

# Dynamic Trader Daily Report

Comprehensive Analysis and Education For the Serious Trader and Investor

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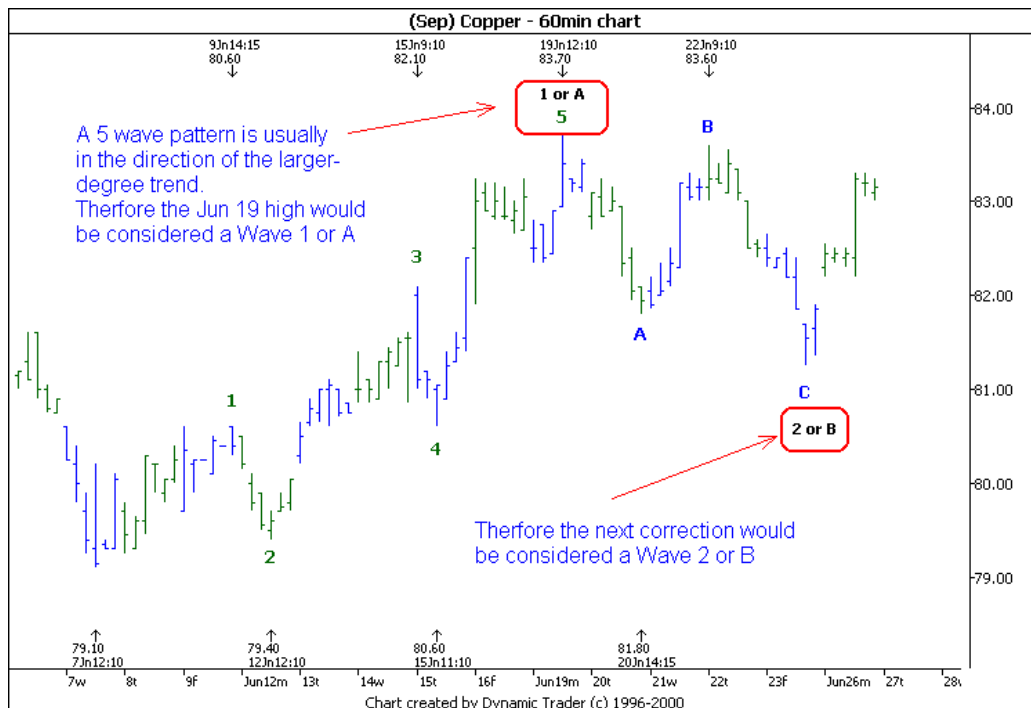
Tuesday, June 27, 2000

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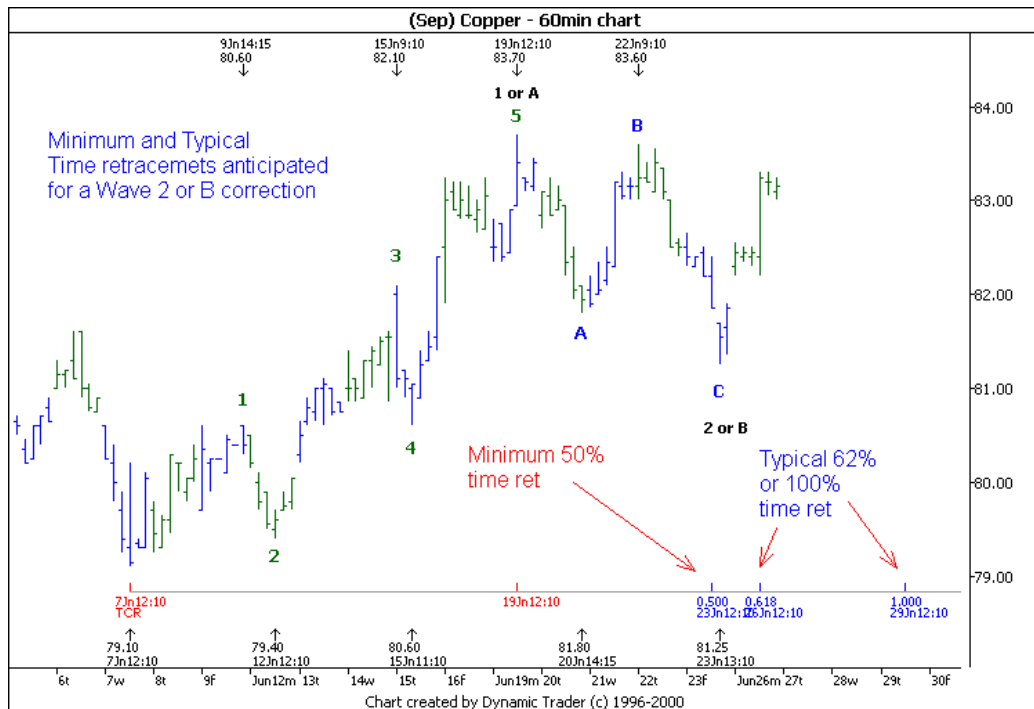
The analysis and trading strategies described in this report are for educational purposes only. The commentary in this report may or may not relate to a specific trade recommendation made in the Dynamic Trader Report. The weekday issues of the Dynamic Trader Report are prepared by Stephen Griffiths and 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

