



From FOMO to Focus:

The VWAP Bounce & Break Strategy in Action

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M O M E N T U M
Strategies

Trader Beginnings

- What attracted me to Day Trading?
 - Money and Easy Money
 - Being 'Cool'
 - Disliked job, self
 - Curiosity
 - Wanted purpose

- Everyone else was doing it!
 - Can I do this?
 - How can I do this
 - Where do I begin?
 - Is this a scam?



Advances & Retreats

- Are you a trading Wizard?
You did when you made your first big \$ on a lucky trade. Try repeating that 'luck'.
- Crystal ball?
Thought you had one, the 'magic' indicator.
- One strategy that always works?
You have heard this before, sounds simple. Have you also heard get ready to lose, and lose a LOT!
- 'Figured' it out?
Nope, always improving.
- The market will humble you
Expect a big reset at the beginning before you achieve consistency.

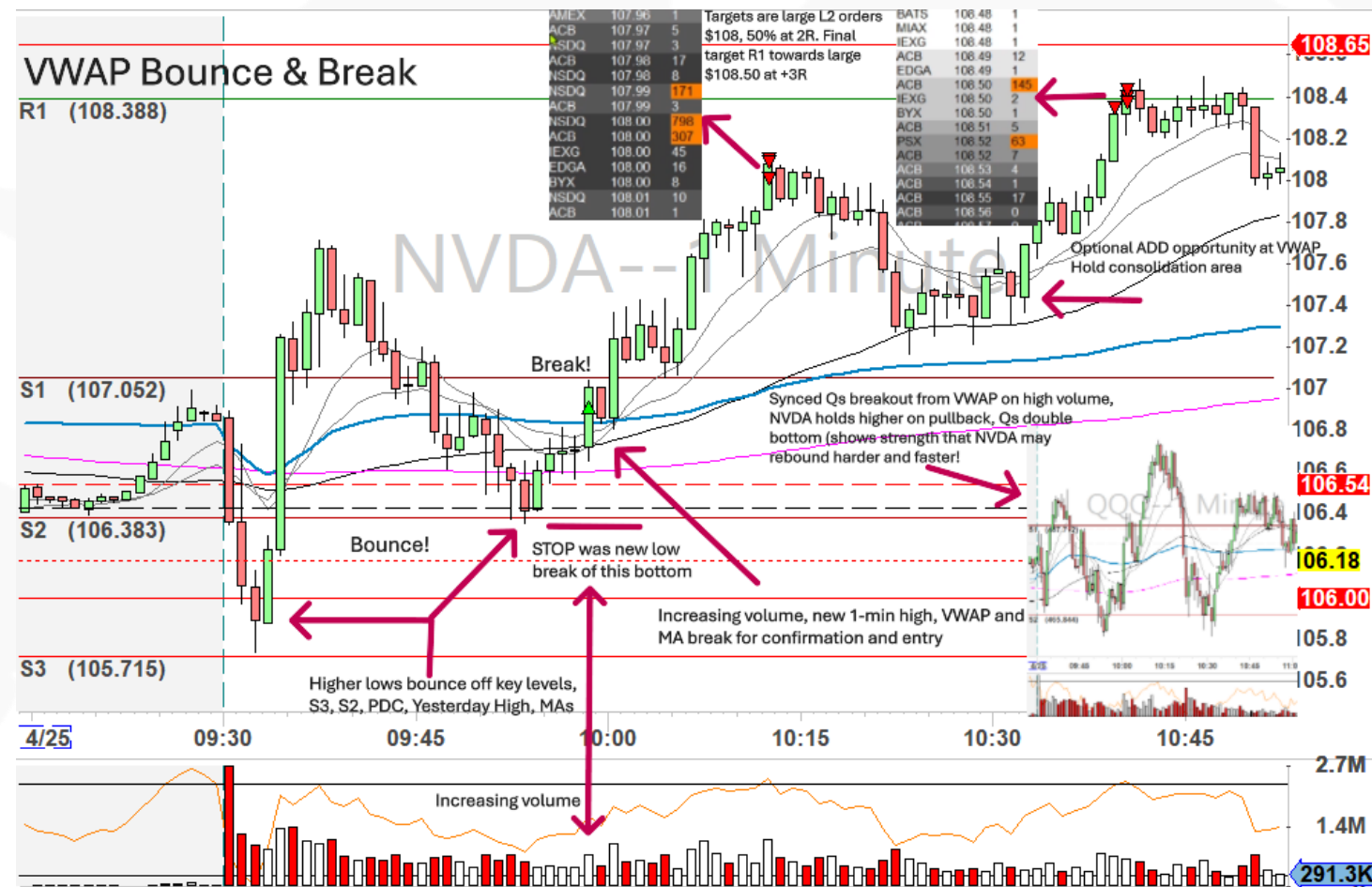
The market 'allows' bad process, poor risk, gambling habits for a period of time. Not sustainable. Prepare for the reset!



