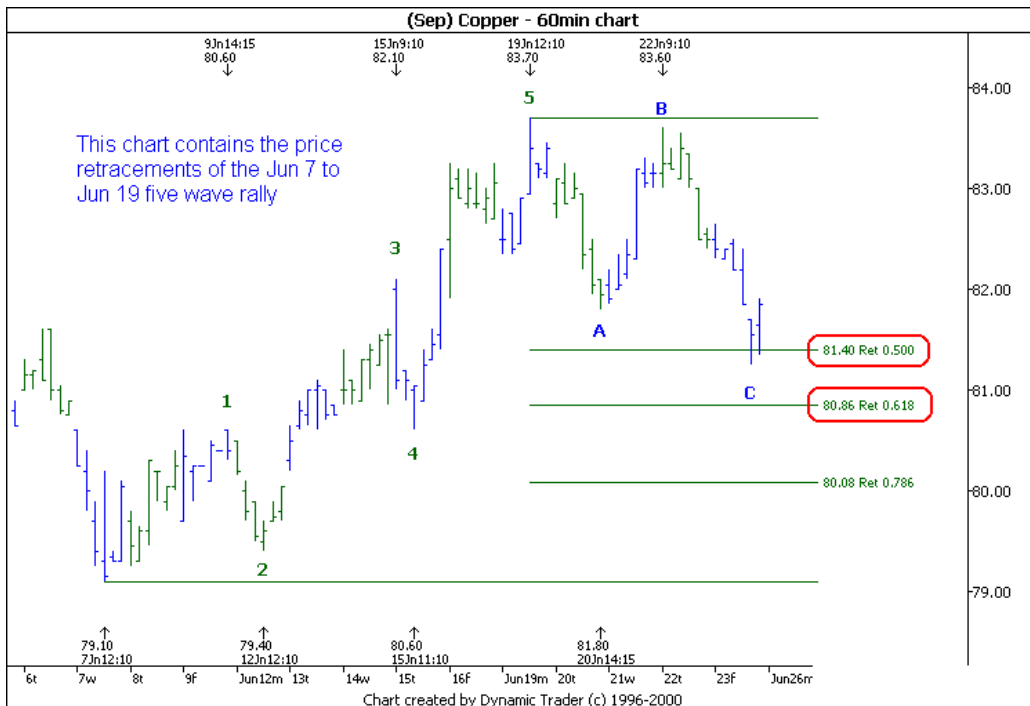
In the above chart we can see that two price clusters fall below the Wave A low at 81.31 – 81.70 and 80.53 – 80.69. Where the two clusters contain the following individual price relationships:

1. Wave C = 100% Wave A and Wave C = 1.27% Wave B
2. Wave C = 162% Wave A and Wave C = 1.62% Wave B

With a simple ABC, *typically* the Wave C will exceed the price extreme of the Wave A, therefore we only need to look for price clusters that fall beyond the Wave A extreme, below 81.80 in this example.

The first of these price targets at 81.31 – 81.70 would be considered the *typical* price target for a Wave C because it contains the important Wave C = 100% Wave A relationship. The second price target at 80.53 – 80.69 would be considered the *maximum* price target for a Wave C because it contains the Wave C = 162% Wave A relationship.

So far we have only looked at the ABC corrective swings since the June 19 high. We now need to add in the larger degree price retracements of the five wave June 7 to June 19 rally.



In the above chart we can see the 50% price retracement at 81.40 falls in the same area as the first Wave C price target of 81.31 – 81.70. The 61.8% price retracement at 80.86 falls in the same area as the second Wave C price target of 80.53 – 80.69.

Combining these would result in two price targets where both the Wave C and the entire ABC correction off the June 19 high is anticipated to terminate of:

- 81.31 – 81.70
- 80.53 – 80.86.

Tomorrow I will take a look at the time factors for copper.

### Lessons Learned

The simple and logical steps in building up price targets using *different swings* and *different degrees of swing* for the termination of a simple ABC correction in (Sep) copper.

Good Trading,

Steve

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## Specific Trade Recommendations Summary For June 26

This table only includes those markets with outstanding trades and new specific trade recommendations.

