

Big Picture planning (Step 1)

The process is I will start looking at the Monthly chart first (imagine we start from scratch now, first time doing so...)

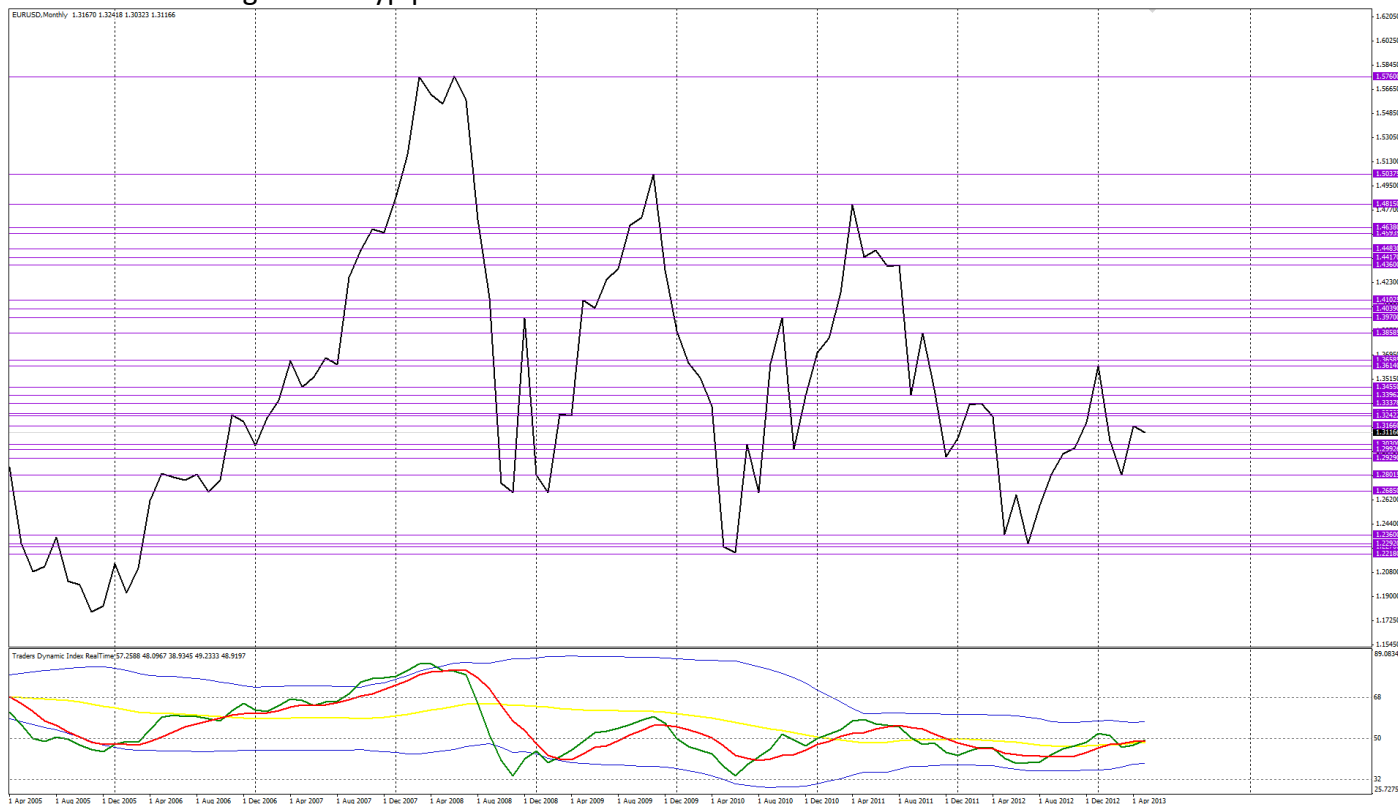
On MN chart, switch to Line Chart and draw those lines of every swing points - high points, low points going back to 2008.

Why 2008, that's the year of the financial crisis and EU is still in the retrace of that huge fall in 2008.

After you draw all the possible horizontal lines, it should look like this below:

Note: I use a dark violet line color as this will not mix up with other colours on my charts when I switch to other TFs later. For me, Dark Violet means MN support and resistance.

This method is taught in babypips school.



