

Quoting dvarrin

Hi,

I don't understand the principle of an effort to rise. If a bar is breaking out of a trading range, lets say upwards, what do we have to see so that that bar is confirmed. It is written that if the next bar is an up bar, then the move is likely to continue. But it is also written that if it is a test, then the up move is also confirmed.

What is the exact rule to read and confirm an effort to rise?

I've put an example in attachment. The 3rd bar after the vertical line is breaking out of the trading range. The next bar is an up bar with...

You are focused on the wrong bars... Also 3 bars after the vertical line is a downbar so it can't be effort to rise.

Very simple...

Wide spread, high volume bar right before your red line giving us a possible trigger as marked by your lower line at 1.04716 not watch what happens after.

We have an upbar on decent volume showing us that downbar had buyers.

Then we have another downbar on increased volume followed by another upbar... more buyers.

Then another downbar again closing on its low followed by... yep an upbar... more buyers. This one even made a lower low and still closed on its high...

Then we had a ND... HMM right into the trigger. SOW?

The next 2 bars clear the air for us... we have a squat bar. Big increase in volume, less spread and we couldn't even close below the ND's low. Also the volume is one of the highest in some time but we didn't go anywhere... effort to fall / squat bar with every sell being met by buyers. The next bar is a KRB giving us a close above the trigger and the highest close in 7 bars.

Now we are looking for a test / NS to get in long.

My 3 red lines are a hidden test, NS and a No selling pressure all of which are good long entries.

*Attached Image*

