

4. I can use inside bar/trendline/range breakouts on 1hr chart and enter with flow at next .00 entry.

There is no set way. Its all relevant and it all achieves same result.

You can do anything as long as you do it sensibly and realistically (which means without increasing your risk).

Today's posts confirm that I will continue on to help however less on forum participation.

I will release the reading material into this thread once ready. 1-2 months from now is a realistic deadline for me.

Until then practice practice practice and find your '1 thing.'

Sincerely,

Graeme

Last edited by pipEASY, Aug 10, 2010 3:55am



Aug 10, 2010 4:17am

#709



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Good question.

I use,

Redorange - 10 ema close, smoothed

Dodgerblue - 5 ema close, smoothed

Magenta - 1 ema close, exponential

Edit: I looked at your charts carefully and it is the same to mine however I zoomed in one more level than yours

Sincerely,

Graeme



Aug 10, 2010 6:53am

#713



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Quote:

Originally Posted by **Stumpy1** 

How about this for an idea it doesnt matter which way the market goes just as long as you get in put on your break even stop and let it run.

Why not take one osition long and one short with same pair then next day place break even stop on the one in profit and close the other presto you are in with a minimal risk and a break even stop If it grows it grows if not you can try again till you get a millapede

Good idea.

Dont let anyone else tell you it doesnt work.

You should find out that if it works or not.

Try it, and please let us know.

May I forecast that your result will not achieve much and it will only lose out on the potential move for the winning position on day 1 and closing out losing position on day 2 is an unnecessary realized loss which could have been easily prevented.

I like your emotionless mechanical approach however it needs to be applied differently.

Sincerely,

Graeme



 Aug 10, 2010 7:31am

#715



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Quote:

Originally Posted by **willf** 

Welcome back 

Thank you willf and all others as well.

Just letting all know again that I have started writing out a concise reading material. That will definitely have a flow of explanantion.

Apologies but this thread is unfortunately all over the place mostly due to my fault and starting from now I choose to limit my thread participation. I ask for your kind understanding.

However, there is alot of information in this thread that anyone could use to their advantage.

While I prepare the reading material for all please remember that Im only trying to show 3 things:

1. Power of long term trend
2. Holding positions for infinity yield
3. Low risk entries

I have elaborated to great lengths on each points and hope you can mix and match the information and choose the info that you prefer to use.

Not all traders are same, and I understand we all have different focal interpretation and everyone has their own signature in the markets.

Sincerely,

Graeme

Last edited by pipEASY, Aug 10, 2010 7:58am



Aug 10, 2010 8:19am

#719



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Quote:

Originally Posted by **leggo**

Great to have you back Graeme,

Here is my view:

I am knew to forex so I do not have the one thing.

So first off I am going to perfect my entries.

While I am doing this I am going to read and learn about long term trends.

When I have mastered my entries.....

I am going to use them to add positions to the long term trend but also I am going to use them on the counter trend to keep my equity curve.....

What have I noticed while studying the 5 min charts so far(I am still learning) ?

When price comes down/up from .00 it can either...

Very good.

Thank you for coming upfront and being honest.

Ben, have you ever asked yourself why sometimes price punctures through easily?

Alot of traders, for some reason (and I dont care/need to know why), have placed their buy/sell stops at that .00 waiting for it.

And once they enter 'in mass' the next set of traders which are the breakout traders look at this as a breakout and enter, pushing it further.

I watch both traders jumping on and then I jump on both of them.

Can you see what Im doing?

I want to see many buy/sell stops at .00 towards the anticipated direction, and see other traders jumping on and then I will piggyback on both. Usually this is shown on 5min chart by long row of bold candlesticks with hardly any wick cutting straight across .00 line/pivot and the next candle is also another bold candle in the same direction.

Price has stalled when you see mix of up candles and down candles around .00 or pivot. That is a failed momentum and I wouldnt do anything.

Sincerely,



Aug 10, 2010 8:25am

#721

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Quote:

Originally Posted by **rdwatkins***pipEasy,**I love the simplicity of all your observations! I have been drowning in the 200 things and look forward to implementing the 1 thing as soon as I find my own.**I think I am nearing that one thing on SR flips, meaning when S becomes R so your recent line chart can simplify that further by removing the candles/bars. While I anxiously await your compilation, I am committed to practicing this and stripping the fluff from trading to all its simplest common denominators as you have encouraged us to do.**Thank you for your return and I hope...*

Hello RDWatkins

I remember your s/r chart from previous exercise and you are well on the right track.

Just like the spinning girl picture, I honestly believe when a trader combines ema lines with candlesticks they are purposely choosing to confuse themselves and the sad part is they dont even know what they are doing.

I can trade effectively with just weekly 5ema, stacking positions, and diversification.

Banks probably take less than 10 trades a year as the sheer amount of capital they control is cumbersome to move around quickly.

We drive sedans but the banks drive 18 wheelers. We can turn corners easily but they need alot more room to turn. Think about this.

The biggest myth alot of traders have on this forum is that 'you cannot trade like the bank cause they have more money.'

That is completely wrong, and you can definitely trade similar style to large managements and also create a big 'growth.'

I know its possible cause Im doing it.

Sincerely,

Graeme

Last edited by pipEASY, Aug 10, 2010 11:37am



Aug 10, 2010 7:51pm

#732



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Good morning, all

Apologies to condense my reply into one post, but please understand for the sake of new readers im trying to keep this thread modest sized.

Dave - It takes true warrior to admit his weakness. Thank you for sharing with all. Alot of traders dont even realize they dont have this '1 thing.' They believe the current system they are using is their '1 thing' but I assure all readers this '1 thing' will be something far simpler.

Fugly - Thank you for your continued contribution. I wasnt aware about the ignore list. However no one will be listed as I believe we are still part of public community and everyone is entitled to their personal opinion. Having said that, I have decided to place greater effort in preparing the one big reading material. Thank you for your honesty. It takes more to admit to ones weakness. Thank you

Rumpfunk - Hello there. Thank you and I understand and I will more or less decrease my thread participation and focus more on the material im preparing.

Gasservettes - Thank you for the kind remark.

Abailey - Thank you very much

Pip_daddy - Thank you for your continued contribution. Im glad to hear you have started. Always remember to spread your exposure and never get attached to one single pair of currency. How will you react if your current group dies on breakeven? I know you will be a bigger person and realize that if price cameback to close all current legs on breakeven, its most likely trending in opposite direction to your current group and you should have few legs growing on the new direction.

Knukk - Thank you

Gp144 - George, thank you as well

Stumpy1 - Good. Please let us know.

Sincerely,

Graeme



Aug 10, 2010 8:29pm

#736



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Good morning, all

Thank you for all the personal messages, Im still replying to them.

I have mentioned this before in my earlier posts.

I asked anyone with modest success in trading to pull out a paper and calculator. Write down all their trades they have completed few months ago.

Just write down, Entry Price, amount of pips earned, buy/sell.

Example,

1. 132.000 +100 / Sell
2. 1.28000 +100 / Sell
3. 2.12500 +50 / Sell

And so on..

Now write down current price of the pair of currency next to it.

1. 132.000 +100 / Sell 124.000 (tick)
2. 1.28000 +100 / Sell 1.35000 ()
3. 2.12500 +50 / Sell 2.78000 ()

Compare it? What do you notice?

First list shows short term trader who knows how to trade effectively.
3 trades, 3 wins, +250 pips. Excellent.

Second list shows what happens if this short term trader decides to turn into a long term trader. He/she still uses same entry method however the only difference is; he/she holds onto the winning positions indefinitely.

3 trades, 2 breakevens, but..

+800 pips of unrealized profit. Im sure this trader has many other positions as well but he/she can close that x1 position of +800 pips right now through diversification and have trebled the short term trader by doing nothing. Accuracy drops significantly but it is the small number of legs that survive which will be outrageously larger profit later on. Winning rate/percentage is not important, it is how much profit your winning rate/percentage brings that is important

Once a reader asked me through personal message who I admire in this forum. There are great traders out there and admire many. They have a sensible trading method and Im sure most of them enjoy their success. However it is this success that gets into their head and suddenly they close their mind on anything else. I know it will be fruitless to get through their wall of egoness but **they can be so much more by just holding onto their winning positions longer. Few weeks or more the better.** They will never go back to closing out their position at 1:3 or any other small r:r they managed to conjure and apply with some degree of success.

If you are well respected, successful trader please dont stop learning. I still attend local seminars just to feel it all again. Please stay true to your roots and admit that even if you are currently running ahead of the pack there are traders that are flying above you.

Sincerely,

Graeme



Aug 10, 2010 8:31pm

#737



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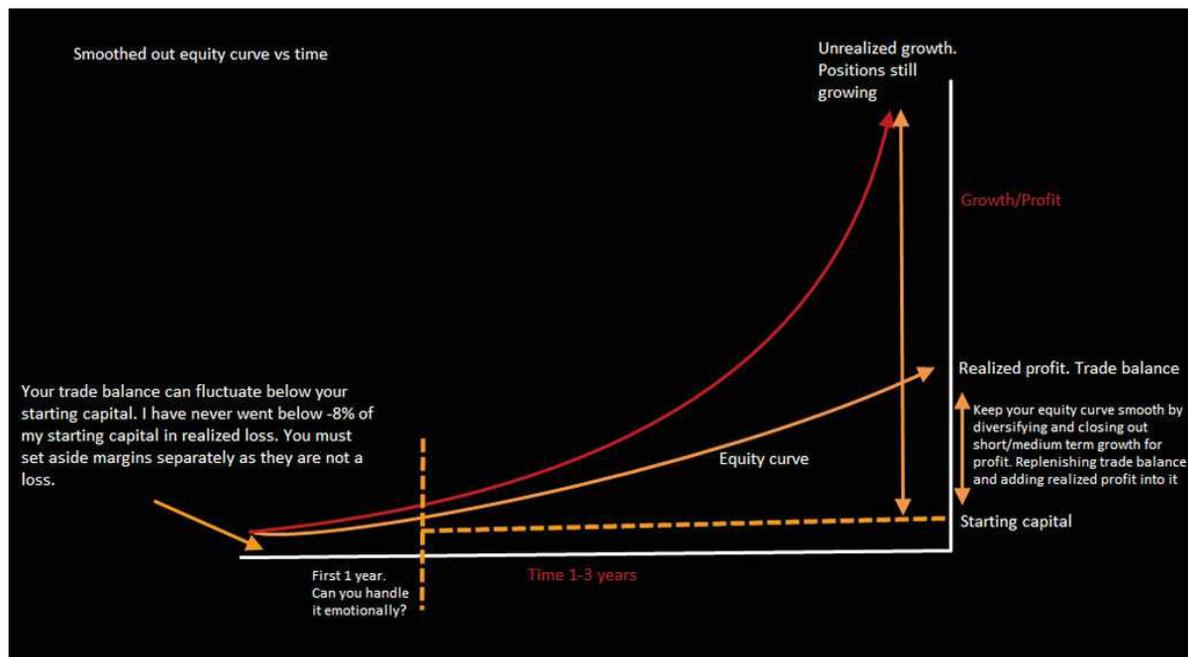
Member Since Dec 2009

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Just on a side topic, I would like to show you a chart that is a true/similar representation to where I stand. This is not a bragging show but there is something that I wish all readers notice and learn.

This is what all traders should aim for in the long term



Aug 10, 2010 8:45pm

#738



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I would like to talk one more topic before I retrace back and continue my efforts into the reading material.

Price Action.

I speak on behalf of all learners. What is price action? Action of the price?

How do you define price action?

I choose to interpret 'price action' as the current market sentiment of the movement in price that is on hand.

Im sure everyone knows to some extent what price action is but do you really know how to apply it?

This will be my longest and hardest topic to describe to all.

Let me start with wicks..

Everyone knows what wick is.

Can you explain it?



Aug 10, 2010 8:48pm

#739



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Aug 10, 2010 8:53pm

#740

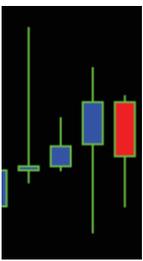


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2 guys approach each other.

Mr Buy: Hey, today I want to go my way

Mr Sell: Yesterday, you went your way so today im going my way

Mr Buy: Nooooo. Im pushing it my way and you cant stop me

Mr Sell: Pfft. As if I care if you push or not



Aug 10, 2010 8:55pm

#742

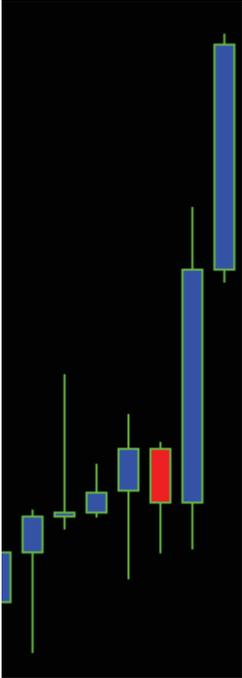


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Mr Buy: Come on boys lets show these pansies

Mr Buy2: Oorah!

Mr Buy3: Push Push Push

Mr Buy4: Come on they running!



Aug 10, 2010 8:59pm

#746



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Mr Buy4: My mama calling me. Gotta go
Mr Buy3: Meh.. I had my fun. Toodles
Mr Sell: I take you on all by myself. Where are my boys?
Mr Buy: Uggh... We not moving anymore
Mr Sell: They are not winning anymore but its not moving. I cant push them back! I need more on my side.



Aug 10, 2010 9:06pm

#747

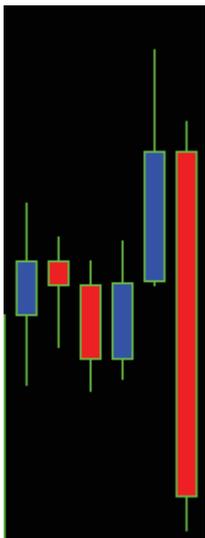


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Mr Buy: Im surprised to see we have more here but we are not moving much. Only tiny steps. Where is jimbo the big bone zumbo?

Mr Sell: I will hold on until my guys get here

Mr Buy2: Well we not moving much and its already dark outside. If we dont move quickly forward I gotta go home.

Mr Buy: Bah... Jimbo didnt come..

Mr Buy3: I have a confession to make.. Sometimes I wear Mrs Sell's underwear. Im really a Mr Sell.

Mr Buy: How could you change sides now?

Mr Buy4: Yeh, me too im shifting cause look Mr Sell2 and Mr Sell3 is coming.

Mr Sell: Heh Heh. My turn.. PUSH!



Aug 10, 2010 9:16pm

#748

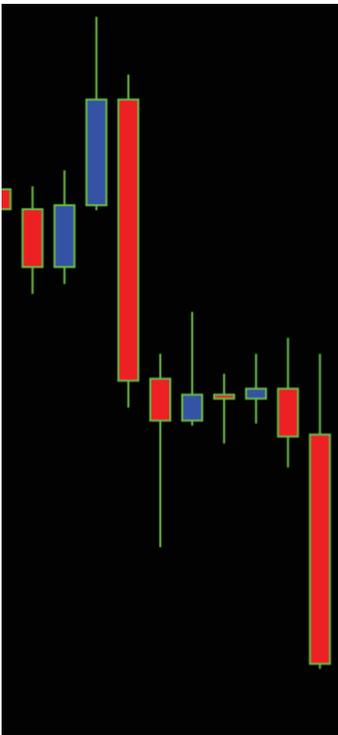


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Mr Sell: HAHA. Where is your buys now? We going down down down. No retrace just smooth sail down.

Mr Buy: Noooooooo. Stop running away you pansies and help me push again

Mr Buy3: (now wearing Mrs sell's underwear) I dont care as long as Im on the winning side. So im pushing sell now.

Graeme arrives on the scene

Graeme: Hello. Mr Buy your struggling by yourself there. Good luck. Mr Buy you made it to 1.35000 metres but couldn't push it further anymore. Infact not even 33% retrace back and everyone on your side left.

Graeme jumps on Mr Sell's back and chuckles

Graeme: Hmm.. Why we not moving again?? Oh well I dont care, I just move my stop loss and move on. See you around boys

Mr Buy: Im going to get you Mr Sell

Mr Sell: No.

Once again they are not moving and then Jimbo the zumbo arrived wearing 'i love Mr Sell' t-shirt.

Mr Sell: hahaha. Down Down Down

Last edited by pipEASY, Aug 11, 2010 5:53am



Aug 10, 2010 9:30pm

#749



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Leggo you are correct.

Each candle is telling you a story.

Look at that candle. Very long wick at top but the price closed below the open.

This means, there was a huge push by buyers but they lost control when sellers pushed it back down and past the open price. This means for now the sellers are in control.



The next candle will continue on the story. There is small/medium push from buyers but you must notice that it stalled at open price of the first candle and bounced down. For the astute traders looking at this (which is 4hr chart) they will then will zoom into 5min chart and see the bounce happen at the open price of first candle and then enter with a very small stop loss above the open price of the first candle. Very

small risk for a huge profit. Do you see it?



Aug 10, 2010 9:37pm

#750

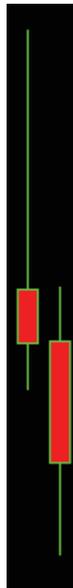


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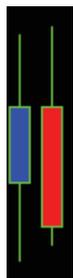
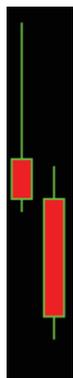
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And it happens all the time. You can forecast the bounce near the open of the previous candle or near the high of the wick. You can enter with very small stop loss and aim for a large return



See how buyers try very hard to push it higher but fail around the same/similar price as before? Once you

see it happening, zoom in to smaller timeframe



Aug 10, 2010 9:41pm

#751



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Notice the huge push by buyers which fails and ends up closing lower than open price. See how the market reacts to this.



Aug 10, 2010 9:50pm

#753



We are focusing on long wicks. Long wicks is the first sign of weakness.

Look at first up candle. Hear its story. There was a lot of buyers who pushed hard however sellers still managed to keep them under control and moved it back down creating that long wick.

We don't know what happens on next candle but when it's forming I would watch price go back up to the tip of the high wick and 'bounce'



Once I witness the bounce I will enter 'with flow' and place a hard stop loss above the high of the wick (make sure you leave space)



Very small risk for something big. And it gets so much exciting when you allow this position to grow in line

with the weekly/monthly trend



Aug 10, 2010 10:01pm

#754



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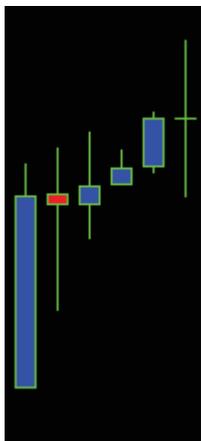
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Wicks is the first sign of weakness. It shows traders leaving, and opposition entering.

Long wicks are sign of weakness.



Look at the uptrend. Notice the last candle. A struggle between buyer and seller. Their powers are evenly matched. They are telling a story. Sellers had enough of being pushed around and started gathering power. But failed to make a close lower than open. Anyways, the fact that buyers couldnt close higher than open price + long upper wick is a sign of weakness from buyers. I would focus on the next candle happening.

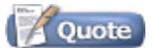


Look at the bold down candle. Very short wick at top. No short wick at top means no buyers or buying power. Buyers are now leaving and sellers had enough and pushing it hard down.

I will enter on next candle but this time, there is no wicks to base entries. I could use the open price of the down candle and try and find a bounce. Bounce happens near open of previous candle, 50% fib, or tip of the high wick. Look around that area for bounce.



Sometimes I enter at 50% fib if the hard stop loss I place above the previous candle is not too large and also on the looks of the current bold down candle.



Aug 10, 2010 10:12pm

#755



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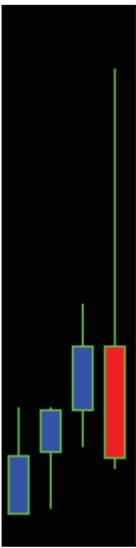
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It is disheartening to see many capable traders ignoring wicks. Wicks is the first sign before the formation of candle. Its how I have positions on wicks on daily candle and traders wonder how?

Pin bar. All traders agree pin bars are reliable indicators.

Its reliable cause of the long wick!



There are many shapes/sizes and placements of pin bars. However pin bar is a story of epic tragedy. The last candle is a pin bar in my personal opinion. Some traders disagree because its too large to their taste. However look at the previous 3 up candles. The body of the pin bar almost comes back 50% of total distance/price moved and the wick is almost twice as long as the price actually moved. That is a legit pin bar. Or whatever traders would like to call it.

