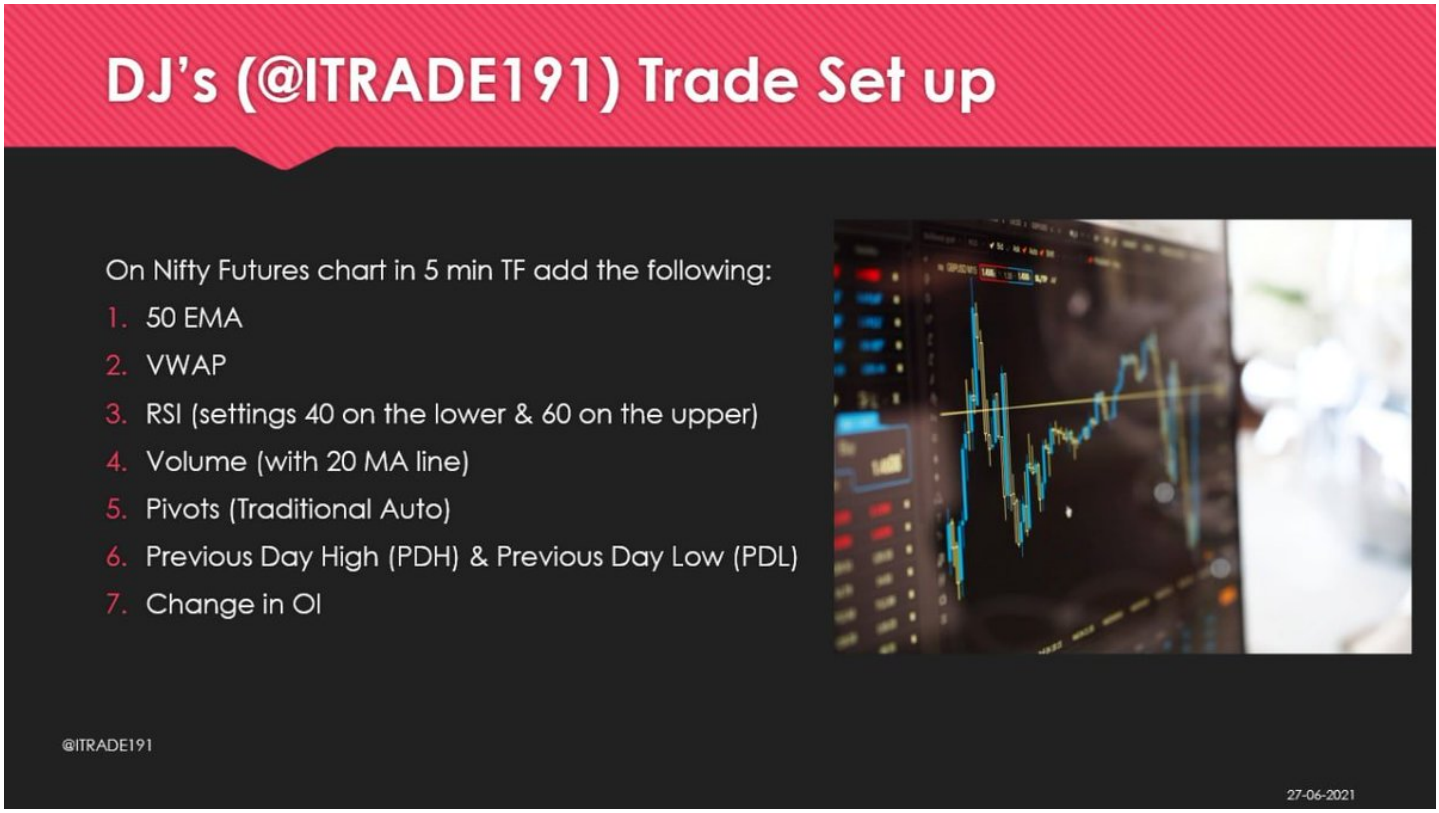
# Twitter Thread by itrade(DJ)