What is the VWAP Bounce & Break?

➤ Description


- a short/long momentum trade strategy entering positions slightly above, below, or at VWAP.
- Initial move above/below VWAP positioning for a bottom/top bounce towards your VWAP entry.
- **Bounce** - a bottom/top MUST be formed (stronger with more levels at the bounce area).
- **Break** - a move through VWAP (volume can be significant) for a continuation move.
- Indicators used:
 1. VWAP
 2. Moving Averages
 3. Candlestick Patterns/Engulfings
 4. Level 2 Order Book
 5. Order Flow
 6. **Market Atlas**
 7. Daily Levels
 8. Camarilla Pivot Points



So, you started LIVE...

- Consistent in SIM?
 - Real money is whole new ball game
- Rush your training?
 - At least 4-6 months in SIM regardless
- Have a Tradebook?
 - You will not be consistent without a tradebook, join PCT.
- Start small?
 - Do not be an 'ego' trader, set your goal, not trade to flash numbers
- MAX Loss control enabled? Lock you phone?
 - Trade like an ALGO, they act within a set of parameters, no emotion.





PEAK CAPITAL TRADING

**Brendon's
VWAP Bounce & Break
TradeBook**



**Do not be lazy! 1hr trading,
expect 1-2 hr self review**

Trading Plan (VWAP Bounce and Break)
 Description: Enter a position where there is an initial move below/above VWAP, confirmation of a bottom/top below/above VWAP, and a hold above/below VWAP for a continuation achieving multiple R:R.

Time: 9:30AM – 10:30AM (up to 11:00AM)

Stock Selection:

- RVOL > 100% ATR > 1%
- Pre-Market Volume > 500K
- Clean Pre-Market price action hovering near VWAP.
- Daily candle gapping up/down (preferred).
- Commonly traded stock that is part of an industry that is trending i.e. Semiconductor, EV, AI to ensure liquidity.

Setup Identification:

- Trading below/above VWAP
- Strong bottom/top forming (higher lows, lower highs preferred, wicked candles 2-4)
- Test of VWAP, quick bounce rejection then higher lows/lower highs forming for the eventually strong breakout
- Strong close above/below VWAP with increasing volume

Trade Execution:

- Entry: Near VWAP, just below or above
- Add (optional): To be done near VWAP re-test
- Stop Loss: New LOD/HOD, possible re-entry if LOD/HOD area holds and you get wicked out)
- Target: Various technical levels, PDC, YY-Y H/L, PM H/L, Camarilla Pivots
- No partial before 1.5-2R, max hold to 4R

Consideration Notes: Adding is optional and should only be done with re-test of VWAP with higher lows/lower highs forming below/above and a close above/below VWAP. Wicked bottom/top setup is preferred with high volume engulfing for A+ setup and even better is this occurs around a level of importance.