Its telling a story about group of buyers making slow steady small progress, and then alot of other buyers gathered force. But, unfortunately, sellers couldnt take it anymore and totally dominated their efforts in one single move and ended up closing lower than open. And to add further embarassment to buyers sellers came down to 50% with one candle which buyers did it in 3 candles. That is a huge amount of power that will not 'suddenly' vanish in the next candle.



All other traders appreciate this remarkable push down and joined in. Candle after pin bar has small wick at top. What does it mean? Hardly any resistance from buyers.

The problem I dont like about pin bar is that most of the time the price move is so powerful I dont get a chance to witness a bounce near the open of the previous candle or top of the wick or 50% fib. I wouldnt enter by looking at this chart and place my stop loss at top of the pin bar, thats too much. However I now have inside information that at least for the next 4-8 hours it will be down. What do I do?

I zoom into smaller timeframe and use this inside information and stack positions aggressively.

Last edited by pipEASY, Aug 11, 2010 5:59am



Aug 10, 2010 10:22pm

#756



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Lets continue on.

Uhh? Whats the last small candles at the bottom?



Long down wicks??

What does it mean??

First sign of weakness for sellers

Its telling us another story. It means, sellers had enough fun and most are leaving the scene.

3 medium sized wicks 'bouncing' around the similar price. What does this tell you?

A very important message: Sellers cannot penetrate that area! They want to but not enough juice. What do you think it will happen?

Sellers will leave and become buyers and new buyers will jump into it at the sign of this weakness.



I can position myself ready to get in the action at 2nd/3rd bounce. I can use smaller timeframe when bounce happens and have a position on the wick and very small hard stop loss below the 3 wicks. Very small risk for something spectacular.

Last edited by pipEASY, Aug 11, 2010 5:59am



Aug 10, 2010 10:31pm

#757

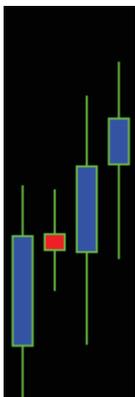


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Lets now focus on last 4 candles.

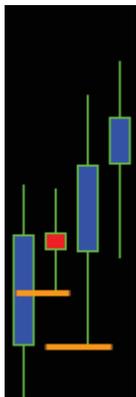
I like the bold up candle. Sellers are leaving and new buyers are jumping on at the sign of 3 wick weakness before.

Uh... but..

2nd candle is inside bar.

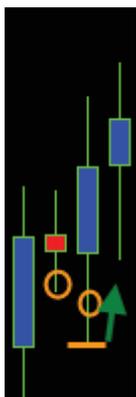
Does everyone know the story of inside bar?

Inside bar is when buyers and sellers are not pushing anymore and both staring at each other. Just like western movies when there is a pistol duel. They are standing facing each other in the dusty desert waiting for one of them to draw their pistol first. Its that very climatic moment which is called a inside bar.



Lets just say, I missed entering on the wicks before and ended up entering at inside bar candle. I wouldnt know it would be an inside candle cause I would have just entered at 50% fib and place my stop loss just below the open of the previous candle.

I would have suffered a drawdown but would have stayed in cause if price did breach/closed before the open of the previous candle, only then would I admit my defeat.



Close call. Price did come back to open of the bold up candle but couldnt breach. Infact it 'bounced' and I was hoping such move. What do i do??

I would now zoom into smaller timeframe and use this inside information and enter well with the flow of bounce. I will have a postion on the wick.

Sellers tried hard twice to push it down to new lows but couldnt. Their power is diminishing for now and that merits another position from me.

USE THOSE WICKS



Aug 10, 2010 10:42pm

#758



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We have just analysed/read the above. This is eur/usd 4hr chart. Each candle is 4 hours. Plenty of time/space for you to plan your pinpoint executions using the inside information here and then using that info in smaller timeframe.

I say this again, but it disheartens to see many many capable traders ignoring long wicks. This is first sign of exhaustion. If you are fighting someone professionally you need to look for signs of weakness; are they left/right handed, any repeating tell tale signs.

This weakness is the best place to attack.

The quality of decision is like the well-timed swoop of a falcon which enables it to strike and destroy its victim.

Sun Tzu

Last edited by pipEASY, Aug 10, 2010 10:58pm



Aug 10, 2010 10:56pm

#759



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Most often than preferred, you will arrive too late in the scene if you wait for the close of the current candle. You need to be looking within the candle when its 'forming'

You must look for clear bounces and then enter with very small stop loss at next s/r area but sensibly and not too tight. (Just one of the methods and I will explain more methods like this tomorrow)



All candles tell a story.

Look at that huge long candle. Looks like jimbo the zumbo has finally arrived for Mr Buy. Mr Buy, Mr Buy2, Mr Buy3 who is now back to wearing normal mens underwear and jimbo have gathered force.

uh...

Price stalled. It has barely made new higher price on the next candle. Price went just above the wick of the previous candle but then bounced. However not enough energy for remaining sellers to push the bounce any further down.

I wouldnt do anything at the moment. Perhaps I might have 1 position when I saw the bounce but I will do nothing more. My stop loss would be just above the wick.

3rd candle is inside bar. *whistles western tune* Both buy and sell gunmen staring at each other waiting for someone to move first.

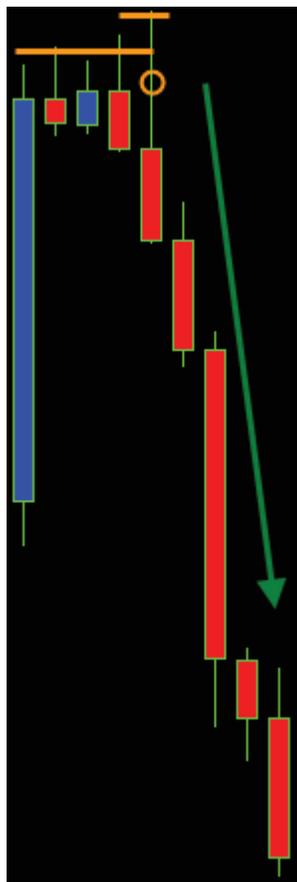
Unfortunately the last candle would have stopped me out on a loss. It happens.



Lets now focus what happened next. Price moved well below the range, this is a breakout! But i need to know for a fact that no smart buyers is going to jump in and surprise me. While the last candle is 'forming'

I would notice price go above the previous wick and then 'bounce' down again but this bounce down would be more rigorous than before as it covers more move/range (there is momentum on this bounce!).

I truly love seeing wicks reach a certain 'area' or price and cannot penetrate and when they bounce back with momentum you can bet that I will be already on there with my tight stop loss at top of the wick.



See how I arrive in the scene much earlier than most and have tighter stop loss than most and capture most profit.

Im scouting on 4hr timeframe using wick bounce.

I used this method for a long time and still use it often.

Sincerely,

Graeme

Last edited by pipEASY, Aug 11, 2010 6:03am



Aug 10, 2010 11:18pm

#762



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **Chorlton**

Graeme,

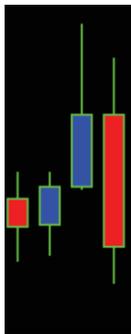
Quick topic-related question:

How many of the previous bars are important to take into account when analysing the current action? At what point do the previous bars become unimportant?

Good question.

Its all relative. It could be just one candle before or 10 candles before. Usually its between 1-4 candles.

To prove its all relative.



4 candles. Whats the story? Buyers are winning but only slightly. They are taking baby steps upwards. No momentum. They look tired. Sellers look at this sign of weakness and pile on pushing the price well below most of the buyers effort in the first 3 candles. Huge power down by sellers.



Or you can just look at that last 2 candles (this is same chart, candles). Buyers tried hard to make a new high but failed on the way. It couldnt make it to the top of the wick but I would notice the bounce when the price is coming down towards open of the red candle and then I would enter there at the open.

What happens after?



Look for long sized wicks. They are not common but definitely worth the wait.



Aug 11, 2010 3:05am

#766



[pipEASY](#)

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Most important aspect of price action is that it gives a 'reliable' hindsight to which way the market might move.

When I mention 'reliable' it means not all the time but enough times.

It is very important to interpret price action without any biased views.

It is also traders ability to control risk and prefer to use smaller hard stop loss but sensibly. **Just above/below the next s/r is the most sensible**. This is why inside bars are so attractive. Cause the price range of inside bar are usually small, traders can blindly enter on breakout and place stop loss at the opposite end of the whole inside bar and it will still be a relatively small loss.

On the other hand, pin bars have potentially a bigger range. I would never enter just cause I see a pin bar

but I would prefer to see the price retrace to either open of the pin bar, 50% fib of pin bar, top of the wick of pin bar before bouncing down again. However I can enter if there is a big momentum without any retrace after the pin bar.

Now I say something very very important.

Interpretation of price action will never be 100% accurate. It will be a **reliable hindsight 'when' it happens.**

It is your job to 'ensure' when your interpretation of price action does happen to your 'forecast' to **MILK IT AS MUCH AS POSSIBLE** without increasing your risk.

When a pin bar happens on 4hr chart and you know its going as planned, please do not sit there and rub your hand in glee. **You should USE THIS INSIDE INFORMATION TO YOUR ADVANTAGE.** Jump into 1hr, 15min, 5min charts and enter as many positions towards the intended direction. Sensibly and as planned. This is where your razor sharp entry methods are required.

And after few stacks of position, monitor the strength of the move. If the movement is dying down and we have 5 positions alive what do we do?

Diversify. We close out smaller 3 positions for a small profit and keep the larger 2.

Mini diversification on mini timeframe is same as doing diversification on bigger timeframe after bigger growth.

Other systems/method on this forum **limits** its potential growth/profit. And it is very disheartening to watch it happen as there is so much more than the 80 pips they just extracted.

If there is a well known method to enter on s/r break on higher timeframe. Trader must not stop there they must use this inside information to the traders advantage and milk it as much as possible.

Below is a true story and very important for all traders to understand this story fully.

I remember few years back on gbp/jpy, there was an inside bar with a tremendous momentum breakout going down after it.

This breakout lasted 3 weeks, and it started with that inside bar on the 4hr timeframe. I could have been the 'average' trader and just enter on breakout with 1:3 and bank about 90 pips. Be very happy and move on and look for another one.

That is seriously limiting your potential.

For the next 3 weeks, price moved 900 pips. I based my first interpretation on the 4hr inside bar and then zoomed into smaller timeframe and comfortably stacked positions continuously. I diversified near the end of 3rd week and closed half of the smaller legs for a very large growth/profit into trade balance and kept larger half of the legs.

Most of the larger legs died however 3 remained to fight for me further 8 more months when I finally closed them out for thousands of pips each.

How did this all start??

From that single 4hr inside bar.

Look inside the inside of the inside.

Sincerely,

Graeme

Last edited by pipEASY, Aug 11, 2010 5:46am



Aug 11, 2010 4:31am

#769



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **songbo** 
hi Pipeasy,

Hope you can show examples of how you stack positions based on 4hrs setup. I like the idea of high probability setup and bet larger...

Good question.

What is your '1 thing?'

To see a pin bar on 4hr chart and to know which direction price is going is already knowing more than half of the information.

My '1 thing' is judging momentum on lower timeframe. I request that you look for your own '1 thing'

It could be trendline break, s/r break, .00 breakout, mini pennant breakout, order flow breakout, but we would know which direction to enter. This is putting the advatange on our side.

If we know our opponent is a left handed boxer, then we can anticipate heavier punches and more frequent punches than kicks and from his left flank. Not all the time but most of the time. Make sure when he does reach out to punch with his left, you are ready to intercept and pummel him in anticipation. However when he does use an occasional right handed punches make sure your defense is tight.

Sincerely,

Graeme



Aug 11, 2010 4:42am

#770



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Member Since Dec 2009

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Quote:

Originally Posted by **wooli** 
Hi Graeme,

Your thread just keeps getting better & better!!! Awesome!

I don't think this has been asked before and my apologies if it has.

When you enter off a wick/previous bar open/50% retrace do you:

a) Use a limit order

b) Wait for price to retrace past your proposed entry level and then use a stop order when price starts to flow in your anticipated direction

c) Use manual discretionary entry

Thank you

Michael

Good question, Michael

More B and C than A.

I will only use A when Im stepping out of office and the setup is very tempting.

For example, after a long wicked candle. I watch the next 'formation' of candle closely. I want to see a retrace.

Does everyone know what retrace is? It is the the last attempt of buyer/seller trying to push it back to their direction. The last gasp of breath before dying.

Retrace could be very short or could be quiet long. I prefer to focus when retrace suddenly 'stalls' at opening price of the previous candle, or at 50% fib of previous candle, or 'near' the price at top of the wick.

You need to look at smaller timeframes to see it stall, preferably use 5min. Sometimes the bounce is very clear and violent. Price reaches 50% fib of previous candle and then an opposite long bodied candle suddenly appears on 5min chart. That is order flow and anticipation of other traders. We dont care about x1 single 5min long bodied candle but the momentum after it. If there is momentum I will enter.

I prefer price to reach near the top of the long wick on the candle before and suddenly lose power and start dropping. You can set a very small stop loss above the top of the wick and enter. Very small risk for potential big returns. Not successful 100% of the time, but enough times to create a very large profit everytime it does happen.

Sincerely,

Graeme

Last edited by pipEASY, Aug 11, 2010 5:27am



Aug 11, 2010 5:40am

#771



pipEASY

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Member Since Dec 2009

10+
566 Posts



Quote:

Originally Posted by **luqmanz**

Welcome back sir .. thank you for your guidance ...

I've started practising your method since yesterday .. I just managed to deploy 11 positions with SL at BE in 12 currencies ...

I improved my entry with the golden rule that you taught "Long above Daily Open, short below Daily Open".

One question. How do u use the EMA to decide when to diversify .. ? Im planning to diversify when the price is between blue and red since it could be the turning point of the current trend.

Thank you sir.

Good evening, luqmanz

I almost missed your question.

11 positions with SL at BE is impressive. Good work.

May I ask the following for your benefit:

1. How much did you lose (realized) to establish 11? Hopefully less than 100 but no more than 300. If its larger then please look into tighter entries and practice. And try to participate less aggressively. **We need to space it out.**
2. How would you feel when one week later only 1 is alive?
3. How would you feel when one month later none of the legs from this group is alive?

I use ema just to see the direction of the trend (the angle/steepness). Although I personally see 5ema on daily/weekly chart as the 'real retail' price however I would choose not to base decisions on when to diversify/exit from what ema line is showing.

I diversify when I feel uneasy and there is nothing more than that, a gut feeling. The only thing you need to guarantee before diversification is ample time (weeks/months) for growth on the group and that you are diversifying for 3 golden things.

1. Replenish trade balance
2. Add realized profit into your trade balance, increasing your equity
3. Keeping few of the larger legs

This will clear the whole scoreboard to zero which definitely helps with your emotion.

When price reaches between blue/red could be a turning point for a new direction or could be a very cheap price to add position in the current trend.

But you are correct to diversify when price does enter between the 2 lines. I would most likely do the same or sometimes I risk little more and let it play out by not diversifying.

Lesser number of diversification = Greater growth/profit in the long term

More number of diversification = Smaller 'guaranteed' growth but also retaining a smaller interest for infinity growth.

Its give or take with pros and cons on both side.

Very good question

Sincerely,

Graeme

Last edited by pipEASY, Aug 11, 2010 6:12am



Aug 11, 2010 10:55am

#772



pipEASY

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Member Since Dec 2009

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Today I have explained to all what wick really is. Im sure alot of traders already know what a wick is and what it represents but unfortunately it does not get mentioned enough.

I witness RSI divergence, macd, ADX being talked more frequently than the actual wicks or candles.

Did you know that after the wick, candle has formed and then this data is calculated into the indicator?

Price action -> wick (candle) -> indicator -> your action?

or

Price action -> your action

You will always arrive first on the buffet table by correctly interpreting price action. Indicators should only be used as a reference/confirmation of your beliefs.

Wicks are a great indication of exhaustion/weakness of current movement.

Question: If you are planning to attack on counter trend when do you think is the best time to execute an attack?

Answer: The best time to attack will be ofcourse when the opposition is slowing/stalling/losing strength. But never hit alone first, always hit together with other groups of attackers

Wick entries do not result in 100% success however **more than enough.**

If I were to place a hard figure I would say out of 100 wick entries I do,

20 would be losers with small losses

30 will breakeven on first attempt and I will never reattempt 2nd on same wick or same setup

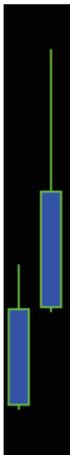
35 will produce a good short term profit captured in my mini diversification a few hours or few days later

10 will capture very large medium growth few weeks later

5 will remain growing as my infinity growth legs

These stats are very close to what I have achieved over the course of last 2 years.

Let me show you some failed wicks so I can lower any readers 'bloated' expectations.



Look at above candles. Long bold up candles. The excellent thing about these candles is there are no wicks on the bottom. What does this mean?

No selling pressure. Everyone is buy for now.

Look at second candle. Look at that huge wick. What does this mean?

Its a sign of weakness for buyers. And I have a feeling sellers are going to pounce at this opportunity.



Aug 11, 2010 11:03am

#773



[pipEASY](#)

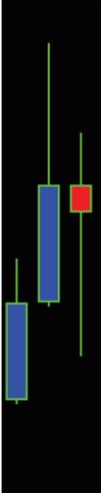
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I will now focus on what happens on the next candle. Im looking for a safe place to enter sell; open price of previous candle, 50% fib of previous candle, retrace near/same price as top of the wick.



Interesting. What does the new candle try to tell us? Whats its story?



Open price is already 50% of fib of previous candle so im looking for something else. It starts to retrace upwards. Good I want to see buyers gasping for their last breath so I know they are dying. I was hoping a nice clean 'bounce' at/near the top of the wick but it fails to get there. Ok perhaps buyers didnt even get a chance for a last gasp. I would watch the bounce happen on lower timeframe (5min) and see the price coming down towards open of the candle again. I would enter and place a stop loss at top of the new lower wick. Why? Cause if price **somehow** finds enough strength to get back up again then it has a **strong purpose** and would most likely be a breakout upwards.

Good momentum with alot of power going down. BUT. Buyers start to gather force again and start to push back hard. Price closed lower than open but you must now look at lower wick of the new candle!





pipEASY

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Member Since Dec 2009

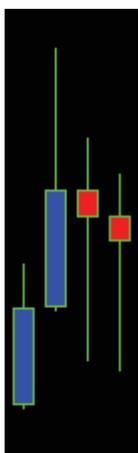
10+V 566 Posts



The table has now turned. Now we know the weakness is on the sellers side! I was hoping that candle would be a bold down candle but you cant expect anything to happen in forex. You just have to follow.

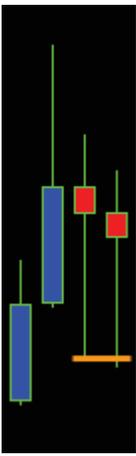
I would most likely move my stop loss to breakeven for that position cause as we all know when momentum dies I will move on to different pair.

What if I stayed? I now know many buyers have gathered their force and is not willing to lose this fight. What happens next? I would watch..



Sellers want to win this fight and they are fighting very hard but there is almost even number of buyers also fighting very hard not to lose. Price is not moving much but the wicks are crazy. It moves + into buy territory and then + into sell territory only to have the close price very close to open price. Its almost a draw but sellers are winning slightly.

What do you think I have noticed??? Something very very important just happened. What is it?



The new candle lower wick went to the same/near price of the previous wick and 'bounced'!!

But, unfortunately, I was away at dinner when that happens. But what does this tell us? That is two attempts by sellers to try push it harder but failed to make any new lows or close lower than before. Sellers are losing their grip here. Next candle I would look for buy entries now as I know sellers cannot continue pushing as hard as this, they will soon tire out.



Aug 11, 2010 11:41am

#776



[pipEASY](#)

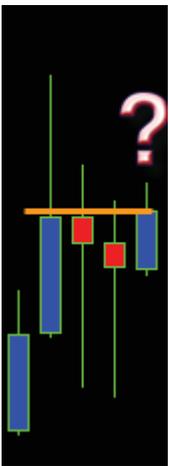
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Member Since Dec 2009

10+Y [566 Posts](#)

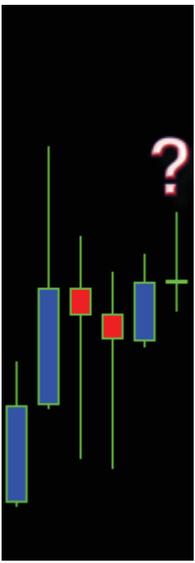


Im hoping for a big push up with new buyers noticing this weakness of sellers. Sellers cannot continue pushing hard as this. They need other sellers to jump on but other sellers are not happy with those wicks too. Infact other sellers are now thinking of becoming buyers. Sellers are in real trouble here. Something big is coming.