Market	New Trade Recommendations or Stop-Loss For Existing Positions
<b>S&amp;P</b> <u>New Rec</u>	<p><b>All analysis and trade strategies for the full S&amp;P contract. Trade execution on the E-Mini contract.</b></p> <p>Friday's low should be W.3. If so, it appears Waves a and b of 4 are complete. See chart below for W.C targets.</p> <p><u>ST&amp;IT Units</u>: As long as the S&amp;P has traded above 1480.8 but has not traded above 1489.9, sell on the close if the close is below the current day's open and prior day's close. Place the initial protective buy-stop one tick above the high made since the June 23 low.</p>
<b>Bonds (Sep)</b>	<p>Today's reversal confirmation day closed out the existing short position at the close of 95-15. Friday's low is potentially a Wave 1 or A. We will look for a shorting opportunity if a minor ABC correction is made to the 50%-78.6% retracement zone. There are no new recommendations.</p>
<b>Euro (Sep)</b> <u>L-6/26, 0.9430.</u>	<p>Today's reversal day triggered a new long trade on close at 0.9430</p> <p><u>ST&amp;IT Units</u>: Place the initial protective sell-stop at 0.9668, one tick under today's low.</p>
<b>Yen (Sep)</b> <u>S-6/26, 96.13.</u>	<p>Today's decline elected the 96.92 sell stop on open at 96.13</p> <p><u>ST&amp;IT Units</u>: Lower the protective buy -stop to 97.40, three ticks above the 78.6% price ret.</p>
<b>Gold (Aug)</b> <u>L-6/26, 285.5</u>	<p>Today's reversal confirmation day triggered a new long trade on close at 285.5.</p> <p><u>ST&amp;IT Units</u>: Place the initial protective sell-stop at 283.9, one tick under Friday's low.</p>
<b>Copper (Dec)</b> <u>L-6/26, 83.25</u>	<p>Today's reversal confirmation day triggered a new long trade on close at 83.25</p> <p><u>ST&amp;IT Units</u>: Place the initial protective sell-stop at 81.25, one tick under Friday's low.</p>
<b>Beans (Nov)</b> <u>Same Rec. as Sat.</u>	<p><u>ST&amp;IT Units</u>: As long as <u>July</u> beans have not closed below 486 Buy <u>Nov</u> beans on the close if the Nov. contract close is above the current day's open and the prior day's close. Place the initial protective sell-stop one tick below the recent low.</p>
<b>Cotton (Dec)</b> <u>Rec Voided</u>	<p>Today's decline voided the go-long set-up described in Saturdays' report.</p> <p>There are no new recommendations.</p>
<b>AD (Sep)</b> <u>New. Rec.</u>	<p>Today's reversal day at the <u>.5945-.5847</u> support zone indicates the termination of Wave 4 as outlined Saturday. See chart below.</p> <p><u>ST&amp;IT Units</u>: As long as the AD has not traded below .5945, buy on a 05989 stop and place the initial protective sell-stop at 0.5944, one tick under today's low.</p>

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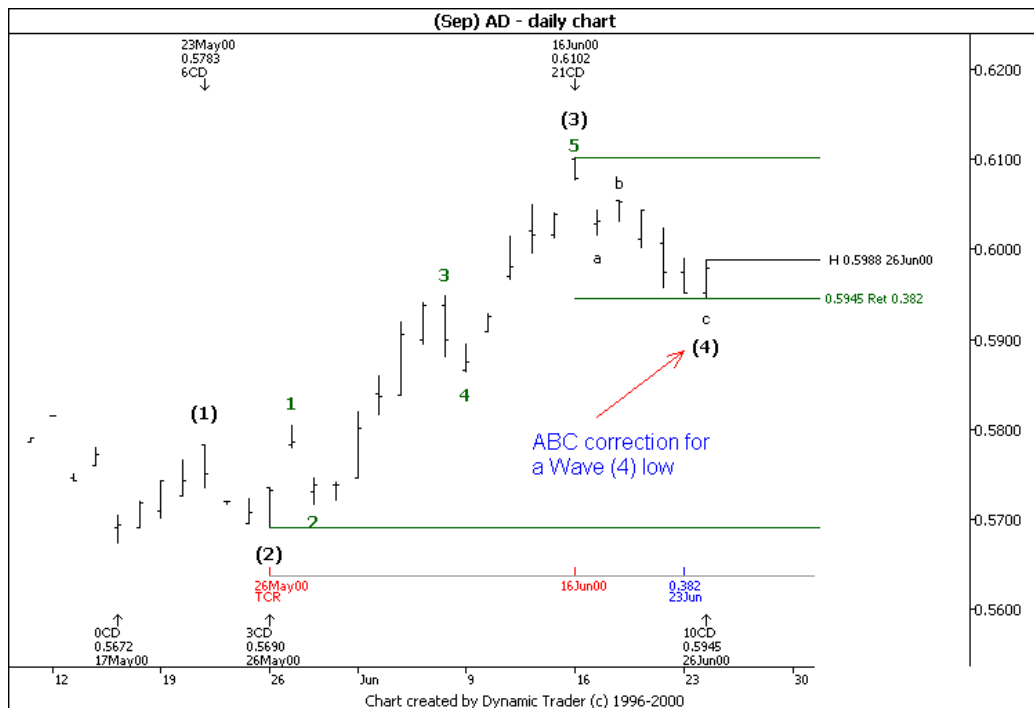
### Summary of Open Trade Positions as of June 26

