

## Twitter Thread by Aditya Todmal

Aditya Todmal

@AdityaTodmal

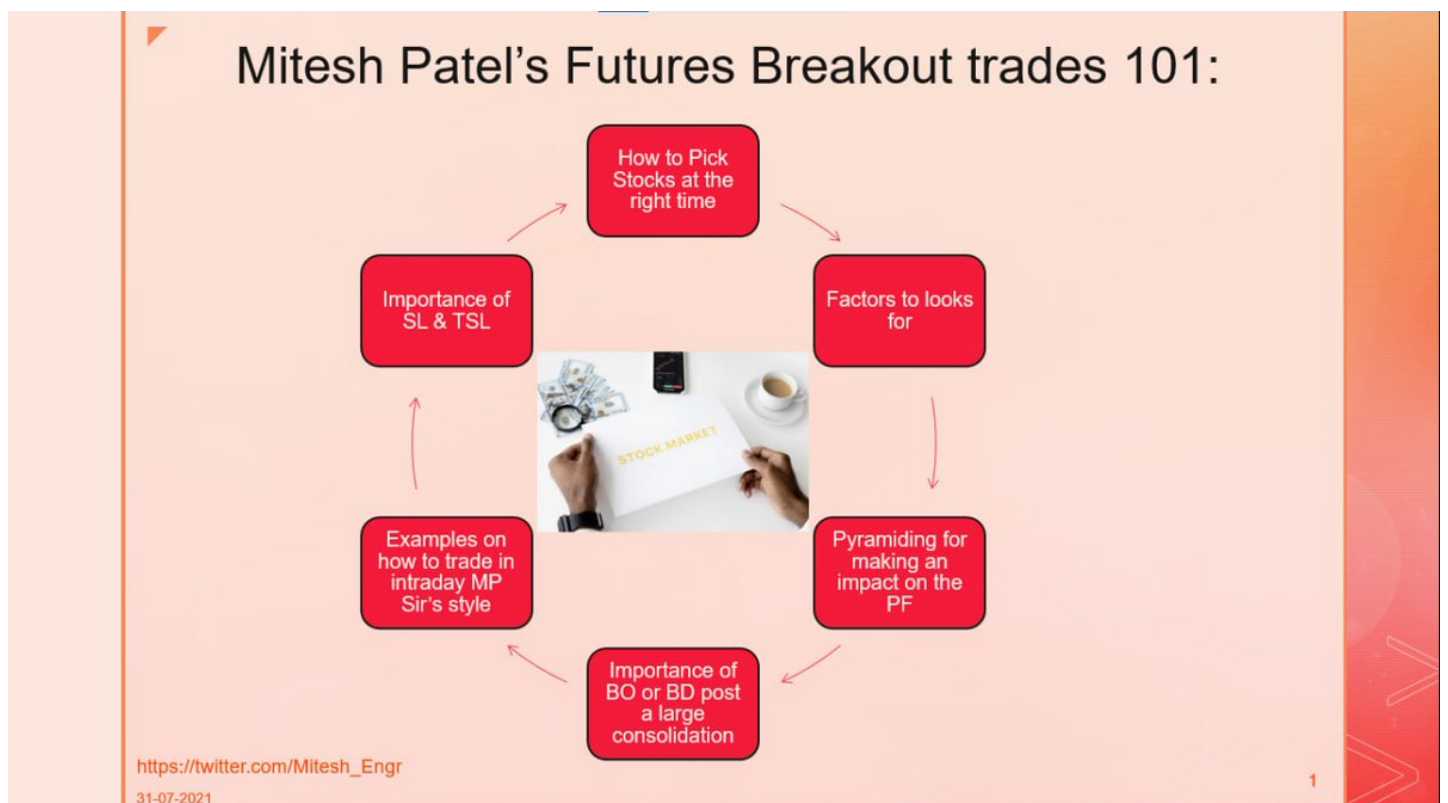


**Boss is always Boss @Mitesh\_Engr**

**Mitesh Sir's FUTURES BREAKOUT TRADES 101:**

- How to pick stocks at right time?
- What to look for?
- Importance of BO post consolidation
- How to manage SL
- How to get huge profits
- Multiple Examples

In collaboration with @niki\_poojary



Importance of Trading only BO or BD stocks by [@Mitesh\\_Engr](#) Sir: ■

• Two questions to always ask:

~ Why stock is going up/down and when?