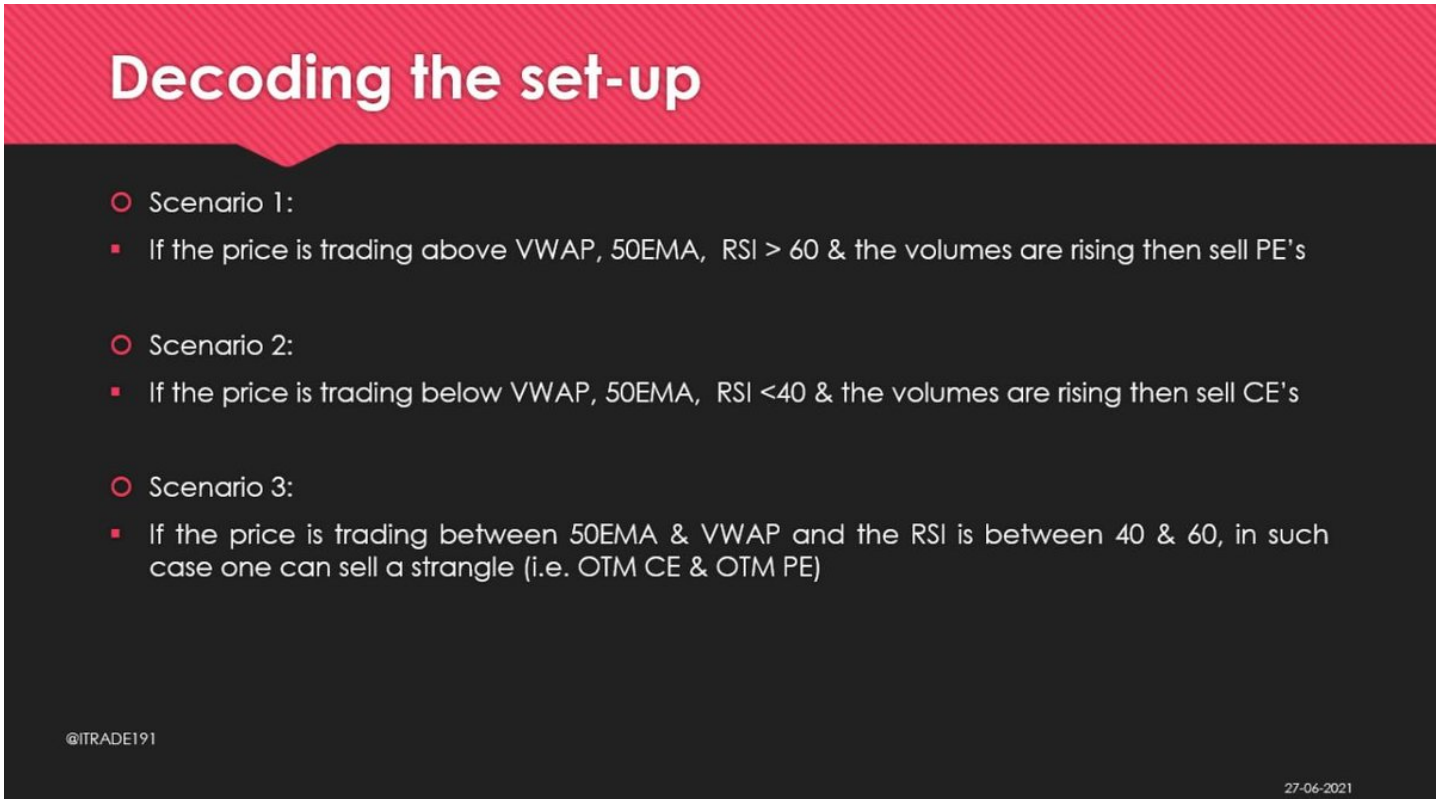
**itrade(DJ)**
@ITRADE191

**In this thread, I'll walk you through my set up, absorb it as much as you can.**
**The instrument that I trade in are Nifty (NF) options**
**Thanks to @AdityaTodmal @niki_poojary for contributing in making this**