Big Picture planning (step 2)

Now after doing the S&R on MN Lion chart,

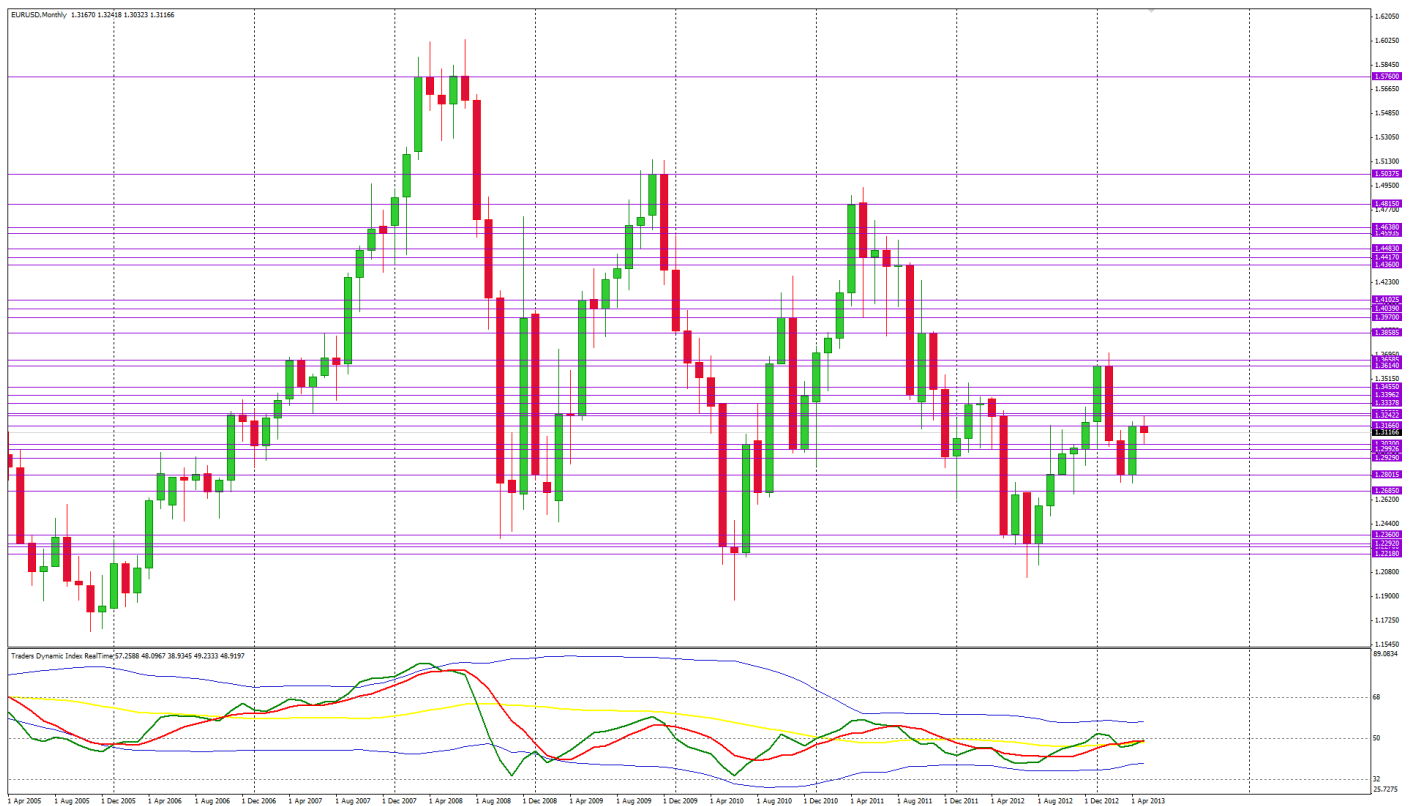
you can switch the same chart to Candlestick Chart and you will see the actual price candlestick and where those MN lines are actually.

You can now make adjustment if you wish to see the lines more precisely on the MN Open/Close price levels. Otherwise just accept them as they are.

I only want to see the price Candlestick where the level where the price trend starts, the level of MN retracements...

you will learn to see how support turn into resistance and other times resistance turn into support.