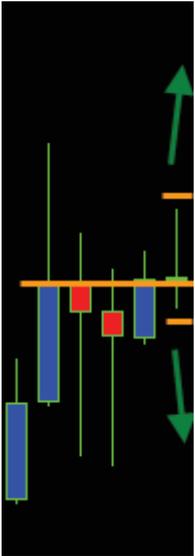
???

That is just embarassing. What a pitiful attempt by buyers. No short wicks and its telling me buyers only managed to push the price to open of candle just 2 candles before? There was no retrace so I would try and base my entries with momentum and Im sure there was no momentum in that midget candle. Something to notice here is that buyers did take back the control of the situation and pushed the price above the opening price. I dont know why but sellers are taking a rest at the moment.



What does that tell us? Buyers and sellers now don't know what to do. They are baffled. Both tried so hard in the last 4-5 candles and now it's almost the same as 5 candles ago. They don't know what to do.

In situations like this, you need to expect the unexpected but one thing for sure it will burst out of that pitiful range. Can you see the situation has now turned into a breakout setup?



Price cannot stay in a range bound too long and it will breakout. I will only look for breakouts with great momentum. I will be poised to take buy or sell that breaks out from that last candle range.



Amazing momentum. No short wick. Sellers stayed quiet and buyers pushed the price clearly out of range. Fantastic! I would definitely have a position on the breakout and easily have SL moved to breakeven.

But in the markets, expect the unexpected to happen.



That was a surprise. Sellers had groups of friends waiting and the new buyers who pushed the price out of range decided to close out and go home. No warnings from the wicks.

2 attempts and 2 breakevens. No happy ending but Im content.

Can all readers see how I might interpret price action and minimize my risk to bare minimum but shooting for extra large rewards?

And this is just wicks....

I will try continue with candle bodies another day.

P.S You can be a successful trader by just using wick interpretation. It could be someones '1 thing'

Sincerely,

Graeme

Last edited by pipEASY, Aug 11, 2010 12:01pm



Aug 11, 2010 11:49am

#777



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



Could someone kindly explain why some of my pics are broken?

It is disheartening to see my efforts dwindle away into a void.

Is it an imageshack issue?

Edit: Apologies, Im too tired tonight to continue. Please think about wicks for me. It can be used to a traders great advantage. Thank you all kindly. Good night

Edit2: Please disregard this message. The broken pictures came back and its showing correctly. Good night all.

Sincerely,

Graeme



Aug 11, 2010 10:06pm

#786



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



Good morning, all

Apologies to address all enquiries in a single post. I wish to keep this thread as condensed as possible for the sake of new readers.

Leggo - Good question. 50% is loved by alot of traders. Alot of retail traders look for retrace also. They are interested in 50% and the 33% and then 66%. I consider 50% as a psychological level. We should never tell ourselves, 'ok graeme, price is at 50% lets enter.' We should be really saying 'ok graeme price is at 50% which is loved/followed/believed/cherished by the larger group of traders lets see if they all join force and enter/place buy/sell stop orders there at 50%. I always witness the 'bounce' first and then enter when its coming back down. This ensures a much higher probability as you are piggyback riding.

Geoff - Thank you. You are correct, they are temperamental.

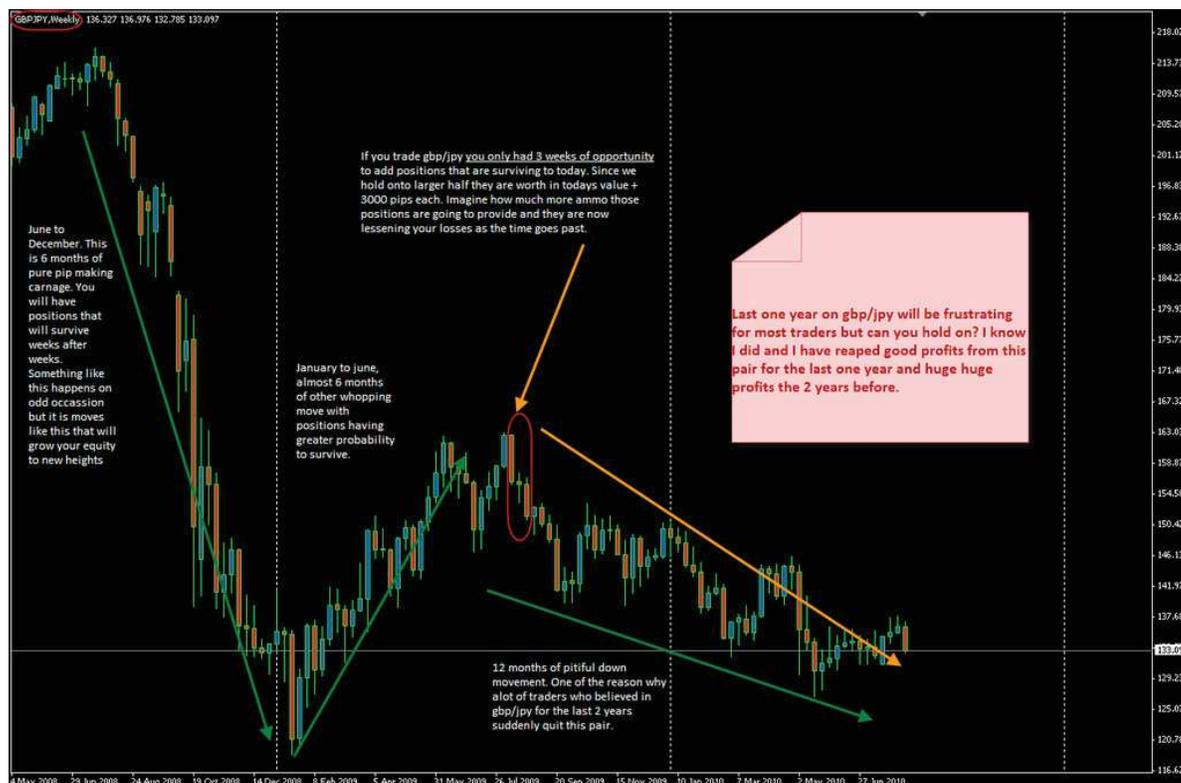
Sixx58 - Good question. Emotional control does/will improve over time. Position trading has the best rewards compared to the small risk taken. Part of the small risk is perserverance and unbending faith.

There is a very good reason why I urge all traders to sharpen their entry method non-stop. Cause this will help their emotional control immensely. If a trader has lost 8 positions before the 1 winning position he/she will most likely be greatly attempted to close the 1 winning position earlier to re-coup his losses. We are all guilty of this.

However, if you know your entry method very well and have kept your losses very minimal, you will look at your losses from a different angle. You will look at 8 losses/breakevens as just part of something you had 'no control' over cause you know there is nothing wrong with your entry skill but it was the inevitable fluctuations of the market that took you out. It is a very different psychological mind game.

Dave - Good question. For me, 250 pip leg is not worth the trouble to negotiate a close or not. We prefer legs that are few thousand pips big. However, you can cushion your emotional hurdle by capturing this good short term profit by diversifying and keeping 1/2 larger legs intact and watch what happens. Sooner or later you will undoubtedly prefer to hold them without my recommendation anymore. Then you are over that emotional hurdle. I pray for your enlightenment to happen soon.

Please allow me to show all readers some realistic expectations. This is answering to sixx58



Last edited by pipEASY, Aug 11, 2010 10:43pm



Aug 11, 2010 10:20pm

#787



pipEASY

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Member Since Dec 2009

10+yr 566 Posts

The good side of this story, please look below



There is another reason why trading multiple pair of currency is to its advantage. While gbp/jpy had a lukewarm trend for the last one year and while we wait for the next golden opportunity, all traders must expand their exposure in the market by adding positions into other pairs.

This will balance the risk and reward proportionally.

Infact this will ensure that your equity curve keeps growing while you position yourself for an opportunity of infinite growth. **Since your participation is stretched out, you will have continuous flow of diversification throughtout the different pairs.** This is important and please think about it.

Yesterday, I have showed all readers, wicks. Please try using the interpretation method that I have showed into your own interpretation. You will be surprised that you are grasping the market sentiments better. It might lead to related discovery.

Sincerely,

Graeme



Aug 13, 2010 6:14pm

#812



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+y 566 Posts

Good morning, all

Apologies to answer all question in one post. Answering in order of posts

jashanno - thank you for your contribution. what works for you then works for you and im glad to hear of your success. there is different purpose to why i place both buy and sell. if you interpret this as just hedging unfortunately please read my posts again. i do not care if i have one position on buy and one position on sell; what im doing is positioning my positions as the market flows and sometimes a flow can last weeks to months. how does a trader know the next s/r is going to be a change in trend? they cant. just

follow with flow.

luqmanz - you are definitely on right track. Please do not feel bad cause your results are fantastic if not little too fast. Your legs will happen. Most important thing in trading is not to rush but take your time and space out your exposure. From my earlier posts, by spacing out, you will miss few golden opportunities but you will avoid all/most of ranging periods.

tommbstone - im very glad that you have moved away from usd/chf current ranging period to a pair that is trending stronger. Can I ask for your learning benefits, how do you know a pair is trending stronger than other pairs? The answer will lead you to a very very important related discovery. Please try answer for me.

pip_daddy - good observation. Same reply to tommbstone as above, how do you personally judge whether the pair is trending or not? I have hinted few times in my earlier posts that I use scouts on higher timeframe to prod into market sentiments **OR** the fact that market moved strongly in last 2-3 weeks will not 'suddenly' change and stop. It could but it will give alot of warnings before it does stall and change. May I also add for your enlightenment that for example, one of my wick entries could also turn into a long term scout and I can base my personal interpretation of market sentiments at its growth. Scout doesnt always start from higher time frame, it can also start on 5min timeframe. New trend can start from all of daily,4hr,1hr,5min timeframes.

Frenchcuff - thank you for your question. I have used heikenashi candles for some time. It is reliable source of 'indication' of trend and change with less short burst of whipsaws. Unfortunately with heikenashi users arrive little later than most traders on scene. I prefer to arrive first at buffet table with the mentality to spend few pips to know that I was right or wrong. If im wrong I will admit defeat and move on, **but if im right I will stay awake to capture most out of it.** May I suggest that there are many entry methods one can upskill so you can arrive at the scene much earlier with tighter stop loss than you can currently imagine.

knukk - thank you for your interesting charts. i looked at them closely for some time. You have contribtued alot of efforts into the charts. May I ask what the 2 question is that you would like answered? Im assuming its the 'x' on the charts? If so, and hopefully im answering to your question properly; price always moves .00 to .00. If price is coming down from .00 then look for sells, if price coming up from .00 then look for buys. If it does not work out, please try not to re-attempt but let the opporunity pass. It will be a hard mind game not to re-enter cause traders think there is an opportunity at every moment they glance at the charts. Once all traders understand the importance of 'ignoring' the markets they will find that 'somehow' they are avoiding ranging periods magically.

mcornbill - thank you Mark for a unique question that hasnt been asked before. I read your post twice and believe I can add some hindsight to your understanding. Personally it rarely takes me more than 30minutes to 1 hour to move my SL to BE when I enter manually. However, on days when I do need to walk out of office and see a good setup on higher timeframe, I would not use a SL but please do not use this approach as yet. All traders starting to build their millipede 'must' or 'prefer' to use entry methods on shorter timeframe or scout on higher timeframe and then zoom in to stack positions.

leggo - Good. Shorter timeframe for now Ben. Sooner or later you will phase into higher timeframe with no recommendation or assistance. There is a related discovery once this happens. Good result from skill than luck is a fantastic mentality. I urge you on.

luqmanz - Nice tight stop loss. Im sure you have your entry methods well planned and practiced.

glenj - thank you for your compliments. Yes, 50% is where most traders should watch other traders. But it also happens quiet often at the opening price of previous candle or the top/bottom of the wick. If I were to choose in order: 1. 50% 2. Opening of candle 3. Top/bottom wick. I personally prefer the wicks to touch a price or tight area and bounce off twice. That is a huge huge hint.

jashanno - you are mentioning scaling out? In forex, the more you lower your risk, then you ensure yourself a smaller guaranteed profits. I personally aim to minimize my risk when 'entering' and then letting the market reward me infinitely. 2 different perspective and I request that you please think abotu it. Your perspective is: lowering your risk as the position plays out, my perspective is: lowering my risk on **entry** and letting the market reward me indefinitely or close the position with no loss.

mehthildche - yes, you are referring to hedging. Im not hedging as such. Perhaps if you could please read the thread. Buy/sell should not be replicated in one net buy or sell position = cause that is just taking one sided opinion of the market. Alot of traders **seemingly** believe that nothing happens when you take one buy and one sell on same pair of cuurrency. **It is true when you look at capital balance/unrealized profits/loss however different result when you move both buy and sell positions to breakeven and let it play out for few weeks.** I take both buy and sell at whatever opportunity market gives me cause I dont know where the market is heading towards for the next few months.

Sincerely,

Graeme

Last edited by pipEASY, Aug 13, 2010 9:11pm



Aug 13, 2010 8:04pm

#814



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by [knukk](#)

Thank you for your answer. I'm afraid I might have been too unclear in stating my questions. The X's are just the liquidation points at which all positions are closed and have nothing to do with my questions. My questions are asked with a colored text in the attachment, with a corresponding colored illustration on the chart. I'll rephrase them:

I'll add the attachment from [my original post](#) to this post.

1) Question one is marked with cyan. Look at the cyan circle....

Thank you for your quick reply.

I read your post twice before typing and im assuming your question is more for all to think. Can you then please explain why you would think the cyan are weak and green would be a mistake?

Look forward to your reply

Sincerely,

Graeme



Aug 14, 2010 12:43am

#817



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Good weekend to all

Hope everyone is safe and warm.

While explaining how to interpret wicks and the possible hindsight we can gain from its appearance on the charts I have noticed something very important and strange.

Im going to go ahead and break some common myths that are circulating amongst this forum.

What I say next might go against the beliefs of most but if you keep an open mind for me, readers might be able to notice something important.

If I ask why a trader uses indicators/price pattern/price action, most will answer: cause it gives us an entry/exit with higher probability for a profitable trade.

Please read this carefully.

The main purpose of analysing/watching indicators/price pattern/price action is to gain an hindsight to which direction it may go. Not all the times but most times.

We then use this hard earned 'inside information' to our advantage and by using various personal entry methods, stack positions indefinitely **until this inside formation is no longer valid.**

Is this you??

You know pin bars are great 'indication' of change in trend.

1. You wait for pin bar
2. You see a pin bar on chart and notice the indicator also indicating that price is oversold.
3. You enter with r:r in mind. You decide 1:5.
4. You place stop loss at end of pin bar, e.g 40 pips. And then you place take profit at 200.
5. Your position goes your way and you exit with 200 pips. You move on to next opportunity.

That is most traders here.

Allow me to tell you one thing for certain.

Pros do not 'just' take 200 pips cause price moved 200 pips or cause its their defined r:r. They take **minimum** 200 pips if price moved 200 pips.

If price moved 500 pips, pros take minimum 500 pips, maximum: infinity
If price moved 1000 pips, pros take minimum 1000 pips, maximum: infinity

When I say **minimum**, this is worst case scenario.

I do not understand why alot of traders think stacking positions is too dangerous. This is a wrong myth and you are taking things too literally. It is only dangerous if you dont know what you are doing or more importantly dont know what you are expecting. And we should all be expecting/hoping infinity returns on our investments.

Please allow me to further explain what 95% of traders do and see how their trading perspective is actually hindering their potential growth/profit.

Trader awaits for the perfect evening star pattern to happen. He picks very carefully and expects everything to perfection and he admits the appearance of such perfect setups are often rare sighting. However he is confident that such perfect setups will be **most likely** a profit or a small loss. This trader has a good balance of r:r that he/she religiously apply to every trade to stay purely mechanical. The only discretionary decisions he does make is the entry and the rest he leaves to r:r for exit.

Now allow me to reliterate the above story in a different version but with the same ideology behind.

Group of highly trained blackjack players enter a casino. They have practiced thousands of hours (have you?) of playing advantage blackjack. When they refer to advantage playing it means they know 'when' to start playing to ensure a 'higher' probability of winning. They know when the remaining cards in the deck is full of high cards like 10, J, Q, K which changes their odds of winning against the dealer much higher. Even if the deck is almost full of high cards they know that their winning rate is only marginally over 50%. They dont care if the winning rate is just over 50% of the time, as long as it is over 50% they will consider that

a premium opportunity to start playing.

One player will sit down alone on the table and start playing using +1 and -1 counting technique (personal entry method). He is playing very small bets and just watching the action, prodding here and there. Soon he notices a premium opportunity when the remaining cards in the deck is now mostly high cards. He then raises his betting size greatly as he knows the odds are in his favour. Soon after winning hand, he then leaves the table cause he just won more than he lost. He moves onto next table and starts counting again.

??????? No. Thats not how professional blackjack players win.

Lets rewind little bit. One player sits alone on the table and starts counting cards by playing with very small bets. Once this player 'knows' that the decks are full of high cards he will do a hand gesture or a signage for his other team members to now join this table. This table is now hot and ready for picking. Other team members will join this table and bet heavily into every hand as they know most cards are in their favour. As soon as they notice that the deck has lost its edge they will get up and leave with their winnings. This is a true story about a group of MIT blackjack players who made millions before being caught out.

They did not count all those cards to make one large bet and to walk away after winning one hand. Once they know the deck is in their favour they will milk it out as much as possible. The exact same perspective is required in trading. Do not focus on few minor losses you encountered over the last few days. Just make sure when a win does occur, you stack positions and exit with a much bigger profit that will cover all your losses before and adding a big chunk of realized profit into your trade balance which should be more than enough to cover any future small losses necessary for the next golden opportunity. This is the correct required mind frame.

Sincerely,

Graeme

Last edited by pipEASY, Aug 14, 2010 9:01am



Aug 14, 2010 3:11am

#822



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Member Since Dec 2009

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Good afternoon, all

Darren teo - thank you for your continued interest. Your method will save you from doing pinpoint entries however this will result in a massive drawdown which will effect your emotion greatly. No one can stomach a 3000pip drawdown. My initial trade balance would have lost 40% realized loss if I allow such thing.

leggo - Yes, Ben. Momentum usually happens during uk/us sessions. However there are great spurts of momentum usually on jpy cross during asian session. I will try show few more tricks. Im wondering if Im confusing any of the readers by introducing too many new things.

pip_daddy - Thank you for your contribution

Sincerely,

Graeme

Edit: Does all readers understand my blackjack story in the above post? The message behind that story is important for all traders. You cannot profit greatly if you dont maximize the profit taking in a given golden opportunity.





