

Day Trading University

Part 3. Pre-Market Hacking

WHAT IS PRE-MARKET ?

Did you know that even though the market closes at 4pm EST there is still trading that occurs overnight?

When you see a gap on the chart at the regular trading hours open that price action is what happened after hours

Specifically for the key indices and commodities (S&P 500, Nasdaq, Russell 2000, Gold, Silver, etc.) they can be traded using futures contracts and usually open at 6pm EST

My main focus is using the S&P 500 futures ES_F to find key levels of supply, demand and Fibonacci to help trade during regular trading hours

Here is my futures crash course:

<https://youtu.be/hIJALDyICck>



MY PRE-MARKET STRATEGY

The goal using the pre market is to determine who is in control coming into the open

Did we have a major sell off or rally overnight going into market open?

Also, are there key areas of supply and demand created by Fibonacci Algorithms and can we use this to create an edge?

I mark the Pre-Market high and low coming into the open and draw up our key 0.618 Fibonacci levels right before the market open

Then once we approach these key levels we watch how price reacts and then look for excellent trading opportunities

Full Video guide here:

<https://www.youtube.com/live/dS2rKqvORYA?feature=share>



WHEN TO USE THE STRATEGY

This strategy can be used every single day.

The key is to find major pivot points. For example, if we had a huge down trend coming into the open, we can use the 0.618 pullback of that move as a major rejection zone during regular trading hours.

Look for a wide range for the pre-market price action which can lead to stronger directional moves.

When the market has news that occurs before the open, watch closely at how the pre-market candles develop and use them as key guides for day trading.

Watch my FOMC strategy guide: <https://www.youtube.com/live/CmWQCFy3Gt0?feature=share>



WHAT INSTRUMENTS CAN BE USED?



SPY FUTURES Trading Plan May 16th, 2023

Type: Trigger Trade

Long Plan: Entry – 4152.00 Stop – 4143.00 Target – 4160.75

Short Plan: Entry – 4126.25 Stop – 4135.25 Target – 4117.50

A - Enter whichever side breaks out first then cancel other order

B - We start with a wide stop and tighten up once we trigger in and approach out target

1:14 PM

FUTURES

You can trade futures after hours as much as you want. We often use futures to enter trades overnight in our discord when we feel that the major moves will happen overnight. Many times the market likes to make the actual move after hours and chop during the regular trading hours. Here is a sample futures trading plan from our discord which you can use to trade overnight. Many of our members who live in different time zones trade these plans. They can also be fully automated so you can earn while you are asleep. The ideal situation would be to take a trade after hours and carry it into the market open maximizing all profits from the overnight and the regular trading hours.

SHARES

You can trade using leveraged ETFs for the best bang for your buck with a small account. Use the pre market levels as a guide for key levels.

OPTIONS

Similar to shares use the pre market as a guide for your key levels then execute with options during the regular trading hours.

WHY DO I USE THE PRE MARKET ?

- *Using the Pre-Market, we simply get more information to what the key players have done overnight
- *It adds more supply, demand and Fibonacci levels to our normal day trades that would be unseen by just looking at regular trading hour price action
- *If you enter a winning trade overnight you can let the profits run into the market open and capture potentially 2-3x more profits than the normal range that occurs during the day
- *You can earn profits while sleeping by using the futures trading plans and it is great for those who can't trade the regular trading hours



Day Trading University | Lesson 3 — Pre-Market Hacking

2/16/2023 - Premarket Fibonacci 0.618 Short Home Run +57p (\$50 per tick #ES_F)

- *Constructed Premarket Fibonacci trade plan based on high + low of premarket, goal is to achieve a Fibonacci algo fill based on the premarket range
- *Trade plan was written up at 10:14 AM EST and 0.618 short filled 12:34 PM EST. We had the trade plan written up and LMT orders waiting at 0.618 short sniping the play once our setup is validated by price action
- *Two 0.618 short rejections visually representing the short algo fill and major selling into end of day close capturing +57p. 0.618 caught the top of \$SPY while trade plan was conceived hours prior into a new \$SPY low.



2/16/2023 - Premarket Fibonacci 0.618 Short Home Run +57p (\$50 per tick #ES_F)