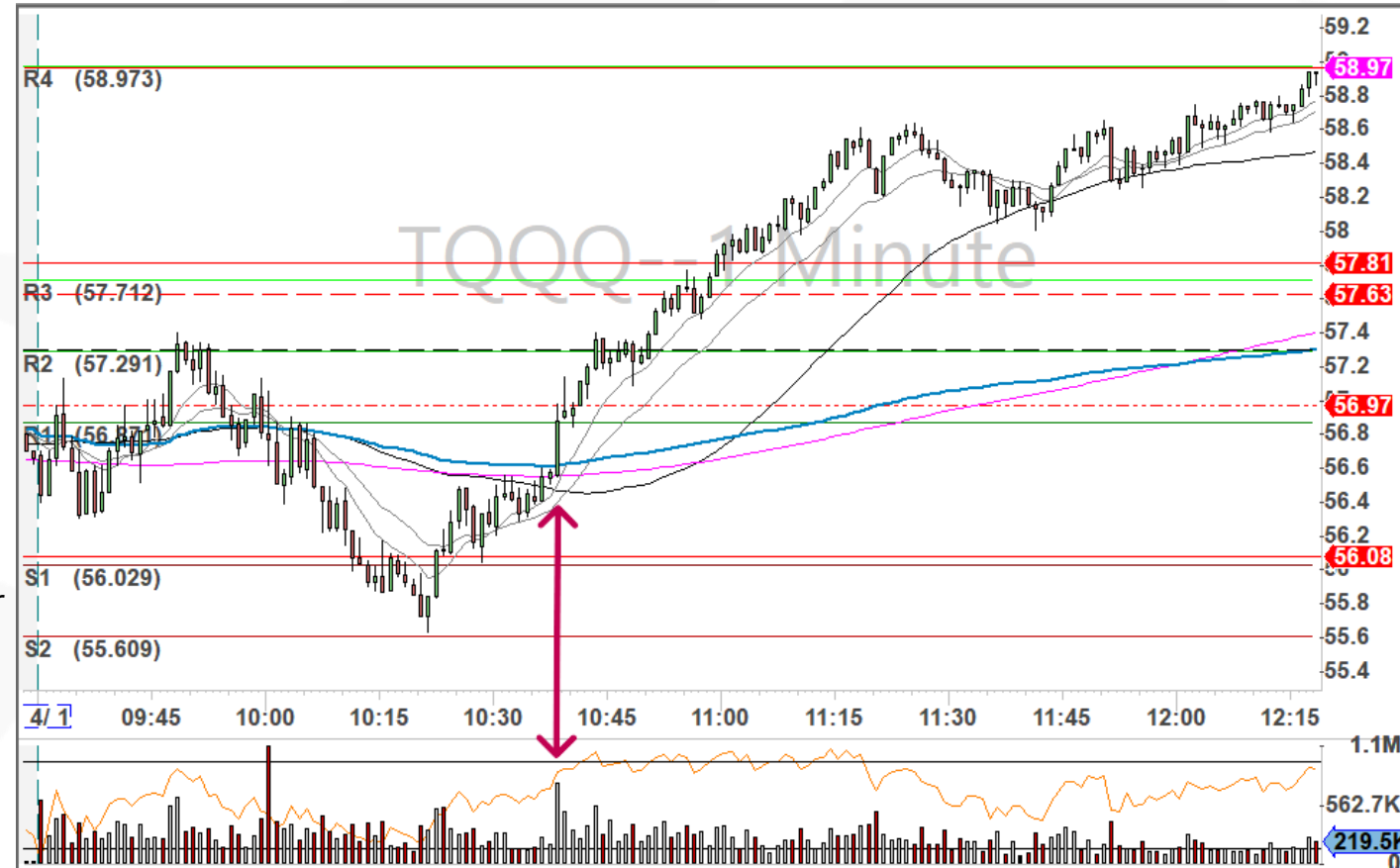
Example with Markets:



Identifying the VWAP Bounce & Break

Setup Breakdown

- ✓ Trading below/above VWAP.
- ✓ Volume Confirmation ideal.
- ✓ Strong bottom/top forming (higher lows, lower highs preferred, wicked bottoming candles 2-4 or engulfing).
- ✓ Bottom forming near daily levels, Cam Pivots, PDC, PDH, YL, YH, YYL, YYH, & Pre-market levels.
- ✓ Test of VWAP, quick bounce rejection then higher lows/lower highs forming for the eventually strong breakout.
- ✓ Strong close above/below VWAP with increasing volume.
- ✓ W pattern for A+ 'ideal' setup confirmation.