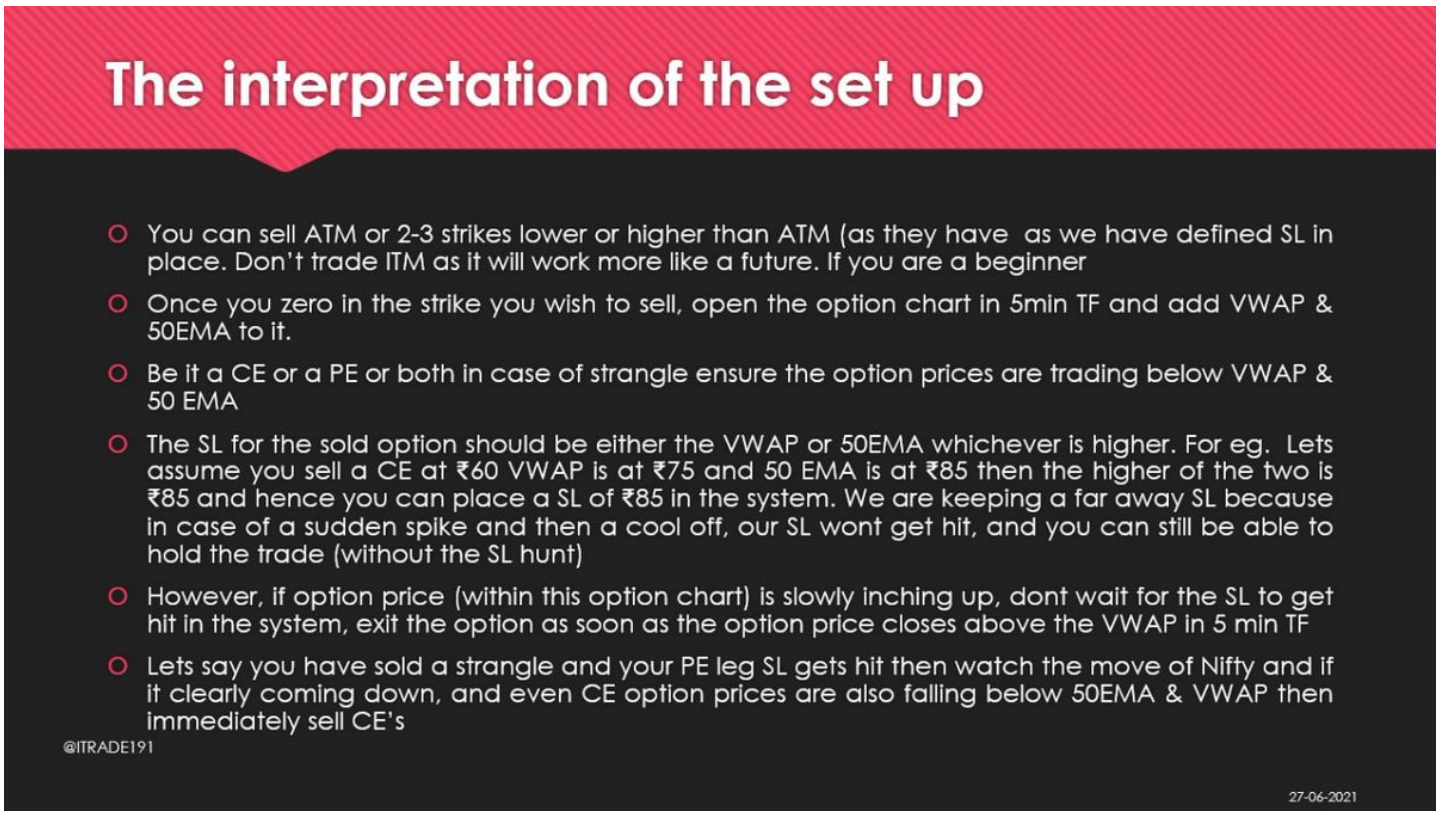
How to set your charts:




Lets try to understand what to sell when 50EMA, VWAP & RSI works in different scenarios




What options to sell and how to place the SL




Important to have a birds eye view when trading in NF options as many stocks influences its movement

# Other things to monitor

- As highest theta decay happens when the options are closer to the expiry, this system will work well on the following days:
  - Tuesday
  - Wednesday &
  - Thursday
- Other things to be monitored includes movement of few Nifty heavyweights, viz. Reliance, HDFC twins, ICICI Bank, SBI, INFY, TCS. Eg: Lets assume Reliance, Infy & TCS are down, however NF is moving higher, in such cases sell a far away PE or go for Bull PE spread i.e. Sell 15600 PE and buy 15500 PE