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"Market cannot be beaten. Its to be followed"

"Trend is your friend if you allow your positions to grow on it"

"I admit that I cannot predict which way the market will go but I can follow it and still profit"

"Following the flow is simply; entering sell if price is coming down from .00 or entering buy when price is going up from .00"

"To stay with trend; only buy above the open price of the day and only sell below the open price of the day"

"I aim for infinity yield on my positions"

"I enter both buy and sell on same pair of currency cause I dont know what is happening today, tomorrow, next week, next month"

"I enter at every low risk opportunity given by the market. Risk is at entering, profit is allowing it to grow"

"I do not pre-define my entries, exit in anyway. R:R is calculated at the end of the trade"

"Entries are at your own personal discretion. Find out what works for you literally and psychologically"

"You should know your entry method so well you can vouch it with your life"

"You only need 1 or 2 entry methods but your participation in over 10+ pairs of currency. You will be very busy"

"Some positions last years, some positions last few minutes. We keep the ones that last years and we let the positions that die in few minutes rest in peace"

"Some of the most valuable insights I have is earned through practice not learnt by reading"

"20 x3 take profit exercise was my teacher and Im here cause of its related discoveries"

"You do not need to know 200 things in forex to make money. You only need to master just 1 thing"

"Most traders fail cause they dont have this 1 thing. Some think they do but whether they really have it or not is questionable"

"From last 2 years of live entries I can sensibly claim that 80% of my entries on 5min timeframe will at least have SL moved to BE by using momentum. This is my 1 thing"

"I piggyback on other traders when I enter. If there is no participation from other traders then I got no one to piggyback"

"From my stats, I have placed over 4000+ entries over the last 2 years. Thats about 40 positions per week, 8 positions per day. My participation in the market is almost 20 pairs"

"From my stats, my last 14 months have \$7 million+ annual growth rate. Most of it largely unrealized. I have easily doubled my trade balance in the last 2 years as realized profit"

"From my stats, 1.7 positions per week have survived for long term growth. Most closed on BE and some closed to capture short/medium term growth through the numerous diversification"

"From my stats, I currently have 194 positions. All positions SL moved to BE"

"From my stats, each position is currently bringing in 37 pips of net profit. Net profit is after losses are settled and accounted for and this includes any swappage"

"Diversification keeps my equity curve growing and smooth. It is traders best interest to stay away from zigzag edged equity curves"

"Diversification settles any losses encountered while trying to establish the current group of legs. After diversification the scoreboard is wiped clean to zero"

"Diversification replaces trade balance to before building the current group of legs + adds realized pips/profits into your trade balance + gets it off your mind"

"I have never went below -8% on my initial starting capital in realized loss"

"I will never increase my lot size (2 standard lot). Instead I will increase my exposure in the markets by having more positions in every pair of currency"

"Bundles of positions on every major trend on every possible pair of currency. That is your goal"

"I prefer to work less as the time goes not more or the same"

"If I lose 9 times in a row on entry I know im getting closer"

"You need to be selective on entries and not take every opportunity. All you need to do is space out your entries by hours/days. You miss few golden opportunities but you also avoid all/most of ranging periods. Profit will be similar"

"Im an investor-trader"

"If a position was +2000 pips last year but died today on BE; that means we are currently in trend for the last year and should have positions growing as the price came back"

"Forums are more chaotic than markets. At least market doesnt purposely mislead for its own personal agenda"

"You cannot profit greatly if you dont maximize the profit taking in a given golden opportunity"

"Losers log onto forum, winners take the prom queen home. Most important learning is done by yourself through practice on demo"

"Dont stay on demo too long. There are things to that can only be learnt on live"

"Emotional hurdle is when you cant sleep"

"Glass half empty: Anguish over position closing on breakeven. Glass half full: You had chance for infinity growth but unfortunately it closed on breakeven due to controllable market fluctuation. Engineers: Trying to close the position when its only little bit in profit"

"Never use the word 'expect.' Thats a lie. Life and market will never follow to your expectation. Expect the unexpected"

"Your mind only choose what you wish to believe. Keep an open mind to everything. Never have a biased opinion about anything in the market"

"Market is a generic ever-changing dynamic energy. You cannot use indicators to pre-define something that has limitless boundaries"

"It takes tens of thousands of rounds to define an entry system's edge in hard percentage. Some thread openers claim 60% success rate with 1:2 from 4 months of entries. Such claim would make staticians

rolling on the floor laughing"

"Thread openers success in the last few months was due to a trend. Watch their posts when market ranges"

"250 pip position is not even a leg for me. 2500 pip position is a leg"

"Most traders have set static growth rate. Some aim at 2% capital increase per week. So for a \$5000 USD that is \$100. If market moved 300 pips in a given week and you only added 2% then you are not reaching your profit potential. Period"

"Some traders quit the week after reaching a certain percentage of profit. Market doesnt know each individual traders set percentage growth rate for the week and market certainly dont care"

"Dont trade Fridays? Yes, if there are no low risk opportunities. Trade, if there are low risk opportunity"

"Accept what the market gives"

"Market always moves first then indicators. Always move with/after the market moves not after what indicator shows"

"Before indicators is candles. Before candles is wicks"

"Wicks is the earliest warning"

"Biggest surprise that awaits position builders is that at the end of the day there will be more on the table and you wouldnt be bothered wondering why"

Last edited by pipEASY, Aug 14, 2010 7:42pm



Aug 14, 2010 5:55am

#827



pipEASY

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Member Since Dec 2009

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Quote:

Originally Posted by **daytrading**

Dear Graeme,

I have been reading (most of) your posts with interest and some hidden admiration. Having worked in in the markets since the 80's in various positions - from trading bonds, currencies futures, interest rate derivatives etc. - I have never held a position for very long. I might be a left-over breed from the time before screen based trading, when we received our quotes through telex and voice box from the brokers.

Personally, this way of exploiting price movements has suited me in the past and will suit me in the future because it...

Good evening, daytrading

Thank you for the feedback. It is greatly appreciated.

Just for clarification, I would never impose/force my method to any trader. If any trader feels uncomfortable/uncertain than it is to their discretion to close when they choose to close.

However, I diversify when I feel insecure which captures short/medium term growth for positions that are only few weeks/months old. This diversification is also not imposed but suggested as a means to control

ones emotional hurdles.

If you find success to your liking and you are closing your trades earlier then by all means please continue.

When I first started live trading, I too had difficulty keeping positions open for months. It was a difficult emotional hurdle for myself as well. However after a few diversification my trading method evolved on its own. It wasn't a forced implementation but a natural transition.

In the beginning, I was diversifying to only keep 1 leg for long term growth. This soon evolved into keeping half of the bigger legs. Accuracy drops but the reward is so much greater and worthwhile.

I appreciate your constructive feedback but when I mention 'for myself' I should really have mentioned 'to your related discovery' you will notice that you will eventually keep more of your bigger legs as you slowly taste success. Its how pros enter with 10 standard lots without even blinking. It wasn't a forced implementation but a smooth transition for them.

Too many traders fail cause they are underconfident of ones ability and then when a profit does appear they are in a rush to close it to capture it while fearful of losing it. My advice for all is to be a bigger person. In the markets, the bigger person you are the bigger your profits.

Sincerely,

Graeme



Aug 14, 2010 6:00am

#828



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Member Since Dec 2009

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Good evening, all

One of the other common myths that is circulating is mechanical trading. A lot of interpretation of mechanical trading is when a trader has set rules with defined entry conditions and exit conditions adhered to everyday of their trading career.

I agree that some systems are very sensible and that good result can be achieved by following the same rules of entry and exit everytime however bigger rewards are available for traders who can trade without such limitations but also mechanically in such approach. That's what it's meant by mechanical.

It is good to have a sensible entry system to indicate approximately when to enter however such information needs to be used in many different ways to extract more than just the 1:3 80 pip profit traders are aiming for.

I mentioned in my earlier posts about a fellow trader I have befriended last few years. This gentleman is also a very successful trader. He mostly swing trades and rarely holds positions more than a week. His success is above and beyond most traders. With his permission I wish to introduce all to one of his most used entry 'indication.' I do not know why but he calls it the 'flying buddha' but I'm sure most readers can relate to why.

Last edited by pipEASY, Aug 14, 2010 9:08am



Aug 14, 2010 6:14am

#830



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My colleague wishes to remain anonymous however I do have his full permission to share his knowledge for the benefit of all.

Please note that I have mentioned that is it an entry indication.

For the sake of my typing please allow me to call my colleague Joe. Not his real name.

Joe uses 2 indicators.

Orangered - 10 ema close, exponential

Dodgerblue - 5 ema close, exponential

He only uses 4 hour chart.

He does not base his entries on the indicators per se however he does wait for opportunities when the price is 'sticking out.' He does not know the fundamental reasons why but he likes his entry 'indication' cause of the low risk involved.

His winning rate on the initial entry is only marginally better than 40% however it is this winning 40% of the initial entry trades that are so much bigger than the losers with static loss. He makes sure that his winners are stretched out to maximum. That is his '1 thing.'



Aug 14, 2010 6:17am

#831



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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Quote:

Originally Posted by **daytrading**

Dear Graeme,

My apologies for wording it in such a way that you might have misunderstood - I was by no means suggesting that you were imposing on any reader.

While I agree with the confidence part, I personally traded huge size (over \$500m a clip when trading IR-swaps/options) and also quite huge size in FX without having any qualms about it. However, when working for institutions (and on the floor as I did), you have to figure in constraints that might not apply for the private retail trader here.

At times I was not allowed to hold positions...

Good evening,

Thank you for quick response. I also do apologize for my poor wording.

Personally I did not take any misunderstanding from your post but noticed that you had a greater intention in your meaning behind the post.

I rushed to answer yours and could have answered it in better detail.

Thank you for the compliment and Im glad to see ex-pit trader (apologies if this is not the correct title) here with us.

Please feel free to contribute as we are all here to share.

Sincerely,

Graeme



Aug 14, 2010 6:29am

#832



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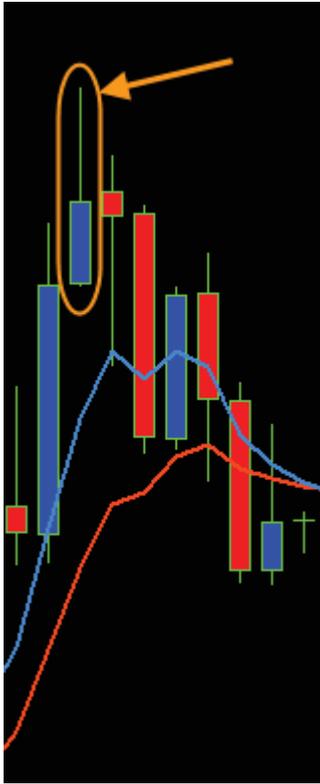


As a messenger in relaying his method I have personally used this entry 'indication' to great results as well.

Joe would only use sells. He never answered me properly why but Im sure if it works very well for sell then it will also obviously work well for buys. I do personally believe that his concentration is so great that he would prefer to focus just on one side of the coin. He still manages to live an outrageous lifestyle with this method so I do not further question why he only takes sell.

Joe waits for a certain candle to finish forming above the 5ema 'without' any of its body or wick touching the 5ema. He calls them flying buddha.







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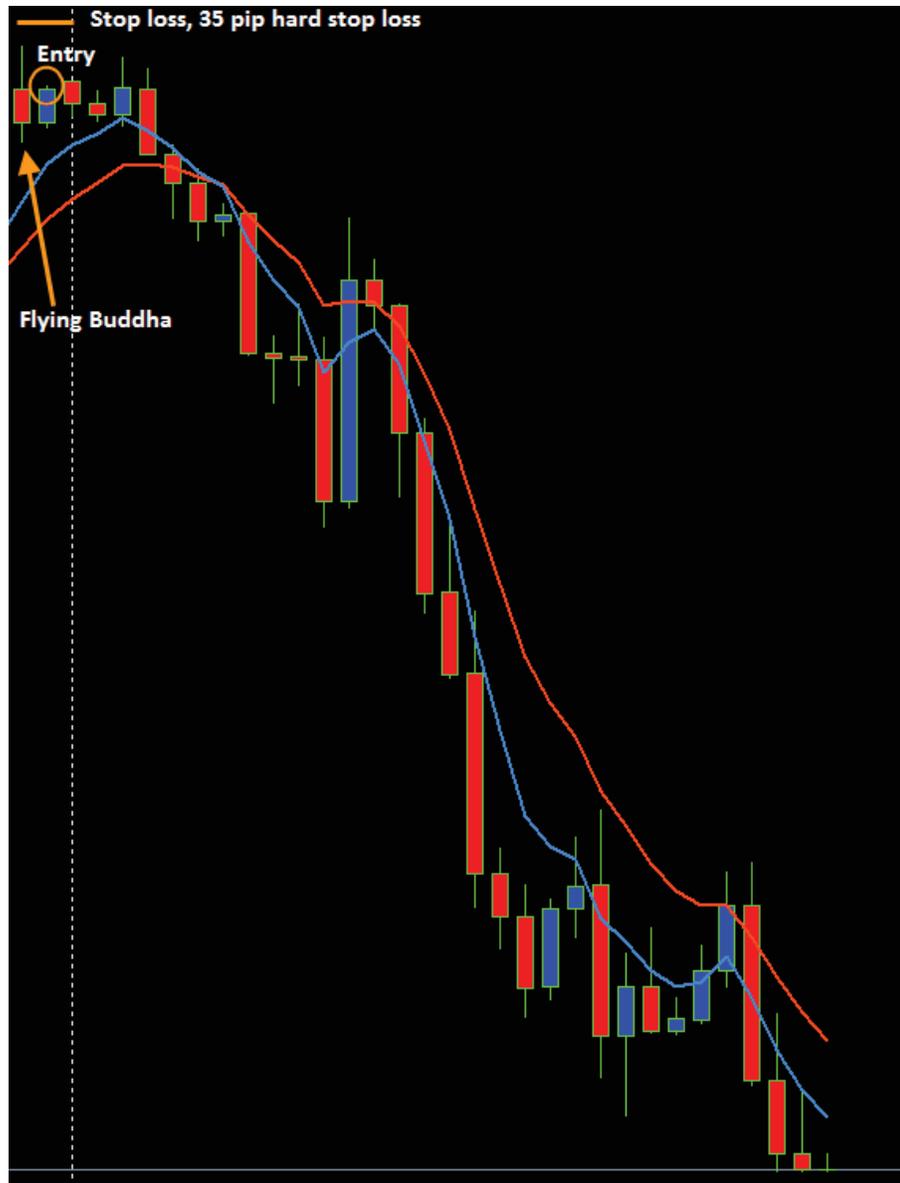
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Joe explains that his first advantage in this entry indication is that it is a very low risk most of the times with potential high profits. Very similar to why inside bars are so popular.

Below is a real trade that I took this week which has brought great profits. Its from eur/usd 4hrs.



Aug 14, 2010 6:45am

#834



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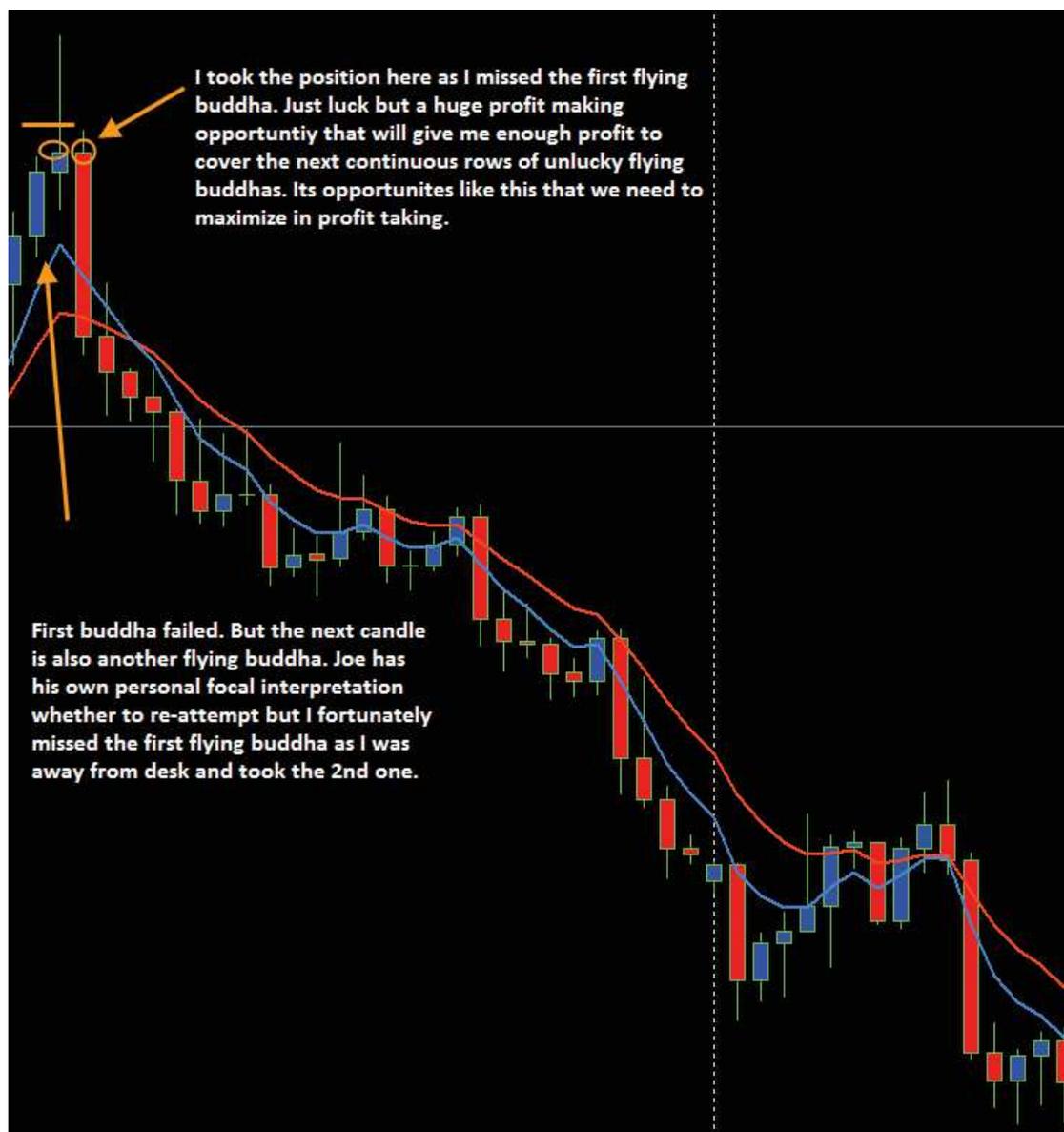


The rules are very mechanical.

Joe waits for a flying buddha to finish forming. He would enter sell at the open of the next candle with hard stop loss at the top of the flying buddha with little bit more space.

This is one of the other successful entries.

Eur/usd in May



Aug 14, 2010 6:53am

#835



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Joe also describes that some of his flying buddhas are also inside bars occasionally that are positioned for a greater opportunity to be profitable.

Joe is a thrill seeking trader. This is in his own words. Even though his entry method is pre-defined (which is entering just after flying buddhas) he will whet his appetite of risk taking by stacking positions while the flying buddhas are in effect. And he would only stack positions at 50% fib of the 'previous candle' mostly from buy/sell limit orders. Stop loss for the new position is set at above the high of the previous candle (including the wick) with little bit more space.



Circles are entries, lines are his hard stop loss. X is loss from entering 50% fib and hitting the hard stop loss above.

Joe stacks positions very heavily.

Last edited by pipEASY, Aug 14, 2010 7:27am



Aug 14, 2010 7:05am

#836



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Joe would close a portion of his legs at the first sign of reversal which for him is when price closes above the previous **down** candle open price. He would hold onto the remaining positions and if the price continues down trend will continue stacking positions again at 50% fib of the previous candle. He is scaling in out and out of the market but using multiple positions instead of just one.

I mention again but flying buddhas have only marginally better than 40% win rate on the initial open position. Joe knows this and makes sure every winning opportunity is stretched out as far as possible and then he would go on a holiday.



He closes some of the larger positions and some of the smaller positions. Joe always tries to keep the larger 2 positions until the very end



Aug 14, 2010 7:22am

#837



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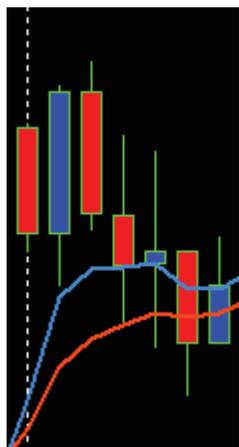
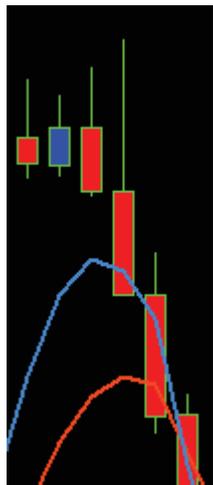
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Joe has been a live trader for almost 5 years and trading flying buddhas exclusively. He uses 8-10 standard lots per position and his success can only be dreamed by most traders. He has almost 5 years of live statement to boast and it is definitely impressive.

Joe now admits that the main essence of profitable trading is not from taking flying buddhas but from stacking positions whilst the trend is established. He knows that he can enter any low risk entry and still swing the advantage to his side by stacking positions whilst the trend is intact. However to this day he still uses flying buddhas exclusively as he does not wish to start testing out variances to his already proven method.

Personally I also agree that his success is from stacking positions to his side when the market is favouring him with a trend.

Now to show all readers some of the failed flying buddhas.



Please note that one of the strengths of this entry indication is that loss is relatively small and static. Whilst any winning position will lead to a much greater reward without any limit to what it can achieve.