- ✓ **Low relative volume...then explosion of volume comes in to move the trend above VWAP to the topside. Volume Confluence!**

What is your routine?

- 10 second Rule

Take no longer to determine if you have an edge. Do NOT force a setup that is not there. You WILL try.

- Self reflection

- ✓ Screenshot/record your trade
- ✓ Analyze your trade
- ✓ Keep a trade log
- ✓ Share your trade

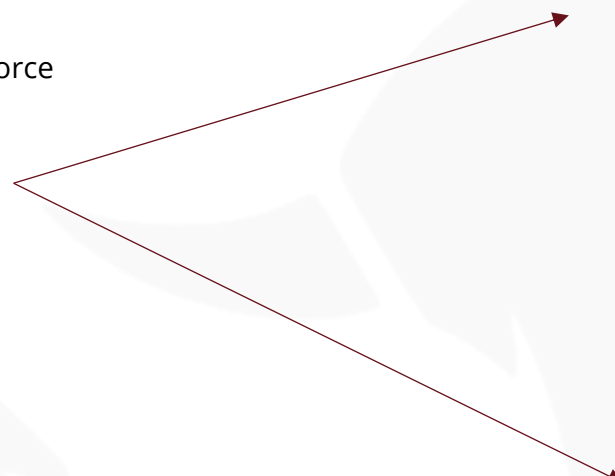
- Never. Trade. Alone

Be open to observation, admitting you were wrong and helping others. Trading is a group effort. Use the Chatroom, share with us! Email us!

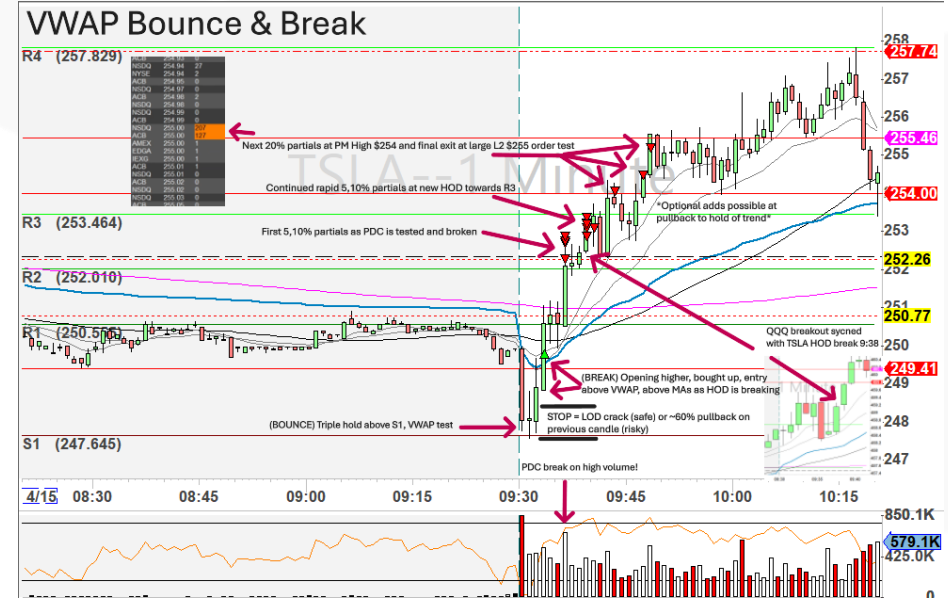
- Know your patterns/setups

Memorize your pattern but do not try to justify a setup just because you are in the trade!

Every trader goes through this!



~2018 trading, poor trade mgnt., no tradebook, inconsistent



Great Trader = Great Loser

- Trading at the heart is a probability game
Understand what Day Trading is at the core.
- You will be wrong +50% of the time!
Accept this FACT for a long time.
- New traders most common faults!
Cut winners and ride losers! Reverse this!
- Trading not like a 'normal' job.
Skills do not carry over like you are used to.
- You are the hunter!
The hunter does not chase every potential prey it sees.
- Cannot 'trade harder to trade your way out'
Working harder will not get you to green or even break-even, admit you are 'off' for the day and accept it.