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27-06-2021

Why Previous Day Low (PDL), Previous Day High (PDH) & Pivots (standard) matters

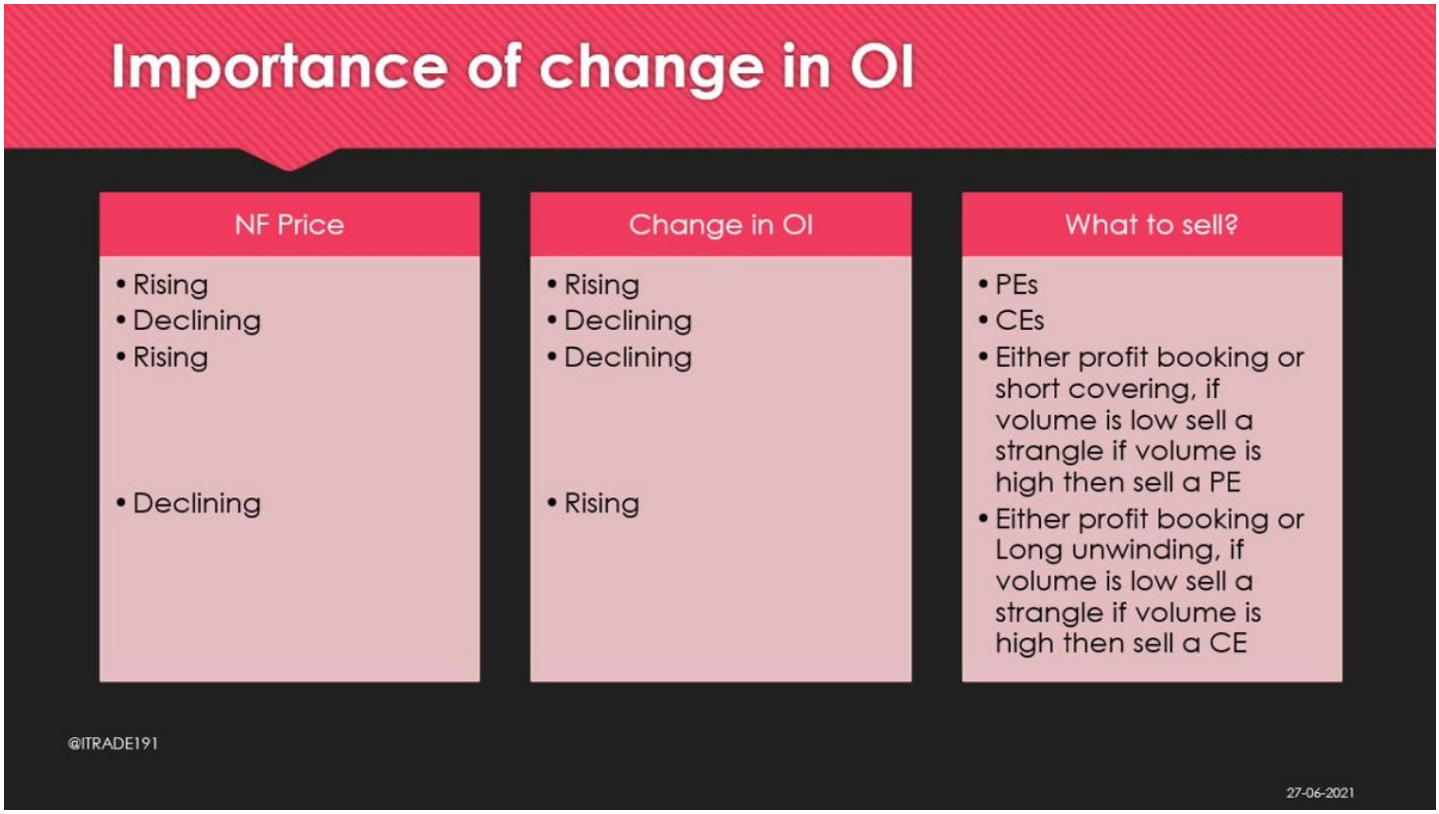
# Importance of Pivots & PDH & PDL

- Pivots point are important, as they act as Support & resistance. Lets say NF took support and pivot and is trending higher the next resistance (unless otherwise mentioned) is at R1, so if you can sold a PE, you can either book that PE when NF reaches at R1 or wait to see it it is able to break that R1 and is trending even higher, in that case, you can trail your SL to the existing PE and can short additional PE according to your position sizing
- Similarly PDL & PDH plays a vital role, If NF breaks PDL then the fall would accelerate more and vice versa if it breaks the PDH.
- You can see in all my charts where I post the trade logic, I mention NF took support of the PDL or breaks PDL and hence I did so & so.

