

SL: My Way or the Huawei

Hey gang,

Man, it was a tough week to watch the market.

Last week I said it seemed as though traders were “shrugging off the bad news,” but this week... It feels like they took it all to heart!

The optimism over lockdowns lifting around the country is being overshadowed by fears of a potential second wave of COVID-19 outbreaks, thanks to some cautionary remarks made by Dr. Anthony Fauci during a Senate hearing on Tuesday.

And Dr. Fauci wasn't the only one spooking investors this week. On Wednesday, we were hit with a one-two punch with Fed Chair Jerome Powell saying the “path ahead is highly uncertain,” while recommending the Senate take further measures to prevent a major recession (fire up those money printers!) and billionaire hedge fund investor Anthony Tepper calling the current market “overvalued.” Ouch.

And of course, Wall Street's “fear gauge,” the Cboe Volatility Index (VIX), ticked to a two-week high on Wednesday, though it pared those gains by the close on Friday. *That was close.*

It wasn't all bad, though. Tech stocks and financials had a strong showing this week, and gold and oil notched a few solid days as well.

And don't forget biotechs, who have become the stars of the show ever since this pandemic fiasco started. Any whisper about a new test, vaccine, or treatment can send a stock soaring, which has created some really great profit opportunities over the last few months.

(But remember, what the market giveth, the market can also taketh away...)

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The Biotech That Blew Up On Me

Athersys, Inc. has been on a tear higher lately, with last week's news that its stem-cell treatment for respiratory symptoms associated with COVID-19 was entering clinical trials boosting ATHX shares.

On Monday morning, I saw the shares were forming a nice pattern of higher highs and higher lows (my favorite). With the shares trading around \$3.23, and trending steadily upward, I didn't see why the shares couldn't target a run up to recent highs of \$3.59 and \$4.38, so I bought in with 900 shares.

But then... This week hit. I thought surely the shares would be able to shake off the broader market beat-down – it's a COVID play after all, right?

But it was not to be. I sat on the shares all week... Waiting, waiting... Before finally waving my white flag on Friday, and selling at \$2.98.



Plus, not only were the shares starting to move higher out of consolidation, they were also sitting pretty on top of their 20-unit moving average, which I knew might act as potential support or even possibly trampoline the shares higher.



The move I was waiting for finally started on Monday with some solid volume.

I let my \$50K Challenge members know I was re-visiting this stock again, buying 2,700 shares at \$1.56, and targeting a swing towards \$2.00.

And, I mean, I think the chart speaks for itself. I sold my shares early the next day at \$1.80 – a nice \$652 in profits.

Shopping for Retailers

Of course, biotechs are far from the only sector feeling the effects of COVID. The already-beleaguered retail sector has *also* been feeling the heat. Turns out millions of people being out of work isn't great for shopping stocks; who would have guessed?

But that didn't stop [Profit Prism Platinum](#) moderator Tom from scoring a home-run on an unlikely candidate. Department store J C Penney hasn't exactly been doing so hot, with an expected Chapter 11 bankruptcy expected to be filed on Friday.

But midweek, the retailer received some good news... In the form of a \$450 million loan.

The shares jumped higher on good volume, and Tom was quick to capitalize on this news. He let the [Platinum chat room early birds](#) know he was buying into JCP during pre-market trading on Wednesday, and before the opening bell even rang, he was cashing out with a cool \$534 in profits.



May 13, 2020 at 9:18 AM - tomfister :
Out of JCP @ .30 .. +\$534



May 13, 2020 at 8:07 AM - tomfister :
In JCP @ .275

Tom actually won on a retailer this week – results NOT typical.*

Now that's what I call a smart shopper!

My retail trade of the week went more along the lines of what you'd expect. I was hoping to see Naked Brand Group use its recently breached 20-day moving average as support to bounce back to recent highs at the \$0.83 level.

I was seeing some good volume out of this stock on Tuesday, so I bought in at \$0.72.

And if I had been willing to burn a day trade and cash out after-hours, I would have ended up about \$1k in the green.

But... Instead, I held on. And that turned out to be a mistake. While the shares still seem to be finding support at their 20-day moving average, they just haven't bounced back the way I was hoping -- and frankly, I'm tired of waiting, so I closed out on Friday with a loss.



Call it retail headwinds or just plain bad luck, but NAKD just didn't perform this week.

The lesson here? Pay yourself first, and take your green when you can!



Mark Laratonda @LaratondaMark · 23h

[@ThePennyPro](#) just too long of a run to not take green! The education and value from Jeff is certainly a bright spot in these dark days. Thank you PPP chat and Jeff for another great end of day setup!!