Joe once told me that a flying buddha lasted more than 4 weeks and ended up taking profit in 6 figures (hundreds of thousands). Im sure that will cover the next series of unlucky flying buddhas that doesnt work out





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Good morning, all

fluke - thank you for the compliment its greatly appreciated

mcorbill - yes, you are correct. Flying buddhas do most times trend change but not always. I have a habit of not re-attempting after first failed attempt however I will keep this in mind and when the trend does change I most often re-attempt knowing the hindsight that trend has changed.

pip_daddy - good question. Somedays I often have no entries. However, when I know a pair of currency is trending strongly than normal this week or a scout on higher timeframe has survived or a good price pattern or a strong wick signal or a flying buddha; I would use all this as **hindsight** and make the most out of it. May I please ask for the benefit of your understanding if you have a technique to signal you such hindsight? When your entry method dictates an entry im assuming its part of a trend and its the best place/time to enter. This opportunity does not usually just vanish but this information can be used further in a different angle.

willhuang - thank you very much

knukk - thank you very much, I read your answer 2 pages back which was very thought provoking. Your answer is on this post <http://www.forexfactory.com/showpost...&postcount=824>

Sincerely,

Graeme



Aug 14, 2010 2:31pm

#845



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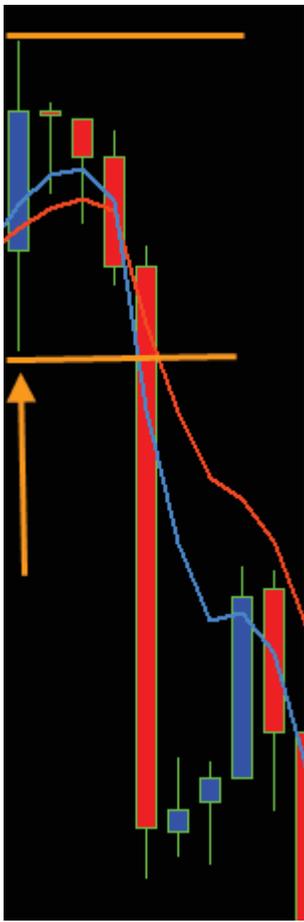


My next entry method is volatility breakout. I prefer price to be in an area that needs to breakout. Not wants to but needs to.

Does all traders know that most succssful breakouts are the volatile ones which means when the price does break out of range it moves very fast and hard. Im personally not interested in breakouts that are weak.

With this entry method, im planning to provide everyone a 2 hit combo. Knowing when to enter and how to stack positions. This is just my personal version but you can definitely contribute your personal touch into making it into your own.

On the 4 hr charts or 1 hr chart (preferably 4), I look for a candle that will completely engulf the next 2, 3 candles. The first big candle is the range that needs to be broken out. Please see below



Aug 14, 2010 2:34pm

#846



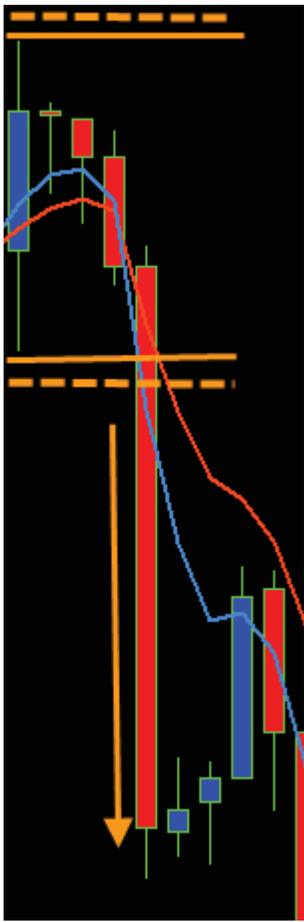
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I place buy and sell limit orders just 5 pips below and above the first big candle. When price does breakout, I expect all the other traders pushing the price very hard and fast. If it doesnt, its failed.



Aug 14, 2010 2:43pm

#848



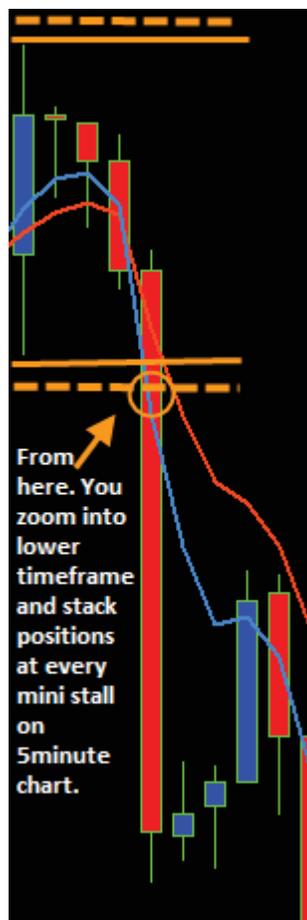
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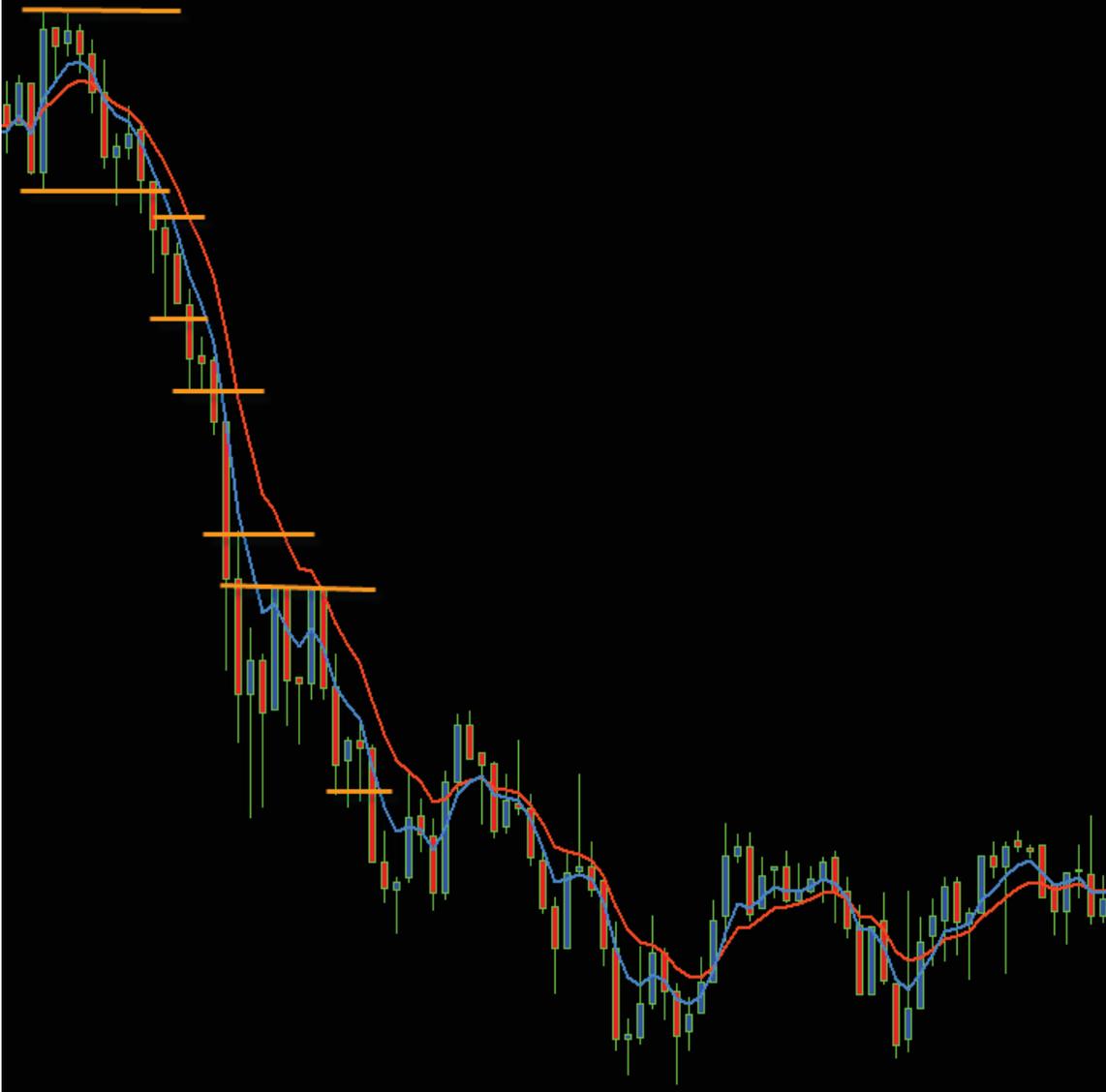
When a volatile breakout does happen make sure you maximize your profit taking by zooming into 5min chart and stacking positions.

Please allow me to show you mini-stalls.

When you enter positions on 5min chart, prepare to lose few positions but since its on 5min timeframe it will be very small losses compared to the amount of pips you will reap from multiple positions at the end.

When stacking positions right after volatile breakout it is important to try stack positions early on in the move. I use mini s/r in my focal interpretation and once a new position SL is moved to BE, I will enter again at the next mini stall until I lose a position or two and then I will stop adding.

5min chart. Mini stall stacking



Last edited by pipEASY, Aug 14, 2010 3:01pm



Aug 14, 2010 2:47pm

#849



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Quote:

Originally Posted by **xman**

Joe waits for a certain candle to finish forming above the 5ema 'without' any of its body or wick touching the 5ema. He calls them flying buddha.

Seems to me there is much better signals if we use 3 EMA.

Good morning, xman

Joe personally believes 5ema gives him enough opportunities.

You will find some opportunities that are available on 5ema are not showing on 3ema and vice versa. Its all relative. Good question.

Sincerely,

Graeme



Aug 14, 2010 2:53pm

#851



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Quote:

Originally Posted by **wooli**

Good Morning Graeme.

A while ago you asked several readers a question about "How do you tell a pair is trending?"

For me, this is the biggest obstacle to successful trading. How to avoid whipsaws (ranging markets).

I don't believe that there are any indicators to help and all you can use is your eyes, common sense and experience.

The different time frames are also important.

A pair may be obviously trending on the weekly or daily but when you go to a small time frame it appears to be ranging. I guess this is where you incorporate you breakout...

Good morning, Michael

Correct. Unfortunately, many traders cannot distinguish ranging to trending.

You know the market is ranging when a range is not broken with volatile force.

You know the market is trending when a range is broken out extremely fast and hard.

This is range breakout in force. This is trending.



This is range without the breakout. You should stay away from this pair of currency, for now





Aug 14, 2010 2:55pm

#852



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This is a breakout that I wouldnt touch but move on. There are no other traders pushing.



Aug 14, 2010 3:00pm

#853



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Member Since Dec 2009

10+V [566 Posts](#)

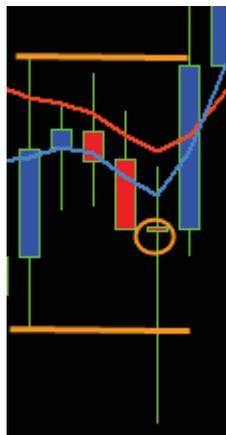


When my buy / sell limit order gets executed but the price doesnt close 'far' below/above the range then I will close it if price moves back into range and the candle close is inside the range.

Breakout with price closed just outside range. I will move SL to BE and look for oppotunrities on lower timeframe but im cautious as this is not a volatile breakout



Breakout with price closed back inside the range. I will close this position with loss and move on. Loss will always be small as it will go back inside the range and usually ranges are not large.



Can you see the difference?

Can you see the potential big rewards for a small loss?

Always 'donate' small losses for potential big wins.

Last edited by pipEASY, Aug 14, 2010 6:11pm



Aug 14, 2010 5:33pm

#855



pipEASY

crede quod habes, et habes

Member Since Dec 2009

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Quote:

Originally Posted by **fugly**

Graeme thx very much for teaching us this flying buddha entry method.

you said

From the chart you posted shows he doesn't attempt to stack positions at the 50% fib of every subsequent candle after his initial entry, could you please tell us how he selects which candles should be considered for possible additional entries at th 50% retracement.

Good morning, fugly

Apologies for the poor quality of the charts.

Sometimes the new candle opens at 50% of the previous candle - then he would enter with SL just above the high of the previous candle

Sometimes the new candle opens above 50% of the previous candle - then Joe would enter at open again and place SL just above the high of the previous candle. This is a bargain trade for him

Sometimes the new candle opens below 50% of the previous candle - then he would place a buy/sell limit order at 50% of the previous candle and stop loss again at the top of the previous candle

If you see that the next candle is too close to the previous then use 50% fib of the larger candle before the previous candle. But this is to your discretion and risk taking appetite.

When a candle closes above the previous down candle or below the previous up candle, then Joe would close a mix of larger and smaller positions and keep the largest 2 positions till the very end when he closes all positions.

All traders must understand that this method works:

1. Not because of 'flying buddha' but because maximizing the profit taking on a given golden opportunity.
2. Potential loss is very small compared to the potential profit.

Last edited by pipEASY, Aug 14, 2010 6:12pm



Aug 14, 2010 5:48pm

#856



[pipEASY](#)

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Member Since Dec 2009

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Good morning, all

Having explained few of the methods I personally use:

1. Wick interpretaion
2. Flying buddhas
3. Volatility breakouts

All traders must acknowledge that all methods that are sensible works because of the amount of risk is small compared to the potential profit (reason why inside bar trading is so popular but unfortunately most traders dont know exactly why it is). However, this alone does not guarantee profit in the long run. It is imperative for a trader to extract as much profit/growth from a given opportunity. This will swing the odds to your favour.

I cannot stress how important the above info is.

Allow me to tell you something that happens to all modestly successful traders.

It takes a good amount of time for a learning trader who is bleeding his/her capital everyday to stop the damage and be in a grey zone in profits. Trader didnt know what he/she was doing wrong but it seems that the bleeding has stopped. However, trader also notices that his/her capital balance is not growing to his/her her expectations. Its more or less just fluctuating just above/below the breakeven mark.

This is where the trader either gains a valuable lesson and advance to next stage or blow the capital.

1. Trader noticing he has stopped bleeding believes he can still be very profitable by raising his lot size dramatically. Sooner or later due to random nature of the market this trader will suffer a drawdown far greater than he anticipated and this will ruin his capital balance or his emotion or both. He has failed.

OR

2. Trader notices that he is roughly winning 50% of the time. Sometimes row of wins but sometimes rows of losses as well. He admits that he can stay in the game because of the r:r he has implemented. Traders keeps the lot size same however 'increases his exposure' in the markets by adding further positions into the trading opportunity currently happening. At the first sign of weakness he will exit portion of his positions and keep the rest for further profiting and continue to scale out if the condition worsens or scale back in if the condition gets better.

Which one are you?

Sincerely,

Graeme



Aug 14, 2010 6:18pm

#858



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Quote:

Originally Posted by [ozziedave](#) >

Hi Graeme,

On the flying buddha entry do you first determine the trend direction. For example, trend is down and we get a pullback above the 5 EMA and a flying buddha forms. This would be a short signal.

Good morning, Dave

Apologies, i have left that out and it is important.

Joe only takes sells and looks for flying buddhas when 5ema is above 10ema. He is a swing trader.

If you scan the charts you will notice flying buddhas quiet often. Please note that the success rate of the initial open position of flying buddhas are only marginally better than 40%.

Edit: Some of the larger countertrends often start with flying buddhas followed by momentum. Usually the next candle right after the flying buddhas will be a breakout.

Sincerely,

Graeme



Aug 14, 2010 8:35pm

#861



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Member Since Dec 2009

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Quote:

Originally Posted by **geoffrod** 

Hi Graeme, yet again you give us diamonds in your words.

i find this very interesting and wonder, if we where only to look and find the flying buddahs, but hold off on acting on them, until we are more certain it was a successful flying buddah, and enter and add to the position as you would normally???, the premise is we are still looking for the possible entry in the same way, but are not just blindly entering because of it???, and we are adding to the position with the momentum of the trend???

anyway just something that came to mind when i was...

Good morning, Geoff

Correct.

All readers please read Geoff's post as there is an important related discovery.

Most flying buddahs are strong indication of trend change but if you want to sincerely lower your drawdown/risk, you can 'add' a personal touch to flying buddahs and filter it. Accuracy may improve but you may also slightly lower your profit. Its all relative.

An amateur trader will look at flying buddahs and sigh at the low win rate but I assure you most sensible systems in this forum is less than 50% win rate.

Inside bar has a similar win rate however they offset the lower win rate by urging traders to enter 2 positions at entry and aim for 1:3 on one position and higher r:r on the second (apologies if the numbers are slightly off as I havent been on their thread for a very long time). Can you see what they are doing? Maximizing profit taking in one given golden opportunity by increasing exposure which in this case is using more than one position.

It is how we manage the trade to maximize our profit takings on a given opportunity that divides the amateurs from pros.

The easiest and most well known method in maximizing our profit is using higher r:r than 1:1. With a 50% win rate and 1:2 r:r you would be very rich sooner or later as the odds are on your favour. However, whether the 50% win rate is a true hard percentage or not is questionable in most cases.

Traders get confused when pros advise them to be mechanical in trading. In a sense the pros are referring to be mechanical in the 'approach' but not the trading. However, traders believe mechanical is when 'something' happens that they are waiting for which triggers their entry or exit. That is not mechanical but pre-defining your action and we all know how I feel about that.

Sincerely,

Graeme

Last edited by pipEASY, Aug 14, 2010 11:36pm



Aug 14, 2010 8:47pm

#862



pipEASY

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Member Since Dec 2009

 [566 Posts](#)



Quote:

Originally Posted by **Bakuli** 

Dear Graeme,

Thanks for your latest posts on entry methods. They are very much appreciated.
With regards to the early stacking of positions after a volatility breakout, am I right to assume that you stack by trading the breakouts of these mini SR in the 5 mins or do you do it differently?

Many thanks.

Bak 😊

Good morning, Bak

Good question. When I notice a volatile breakout it looks very similar to the chart I have posted. It will be more or less a straight express way down or up.

You are correct, I use mini s/r in my focal interpretation which can involve just 2 candles or few. Please try avoid overexposure.

A general rule I adhere to is that, Im aiming to stack just 2 more positions after the first entry on breakout. This is just a psychological reassurance that I am not in a rush.

Usually when I do zoom in, Im playing russian roulette. I continue to stack until I encounter my first loss and then I smile at the result and stop. Sometimes this could be just 3 more after the first position or it could be 17 more after the first position. It whets my appetite just enough for my personal risk taking.

Sincerely,

Graeme



Aug 14, 2010 9:36pm

#865



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **HornedGod** ▶

First of all, thanks to Graeme for such a quality thread. I very rarely read forex forums anymore as the signal to noise ratio is so incredibly low. I'm glad I ran across this thread on one of my infrequent visits to FF.

Graeme, I know that you keep each entry at 2 standard lots and have done so since you first starting trading this way. I'm guessing that you had a large enough starting equity balance that you have no need to change your entry size.

I'm sure the same is not going to be true of many people attempting to follow this methodology....

Good morning, hornedgod

Great question.

I would encourage doing both.

If you start off 5000USD with 0.1 lot size, that is reasonable. However I do hope all traders who are serious and have the mentality to take it seriously to continue adding funds into your capital trade 'when necessary.' Not because of the realized losses but because of the margin required. 0.1 lot size requires

approximately \$120 usd per margin.

I wouldnt advise closing off all positions suddenly at the end of 0.1 lot size millipede as this would inject a very sharp increase in your trade balance but we are professional traders who know the importance of diversifying not just positions but risk and reward as well on an even keel.

My advice is when you have reached 1000 pips per week of unrealized growth/profit when calculated over the last 4 months to consider 0.2 millipede. It depends on each traders skill and risk tolerance however I can sensibly say it is achievable within 1-2 years. Once you have reached that stage you have tasted success and it will get so much clearer and easier. To phase into 0.2 millipede, start building 0.2 lot size positions but when time comes to diversify start closing off more than usual amounts of 0.1 legs. Soon you will have completely phased out in a smooth transition. Just like shedding skin for new skin.

Once you reach 2000+ pips per week of unrealized growth/profit slowly phase into 0.4 millipede with the same method.

The hardest is the first year, 2nd year will just astonish you. After 2nd year its all relative.

Can you hold out?