Market	Month	L / S	Unit	Opened	Price	Closed	Price	# Ctr	P/L	O/C
Bonds	Sep	S	ST&IT	6/20	97.10	6/26	96.15	2	\$1687	C
Euro	Sep	L	ST&IT	6/26	0.9430	-	0.9430	2	\$0	O
Yen	Sep	S	ST&IT	6/26	96.13	-	96.07	2	\$150	O
Gold	Aug	L	ST&IT	6/26	285.5	-	285.5	2	\$0	O
Copper	Dec	L	ST&IT	6/26	83.25	-	83.25	2	\$0	O

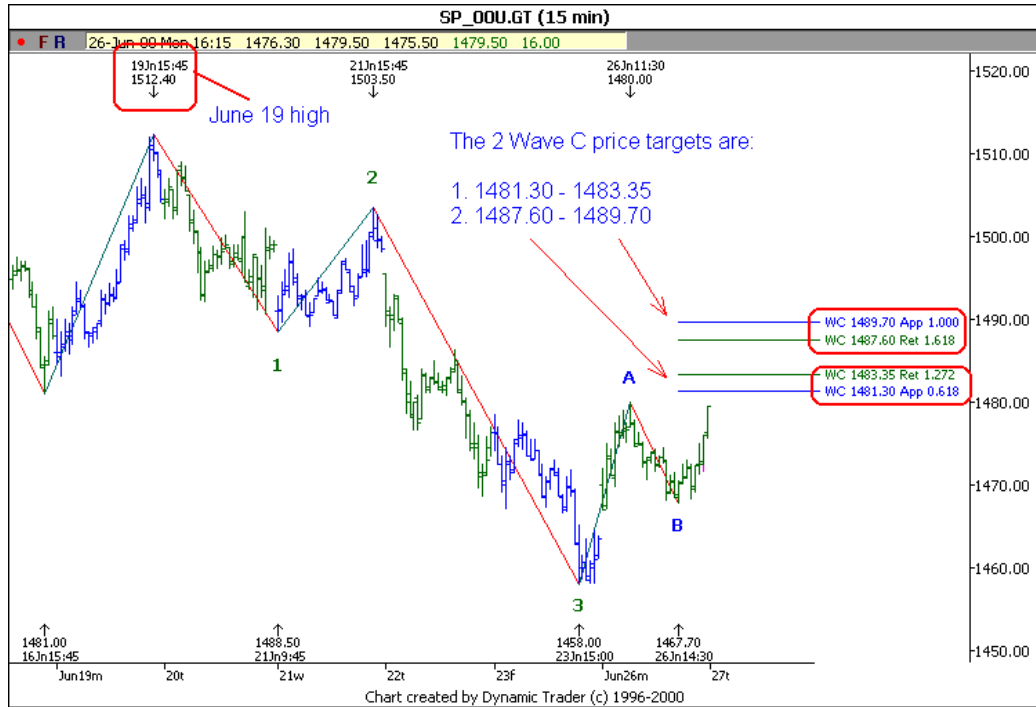
### Other Markets of Interest Summary For June 26

Market	Other Markets of Interest
Nasdaq 100	Similar position to the S&P, in that Friday may be a lesser-degree Wave 3 low and now making an ABC, Wave-4.
Dollar Index	Ideal Wave C target at 108.46 – 108.75.
Wheat (Sep)	The ideal set-up is if an ABC correction is made into the 283-277 price support zone. Wave A and B appear complete. See chart below.

### (Sep) AD – daily chart



(Sep) S&P – 15min chart



(Sep) wheat – 60min chart



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**Corrections To Saturday Report:**

**Copper** – Front page Trade Rec Table – Rec is for Sept. copper, not Dec. Sept. was used for the analysis comments and charts on page 17. Doesn't make any real difference if the trade were taken in Sept. or Dec. Both should track the same. Today's close in Dec. and Sept. was the same.

**Bonds** – Ignore page 8. This 5-bars/day chart and comments was from last Saturday's report. Page 9 is the current comments.