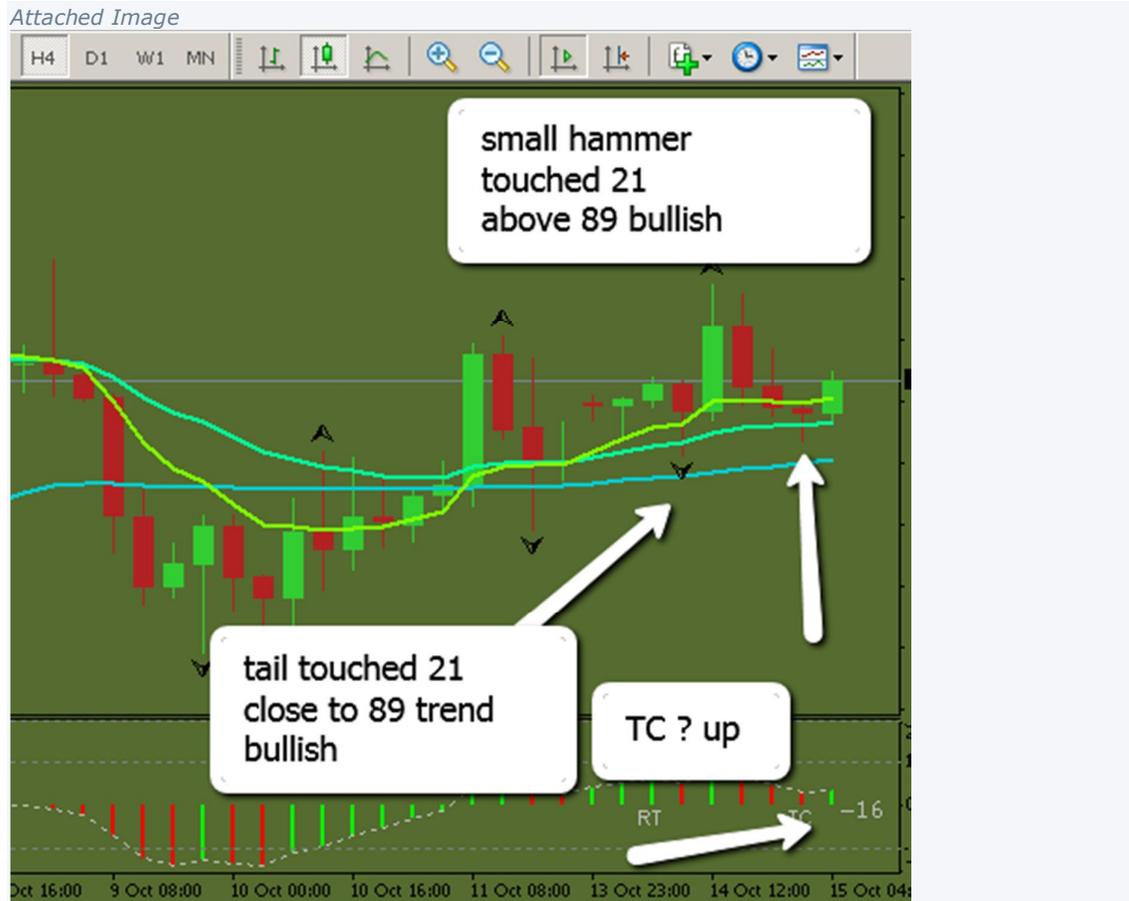


YaakRuay's Trade



Just posting a screen shot to get some thoughts and to see where i should be concentrating on learning.

Is this a valid trade setup from my charts?

YES – the setup is ok. The 89 is showing Bullish mood , price has touched the 21 and is moving away , Macd is green (at this moment).

I am thinking you could trade long at least to previous days highs?

Yes – the last Swing High

However I can get confused as the Daily closed as a shooting star so should we expect a retrace down which sort of invalidates my long trade

Our method is based on the H4 and that is the T/F I use to provide me with possible set ups. I will see where Price is at on a larger time relative to any serious S & R levels but Price Action & bar type is taken only from what the 4Hour chart is showing me.

Or i take the long trade and hope it hits the target first before moving down...Ideas, suggestions etc....

The chart is EUR/USD 15/10 7am UK.. (dark and cold...why do people want come here???)

Well i took the trade just to see if my thinking is correct and to learn.
And Make Money (LOL)

I am expecting a little move down first as usual at 7am UK... but hope to hit the target later this morning..

Good assumption – positive attitude. Target identified and Stoploss is set. When all of these Ma's are close together like this, my Stop would be placed under the 89 in this example. The Rythm says that if price breaks through the 21, it MAY hunt down the 89 so seeing these are so close together, I would feel safer taking my stop just that little bit further out of reach.

Attached Image (click to enlarge)





epic failure..

I was motivated to post and trade by binnie "Just trying to keep some interest going in here"

(no blame intended at all..but reading your brilliant posts made me want to see more of them so i can learn more)

Now, here is the learning curve...where did i go wrong?

I was trading before leaving home for work so could not watch the charts so i did the fatal mistake of jumping in early.

Yes- this is not advised. You have anticipated the candle to remain Bullish & if you look at the very next one, it shows how quick Price can change. The trigger confirmation (Macd) was green sure but see how it is running flat compared to the previous bar.

1) I could have put a pending long order in above the closed green candle

2) wait for break of high / lows of the green candle

IMHO this is the same as BreakOut Trading. Phillip does have a strategy in this thread that explains how he trades these but I am nowhere near ready to conquer that method yet. I am still learning this H4 Macd method & boy there is still so much to cover

3) Caught out by News Events.

Funny you mention that . Personally I do not pay attention to news events except to say that I will not trade into RED NEWS. There are so many reports issued it is confusing which ones are affecting the market. I have just had a look at the FX Calendar to see if there was serious news at the same time that the Euro plunged. At that very time last nite, there was some Pound & German red news events but both seemed to be strong reports IMO and that should be good for the Currencies. Why the drop down I do not know. I am really sitting on the sidelines lately – there is too much uncertainty around the US Cash Supply situation .

But if there has been a whisper that the Debt Ceiling will be lifted and any default will be avoided, then I guess the big players have regained a bit of confidence and backed the Dollar against the Euro & Yen.

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