Note I don't consider those MN highs and lows points. But I know where they are.



Big Picture planning (Step 4)

Now switch your chart to show Candlestick Chart.

You can fine tune and adjust some lines as you wish to.

Now I pay more attention to candles with long wicks (shadows)

If there are cluster of candles with long upper or lower wicks, I will mark these areas as potential support or resistance zones.

If there are no cluster of wicks close by, I will simply keep the horizontal S&R lines for MN and W1.



Big Picture planning (Step 5)

Now here we go to D chart showing the Candlestick.

In the D chart, we can see more clearly the recent days Open / Close candles, I look for prominent Candles Open/Close like the ones shown in the chart below.

We also look for candles with upper and lower wicks clusters. These are important as I look for CONFLUENCE of S&R lines, especially with those MN and W1 S&R lines.

you need to see which D candles will close the Week and the Month candles.



Big Picture planning (Step 6).

Now we switch to the H4 TMS chart timeframe and this is where we will see the APB/HA candles and we will also switch the chart to show the original price in price Bar. You should be able to see the price Bar open / close at every APB/HA.

Observe their PA near those Weekly s&r and those Mn S&R lines.



Big Picture planning (review week 18).

Now with the above steps done, let's look back to last week 18 and see 4H trade opportunities and how PASR could have played out if we had done this Big Picture on a regular basis and use that for our Trade planning.

There were w good 4H trade setups and one was a high risk setup when we did not reconcile with the higher TF.

See if you can spot those 4H trades.