~ Who is behind big up/down and when?

- Trade only stocks with Momentum
- Instant results
- Small SL or huge profits

## Importance of trading only BO or BD stocks

- Ask these two questions:
  1. Why is the stock going up/down and when?
  2. Who is behind big up/down and when?
- Everyday all stocks will not up/down more than 4-5%.
- If all stocks move in the same % range then the Index will also move by same velocity & that's not possible
- So trade only those stocks which are showing momentum, forget other stocks
- Try to capture the move within intraday or max by 1-3 days (as the momentum fades thereafter), rather than carrying the overnight risk and waiting long enough to capture 4-5%
- As frustration sets in if the stock fails to move within 2-4 days, hence Mitesh Sir plays only range Bo or BD stocks as they yield instant results
- Either small SL or huge profits

[https://twitter.com/Mitesh\\_Engr](https://twitter.com/Mitesh_Engr)

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[@Mitesh\\_Engr](#) Sir's take on how to Trade: ■

- Observe fight between buyer & seller
- Position will be created within first 3 hours
- Operators will win
- Just find BO or BD
- Look for huge volume support
- Give company to operators
- ATP importance explained

## Mitesh Patel's take on how to trade

- Everyday there's a fight between Buyers & Sellers (in our parlance its between operators & retailers)
- Usually the position is created within the first one to three hours
- Post that keep observing the trend
- We know the operators will end up winning
- So if there is a BO or BD with huge volume all one has to do is just go with the winners (i.e. the operators)
- Simple trading rule to remember:
  - ***"If a stock has to go up full day then it will not give intra correction more than 1.5% from CMP and will always trade above ATP. Vice versa for down move"*** – Mitesh Patel

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How to take trade in Breakout/Breakdown stocks by [@Mitesh\\_Engr](#) Sir: ■

- Check Support & Resistance
- Wait for 2-3 months consolidation
- Surge in volumes
- Trade on 3 min charts
- Small SL
- Keep trailing
- Always pyramid in profit

## How to Take trades in BO/BD stocks?

1. Check the **support & resistance** of a particular stock
2. If the stock is **consolidating ~2-3 months** then the BO or BD from such a consolidation is more powerful
3. Whenever there is a powerful BO or BD it has to be **backed by volume**
4. Huge volume indicates presence of big boys, so we have to just follow them
5. Take entry on the basis of 3min Charts (future/cash as per your risk profile)
6. SL is usually small
7. Always keep trailing your SL to protect your profits
8. Keep pyramiding, as the allocation of your capital is the key for the growth of your portfolio
9. If someone is buying/selling with huge volume, then that upmove /downmove is not for retailer to exit at the high level,

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When and Why to Pyramid? By [@Mitesh\\_Engr](#) Sir

- Adding to winning positions
- Signals of continued strength
- Potentially large profits
- An Example of pyramiding in one of his trades

## When & Why to Pyramid?

1. Pyramiding means adding to profitable positions
2. So as and when you get an affirmative feedback from the market, that where you have to keep adding more
3. Add to positions that are turning profitable and showing signals of continued strength
4. Pyramiding allows for large profits to be made as the position grows
5. Pyramiding is usually done when the stock is sideways or silent



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Deep pocket traders can create the momentum

One needs only 10 crore to create 3% of total Future Trading volume within the first hour in morning.

## Deep pocket traders can create the momentum

- A trader need only 10 cr to create 3% of total future trading volume within an hour in morning in liquid F&O stocks:
  - Tata steel : 3%
  - Hindalco : 6%
- If you have money then you can make any pattern in chart or create gann date 😊



