

OK so I see no one else jumped in so...

First off let me ask a few questions if I may. What made you enter at the point you did? What about that price at that point in time made a buy attractive to you?

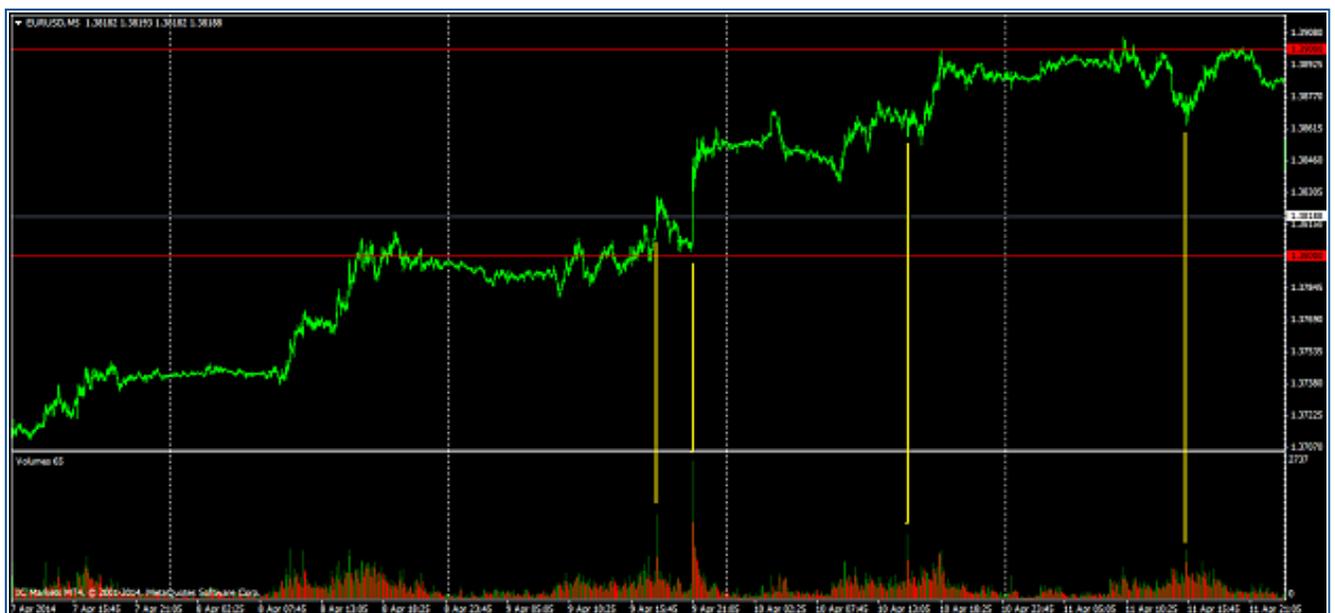
Now before moving onto why a buy for me at that price was not in the cards I will answer the second question. Is that stopping volume. Yes as price did stop falling and climbed up 17ish pips from the days low put in on the very next bar. The bar was UHV volume and the highest 5 min volume seen since April 9th. Now mind you there was no major buying seen but it was enough activity to stop the fall for the day.

54 pip range today, now I remember why I hate trading EURUSD. I have spent most of my time as of late trading pairs with at least a 100 pip ADR. That has knocked EU,AU,GU and UJ off my trade radar all together although I still watch them as they can lead the way for some of the crosses that I trade. I also trade gold and my old beauty Oil and a little ES now and then... however I am off topic and so I digress...

EURUSD today, 5 min chart. First off since LO we had seen selling. When your trade was taken we were sitting just before NYO. So thus far trend for the day was down with no real climatic action showing buyers stepping in. First chart I will post is a fully zoomed out 5 min chart on which I can see half of last Monday and all of Tuesday to Friday. What I am looking for here is recent UHV spikes. Now similar to a previous post I wrote using 15 min charts I would have to look further left in order to find controlling zones overhead but for the purpose of this post and because we know price went down I will not look any further left. 60 day ADR on EURUSD is around 75 pips so I know before action today started that I would most likely spend the day stuck between 3900 and 3800. As we can see there are a few obvious spikes so from this I will add some zones to watch during Monday trading.

First yellow line zone in inside the second yellow line with is even higher volume. The low of the second yellow line zone is around the 3800 level. The next 2 yellow lines are UHV when compared to the rest of the bars for that day so they represent the highest activity bars for Thursday and Friday. For the purpose of this I am not going to focus on Monday and Tuesday as those zones are below 3800 and as we know we did not get there today.

*Attached Image (click to enlarge)*



Next chart with the 3 zones drawn on. White zone is the highest volume bar and a WRB from Apr 9th. Yellow zone is Thursday and Blue zone is Friday.

*Attached Image (click to enlarge)*



Last chart is zoomed in showing today's PA. As we can see Thursday and Friday zones shown two levels with the mid of Friday the same as the high from Thursday and the low of Friday lining up with the Thursday mid. Red lines are LO and NYO. The red arrow is your entry bar. So as we can see we opened gap down inside the lower white zone. LO we see a move up which ends up being a famous LO fake out as price spikes up into the shared zones above where sellers are found and down we go. There was a nice ND just above the zone high at 3847 but for a safer entry we see a 2BR right into the 3847 level from below.

Now at the point when your entry bar printed we were really close to NYO and as of yet had seen some increased activity there was nothing mind blowing so we should wait for NYO. NYO comes and we get that UHV push down but then from that point forward the rest of the day was a snooze fest. Now you could have made a few scalp pips each way trading the H to L of that 5 min UHV zone from today if you dropped down to a 1 min chart.

*Attached Image (click to enlarge)*