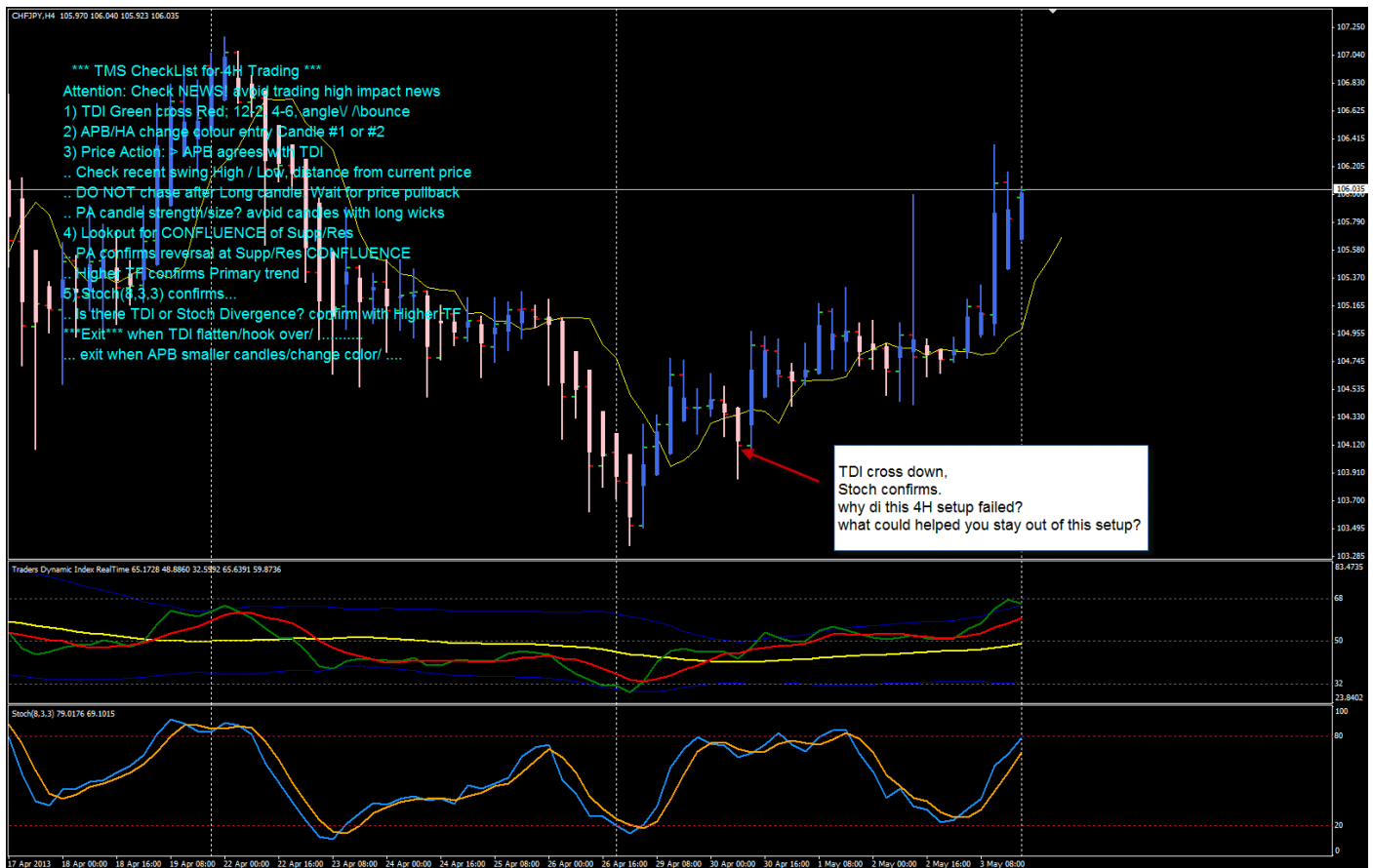


Doing my usual post mortem of previous week charts, here is this example of why we must look for only A+++ trades setups.

This CHFJPY looks like a good 4H TMS setup with TDI cross, APB changed colour candle #1 and #2, Stoch confirms, ...

but **PA and historical S&R**, and the use **higher TF BIAS** with Previous Price Action (**PPA**) and TDI/Price Divergence will clearly show you why this is a high risk trade.

Do your own back-testing and studies and make out all the high probability setups and use them for future trading.



EURNZD week 19 - 6 May D view:

Have you done your Big Picture plan for EURNZD?

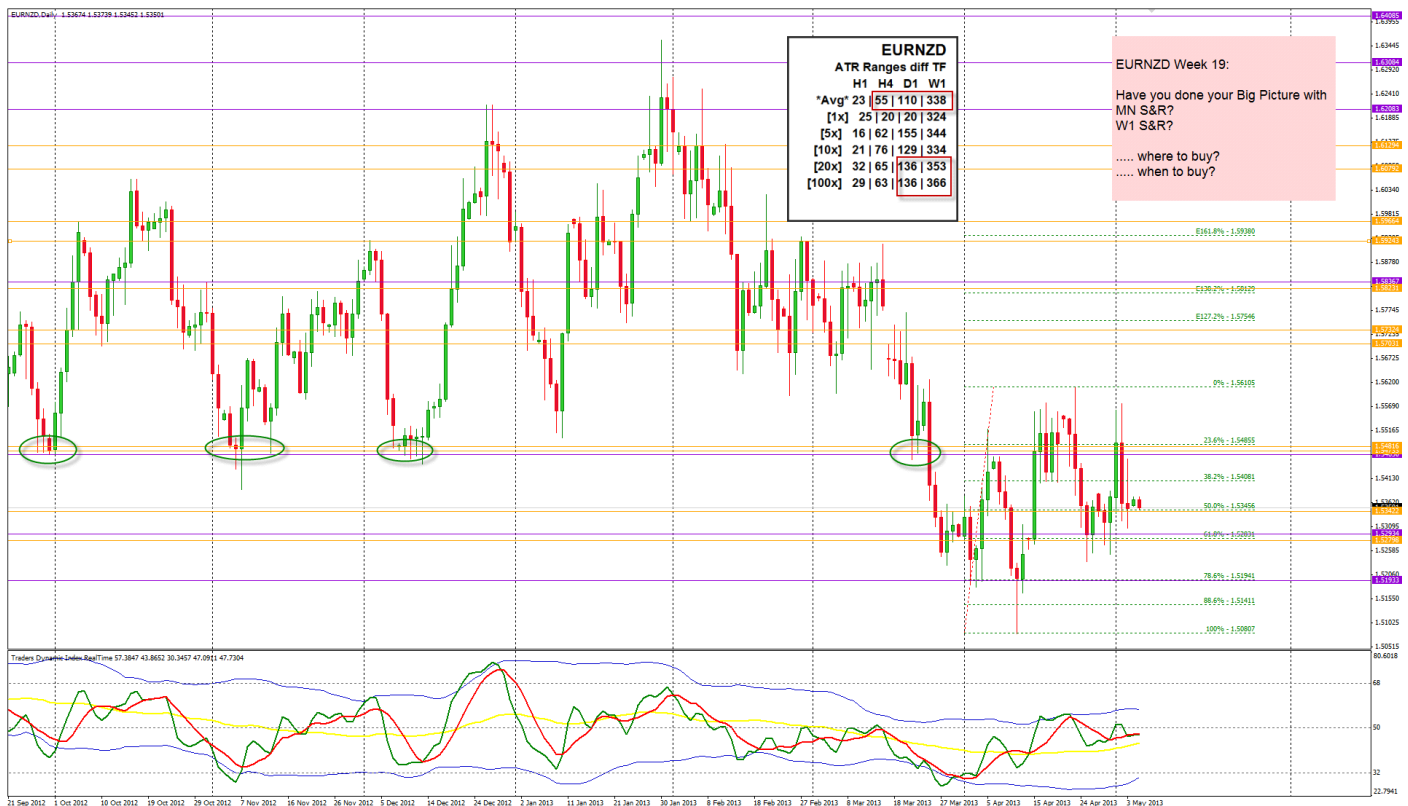
What is your Weekly Bias for this week?

