

Day Trading University

Part 2. Scalping

WHAT IS SCALPING?

Scalping is turning over your capital quickly while day trading. Usually, less than 1 hour of total trade time to get in and out of positions. The GOAL is to get to CASH as soon as possible to minimize risk.

For scalping I use the following critical strategies:

FIBONACCI

Focus on the GOLDEN ZONE to enter trades optimizing risk reward between the 0.5 to 0.786 Fib. New Traders should just focus on the 0.618. Keep your stop loss at the swing high/low.

Full Seminars:

<https://www.youtube.com/playlist?list=PLFAKby4qxtHVXUxudppWUtGrsqHZZiRV>



OPENING RANGE BREAKOUT

The quickest way to enter a trade. I use the 3/5/15 min FIRST candle of the day and take the BREAKOUT of the candle to enter. No BIAS. Stop loss on the other side of the bar.

Full Seminar:

https://www.youtube.com/watch?v=O4_6-PTAQIY&t=1s&ab_channel=TradingWarz



FRACTALS

Using our TW Golden Indicators and Nirvana, we use Holy Grails, Nirvanas, Inside and Outside Bars to RISK 1 bar at a time for quick scalps. Stop loss on the other side of the bar.

Full Seminar:

https://www.youtube.com/watch?v=Yy54bPC60G4&ab_channel=TradingWarz



WHEN TO USE THE STRATEGY?

Scalping can be used at anytime as long as there is a valid setup.

Fibonacci is broken down into the following:

- Morning Range
- Full Range
- Pre-Market Range See here: https://www.youtube.com/watch?v=dS2rKqv0RYA&ab_channel=TradingWarz

Orb is RIGHT at the open within the FIRST candle close on the time frame you focus on here is a

quick 2 min guide: https://www.youtube.com/watch?v=UKohMuPWYXU&ab_channel=TradingWarz

Fractals can be used when the pattern presents itself I would avoid very late into the close as you might not be able to get out in time see here: https://www.youtube.com/watch?v=8DeJ_4lX9so&ab_channel=TradingWarz

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WHAT INSTRUMENTS CAN BE USED?

SHARES

You can trade using leveraged ETFs for the best bang for your buck with a small account.

OPTIONS

*Cash account or margin

Focus mainly on the Fibonacci or Fractals. ORBS may be overpriced with options at the open.

FUTURES

Futures *KEY* - Trading futures PROTECTS from DECAY that options have and has no PDT rule. Futures is HIGHLY leveraged and for the MASTER scalper it can generate HUGE profits. It's also VERY liquid so you can get in and out FAST.

Futures Course:

<https://youtube.com/playlist?list=PLFAKby4qxtHVXUxudppWUtGrsqHZZiRV>



WHY DO I SCALP?

- *Day trading allows you lower risk than swinging overnight – sleep easy at night knowing you are all in Cash.
- *It gives a potential huge edge over investors as you can trade multiple times in one day earning profits in a single move i.e. you can scalp back in forth in a small range while investors only get the daily move.
- *Key to growing small accounts that can't afford to hold contracts overnight
- *Fibonacci works so well with scalping that there is a natural synergy.



4/27/2023 – \$SPY VIP’s Best 0.618 Long Algo of All Time. Full Range Intraday Fibonacci Long Home Run +50p (\$50 per tick #ES_F)

- *Extremely clear direction intraday once the morning leg completed a new high of day.
- *Using this clear direction for the bulls we drew the Fibonacci low to high (at the time) for the Golden Zone Long.
- *CLEAR visual representation of the long algo spiking as it touches 0.618 to the EXACT tick on the Futures chart taking off for over 50 points which is unprecedented intraday.
- *Massive day in the \$SPY VIP as we had long orders sitting at 0.618 (4104.50 see broker statements below) accompanied by bracket orders of profit taking and a stop loss for protection.

+	11:31:09	MES Jun16'23 @CME	SLD	15	4120.25	9.30	1162.65
+	11:12:33	MES Jun16'23 @CME	BOT	15	4104.50	9.30	



Day Trading University | Lesson 1 — Scalping

4/27/2023 – \$SPY VIP’s Best 0.618 Long Algo of All Time. Full Range Intraday Fibonacci Long Home Run +50p (\$50 per tick #ES_F)

Derry 04/27/2023 10:55 AM
@SpyVIP

UPDATED FULL RANGE INTRADAY FIBONACCI - Anchor 1 (LOD): 406.75 / Anchor 2 (HOD): 408.57

Golden Zone Long (Entry) - 0.618: 407.44 / 0.786: 407.14

Targets - 0.382: 407.88 / 0.214: 408.18 / HomeRun: 408.57

Stop Loss - Anchor 1: 406.75 (edited)

8 likes, 4 hearts

Derry 04/27/2023 11:13 AM
@SpyVIP I am filled @ 0.618 long

7 likes, 2 hearts

Fibonacci Bot 04/27/2023 11:23 AM
@SpyVIP \$SPY Full Range Fibonacci 0.382 407.88 Target HIT
8 likes, 3 hearts

@SpyVIP \$SPY Full Range Fibonacci 0.214 408.18 Target HIT
7 likes, 2 hearts

@SpyVIP \$SPY Full Range Fibonacci New HOD 408.57 Home Run
9 likes, 3 hearts, 2 emojis

Derry 04/27/2023 11:32 AM
@SpyVIP BOOOOOOM That's an algo spike right there picture perfect 0.618 winner on futures a little shy for SPY but grats on the home run everyone what a banger send some hearts