Sincerely,

Graeme



Aug 15, 2010 3:57am

#869



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Member Since Dec 2009

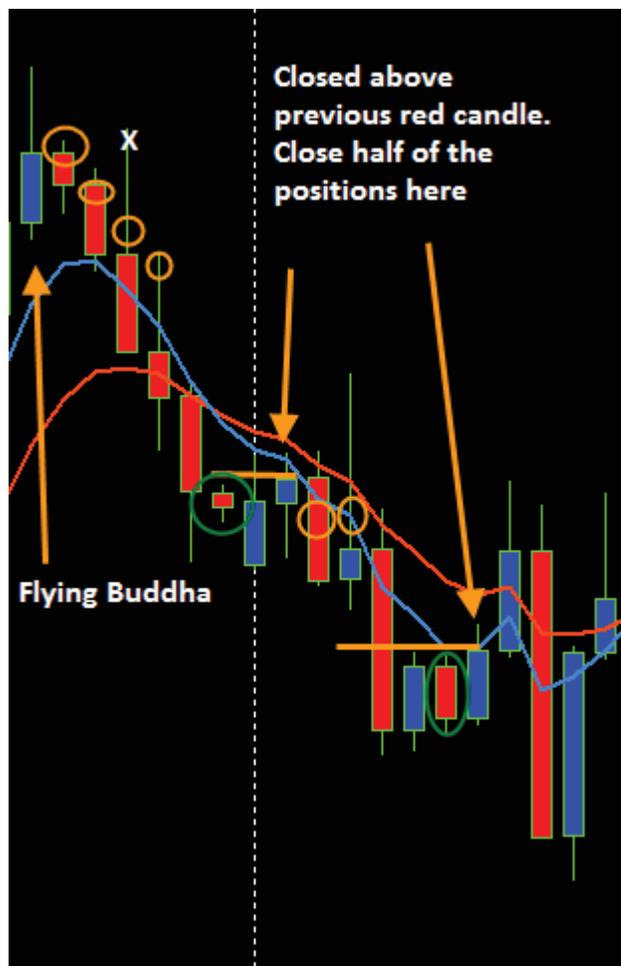
10+Y 566 Posts



Sorry to address multiple recipients in a single post.

midnight - thank you for your compliments. It is greatly appreciated. I had a long look at your chart. Nice spacing and well done with covering both buy and sell. Please do not forget that you much advance your skill by one more level from here. You can advance by adding your personal touch whether it is adding position whilst the trade is playing out to your advantage or some type of increase in exposure. Your loss should be forecastable and static while your growth/profit should always be maximized till the opportunity dies away.

leggo - Excellent. Your absolutely correct and Im glad someone has come out with it the same way you did. Alot of traders have the wrong mind frame. Its mainly due to not knowing what to expect from the market completely.



This is a gbp/usd 4hr chart. I have circled the positions that are added and x is a loss as the price retraced further than the previous candle high.

When Joe knows that the initial open position is working well, he will stack positions in 1hr, 15minutes as well with similar approach. When a golden opportunity buddha is happening he will stack very aggressively. He always ensures that the new addition has its SL always moved to BE before adding the next. He is quick to retreat when he notices price close above previous down candle open price or below the previous up candle open price. And once he believes the trend resumes he will start stacking again.

Joe scales out by almost halving the number of positions. If he has 11 positions before the first reversal candle he will close 5 position leaving 6. If the trend resumes then he will continue stacking however if the next candle is also a reversal candle on the wrong side, he will further close 2 position leaving 3. But if it picks up then he will continue stacking from 3 positions.

He finds this very exciting and once told me that he reached 40+ positions before the first reversal candle and then continued to stack 30+ more positions before the next reversal candle. He believes that he banked enough pips for the next 100 rows of unlucky flying buddhas. What that means is, any loss accumulated from the next 100 rows of unlucky flying buddhas are already accounted and settled. A different mentality to most traders.

Sincerely,

Graeme



Aug 15, 2010 2:58pm

#871



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Good morning, zznbrm

Losses are always 1 position

while..

Winners are always maximized with stacks of positions

Even if there was 10 months of uptrend and 1 months of downtrend Joe always makes money.

Besides he trades multiple pairs of currency spreading his risk potentially 'thinner' and increasing his potential profit 'opportunities' wider.

Cant see clearly but I see few successful flying buddhas on your chart.

Joe would make sure he stretches out his oportunties.

Sincerely,

Graeme



Aug 15, 2010 8:30pm

#875



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Quote:

Originally Posted by **leggo**

Morning Graeme,

You mention that there is sometimes volatility on yen crosses. This appears to be happening this

morning. When it happens do you try and build positions on multiple currencies or do you concentrate your efforts on one? I am finding it hard to concentrate on more than one 5 min chart at a time especially when trying to add positions on every mini s&r.
Thanks and Regards,
Ben

Good morning, Ben

Im currently trading so I keep this short. Very large volatility at the moment.

Currently I have 5 sell positions on eur/usd (big retrace on 5min just now)

3 Buy positions on gbp/aud

Yes, it is hard to concentrate on more than 1 5min chart but it gets easier and more frantic.

When your ability grow you will phase into higher timeframe with same entry methods.

Good luck trading to all this morning

Sincerely,

Graeme



Aug 15, 2010 8:33pm

#876



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Sorry need to keep this short

Traders must know when to trade and this morning (asian session) is perfect

4hr/1hr support broken on eur/usd **with momentum**

This is prime time.

Sincerely,

Graeme



Aug 15, 2010 8:36pm

#877



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eur/usd 1.27335 is support at the moment. Price is stalling. Can everyone see?

7 sell positions, 4 moved to BE. If price reverses I will move all positions to BE and move on.

Retrace/change on eur/usd 5min is starting right now.

Get ready to defend all



Aug 15, 2010 8:38pm

#878



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gbp/aud 1.75185 is resistance on 5min.

4 buy positions, all moved to BE.

Momentum died.



Aug 15, 2010 8:41pm

#879



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eur/usd 1.27335 breaking.

6 sell positions moved to BE, 7 in total

Added one more on break.

I will keep adding until this momentum dies or I suffer one loss.

Im moving away from gbp/aud, I will let the market decide the fate of the 4 legs.



Aug 15, 2010 8:43pm

#880



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1.27335 leg (8th) is fighting. Where are other traders??

No piggyback.



Aug 15, 2010 8:44pm

#882



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1.27335 8th leg is in drawdown.

5min chart is in range bound between 1.27446 and 1.27335

Momentum is gone. Traders now watching each other doing nothing..



Aug 15, 2010 8:47pm

#883



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1.27446 is broken. 8th leg is closed with loss.

Im moving out of eur/usd



Aug 15, 2010 8:49pm

#885



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eur/usd has larger potential for down this week than up.

The reason: Fantastic explosive downtrend last week. Momentum like this just doesnt 'vanish.' It will take alot 'more' power to change such momentum.

However, I sit out while the traders debate this. I wait for the next volatility breakout



Aug 15, 2010 8:54pm

#887



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eur/usd 1.27450, entered 1 buy.

All 7 sell positions on BE.



Aug 15, 2010 8:55pm

#888



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Quote:

Originally Posted by **Froggy10** 
good idea pipeasy... eur/jpy seems to have more down side as well.. i'm waiting for a retrace and put more shorts on..

!!!!!!!

missed it.....

thats why **never** focus on one pair...

edit: unless you have 4 heads and 20 eyes... keep moving around the charts



Aug 15, 2010 8:58pm

#889



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eur/usd

2 buy positions growing. Momentum picking up

Sell positions dying on BE...



Aug 15, 2010 9:01pm

#890



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gentleman, im just following the market using momentum.

eur/usd

2 buy

3 sells

what does this tell me?



Aug 15, 2010 9:04pm

#892



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eur/usd

3 buys, 2 sells

1 loss (12 pips)

sellers all leaving. Traders are temperamental. They are unfaithful and unloyal. I dont like the look of the current up momentum. A big crash or retrace is due.

Getting ready to defend and will enter buy after retrace.



Aug 15, 2010 9:14pm

#895



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eur/usd

i was watching price coming down towards 1.27500 which was also 4hr support.

I was anticipating momentum which was present however it stalled and died. This is quiet often and I do not regret it didnt work out cause they will always be more prices approaching .50 and .00.

I prefer to watch price action at .00 but this morning I just happen to be on my computer.

Currently I have 2 sells and 3 buys, all moved to BE and 1 loss of about -12 pips.

That is enough for now.

I will try again later.

Sincerely,

Graeme



Aug 15, 2010 9:19pm

#896



pipEASY

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I forgot about gbp/aud

3 buys still remaining.

8 positions added for this morning.

Total cost of our little adventure this morning. -12 pips.

I will gladly pay that price everyday, anytime for the opportunity to catch something many many many times bigger in rewards.

This 8 positions could be start of something huge, nobody knows and I will now leave them alone for the market to decide

Sincerely,

Graeme



Aug 15, 2010 9:26pm

#897



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eur/usd

1.27500.. you should be watching

Momentum??



Aug 15, 2010 9:29pm

#898



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eur/usd

2 sells, 1 buy.

See how price stalls/lingers around 1.27500. That is not momentum.

If there was a stack of sell limit orders on 1.27500 then it would be a large bold candle down.

I wouldnt touch this.

Oh dear... wick bounce @ 1.27391

Rmemeber wicks?



Aug 15, 2010 9:45pm

#900



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Just before I go out for the day

Does all traders know the cons and pros of trading higher and smaller timeframes?

Lower timeframe

More losses (less accuracy) and more drawdown. Potentially higher profit as you will be in the trend much quicker. More micro management if possible in the traders skill set.

Higher timeframe

Fewer losses and lower drawdown (hypothetically). Potentially similar profits however for the less amount of risk you would expect slightly lesser rewards. Less micro management needed which is not necessarily a good or bad attribute.

Pros recommend learners to start on higher timeframe as you would need a stronger mentality and skills on lower timeframe.

Traders often get discouraged at the number of losing trades. Pros dont care at the 'amount' of losses however ensure that each winning trades are stretched out to cover more than all the losses combined. This is the required mindframe.

Edit: Fantastic job Ben. Keep watching the markets for the next volatile breakout.

Sincerely,

Graeme



Aug 15, 2010 10:01pm

#903



pipEASY

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Member Since Dec 2009

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Quote:

Originally Posted by **zznbrm**

This is very confusing to me.

Why are you trading both sides of the EURUSD from a M5 chart during the Asian session? You started with sells tonight and then changed to buys a few minutes later. So, your discussion on the first page of the Monthly/Weekly/Daily trends means very little to your entry strategy? Really, you are just looking for short-term momentum in which you will hopefully find a few trades that will "stick" for long term growth. You've already taken over 10 trades on EURUSD alone...that seems like many more trades than you mentioned...

ok.

I have no intention to contribute to your learning seeing the nature of your post.

I took the trades as there was momentum available which is quiet rare during asian session and I was present at the computer.

8 entries per day is worked out from the average number of entries i performed over the last 2 years. It varies day to day. Soemdays I have 1 entry while somedays I may have more than 10.

I took both buy and sell from s/r breaks and momentum stalls.

Asian session is open price of the daily candle which I look forward to as open prices have a greater probability of surviving for the long term.

Trends start from 5min charts as well as daily, 4hr.

Perhaps if you were confused you should ask questions without throwing around blatant assumptions.

No offence taken and I also wish you well in your trading.

Graeme

Last edited by pipEASY, Aug 15, 2010 10:26pm



Aug 15, 2010 11:50pm

#909



Quote:

Originally Posted by **ozziedave** >

Hi Graeme,

I was just looking at the EURUSD 1hr chart from the start of the day on Monday. You talked about seeing momentum on the EURO, I'm trying to figure out what you saw that gave you the indication there was momentum and where you started to place trades. On the hour chart there is a break down from a small area of consolidation that only last 1 candle. Is that the area you placed your trades in?

Good morning, Dave

Good question.

I was particularly interested in eur/usd this morning as there was a very large move last week.

I noticed that 1.27500 was also 4hr/1hr support. As we all know I only trade when there is a volatile breakout. Volatile breakouts are usually price that breaks the support/resistance and closes far away from it. If it retraces back that is not a volatile breakout and I will close out with a small loss.

Im not sure if you witnessed the movement this morning but from 9am sydney time, after first 7 5min candles you can clearly see mini range breakout followed by clear downward movement. The very first 5min candle is a flying buddha and that was my first position. What I saw at first break of 1.27500 was a single long bodied down candle which clearly pierced the support. This move would have been very large if the price didnt stall at 1.27325 but continued on as a volatile breakout.

I knew it was all over when the price stalled and the double wick bounce at 1.27327 15minutes after on the 5 minute chart. This double wick prompted me to enter buys.

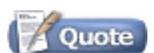
Now we can see that it was a failed breakout.

I will show some charts later tonight on volatile breakouts. Best breakouts are the ones that travel very far from s/r in one single candle. These are usually the beginning/resume of a trend.

Sincerely,

Graeme

Last edited by pipEASY, Aug 16, 2010 12:19am



Aug 16, 2010 12:18am

#911



Quote:

Originally Posted by **leggo** >

Hi Graeme,

Could you please share with us when you move the stop to B.E. on the 5 min chart? Do you just do it from feel or do you have a set number of pips?

Regards,
Ben

Good question, Ben

5minute charts are very fast and furious.

Its like driving very fast. You do not need to look behind you or the side mirrors as long as you know your direction/destination very well and drive straight.

I do not have set number of pips, its all personal discretion however when price stalls I will move most positions to BE.

Sometimes when price stalls I close the last 1,2 positions that are in very small profits to minimize my exposure.

Sincerely,

Graeme



Aug 16, 2010 12:36am

#913



pipEASY

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Member Since Dec 2009

10+V [566 Posts](#)



Quote:

Originally Posted by **charvo**

that was very "real" breakout at that moment. i actually followed eurjpy, and buy and sell both, but both didn't work out, just exit with same reason of yours.

i love these LIVE trading examples. i LIVE them too.

Good afternoon, charvo

Im glad that my live comments helped out.

Yes, you are correct. That breakout was an official momentum/volatile breakout for that moment and I too was looking forward to it.

There will always be more price action at the next s/r or .00.

Thank you to Froggy10 as well who helped out.

Unfortunately I missed out on eur/jpy as I was glued at eur/usd.

Traders must be moving around from pair to pair.

Edit: I reassure myself mentally by knowing that it was a possible golden opportunity that I could have profited big but unfortunately due to fluctuations I have no control I ended up with -12 pip loss.

I still have buy positions on both eur/usd and gbp/aud alive as we speak

Sincerely,

Graeme

Aug 16, 2010 3:27am

#917



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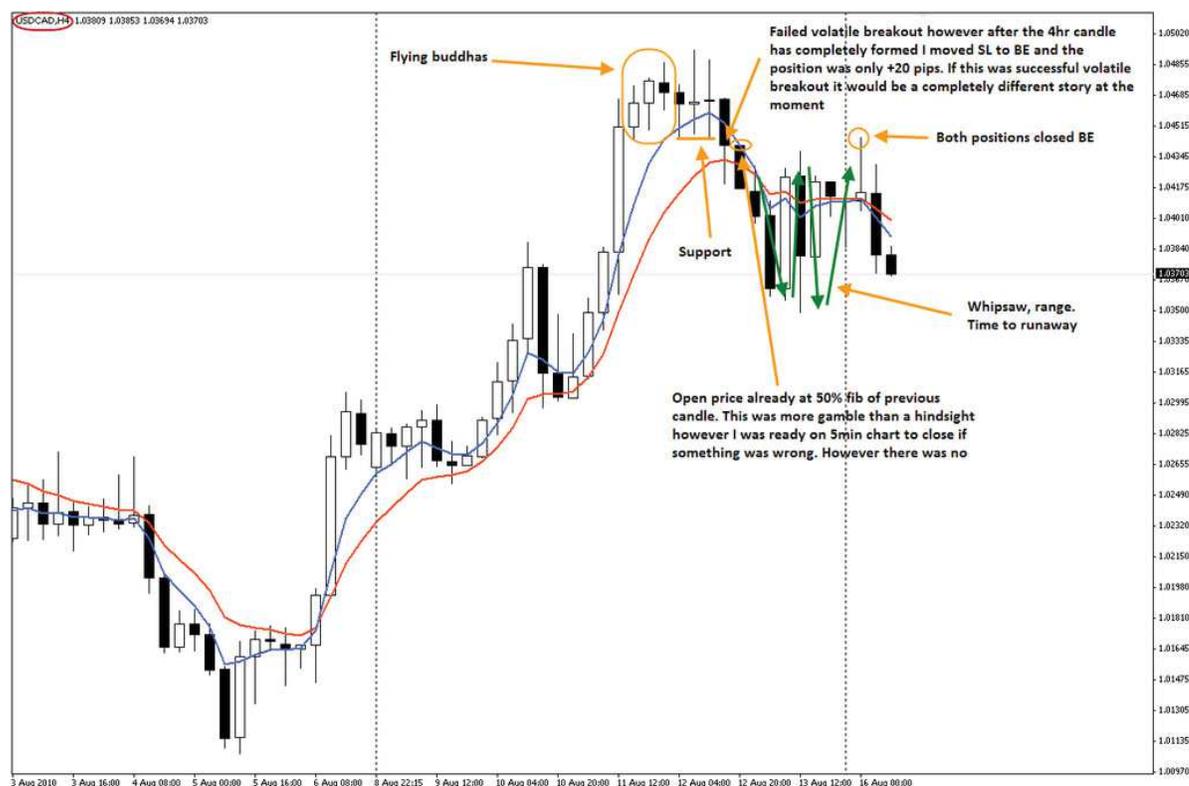


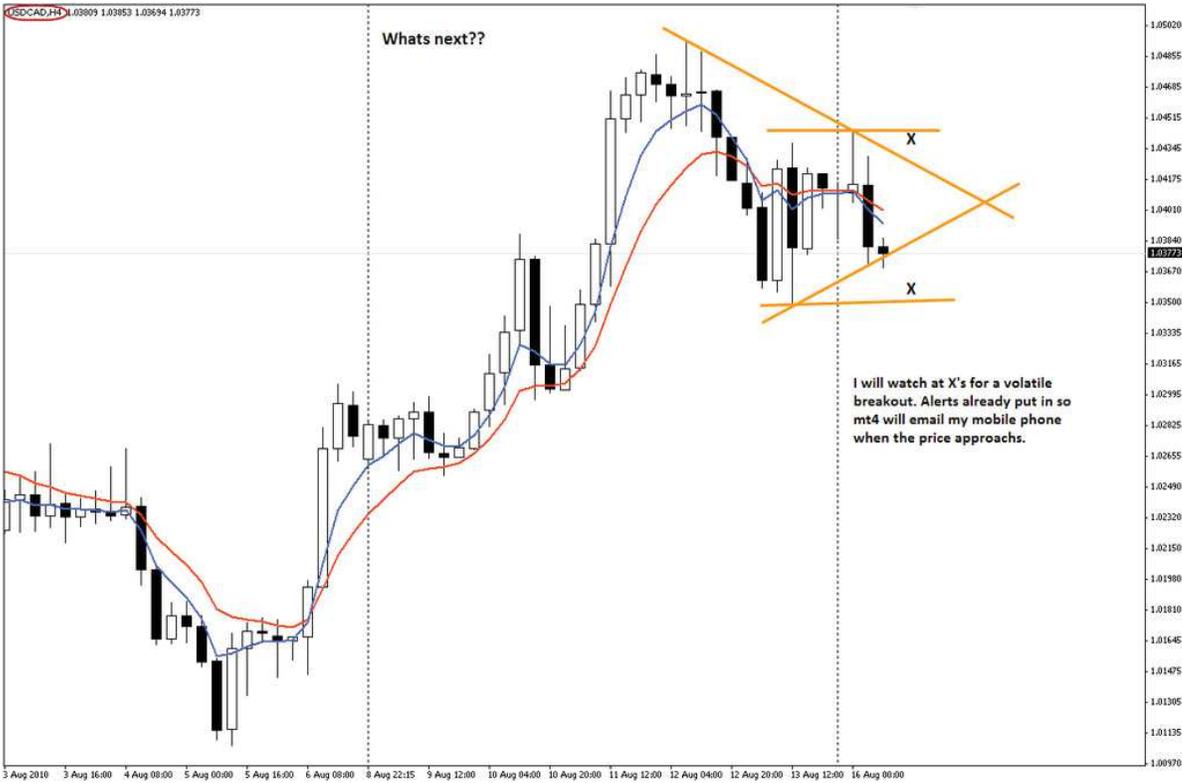
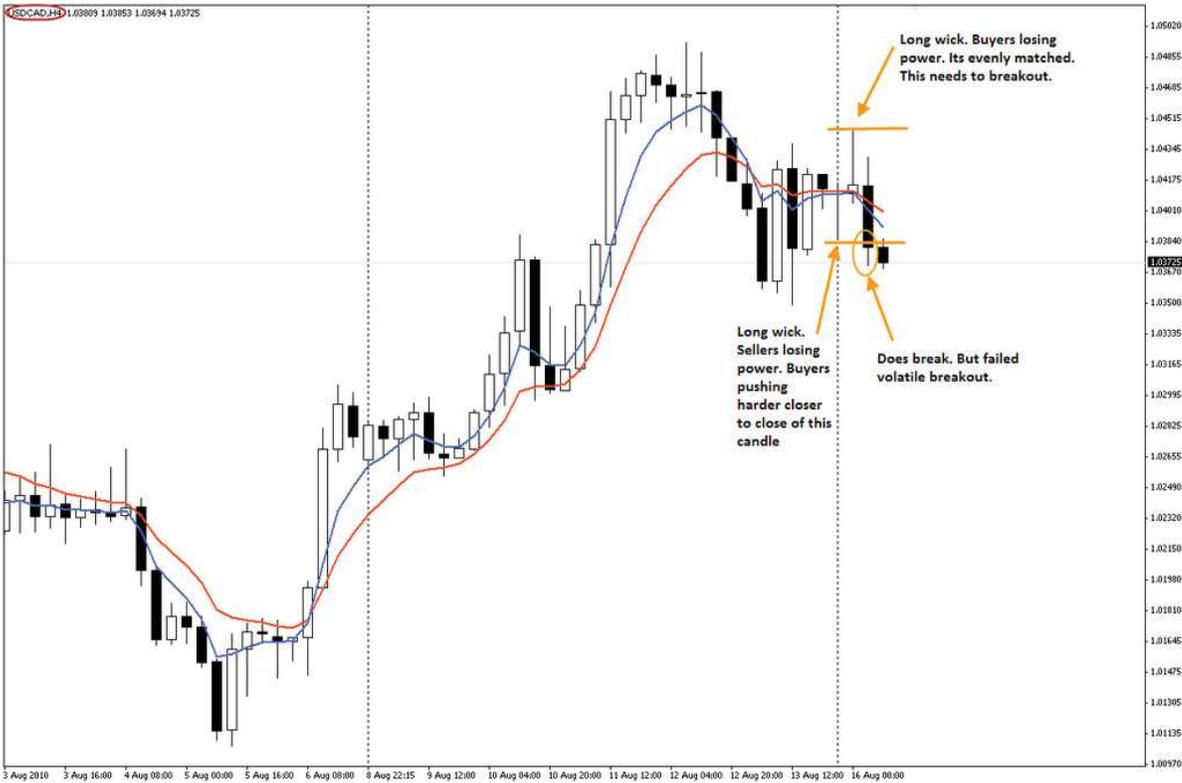
pip_daddy - true. Many volatile breakouts happen during uk/us. However when your present at your computer during an asian session and there is a valid volatile breakout there is no reason not to take it.

mjotic - Nice observation. There is no such thing as wrong observation however there is huge difference meaning between 'observation' and 'expectation.' Dont expect anything in forex and you will be fine. I was looking forward to 1.27500 this morning as I know volatile breakout would mean alot of profit and this comes from witnessing/watching many many many breakouts. I have a slightly different mentality to yourself which is **choosing to arrive at the action earlier if possible without increasing my risk.**

The first 4 hour candle was definitely a valid breakout (with momentum) however it failed and retraced back. I was positioning myself for a greater reward if the breakout was successful and hoping it would continue to close at the bottom of the now wick of that 4hr candle at 1.27300. Most likely 8+ positions comfortably.

usd/cad has a great move last week. Series of flying buddhas at 1.04700 should tell you that price is stalling and having difficulty to continue upwards. The most optimum entry was a volatile breakout at 1.04460 to break the 3 wick touch. I have a sell position just there and another 1.04400 as this was 50% fib of previous candle. Both positions closed at BE this morning and I lost nothing for the opportunity.