what is your Daily Bias for today?

If you want to be buyer,

...where will you buy?

... when will you buy?



Do not enter a 4H trade simply on H4 TDI cross + APB/HA candles #1 and #2 and Stoch confirmation.

Always start the day and checking the Weekly and Daily charts to look for the higher timeframe bias. And also where the nearby historical support and resistance are.

**Do Not SELL into Support.
DO Not BUY into Resistance.**

Always see that there is sufficient room for you to take some profit off the market and BE your trades.

There is an example I posted above on CHFJPY - why that 4H setup was a high risk one.

PATIENCE and TIMING -- Emmanuel 7788

Traders . . . a suggestion.

I would only label key S/R levels relevant to current price action - in a range of about 300-400 pips at most either side of current price starting with the Daily chart.

Labeling S/R 500-1500 pips away from current price action has no relevance unless you are position trading the Daily, Weekly or Monthly charts.

If you are an intraday trader, look at the ADR and ATR of the Daily charts and start there as a reference for potential ranges along with your S/R levels.

Do this every day as part of your pre-trade routine and it will keep your mind on what is happening now give you an idea/estimate of the potential volatility and price action of the current day's set-ups - and also keep your charts much less cluttered.

dgcinc

Everyday, when we start our trading day,

1) Look at the Weekly chart and the last week' candle. Take note of the W candle OHLC. Pay attention to the Upper and Lower wicks.

2) If the W candle is bullish, then our bias is UP.... we look to Buy only.

3) Now switch to and look at the Day chart, look at the 5 - D candles which formed the previous Week candle. Study closely which of D candles formed the W candle Upper wick.

4) Look at the D candles,
is there momentum?
is there consolidation?
is there reversal pattern?
is there Candlestick (CS) pattern for setup,
what were the traded range?

5) Using the D chart now, you can make another decision if you want to be buyer or seller (Counter-Trend trading) , but remember the W candle bias.

6) Now switch to H4 chart and look out for all the S&R from your Big Picture planning.

- any MN S&R within the current market trading price (Big Picture)
- where are the W S&R (Big Picture)
- where are the Prev W Fib levels? (Use Fibonacci tool)
- Look for PA near the CONFLUENCE near S&R and RNs....
- if there is D CS like an IB, make your Plan A and Plan B to trade the IB Breakout.
- on your H4 chart, look for H4 CS patterns - IB, DIB, DBHLC, DBLHC, BUOB, BEOB, BU/BE Engulfing Candles, Pop Gun, etc.
- Remember your TMS Entry rules - TDI cross, APB/HA candle count, Stoch confirmation, PA agrees with TDI, PA happen at S&R Confluence.

- remember DISCIPLINE in PATIENCE and TIMING.... then perfect that trigger pulling skills.

7) Manage your trades using H4. Never never manage your trade looking at lower TF like M30, M15.

Good Trading day ahead Emmanuel 7788