Derry 02/16/2023 10:14 AM

@SpyVIP

PREMARKET FIBONACCI - Anchor 1 (High): 4168.75 / Anchor 2 (Low): 4098.50

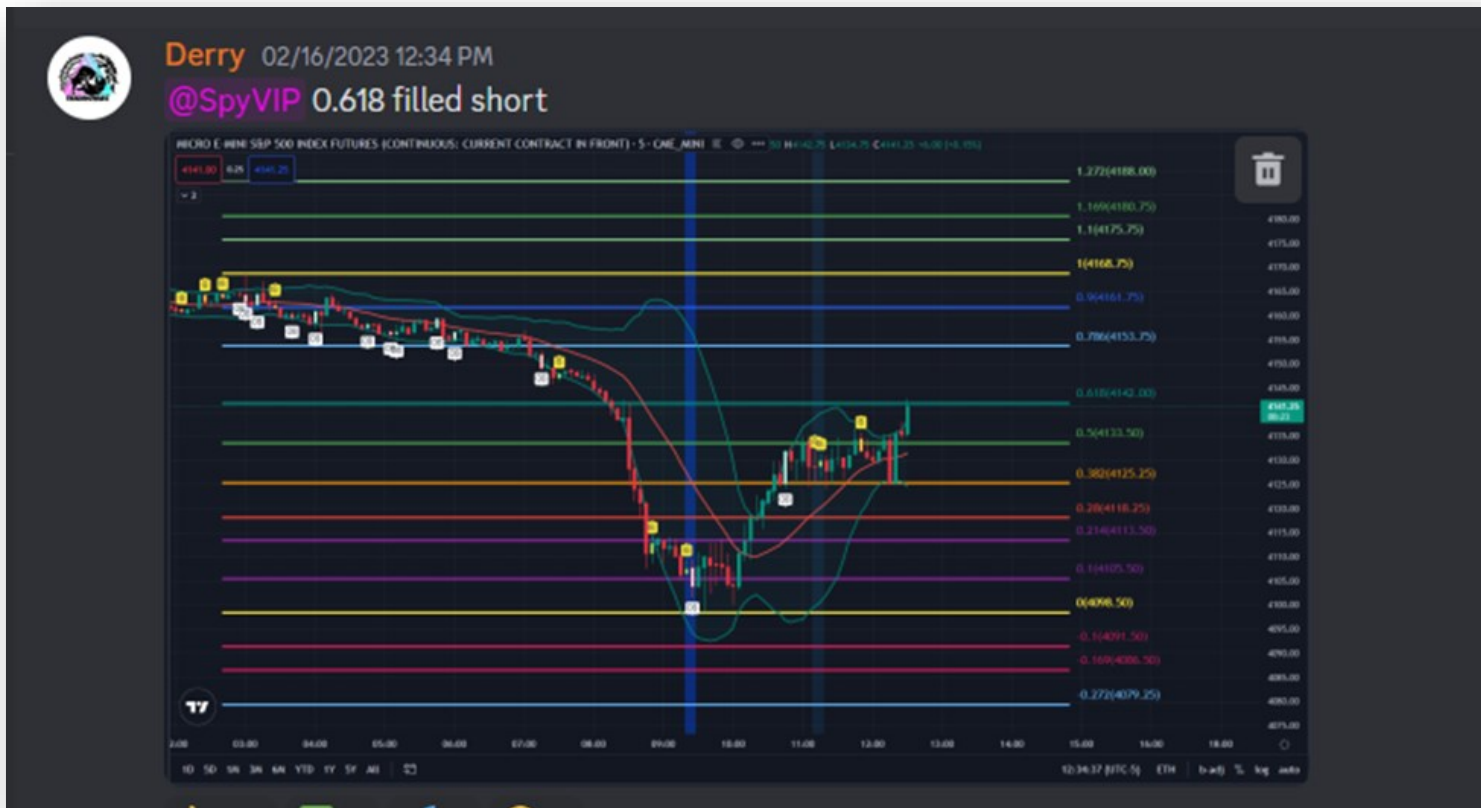
Golden Zone Short (Entry) - 0.618: 4142.00 / 0.786: 4153.75

Targets - 0.382: 4125.50 / 0.214: 4113.50 / HomeRun: 4098.50

Stop Loss - Anchor 1: 4168.75



2/16/2023 - Premarket Fibonacci 0.618 Short Home Run +57p (\$50 per tick #ES_F)



Derry 02/16/2023 12:34 PM

@SpyVIP 0.618 filled short



Fibonacci Bot BOT 02/16/2023 3:05 PM

@SpyVIP \$MES Premarket Fibonacci 0.382 4125.25 Target HIT



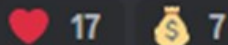
Fibonacci Bot BOT 02/16/2023 3:21 PM

@SpyVIP \$MES Premarket Fibonacci 0.214 4113.50 Target HIT



Fibonacci Bot BOT 02/16/2023 3:59 PM

@SpyVIP \$MES Premarket Fibonacci New LOW 4098.50 Home Run



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?ref_src=twsrc%5Egoogle%7Ctwtcamp%5Eserp%7Ctwgr%

TradingWarz YouTube	https://www.youtube.com/channel/UCVNiVH8UKQXBRr4j3jXUzBA
Fibonacci King Playlist	https://youtube.com/playlist?list=PLFAKby4qxtHVXUxudppWUtGrsqHZZiRV
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=PLFAKby4qxtHWrVBZSrLzzjmx3UyunOkU
Options Seminars & Recaps	https://youtube.com/playlist?list=PLFAKby4qxtHVTAZwGHytQ7RHuqwkQtMW
LIVE Trading with Rich	https://youtube.com/playlist?list=PLFAKby4qxtHXyV9aCp6BzyJnoxMmh7G7p
Broker Tutorials	https://youtube.com/playlist?list=PLFAKby4qxtHUo1W6WHzpfPdpCE_nOJPOT