Aug 16, 2010 3:30am

#918



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+ Member 566 Posts

Quote:

Originally Posted by **luqmanz** ➤

Thanks for your good lessons... 😊
Just to share what I discovered.

It seems to me that it's difficult (for new traders) to maintain a cool head when suffering from a string of losses if trader have a fixed R:R like 1:3 ... the reason is because, for new traders, high accuracy is something almost impossible to do. Lose 3 times and trader will start to question his ability.

Only by having a large R:R ratio .. 1:50 or 1:100 (or 1:infinity) can new traders feel comfortable during losing streaks ... They feel they can lose many-many times and still...

Good.

You are correct. Just to add more to it, alot of traders are anxious to close a winning position to re-coup their previous losses they had but more importantly they are not sure what they are expecting.

The above trader definitely does not have '1 thing'

Sincerely,

Graeme



Aug 16, 2010 3:45am

#920



pipEASY

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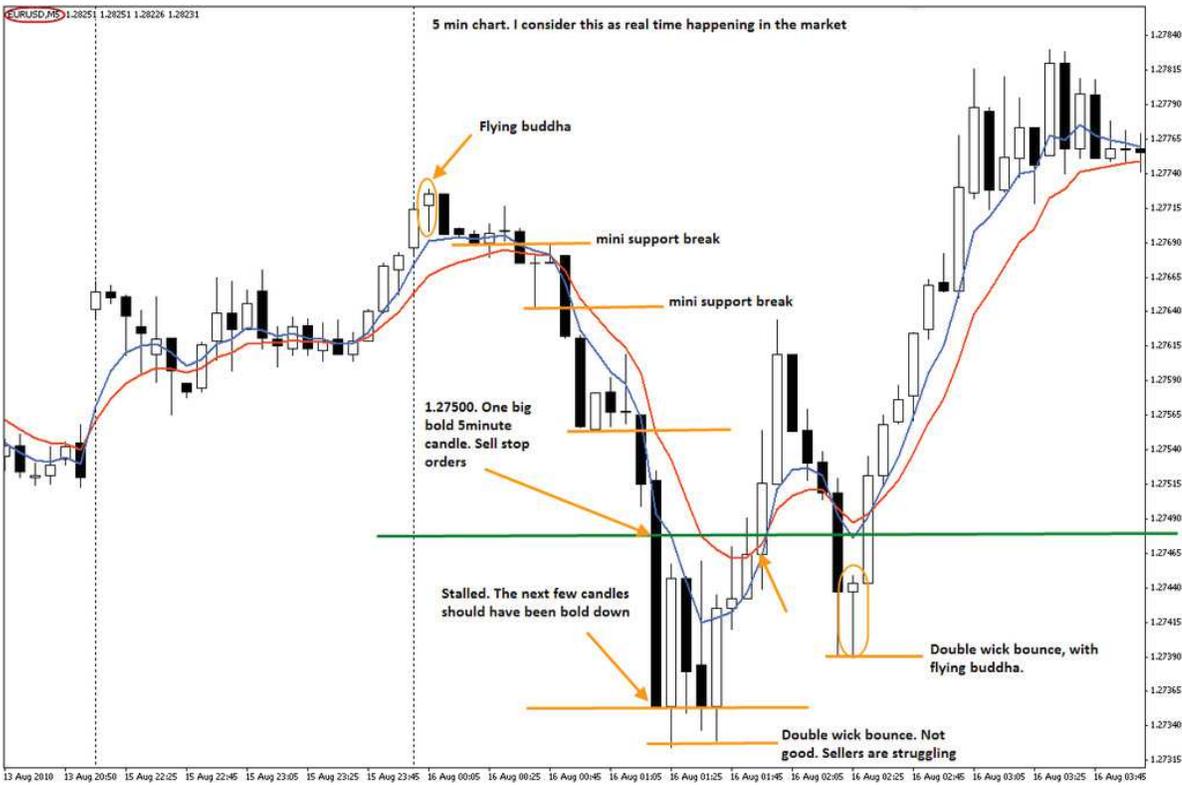
Member Since Dec 2009

10+V 566 Posts



Why did I trade/watch eur/usd this morning?





Aug 16, 2010 3:48am

#922



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+ 566 Posts

Quote:

Originally Posted by **leggo**

Just been taken into my first "volatile breakout" on Chf/Jpy 4hr chart. Lets see how it works out. If it closes above I will zoom in to 5 min and try some stacking of positions.

Regards,
Ben

Im there too Ben

2 flying buddhas few 5min candles before.

Other than that plenty of space to move up.



Aug 16, 2010 3:52am

#924



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **leggo** 
Hope so! Starting to stall on 5 min though will have to wait and see.

If wick bounce on 82.353 it would be golden. If broken then Im out.



Aug 16, 2010 3:54am

#925



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Price at close of previous 4hr candle @ 82.407.

Double wick bounce confirmed at 82.353

Closing soon above resistance

Good Good



Aug 16, 2010 3:56am

#926



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Member Since Dec 2009

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Im expecting 50% retrace of previous 5min candle to 82.461, if not its even better. However, there are not many buyers at the moment.



Aug 16, 2010 3:58am

#928



[pipEASY](#)

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Member Since Dec 2009

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50% retrace at 82.461 happening now.

Need bounce away.

There is not enough momentum

Price should be much faster than this



Aug 16, 2010 4:01am

#929



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82.461 bounced away

But not enough momentum/traders to piggyback. Can you see this?

I entered 82.20. Moving stop loss to breakeven



Aug 16, 2010 4:02am

#931



[pipEASY](#)

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Quote:

Originally Posted by [leggo](#)
Im waiting to see it clear resistance at 82.50 if it does I am moving stop to be and look to stack

Ben,

82.50 might get breached but you must notice that there are no other traders. We must move on to the next 'better' volatile breakout.

That 82.50 should have been punctured very easily.

Move your stop loss to BE now and lets move on



Aug 16, 2010 4:05am

#933



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Quote:

Originally Posted by **leggo** >

Looking at daily its stalled a few times at 82.50 in recent days needs to clear that if not it could head south!

If 82.355 double wick support is broken then its south.

If 82.50 breaks with eye-popping momentum, yes Im in too.



Aug 16, 2010 4:08am

#935



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+y 566 Posts



Quote:

Originally Posted by **leggo** >

Sorry Graeme I missed this post! Ill follow your advice thanks

We had the potential to capture a golden opportunity which cost us very little for something that could have been great.

We missed gbp/cad momentum breakout at 1.61990



Aug 16, 2010 4:14am

#936



pipEASY

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Member Since Dec 2009

10+y 566 Posts



chf/jpy

Are you watching? 😊



Aug 16, 2010 4:25am

#940



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+y 566 Posts



Quote:

Originally Posted by **leggo** >

Eur/Chf is going well this is my longest serving leg its from all the way back to Thursday! I had my first successful stack on it earlier this afternoon. Both stops at B.E. let the gods decide! I have had a couple of small losses today but seeing these legs grow makes the losses seem insignificant. my entries are still really sloppy though!! Got plenty of practice to do yet.

*Regards,
Ben*

Good job Ben.

Keep practicing.

Always keep moving around the pairs.

A clear volatile breakout is very easily noticed. When price approach .50 or .00 price should puncture with no effort.

Sincerely,

Graeme



Aug 16, 2010 4:31am

#941



[pipEASY](#)

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Member Since Dec 2009

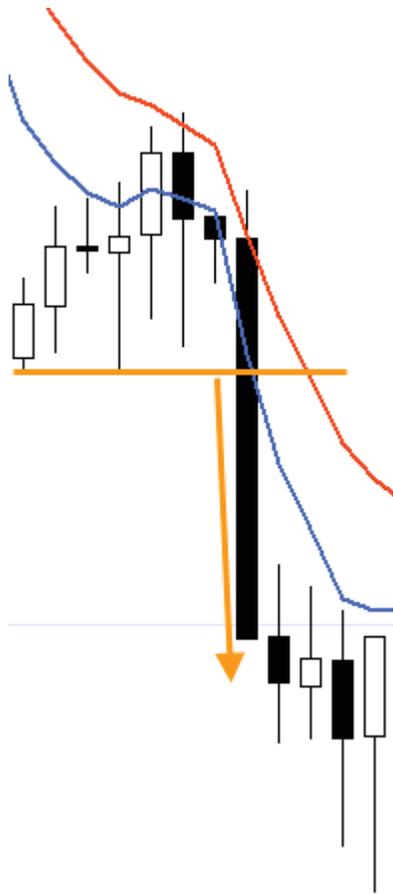
[10+V](#) [566 Posts](#)



The beauty with volatile breakout is you are risking relatively small for something great. Also some failed volatile breakouts still lose on breakeven most times as it still closes outside range.

Here are few successful ones





Aug 16, 2010 4:40am

#943



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **leggo**

Yes it broke through with a nice long bullish candle but then stalled so I have not entered again yet

Exactly.

It pierced but we care about what happens after. The next candle after the break should move fast and furious but it just stalled and lingered there. So we got no one to piggyback on.

This pair is not moving.

I have one position at BE



Aug 16, 2010 4:55am

#945



pipEASY

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Member Since Dec 2009

[566 Posts](#)



Quote:

Originally Posted by **fugly**

Graeme in the above example I'd just like to ask:

1) You mentioned he moves to BE before adding each new position, can i ask at what point he moves to BE, for example will he move to BE on the close of the candle he made the entry? Or does he move to BE later?

2) In the above example as he moves to BE before making an additional entry so he makes the initial entry after the flying buddha marked by the first orange circle, on the close of that candle he moves to BE. He makes the second entry on the next candle marked by the second orange circle...

Good afternoon, fugly

Great question and observation

Joe moves his position to BE at the opening of the next candle if its in profit. And then will place another order at 50%. Yes, that X will close first 2 positions at BE and 1 at loss on the 4 hour chart.

Joe uses same principle to stack on 1 hour (and on 15minutes most times as well). So when that X candle is going up it is also closing out few of his 1 hour positions as well. However, he will continue stacking positions until a 'confirmed' 4 hour candle does close over the open price of the previous candle which in this case it doesnt. So in another words he would have positions when price is coming back down on 1hr chart that does not show on that 4 hour chart. When the first confirmed 4 hour candle does close over the open price of the previous candle then he closes half of all his positions including 4 and 1 hour.

His '1 thing' is in stacking positions without the anxiety attack most traders experience. This is up to each individual traders personal risk tolerance.

Even if the price only moved 2 4hr candles down he would still manage his positions to close out on profit and keep the rest for free.

To be honest that chart is not showing a optimum opportunity but even that chart would have pocketed Joe a tidy profit.

If you zoom out and look at a 4 hour chart, you will notice some buddhas run for days. Im not exaggerating to say that Joe would stack many many tens of positions quiet comfortably whilst ensuring that he is reducing/increasing his positions simultaneously.

Sincerely,

Graeme



Aug 16, 2010 5:05am

#947



[pipEASY](#)

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Member Since Dec 2009

10+Y 566 Posts



Quote:

Originally Posted by **alter**

Hello Pipeasy.

THis thread is very itneresting, however I feel u dont need to hold positions for months or years to be profitable. U said u take 8 trades per day on avarage.

You move SL to BE when price moves 20-30 pips in your favor and u use 20-30 pips SL. U also said u are able to move SL to BE 80% of the time.

So 6 out of 8 trades goes in your favor, and if u took profit just for 20-30 pips with RR 1-1 u would be up 120pips - 2 trade that hit SL for 40 pips. Just by your precise entry u are able to make 80 pips per day.

Now u trade 200...

Good question, alter

And this would be last before supper.

I have practiced many many many times to know which is a good momentum. However, you do not need special eyes to notice volatile breakout. You will clearly see them when you watch them. You need to witness roughly 50 volatile breakouts before knowing very clearly.

I chose long term trading cause I wish to work less and less. 5min trading is very exciting however I only do it occasionally. Most of my trades are buy/sell stops. Most readers here are still practicing greatly on lower timeframe and I thought I could lend everyone my focal interpretation as a small guide.

Your correct. I can daytrade 5 minute momentum breakout candles everyday and still create a large profit. Do you realize that this is a very very stressful way to trade.

Perhaps I have a different perspective to trading as to most but I choose to have my positions work for me and not the other way around. I do realize however good positions are rare which excites me very much when I do find a good rare one. It feels like picking up a large diamond from the fields.

This reward pleasure is very different to trading intraday when im pushed with time and goal to create a profit everyday, everyweek.

2 completely different psychological mind frame.

Edit: Currently, calculated on last 14 months my unrealized profit is over 700% of my initial starting capital

Sincerely,

Graeme

Aug 16, 2010 7:26pm

#965



pipEASY

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Member Since Dec 2009

[10+V](#) [566 Posts](#)

Quote:

Originally Posted by **leggo** *Morning Graeme,**Can I ask when we were trading live last night you kept refering to fib level retraces on 5 min chart. Do you add these levels after the end of each 5 min candle? Or do you just have a rough idea in your head?**Regards,**Ben*

Good morning, Ben

Good question.

All my personal focal interpretation is done on fly. This is from alot of practice.

If I were to set golden rules about fibs

When price retraces:

33% of previous candle - stronger move that will most likely continue

50% of previous candle - evenly matched buying/selling power

66% of previous candle - stronger opposition power

If you look across any pair, any timeframe, you will notice:

Strongest trend will have less than 33% retrace

Stronger trends will have 33% to 50%

Weaker trends will have 50% to 66% retrace

Basically you are gouging/prodding the selling/buying power to gain a hindsight to what might happen next.

Doesnt happen all the time but most/enough times.

Fibs are not about buying/selling oportunities as most traders believe but it is an indication of buying/selling power. Is the power slowing down or is the opposite power increasing? That is purpose of fibs.

If trend is downwards and price retraces to 50% and then close at 33% of previous candle. That is a stall and the tredning momentum has halted. Alarm bells should be ringing and you should be preparing to phase out your positions.

Sincerely,

Graeme

Aug 16, 2010 9:16pm

#968



Quote:

Originally Posted by **leggo**

So when you look to enter after a 50% retrace do you prefer the price to come back to open before you add another position? Or do you try and get in as it heads back to the open so your entry is on the wick?

Thanks for your time

Ben

Good question.

This is where pros and learners get divided.

Learners will enter what they believe is mechanical trading and will 'just' enter at the sight of 50%. They will close if they think its not working. Wrong.

I prefer to watch the 50% get tested which in my interpretation is:

Struggle to pierce 50% with momentum

and this applies to all areas of s/r (including .00)

When price drops, I must see other traders (momentum) also acknowledging what I believe as well for a much higher chance of moving my SL to BE at the very least. This is where pros and learners get divided.

Learners will enter cause its at 50%

Pros will enter after looking at what happens at 50% or any other valued s/r areas.

Traders must interpret price action properly to be successful. Price action is basically gouging/prodding the selling/buying power that is happening in the market on the screen.

Sincerely,

Graeme



Aug 16, 2010 9:38pm

#969



It deeply worries me that alot of traders know that price action is important however not doing anything about it.

The statement 'price action is king' is everywhere in this forum but I dont think it is completely understood by all. Even if it was acknowledged, traders are looking elsewhere for an 'easier' answer and there isnt if you truly believe price action is king.

Interpreting price action through your own personal interpretation requires actual live viewing of price at 5min timeframe. You need to clearly mark on the chart with .00 and other s/r areas and watch what happens. I would say after 50 live viewings you will have a good grasp.

You do not need special eyes to know a good momentum.

Good momentum is a clear pierce through the s/r lines. But we are interested in what happens after. Is there other traders also joining in with the break?

Volatile breakouts are the safest way to enter the market lower timeframe. It has the highest percentage of successful trade.

Volatile breakouts are my bread and butter.

Sincerely,

Graeme



Aug 16, 2010 9:57pm

#971



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **leggo**

Hi Graeme,

Thank you so much. Sorry to clog the thread up but can I ask just one more question? You said that the trend is stronger if the retrace is only to 33% but both You and Joe prefer 50% retest for your entries. I just wondered the reason for this.

Thanks and Regards,

Ben

P.S. I have learnt more in the last week trading the 5 min timeframe than in the previous 8 months of forex. It is hard going at times but I know once I master this then any system I implement will succeed.

Good question.

Joe has more mechanical approach to myself. He would enter price without any personal interpretation on 5minute chart. His strength is in the increasing number of his positions and taking an advantage of a trend to its maximum capacity.

Personally, Im very different to Joe and I honestly have better success rate with my entries. I always always prefer to have bare minimum drawdown. That is my mentality.

I do trade higher timeframes which has drawdowns that most traders would consider large however it is relatively small to what Im trying to achieve on the higher timeframe with a bigger goal.

50% fib is where most retail traders are watching and it is a strong 'psychological level.' Remember that I always try to piggyback ride and obviously it would be at areas where there is the most attention from others.

All trends start first at lower timeframe so it is very useful to master price action on 5min chart.

However, positions on lower timeframe has lower success rate as the random price fluctuation will take you out more often than the higher timeframe.

Lower timeframe = smaller losses but more number of random losses

Higher timeframe = larger losses but less number of random losses

Its give and take. Which one do you choose?

I believe its always better to learn from smaller timeframe and apply the success over to higher timeframe because you will have much more chances on the lower timeframe to demo your skill.

Methods that work on lower timeframe should also be working on higher timeframe with the exact same effect but just bigger in scale.

Hope my detailed explanation clears some of the confusion.

Sincerely,

Graeme



Aug 17, 2010 6:44pm

#985



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Good morning, all

Apologies for the lack of replies. I had to travel interstate for few things on agenda.

Is everyone watching the price action on eur/usd today?

On 4hr chart:

Previous candle is a flying buddha and 3 long wicks touching 1.29000.

This should be a big hint to most traders as the price failed three times/struggle to break 1.29000.