Account:9466			
NAKD	1.02	\$0.00	\$837.70
0			
Subtotals:	-	\$0.00	\$837.70
Totals:	-	\$0.00	\$837.70
			P/L Day: \$837.70

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*I'm glad someone cashed in on NAKD!**

My Way or the Huawei

On Friday, markets were feeling the weight of escalating trade tensions between the U.S. and China (yes, again) after the U.S. said it would no longer ship superconductors to controversial Chinese tech company Huawei. As you can imagine, semiconductor stocks took the news pretty hard.

So I was glad I cashed out of my trade on semi stock Superconductors Technologies, Inc. earlier this week. I managed to score a win, and avoid getting caught in the “trade war” crossfire.

I actually entered this trade on Friday, May 8, after stopping out of basically the same trade just the day before. The stock showed up on my end-of-the-day scan, so I decided to try one more time, after noticing the shares were consolidating on the charts and had just managed to bounce higher off their 20-day moving average.

I was hopeful SCON would be able to test and break through its 200-day moving average as well, which would then clear the way for more upside.



I bought in with 8,000 shares at \$0.31, hoping some good volume and continued momentum into the next week would help me hit my target of \$0.35 to \$0.40. By entering the trade on Friday afternoon, I knew the shares would have all weekend to further build momentum, and hopefully pop sometime early the next week.

Which is exactly what happened! I cashed out just before 10:00 a.m. on Monday morning in the \$0.35 area, for about a 12% gain. Electrifying!

This week obviously wasn't an easy one to trade. I definitely had my fair share of losses, so don't feel bad if your trading plan didn't work out quite as well as you had planned.

On the other hand, congratulations to all of you who were able to score some big winners throughout the chaos!



Brendon Harris @_BrendonHarris_ · May 11

@ThePennyPro great trades for the weekend. \$SCON sold after a week but made \$8, down big last week. \$BPMX +\$88, 16% win, \$MARK +\$52, 12% gain. Small wins adding up in the small account.



xTrader @xTrader14 · May 13

@ThePennyPro @RagingBull Goal reached. Doubled one of my accounts, in just 18 trading days. A mix of JW alerted trades & putting what I learned to action on my own trades. Dig in deep to JW's PPP training & listen to the chat room. You'll be a better trader. Setting new goals!

View: Realized | Time Period: Custom | Date From: 04/20/2020 | Date Closed: 05/13/2020

> Filters

Total Gain Realized	Short-Term Gain Realized	Long-Term Gain Realized
\$106,231.68	\$106,231.68	\$0.00



Ken Miller @ken1inspect · May 13

Ken Miller @ken1inspect

Hi, I just closed my 31st Stock winning trade at +12% gain still no losses since 5-4-20 when I finished Jeff Williams Education & started applying what he teaches. you can do this if you study like I did. Oh and I am a high school drop out @ThePennyPro



ErikPete @Erik_is_68 · 2h

@ThePennyPro just smashed it on \$GNUS I had 2,000 shares avg in another 6,000 at \$1.53 entry out at \$1.83 or .30 and or \$2,400 see pic for final trade. The only way have investor proper training is with Jeff Williams of @ThePennyPro through @RagingBull ...

SELL	8,000	No	GNUS	MARKET	Market	MKT	Day	1.67	1.68
BUY	2,000	No	GNUS	MARKET	Limit	1.40	Day	1.67	1.68
BUY	4,000	No	GNUS	MARKET	Limit	1.47	Day	1.67	1.68



Not every trade's a winner... But I sure love seeing the ones that are!*

I've been really trying to hammer home the educational content in our [Profit Prism Platinum chat](#) room, and I'm glad to hear you guys have been not only enjoying it, but using it to make smarter, and hopefully more profitable, trades.

May 15, 9:07 AM

kim gas: I've learned so much from you personally. Thank you for putting your trade ideas and strategies out there. Much appreciated!

May 15, 9:16 AM

matt cam: Took me 3 years to become profitable while working full time. It is very challenging work. Anyone that says you will make it fast and this is easy is flat out lying. It takes work. But if you get there its worth it.

I know it isn't always easy, but I love seeing your positive attitudes!*

I'll be back at it tomorrow night preparing my latest watchlist. I'm still feeling bullish in the long term, but I'm prepared to buckle up for whatever comes our way over the next few weeks. Let me know *your* plan [@IbePennyPro!](#)

Take care out there,

Jeff Williams

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