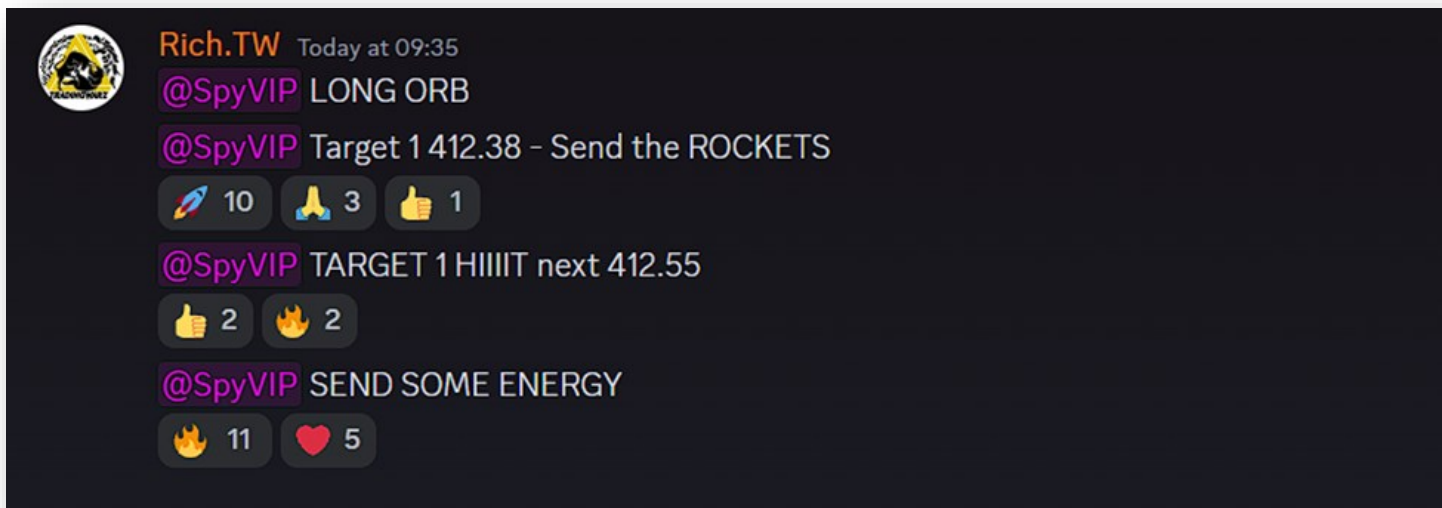
25 likes, 11 hearts, 7 emojis, 1 comment, 5 shares, 2 retweets

IMPORTANT: I SCALP A LOT USING FUTURES TRADING Please review this Tutorial on how I enter my orders in the broker: https://www.youtube.com/watch?v=ObNuRyXvGJ0&t=1132s&ab_channel=TradingWarz



4/27/2023 – \$SPY VIP’s Best 0.618 Long Algo of All Time. Full Range Intraday Fibonacci
Long Home Run +50p (\$50 per tick #ES_F)

Long ORB Discord Example



Powerful Green Bar at open on 3 min chart
Simple entry above HIGH stop loss at swing low!



EXCLUSIVE SALE & PERKS

Since you've taken the time to read this document and are serious about learning to trade and better educate yourself, here is an exclusive offer for 2 months FREE in my discord with the purchase of any of my 3 books: <https://tradingwarz.com/day-services/>

Normally it only comes with 30 days access but for the duration of the course, I will keep this active. 60 Days with a great community plus access to our Premium indicators and Scanners for LIFE!

Just email rich@tradingwarz.com once you've purchased and we will manually add an extra month with no additional charge

You can also join the TW Army and lock in for lifetime at \$4.99/month this gives access to special BONUS TOP picks every day, exclusive giveaways and is a great way to support the community.

Join here: <https://www.youtube.com/channel/UCVNiVH8UKQXBRr4j3jXUzBA/join>

CRITICAL RESOURCES

TradingWarz Resources page: <https://tradingwarz.com/resources/>

Full Video Tutorials & Trade of the week

Trading Tools – Scanners, Tracker, and Indicators

Charting Platform Discounts: **Tradingview & Trendspider**

TradingWarz Twitter: <https://twitter.com/TradingWarz>

TradingWarz Derry Twitter For Small Account Challenge: <https://twitter.com/TWDerry>

TradingWarz YouTube	https://www.youtube.com/channel/UCVNiVH8UKQXBRr4j3jXUzBA
Fibonacci King Playlist	https://youtube.com/playlist?list=PLFAKby4qxtHVXuudppWUtGrsqHZZiRV
Complete Beginners Playlist	https://youtube.com/playlist?list=PLFAKby4qxtHVu2YhSXP92Kn-M7FOtWjS
Futures Trading Playlist	https://youtube.com/playlist?list=PLFAKby4qxtHWRDI2VtXBy3ZBzuQvOBiYF
How to trade \$SPY For A Living Series	https://youtube.com/playlist?list=PLFAKby4qxtHWrVBZSrLzzjimp3UyunOkU
Options Seminars & Recaps	https://youtube.com/playlist?list=PLFAKby4qxtHVTAZwGHytQ7RHuqwckQtMW
LIVE Trading with Rich	https://youtube.com/playlist?list=PLFAKby4qxtHXYV9aCp6BzyJnoxMmh7G7p
Broker Tutorials	https://youtube.com/playlist?list=PLFAKby4qxtHUo1W6WHzpfPdpCE_nQJPOT