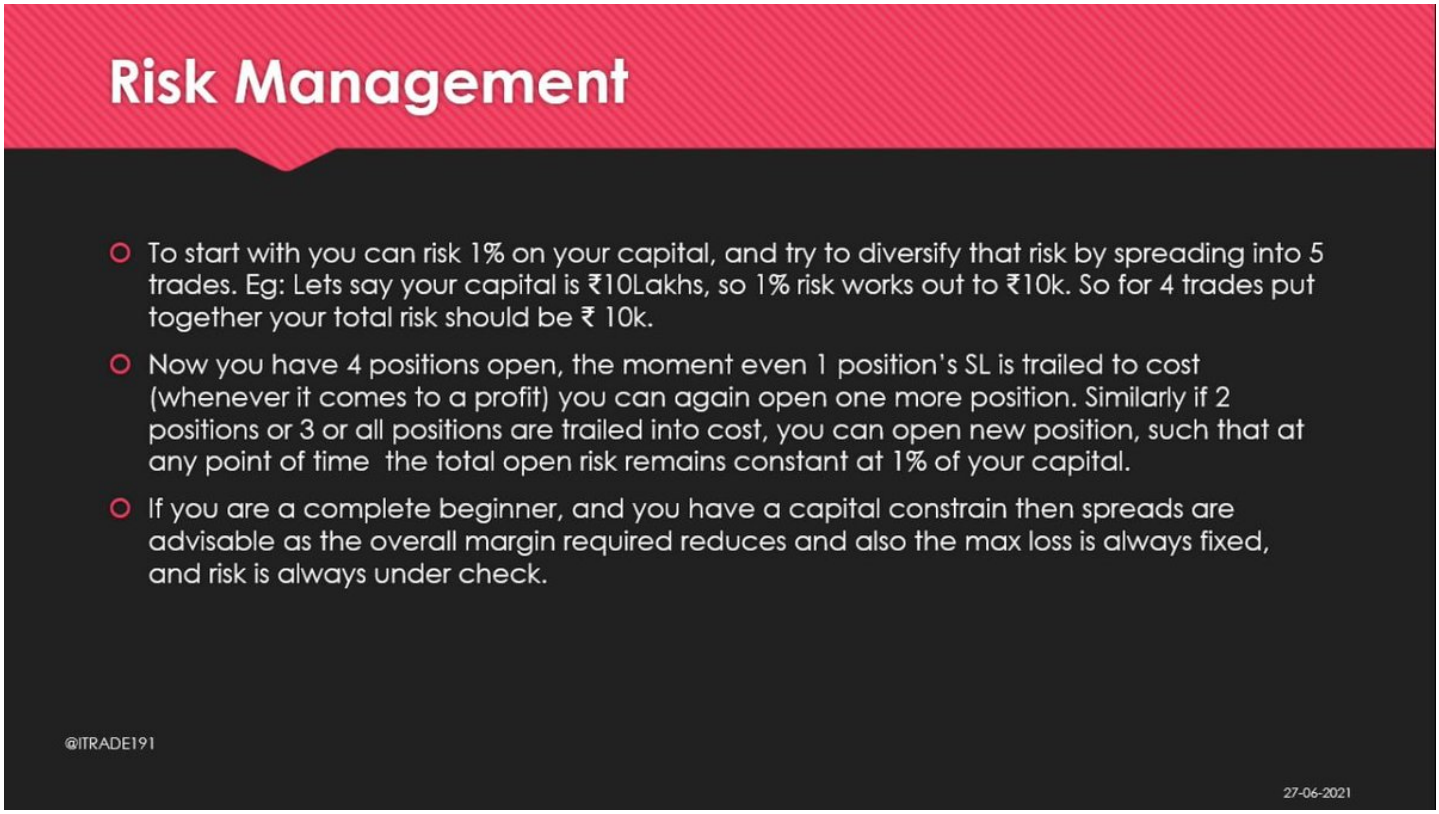
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Another element that I look at is Change in Open Interest (OI)




No matter how perfectly you time your entries and exits, without Risk Management one cannot minimize the negative consequences of the trade




Now apply this in your trading with proper risk management and don't undermine the role of practice, and try to get a hang of this set up

# Promote what you love

- This set up is not for pro traders, as pro traders have a tried and tested set up which works for them, this is for those who are struggling with their set up or who do not have a set up.
- We believe in this, 'Promote what you love instead of attacking what you hate', so if you didn't like this set up, simply ignore it!
- Now that the set up is revealed, go & mint some money!



@ITRADE191

27-06-2021