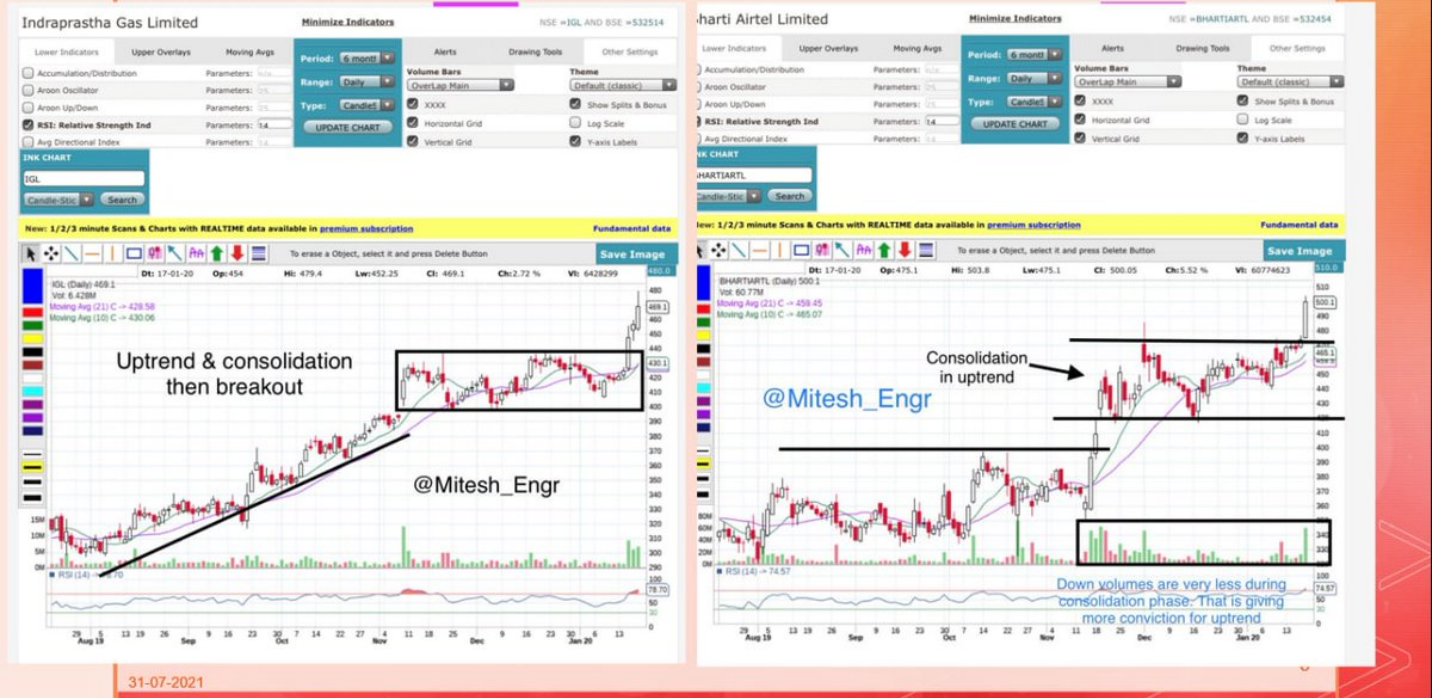
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Consolidation in uptrend followed by a BO - by [@Mitesh\\_Engr](#) Sir

- This is one of Mitesh Sir's favourite pattern.
- IGL example is a textbook example
- Bharti example look for volumes in downmove
- Less volumes during downmove
- Gives conviction for further uptrend

# Consolidation in uptrend followed by a BO



Tech Mahindra trade of @Mitesh\_Engr Sir explained:

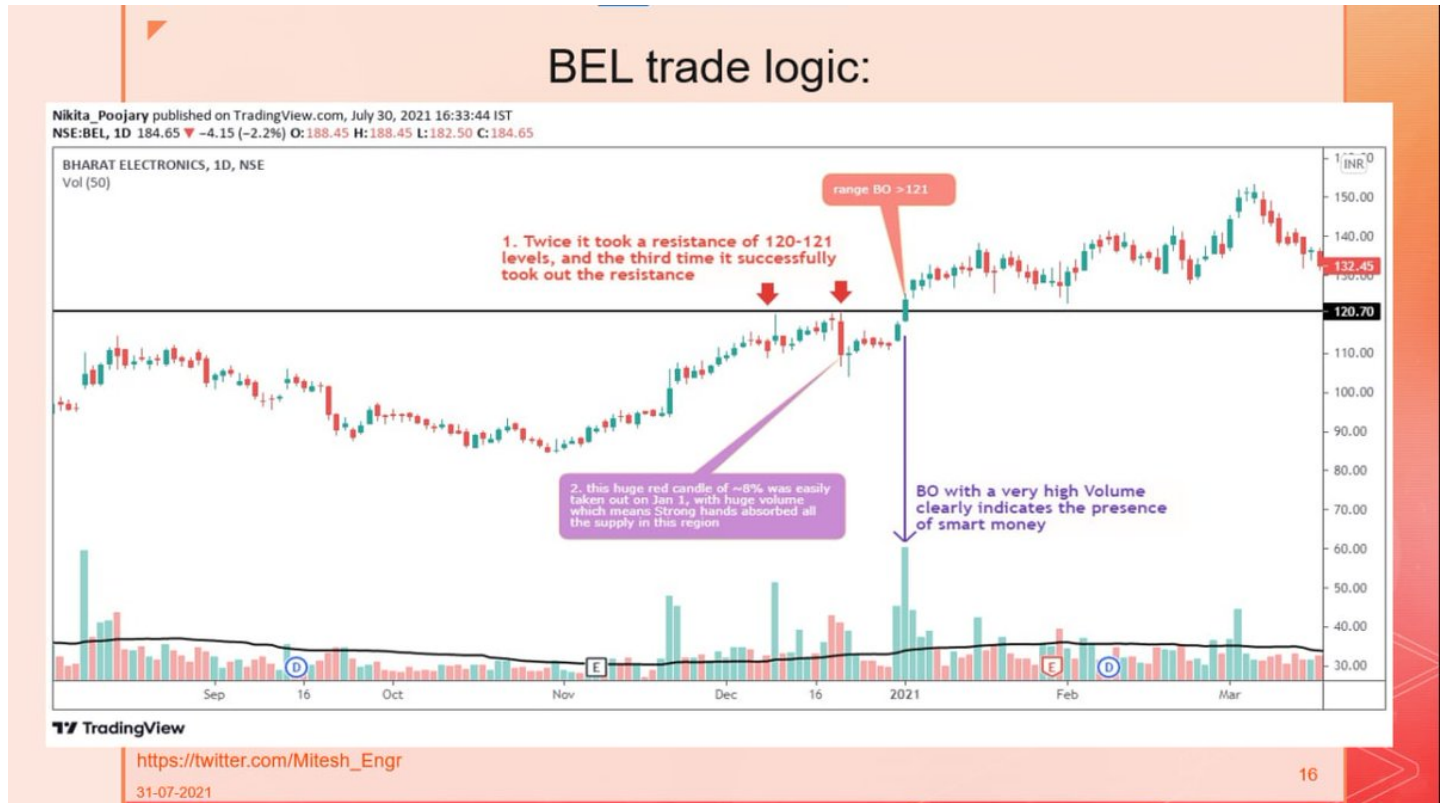
- Tech M was consolidating near higher levels
- Gapped up with huge volumes
- Operators in total control

## How Mitesh Patel trades in intraday – TechM example



## BEL Breakout Trade by @Mitesh\_Engr Sir

- Resisted a level two times
- Third attempt with volumes
- Smart Money is interested
- Give company to smart money to make money
- Picked the trade at the right time
- Rejected a big red candle with upmove



## Wipro Trade Explained by @Mitesh\_Engr Sir:

- Up with volumes
- Not correcting much
- Not going up for retailers to sell
- Learn to put a SL the way shown

# Wipro – Trade example



Muthoot Finance Trade - Fresh ATH Trade by [@Mitesh\\_Engr](#) Sir explained:

- Strong Volume in Daily
- Detailed explanation on how he traded is explained by himself
- Went long & SL hit
- Bought again while reversing
- Pyramiding done
- Exited with huge profit

# Fresh ATH Trade – Muthootfin on daily TF





INFY ADR: Live Trade explained on twitter on [@Mitesh\\_Engr](#) Sir's handle

Mitesh Sir was explaining how he would trade looking at INFY ADR.