Yesterday, we took at the current price position of copper. Today I would like to take a look at the time position, detailing the individual time calculations from the Saturday report. First let's review the larger-degree pattern position of (Sep) Copper:



In the chart above we can see that the lesser-degree five-wave advance into the Jun 19 high would be considered a larger-degree Wave 1 or A. We can therefore make the time calculations for a Wave 2 or B correction off the Jun 7 to Jun 19 rally.

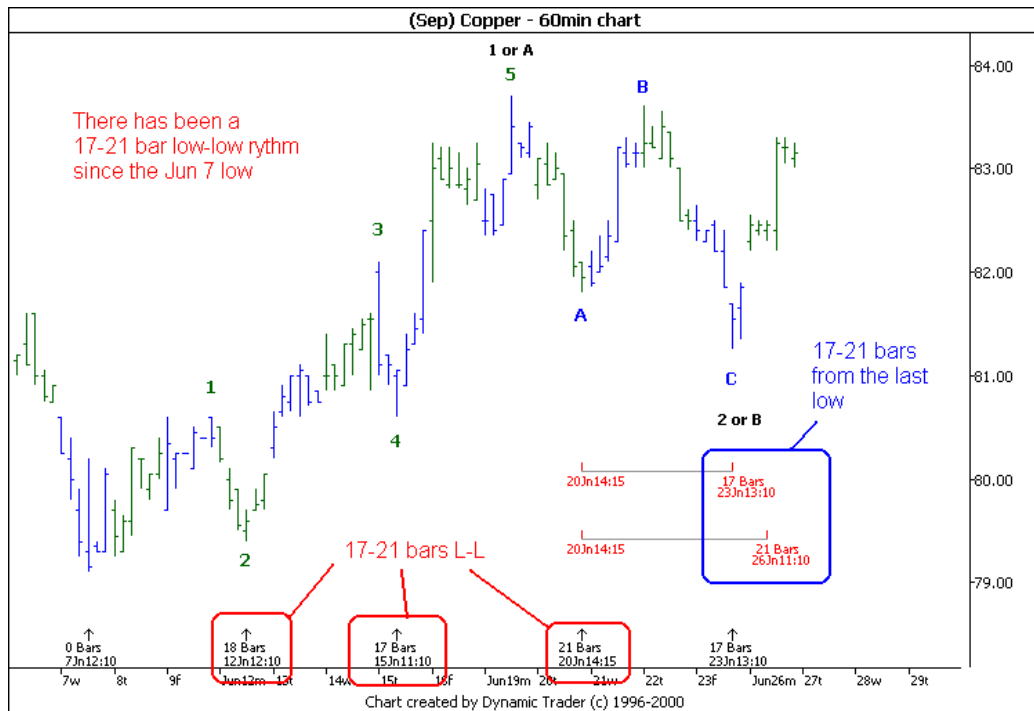


In the chart above, the *minimum* time before a Wave 2 or B correction was anticipated to terminate was midday on June 23 (Friday). With two of the *typical* retracements falling on midday June 26 (62% time retracement) and midday on June 29 (100% time retracement).

The next time projection made in the Saturday report was a Low-Low time rhythm.

On the chart on the next page, it can be seen that there has been a very regular 17-21 bar low-low rhythm since the June 7 low. If we now extend a time window of 17-21 bars from the last swing low on June 20, labelled as a Wave A low, we have a time period of midday on Jun 23 - midday on June 26 (Friday-Monday) when the next low should be anticipated *if the recent time rhythm continues*. We always assume a recent time rhythm will continue until proven otherwise.

This low-low time zone falls in the same area as both the *minimum* time retracement of 50% Wave 1 or A and the first *typical* time retracement of 61.8% Wave 1 or A on midday Jun 23 and midday Jun 26.