**Selling your winners
& holding your losers is
like cutting the flowers
& watering the weeds.**

- Peter Lynch



Trade Executions: \$NVDA

➤ Volume

- ✓ Is VWAP pierced with increasing volume? **YES**

➤ Level 2 Order Book

- ✓ Large orders >5000 shares at whole \$ or key target levels? **YES**

➤ 9/20 Cross

- ✓ Are the Moving Averages about to cross? **YES**

➤ Near VWAP

- ✓ Can you enter around VWAP? **YES**

➤ Engulfing Candle

- ✓ Candle breaking structure of a pattern? **YES**

➤ Pre-Market, Cam Pivot, Daily Levels

- ✓ Levels in the way or can be used for targets? **YES**



Trade Executions: \$TSLA

➤ Volume

- ✓ Is VWAP pierced with increasing volume? **YES**

➤ Level 2 Order Book

- ✓ Large orders >5000 shares at whole \$ or key target levels? **YES**

➤ 9/20 Cross

- ✓ Are the Moving Averages about to cross? **YES, already crossed**

➤ Near VWAP

- ✓ Can you enter around VWAP? **YES**

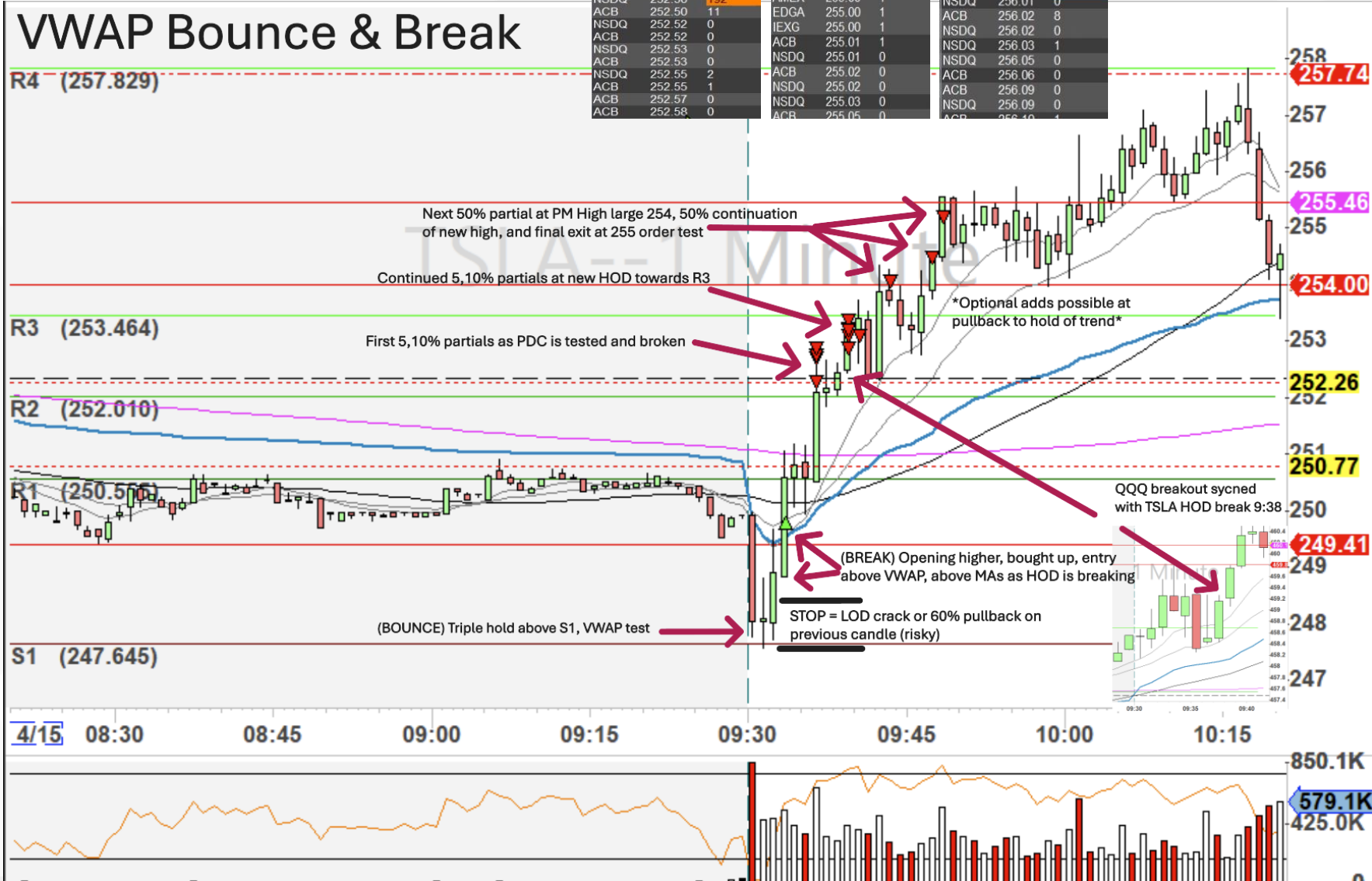
➤ Engulfing Candle

- ✓ Candle breaking structure of a pattern? **YES**