- Buy above high, Sell below low
- Buy triggered
- SL at cost when it went up further
- SI hit
- Again re-entry

## Infy ADR: Trade example

- Buy above 12.1 or will sell below 11.85



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Hindalco Trade of [@Mitesh\\_Engr](#) Sir explained:

- Sellers entered at 420 levels
- Buyers managed to defeat sellers
- Huge surge in volumes
- Smart Money footprints evident

Both Daily and Intraday charts are posted with detailed explanations ■

# BO trade on daily TF – Hindalco

Nikita\_Poojary published on TradingView.com, July 30, 2021 18:27:00 IST

NSE:HINDALCO1I, 1D 443.55 ▼ -12.40 (-2.72%) O:458.00 H:458.70 L:441.35 C:443.55



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What to do after trade is successful?

An example of what he did in Hindalco.

- Booked long & sold Otm puts
- Risked profit further
- If stock reverses sell calls
- Ready to short futures too if reverses
- Follow the market

Made around 3.7 lakh profit on a 26 lakh account.



Hindalco view shared on Twitter on 27th May and here I traded positional.  
Now booked long and sold OTM put for theta decay benefit.  
This is done with 26L capital account.

Inspiring!!!!

- Post booking profits from future long, sir risked that profit & sold PEs.
- If at all the stock reverses, he wont even think twice to sell CEs or may even short futures.
- He is always nimble footed and always trades basis what the stock is doing rather than his beliefs

HINDALCO21MAYFUT		
NFO	402.85	+14.90 (+3.84%) NRML
Upper circuit		442.20
Open interest		37491700
Position details		
Avg. price		0.00
Net qty.		0
Carry forward qty.		17200
Day's P&L		295410.00
P&L		3,57,760.00
Buys		
Buy Qty.	Buy price	Buy value
17200	384.43	6612110.00
Sells		
Sell Qty.	Sell price	Sell value
17200	405.23	6969870.00

Portfolio	
Holdings	Positions 2
Total P&L <b>+3,72,165.00</b>	
Search Filter Analytics	
-23650 Qty.	NRML
HINDALCO MAY 380 PE	+14,405.00
NFO Avg. 9.31	LTP 8.70
@Mitesh_Engr	
0 Qty.	NRML
HINDALCO MAY FUT	+3,57,760.00
NFO Avg. 0.00	LTP 402.95

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According to @Mitesh\_Engr Sir what to focus on and what to avoid:

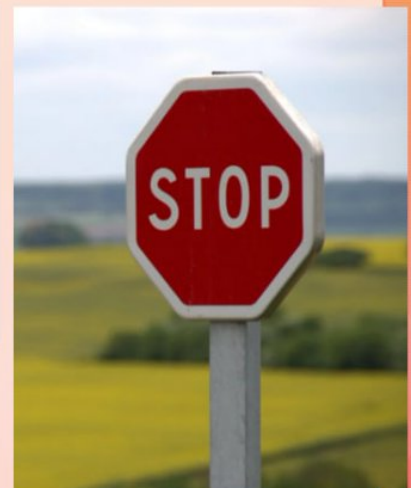
- Focus on Stop losses and Trailing Stop losses
- Profits will take care of themselves
- Mistake is predicting targets
- View prevents you to change position
- He never ever knows target
- Only SL and TSL

## Focus on SL & TSL, Profits will automatically be taken care of



The biggest mistake of every trader is that they are predicting target and taking trades based on target and that's view is preventing them to change position as per market direction.

I don't know about target. I know only my SL & trail SL.



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Warning: Futures Trading is highly risky

Venture into it only after you've made decent percentage gain on your capital.

Try to avoid before that.

Money leaves your account faster than it comes when you don't know what you're doing in futures.

**WARNING:** These stunts are performed by a trained professional (THE BOSS), please don't try this at home or anywhere else.

- Futures trading are highly risky and injurious to your capital, so don't venture out if you are not well versed in this. Keep observing & practicing on charts and /or take position in cash basis your ideal position sizing



**Mitesh Patel** @Mitesh\_Engr · Mar 15, 2020

Replying to @ManojKanjolia

I will suggest you to skip trading in future and do only index option writing. Wait for volatility to calm down. Preserve your capital.



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This was a Breakouts thread on how [@Mitesh\\_Engr](#) Sir trades them in FUTURES.

[@niki\\_poojary](#) and [@AdityaTodmal](#) will be making more threads on how Mitesh Sir trades.

Next thread is on his Breakdown Trades

Keep an eye out for these threads.

Happy learning to everyone!

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