Combining these two time mythologies would produce a time zone from midday on Jun 23 (Friday) to midday on June 26 (Monday) where the Wave C and hence the entire Wave 2 or B correction was anticipated to terminate.

This combined with the price analysis covered in yesterday's tutorial prepared traders in advance that Friday's low was either the completion or very near to the completion of an ABC correction. Hence the specific trade recommendation to position long on a reversal confirmation day in Saturday's report. This trade was elected as copper rallied yesterday.

Tomorrow I would like to look at using the stochastic RSI oscillator for an indication that copper was in the area where a corrective low would typically be anticipated to terminate.

### Lessons Learned

The simple and logical steps in building up time targets using *different swings* and *different degrees of swing* for the termination of a Wave 2 or B correction in (Sep) copper.

Good Trading,  
Steve  
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## Specific Trade Recommendations Summary For June 27

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

Market	New Trade Recommendations or Stop-Loss For Existing Positions
<p><b>S&amp;P</b> <u>S-6/27, 1471</u></p>	<p><b>Analysis on the Full S&amp;P, trade execution on the E-mini.</b> Today the S&amp;P rallied into the minimum Wave C price target as anticipated yesterday, then declined making a reversal day electing a new short position on close at 1471.00. See chart below. <u>ST&amp;IT Units:</u> Maintain the protective buy-stop at 1484.50, one tick above today's high.</p>
<p><b>Bonds (Sep)</b> <u>New Rec.</u></p>	<p>Bonds are approaching the area for a potential Wave 2 or B high. See the chart below. <u>ST&amp;IT Units:</u> If Bonds trade to 96.28 but do not close above 97.08, sell on the close if the close is below the current day's open and the prior day's close. Place the initial protective buy-stop one tick above the recent high.</p>
<p><b>Euro (Sep)</b> <u>L-6/26, 0.9430.</u></p>	<p><u>ST&amp;IT Units:</u> Maintain the protective sell-stop at 0.9368, one tick under Monday's low.</p>
<p><b>Yen (Sep)</b> <u>S-6/26, 96.13.</u></p>	<p><u>ST&amp;IT Units:</u> Maintain the protective buy-stop at 97.40, three ticks above the 78.6% price retracement.</p>
<p><b>Gold (Aug)</b> <u>L-6/26, 285.5</u></p>	<p><u>ST&amp;IT Units:</u> Maintain the protective sell-stop at 283.9, one tick under Friday's low.</p>
<p><b>Copper (Sep)</b> <u>L-6/26, 83.15</u></p>	<p>Please note these are the prices for the <u>Sep</u> contract. <u>Units:</u> Raise the protective sell-stop to 81.70, three ticks below the 78.6% price retracement.</p>
<p><b>Beans (Nov)</b> <u>L-6/27, 482</u></p>	<p>Today beans rallied, electing a long trade on close at 482 <u>ST&amp;IT Units:</u> Place the initial protective sell-stop at 470.2, one tick below Monday's low.</p>
<p><b>AD (Sep)</b> <u>L-6/27, .6022</u></p>	<p>Today's rally elected the .5989 stop on open at .6022 <u>ST&amp;IT Units:</u> Maintain the protective sell-stop at 0.5944, one tick under Monday's low.</p>

### Summary of Open Trade Positions as of June 27

Market	Month	L / S	Unit	Opened	Price	Closed	Price	# Ctr	P/L	O/C
<b>Bonds</b>	Sep	S	ST&IT	6/20	97.10	6/26	96.15	2	\$1687	C
<b>Euro</b>	Sep	L	ST&IT	6/26	0.9430	-	0.9513	2	\$2075	O
<b>Yen</b>	Sep	S	ST&IT	6/26	96.13	-	96.45	2	(\$800)	O
<b>Gold</b>	Aug	L	ST&IT	6/26	285.5	-	287.5	2	\$400	O
<b>Copper</b>	Sep	L	ST&IT	6/26	83.15	-	82.70	2	(\$225)	O
<b>AD</b>	Sep	L	ST&IT	6/27	.6022	-	.6030	2	\$160	O
<b>Beans</b>	Nov	L	ST&IT	6/27	482	-	482	2	\$0	O
<b>S&amp;P</b>	Sep	S	ST&IT	6/27	1471	-	1471	2	\$0	O

### Other Markets of Interest Summary For June 27

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

Continued on next page.

(Sep) S&P – 15min chart



(Sep) Bonds – 60min chart



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