➤ Pre-Market, Cam Pivot, Daily Levels

- ✓ Levels in the way or can be used for targets? **YES, with overall market**

NSDQ	252.40	2	ACB	254.93	0	NSDQ	255.94	7
ACB	252.40	0	NSDQ	254.94	27	ACB	255.95	0
NSDQ	252.41	0	NYSE	254.94	2	NSDQ	255.95	0
NSDQ	252.43	4	ACB	254.95	0	NSDQ	255.96	5
ACB	252.44	0	NSDQ	254.97	0	ACB	255.97	0
ACB	252.45	2	ACB	254.98	2	NSDQ	255.98	5
NSDQ	252.45	0	NSDQ	254.98	0	ACB	255.98	0
NSDQ	252.46	0	NSDQ	254.99	0	NSDQ	255.99	3
ACB	252.47	0	ACB	254.99	0	ACB	255.99	2
BYX	252.48	1	NSDQ	255.00	207	ACB	256.00	113
NSDQ	252.48	0	ACB	255.00	127	NSDQ	256.00	75
NSDQ	252.49	5	AMEX	255.00	1	NSDQ	256.01	0
ACB	252.50	192	EDGA	255.00	1	ACB	256.02	8
NSDQ	252.50	11	IEXG	255.00	1	NSDQ	256.02	0
NSDQ	252.52	0	ACB	255.01	1	NSDQ	256.03	1
NSDQ	252.53	0	NSDQ	255.01	0	NSDQ	256.05	0
ACB	252.53	0	ACB	255.02	0	ACB	256.06	0
NSDQ	252.55	2	NSDQ	255.02	0	ACB	256.09	0
ACB	252.55	1	NSDQ	255.02	0	NSDQ	256.09	0
ACB	252.57	0	NSDQ	255.03	0	ACB	256.10	1
ACB	252.58	0	ACB	255.05	0	NSDQ	256.10	1



