

What is a TC?

My view:

If I take a closer look:



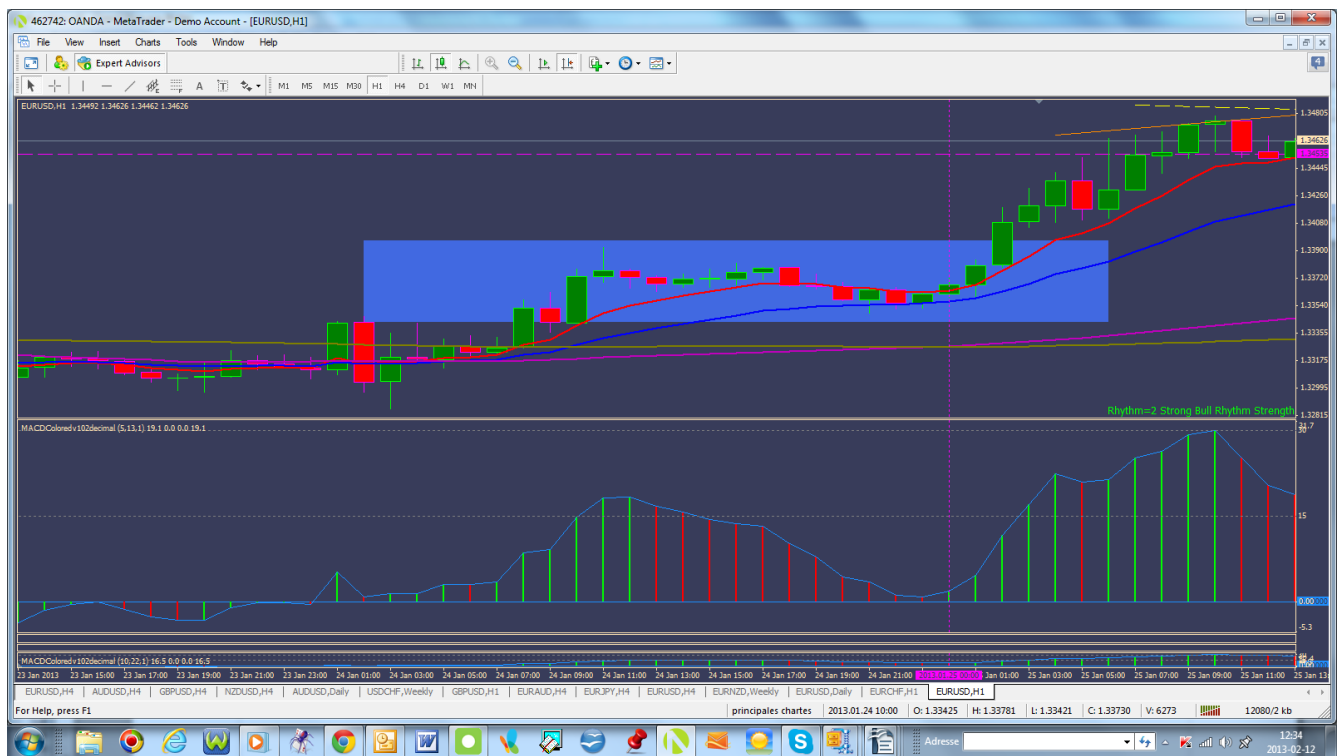
above is a TC (on the bull side). - in the blue rectangle.

My definition: (on the bull side) it is a Round Top that changes is mind!- the example above shows a Macd having a dive down confirmed by the red line=so a round top!---but then the macd changes is mind!-suddenly moving into oppose direction.

The anticipation is that market is still moving up- so a RT here is just a representation of rhythm express by the pair taking a start from the 21ema(in blue), then moving away, then a pill back to the 8ema(in red)-but still the market is trending up, shown by a support of moving averages (8 as well as 21ema).

So if I have a RT and the trend is up there is a possibility that it will change to a TC, keeping the trend up.

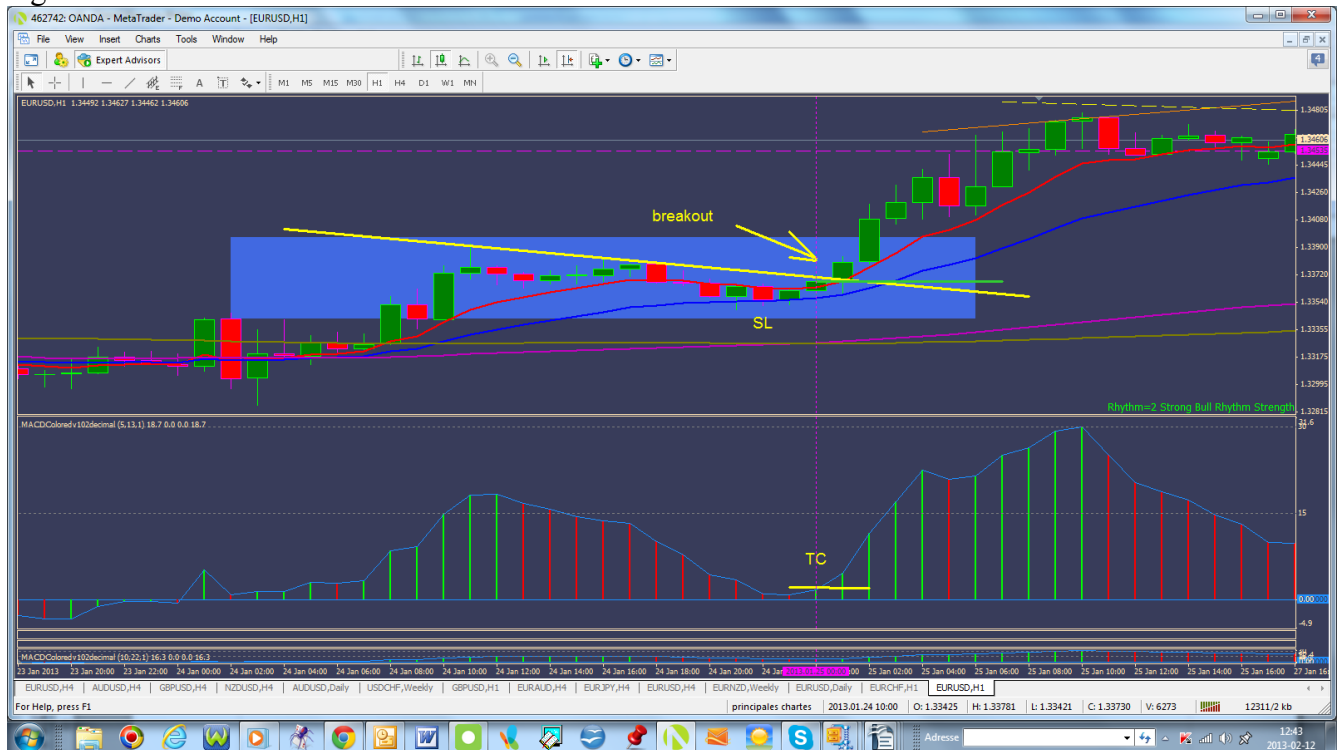
1. if I wait for a TC confirmation, already the candle is huge! -so higher risk.
2. I take then the 1hr chart:



...and take the TC from it!

So if the market still go with a RT the lost will be small. Since the SL in under the 21ema(in blue).
If there is no TC on the 1 hr then I should wait for a TC on the 4hr chart.

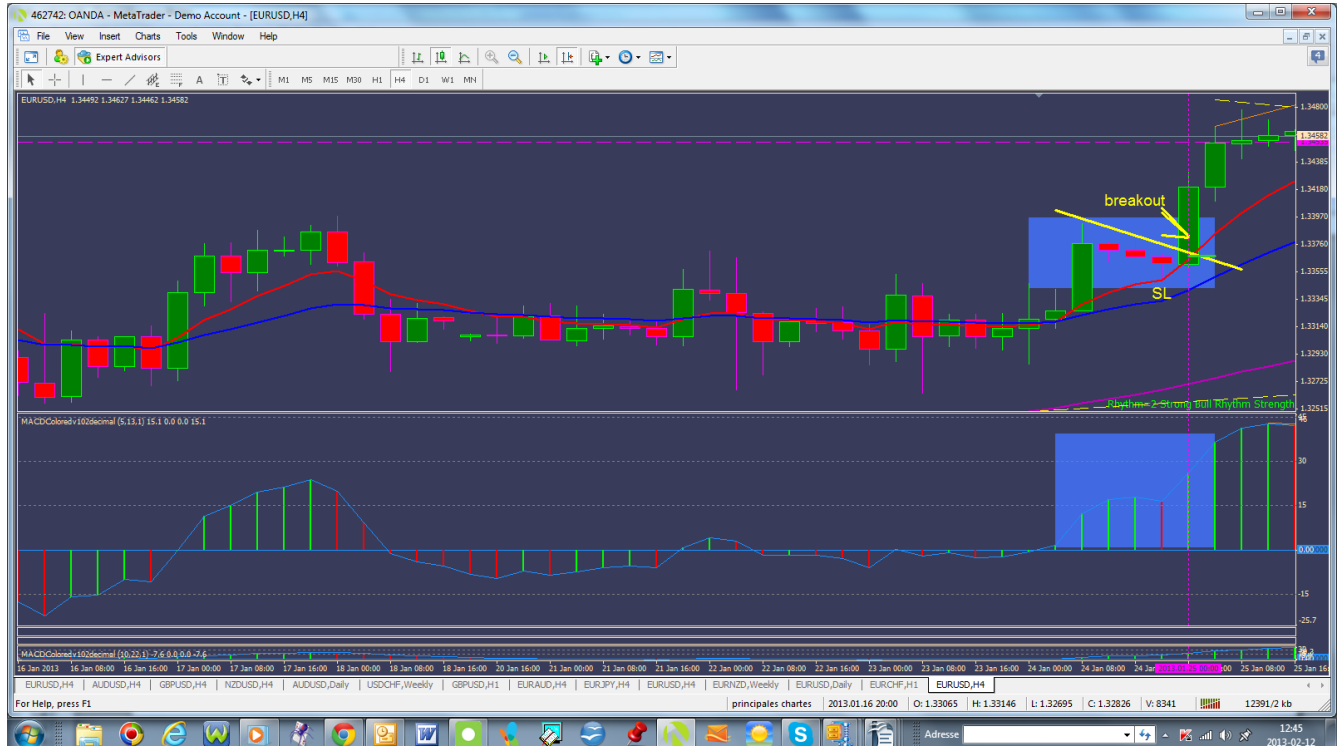
Again if I look at the 1 hr chart:



the 1 hour chart shows rapid change in direction. It was going down then suddenly it is moving up.(at the breakout)-there was a breakout as well as a TC.

Just to say here above, that if price would have turn down instead of breaking up there would not have been a TC! It would then have been a RT!- the 1 hr chart is a fine tuning.

So now I move to the 4hrs chart:



it is a TC – I got in the trade earlier, minimizing the risk at a lower level.(at horizontal green line)
Again, always refer to the 4hr chart. If appearance of difference behavior between 4 and 1hr, refer to 4hrs chart.

Phillip Nell talked about it.