Trade Executions: \$PLTR

➤ Volume

- ✓ Is VWAP pierced with increasing volume? **YES**

➤ Level 2 Order Book

- ✓ Large orders >5000 shares at whole \$ or key target levels? **YES**

➤ 9/20 Cross

- ✓ Are the Moving Averages about to cross? **YES**

➤ Near VWAP

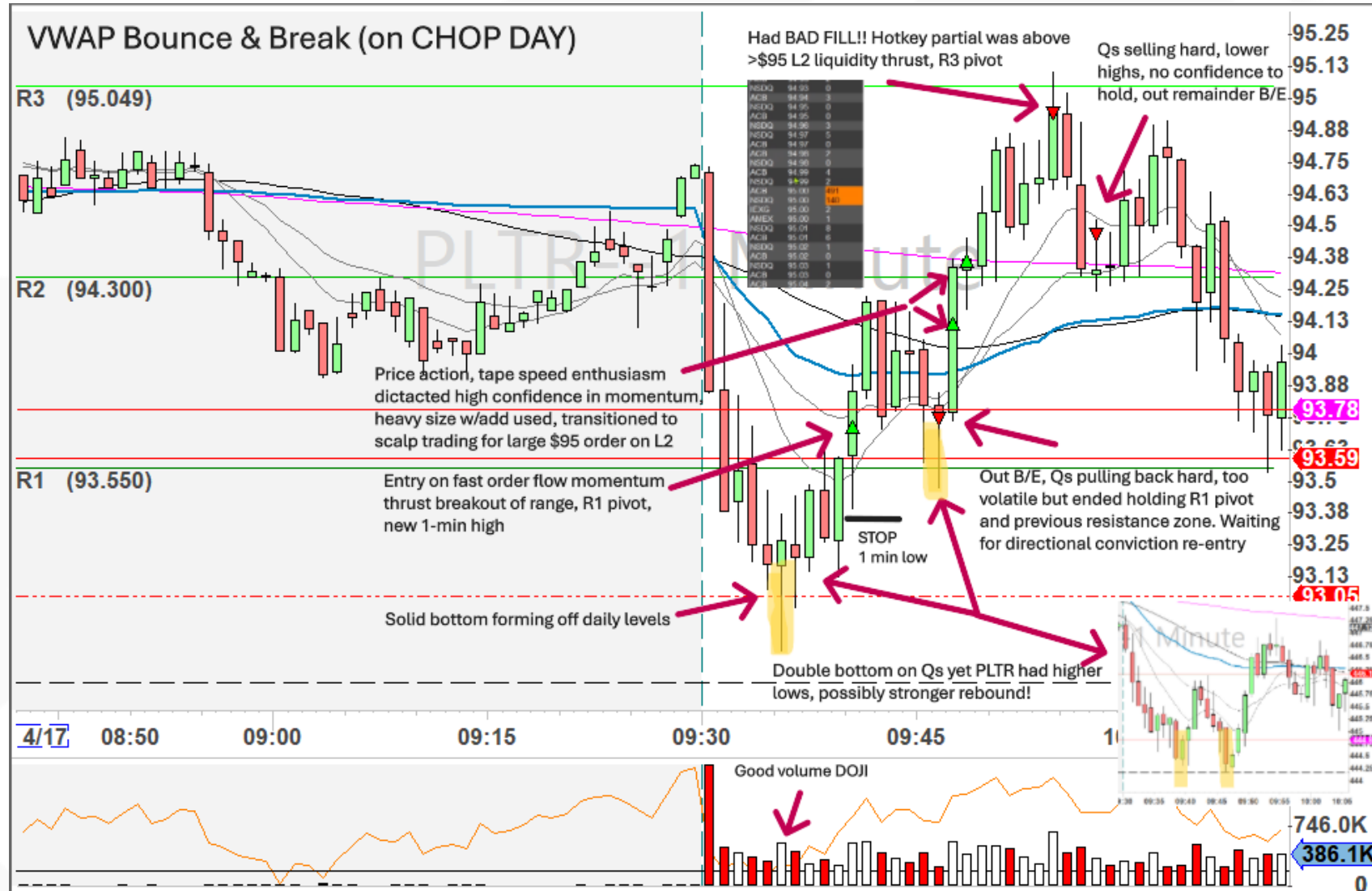
- ✓ Can you enter around VWAP? **YES along with ADD at new 1 min high. Larger size, smaller move likely with this setup.**

➤ Engulfing Candle

- ✓ Candle breaking structure of a pattern? **YES**

➤ Pre-Market, Cam Pivot, Daily Levels

- ✓ Levels in the way or can be used for targets? **Pre-market range in the way causing VWAP chop, stopped out. Re-entry YES, with overall market move higher testing opening range around QQQ VWAP.**





Thank You Bear Bull Traders...*Go trade the VWAP Bounce & Break without FOMO!*



Questions, comments, concerns?

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- Trade Review/Setup Prep Talk
- TradeBook/Strategy Creation
- LIVE Trading (Bounce & Break Strategy)
- Hotkey/StreamDeck Setup
- Risk Control Setup
- DAS Platform Training

❖ Book a session!

➤ <https://calendly.com/brendon-bearbulltraders>