Remember price action is gouging/prodding the buying/selling power.

Joe and I are watching carefully.

Im 'hoping' for a volatile breakout to south but Joe is already in with one position. Best of luck to him.

Sincerely,

Graeme



Aug 17, 2010 7:20pm

#991



[pipEASY](#)

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Member Since Dec 2009

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Quote:

Originally Posted by **Antra** [▶](#)
EURGBP to consider as well?
😊...a nice FB on the 4 hr...is it nice?

Good morning, Antra

Yes, that is a flying buddha, however comparing the eur/usd to eur/gbp I would personally choose to focus on eur/usd as it has higher probability of success as there is more than one evidence of decreasing buying power.

Personally I believe that flying buddha at eur/gbp is a stall in the trending momentum just before.

I phoned Joe just now and he has positions in both pairs of currency and also agree that eur/usd has a higher probability.

Please remember that all traders need to maximize their profit taking if this opportunity is indeed a golden one.

Sincerely,

Graeme



Aug 17, 2010 7:25pm

#992



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Member Since Dec 2009

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Quote:

Originally Posted by [Antra](#) >

*Only problem I feel that there is not a lot of momo around this time of the trading day....hence I was looking at a yen x but even that is quiet on the Asia open.
Still you never know.*

There are two sides of the coin.

If the market is quiet and doesnt move then there will be no large drawdowns.

More often than preferred it is the shift of short term views (fluctuations) of the mass traders during uk and us that causes losses and drawdowns.

It is the false, misleading short term shift of views from traders that cause random price spikes.

Sincerely,

Graeme



Aug 17, 2010 7:37pm

#994



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Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by **leggo** 

Thats true. There are a few F.B.s on Euro crosses trouble is do you take them all? I worry about been over exposed. I suppose that's the beauty of practising on 5 min time frame if you can get your stop to zero then you are only exposed to profit!!!!

Good question.

There is something weird and wonderful about purposefully ignoring the market. Even though you will miss out on few golden opportunity for now, you will notice that if you keep your principal constant your result in the long run will be the same.

Always choose the pair with the higher probability/trending.

Your mentality for 5 minutes is correct.

However can you handle constant number of breakevens and small losses?

How about 1 out of 40 entries will be long term leg.

Can you handle that mentally?

Trust me, when you finally come across a position that survives and becomes a leg that grows and grows, the feeling you are rewarded cannot be described. It is very thrilling and **addictive**.

All traders need to taste this mental reward on a live account to experience what you think you will feel.

Sincerely,

Graeme



Aug 17, 2010 8:11pm

#999



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Member Since Dec 2009

 566 Posts



traderray - correct. eur/usd is the pair with the highest probability at the moment. Im not surprised to see flying buddhas on all eur cross. This happens from time to time and it is caused by the fundamental changes in the common currency involved.

Always choose the pair of currency that has highest probability. Be creative and always confirm your beliefs with a choice of your personal indication on top of price action you interpreted.

leggo - now its a breakout on 4hr chart with momentum.

My stop loss is moved to 1.29000 as I have to walk out of office for the day. Joe just sent me a message and he is excited to see this happening.

If price does stall and revert back to 1.29000 then there are 'other bigger factors' in play. Most likely it will continue south for the moment but will it continue is not known.

We can only participate and let the market reward us or not.

Sincerely,

Graeme



Aug 17, 2010 8:55pm

#1002



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Member Since Dec 2009

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Just stepping out for the day unfortunately.

Just seeing momentum on 5 minute.

This must pierce 1.28500 with ease.

Watch the price action around 1.28500 this could turn out to be your first live viewing of volatile breakout or a stall.

My 2 positions are now moved to BE @ 1.28800

Good trading to all.

Sincerely,

Graeme



Aug 18, 2010 2:44am

#1026



pipEASY

crede quod habes, et habes

Member Since Dec 2009

[10+V](#) [566 Posts](#)



Good afternoon all

I just came back to office for a few hours and decided to log in and see where the other traders are.

Thank you for your live participation and I hope it is contributing positively.

What I say next is with great importance.

It is exciting to see many traders successfully taking advantage of a given opportunity to maximum.

1. Good opportunities are rare and need to be taken advantage of completely. Not just 1 positions with 1:4 take profit and then bask in the glory but stacks of positions scaling in at the best times and then scaling out and locking in profits when the opportunity is diminishing.
2. To keep 1 or 2 of the larger legs.
3. Please dont overexpose yourself and get carried away with stacking. Each entry needs a valid reason. It is easy to lose control.

Now I need to unfortunately kick the sand castle.

1. How will you feel when the price now fluctuates and comes back closing most of your positions at breakeven?

A. Hopefully you look at this is as glass half full and reassure yourself that you were shooting for the stars (maximum profits) but ended up with minimal or zero losses from the random fluctuations which we have no control over.

2. What will you do if you have 15+ positions?

A. This is just one opportunity and good opportunities do not happen everyday. However when it does happen I hope you have the risk tolerance required to take its advantage and stretch out the profits to the extreme.

Today, was a very classic flying buddha and it happens randomly at any session. However please do not forget that opportunities like this can end in 10 minutes, 2 hours or 2 days or 2 weeks.

Can you handle it emotionally if it only lasts few hours?

Personally for me breakevens and small losses are not even noticed as I know sooner or later when a single golden opportunity comes along I will win back everything by many folds.

Just for your info I just spoke with Joe and have advised what is happening on the forum. He too is happy to hear that many others can start to see the potential of his flying buddhas.

He had few close calls but still managed to stack 10 positions on eur/usd with all legs at breakeven so he knows even if this opportunity suddenly ends he will at least make something from it. However if the price continues more than 200 pips from now, I have seen the potential amount of money he creates from it. Enough to cover the next 100-200 unlucky buddhas. Imagine how many more golden buddhas will appear in that gap of now to next 200 buddhas? That is his mentality. In his words, Joe believes he has saved enough ammo for the next 3000 unlucky buddhas just in his current trade balance.

Please do not bring short term success to your head but please keep trying. Im curious to see traders comments when a failed buddha comes along. Undoubtedly some will continue to search for other systems because few rows of unsuccessful flying buddhas. Will you?

Unfortunately with that mentality nothing will work.

In the markets, we only have slim chance at certain times to create profit. We must learn to overcome the losses and **persist** to look at maximizing profits when the opportunity does finally arrive.

Sincerely,

Graeme

P.S Just stepping out again.



Aug 18, 2010 4:38am

#1032



[pipEASY](#)

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Member Since Dec 2009

[10+ v](#) [566 Posts](#)



Thank you all for the compliments.

Apologies if I dont respond to them or the private messages as Im travelling abroad. I will get around to them.

My phone just buzzed. Eur/usd opportunity is unfortunately over.

May I ask all participants how they honestly feel? Honest answers please as there are no right or wrong.

Sincerely,

Graeme

Aug 18, 2010 5:10am

#1037



pipEASY

crede quod habes, et habes

Member Since Dec 2009

 566 Posts



Thank you all for the honest replies.

Yes, disappointment. Good.

Do you think you can handle consecutive days of more breakevens?

Not many can.

However sooner or later the golden opportunity, or the golden position that will survive for the next year does happen. Not because you were lucky but it is inevitable.

Inevitable.

Inevitable.

The immense emotional pleasure from such findings are pure ecstasy to the first time experiencers. It is a very addictive feeling and once tasted with live account there is no going back.

Poke, poke, poke, poke, poke, tap! ??? WOAH!!

Not many traders get to woah phase emotionally.

I sincerely hope all traders get over this emotional hurdle.

I assume most traders are demo at the moment. Nothing wrong with that but the emotional hurdle will feel much bigger on live account.

18 out of 20 (just my personal estimate) traders will fail at this first stage as they cannot sustain the emotional rollercoaster. They will continue on looking for the next method and the next method after not realizing that the secret is just around the corner they were standing at.

I hate to use names to support my statement but just like TheRealThing and Peter Crowns said, "so after 20 or more consecutive losses, tell me, are you going to quit? Hmm I like to know"

What do you think they are talking about?

Remember TheRealThing mention about one of his inside bar position he entered with 11 pip hard stop loss that grew for \$250000.00 over few years. Trust me, it took more than few hundred entries. Can you do that? What if I told you there is no other way... will you believe me or look for something easier?

Sincerely,

Graeme

P.S Just rang Joe to inform him of the outcome. He lost 1 position with -17pips. He just paid 17 pips for the potential to win thousands. Its a risk:reward that me and Joe will pay everyday, everytime.

Everyone's first emotional hurdle is here 😊

Aug 18, 2010 8:08pm



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Member Since Dec 2009

10+V 566 Posts



Just very quickly.

Hope everyone noticed the first 1hr candle of eur/usd.

That is volatile breakout at best. 5 out 5 star.

Breaking 1.28500

Breaking 1.28440 (area, of the low wicks before)

No stalls, no resistance from buyers, just pure simple explosion.

Breakouts like this has the highest probability.

Hope you witnessed it live and see the difference between this type of excellent breakout to what we experienced yesterday.

I had 2 positions on 1.28500, just moved SL to BE as I have to leave the office for the day.

Sincerely,

Graeme



Aug 18, 2010 8:30pm

#1061



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Member Since Dec 2009

10+V 566 Posts



Just before I head out again.

Some traders would like to know how I can get my positions in so early.

Its because I 'anticipate' the breakout.

This morning wicks pierced 1.28500 but couldnt close below it.

I know that if price does puncture such areas that were tested but failed before it will move fast and hard.

I always enter first with the mentality to lose very small or win very large.

If the breakout was slow, I would move my SL to BE very quickly and change charts.

If the breakout was also another wick retrace and also a lack of momentum then I will close the positions for a small loss.

If the breakout is explosive like now, I will stack very aggressively knowing this is a given opportunity that needs to be stretched out.

If Im not travelling abroad i would definitely have 4+ positions easily in that move and more and more.

It could turn out to be another failed golden opportunity or it could be start of something huge. But the

point is, I have **risked zero to very minimal** for something that can be huge if it happens.

This is my risk:reward

Sincerely,

Graeme

P.S Just noticed 2nd 1hr candle went 50% fib and then dropped like a rock now stalled below 1.28000. 50% fib = big psychological area for mass traders. Classic

Last edited by pipEASY, Aug 18, 2010 8:40pm



Aug 18, 2010 8:38pm

#1063



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Member Since Dec 2009

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Quote:

Originally Posted by **mcornbill** 
I got two positions in on Euro short, one @ 1.28417 and one @ 1.27950. Giving the one in profit some breathing room for today, will see if it can hold out for whole of UK session then move to BE.

Just a word of advice for your benefit. Hope you dont take any offence.

If price moved with momentum and then returns back. This means a bigger factor is in play. May I suggest that you dont need a breathing space to judge whether it will work or not.

Positions closing on breakeven should be enough evidence that its not working out.

Please try and not set a defined hard stop loss and consider it as a breathing space and hope for the best. If the price has reversed/stalled then the show is over and its time for you to move on.

Sincerely,

Graeme



Aug 19, 2010 6:18pm

#1087



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Good morning, all

Hope everyone is safe and warm. It is winter here in Australia and it now changing season to Spring. As I grow older I can actually feel and smell the season changing. Something that I couldnt do when I was much younger. When I was young, I knew it was Spring when everyone started wearing short sleeved shirts and the jacket I was wearing is no longer necessary. However as I age more I can add more reasons to why I personally believe season is changing. Its the different glow in the morning when the sun is coming up, the smell of early spring flowers, the extended sunlight in the afternoons. Its experience and age telling me that Spring is arriving with greater 'clarity.'

Much like trading, a learner has reasons to indicate what is happening in the markets because it was told at a seminar, a strategy thread, or by an indicator. It is the age and experience that will add clarity into this interpretation. However, most traders will not make it there. Everyone is born as a trader however it is up to each individual traders approach to make it happen.

All of us expect to make an outrageous lifestyle out of trading. Just like a real estate investor aiming to mark his name on the Forbes magazine or the newly released hip hop artist trying to make it to billboard chart number 1. We are all doing the same thing by trying to be the best in the industry. The amount of practice required for a hip hop star to sing and dance to an awe-inspiring effect it is just more than few sessions, it is years of hard work. They do not whinge that its hard work and things are not working out at the moment. Its their unbending beliefs in themselves and the bone-aching sessions they go through to maintain their voice and body **will payoff later on much greater than all his/her efforts put together for now. Risk:Reward**

The key lesson for the past week is perserverance. Does everyone know the definition? It simply means not giving up or steering away from the intended goal.

What is your intended goal then?

It is your positions that could have been few pips loss or zero loss that turn out to be few hundred pips.

Does it happen often?

Not enough but just enough.

Not enough to drop all whinging, nagging pessimistic traders off the board. And just enough for the unbending true traders to profit over them.

Market knows your efforts. The more you try in a constant attempt, the market will soon notice your efforts and repay you more than you lost to get there. It is your job to minimize the losses and stretch the profits when market is finally giving you a good opportunity. And the market doesnt offer good opportunities everyday or everyweek. That would create too many millionaires.

Remember Joe lost -17 pips 2 days ago. Market took notice and gave him back more than 17 pips. Only a small opportunity but he still cashed out 200+ pips last night.



Aug 19, 2010 6:27pm

#1090



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Member Since Dec 2009

10+V 566 Posts



This is a dirty week. Why? Wicks.



How about last week then? Which was very hard and fast downtrend. Compare.



Aug 19, 2010 6:35pm

#1091



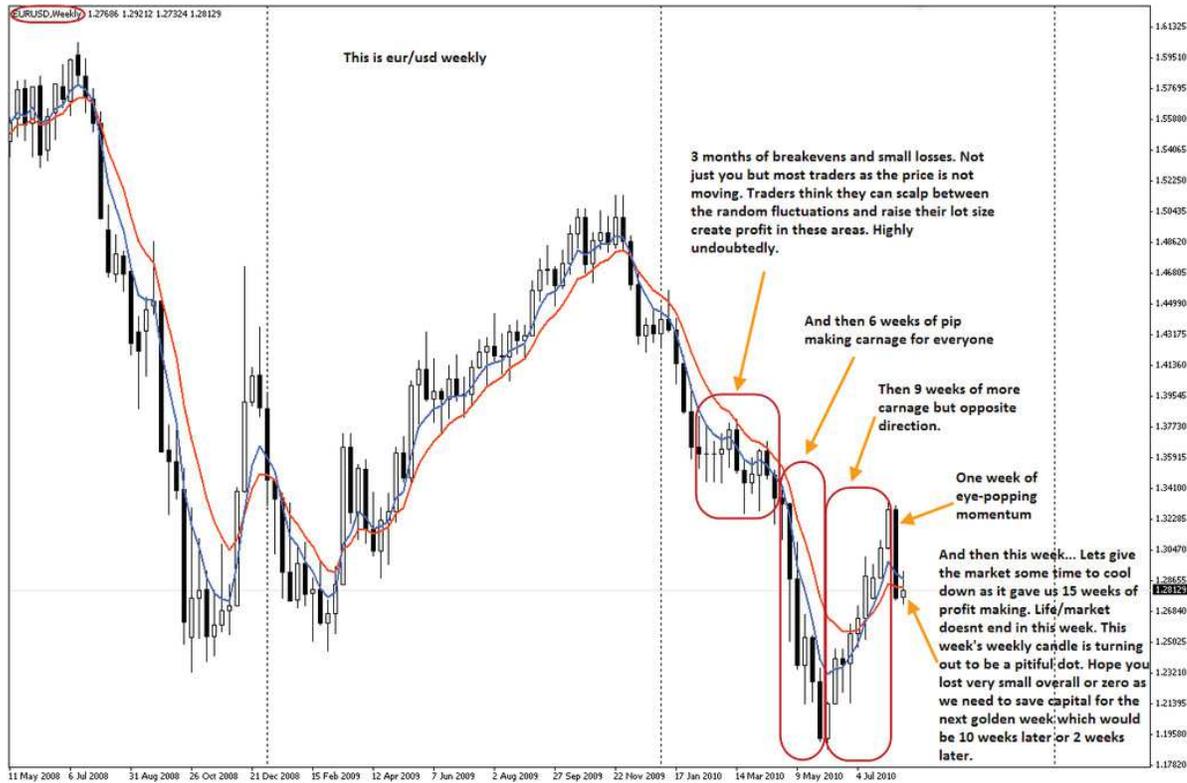
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Perserverance. Can you?



Aug 19, 2010 6:55pm

#1095



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Quote:

Originally Posted by **geoffrod** [▶](#)

Graeme,
 thanks again for your elegantly simple explanation of the weekly action, i personally am becoming very friendly with the weekly line chart as you showed it a while back, for me, it is easy to see the area's of consolitation, and to pinpoint where i might be taking some acton, put out my feelers,

cheers
 geoff

Good morning, Geoff

Absolutely.

And im so glad to see you made the connection.

May I add that I have been using 1ema charts for daily/weekly chart for the last one year to great success.

Its very simple and powerful. But most importantly gets rid of all the candles, wicks, ranges.

Sincerely,

Graeme



Aug 19, 2010 6:58pm

#1096



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Quote:

Originally Posted by **leggo** >

Morning Graeme,

Does Joe use 1hr chart for flying buddahs too? I only ask because there was no flying buddah on 4hr last night only 1hr.

Kind Regards,

Ben

Hi Ben

Yes, Joe uses flying buddhas on 4hr and 1hr. All methods should work on all timeframe. Just different 'scale'

Joe knows that 4hr golden flying buddhas work just as well as 1hr golden flying buddhas however different scale.

It can also work on smaller timeframe than 1hr but it would be useless as the golden opportunity will be relatively small for the efforts.

1hr is the smallest timeframe he will look for them.

He uses only sell flying buddhas and 50% fib only.

Sincerely,

Graeme



Aug 19, 2010 7:03pm

#1098



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Quote:

Originally Posted by **hayseed** >

hey pipeasy.....a question if ya have the time..... in post 1087, in the picture someone has written, 'double wick bottom it's over'.....

courious as to what is thought to be over and how a double wick bottom suggests it.....

if ya have the time.....thanks.....h

Good question.

Few posts ago I explained to all the importance of interpreting long wicks.

Long wicks are great pressure for the price to continue but failed due to equal/stronger opposite force. Long wicks are the first sign of weakness for the current movement.

Some price or tight area cannot be breached and gets tested twice or third times to finally see the price reverse strongly to opposite direction.

Not all the times but enough times to keep in mind all times.

This can be used very effectively as a trader can set a very tight stop loss just pass the tip of wick when he notices a wick bounce on the 2nd or 3rd wick. Risking very small for something much bigger. Such like inside bars, flying buddhas.

Most important aspect of long wicks are that it shows first weakness of buying/selling power before the complete formation of the candle.

Sincerely,

Graeme



Aug 19, 2010 8:45pm

#1105



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Member Since Dec 2009

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Quote:

Originally Posted by **occamsrazors**

Hi Graeme

Very interesting thread. I have query about where entries need to be positioned in order to survive the pullbacks in a trend. I'm not sure if I'm missing something basic.

Below is a H1 chart for EU that has a 600 pip uptrend over 12 days from July (sorry for the big chart, but I wanted to get the whole trend in). The blue areas highlight where a trade would need to be taken in order to survive the uptrend without being taken out by a pullback at breakeven.

Only one breakout area from a range (purple) survived and that was half way...

Good question.

It looks bleak doesnt it.

As long as you continue participating the market on low/zero risk and keeping the largest legs for long term growth it will inevitably happen.

I do not know when it will happen but I know sooner or later it will. It looks like you zoomed in 12 days worth of 1hr chart? 12 days is not even a dot on the infinite space and time of the markets.

I understand what you are asking but I have no answer but suggest that all you can ever do in trading is just participate and the rest market does for you.

Good portion of short/medium term growths are captured in one of the numerous number of diversification along the way of long term growth for the surviving legs.

Having said all this, I will forecast with greater probability that the downtrend of eur/usd that started last week **if it** continues; any positions you held onto **from** last week will at least survive weeks or months. I have seen it all too often.

Occam, its like growing hair. Have you grown your hair before? Back in my younger days, grunge was a huge thing. And I too participated in growing my hair.

Everyday I take a shower and notice a whole clump of hair falling out. But after 2 years I had very long overall hairstyle. How is that possible when I lose big clumps of hair everyday? Its because some of the longest strand of hair that did survive 2 years makes my hairstyle look very long when in fact most of the hair that covers my scalp are medium to short strands. Please think about it as it is very close analogy to my trading concept.

Sincerely,

Graeme



Aug 19, 2010 8:51pm

#1106



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Member Since Dec 2009

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Quote:

Originally Posted by **leggo** ↗

Two failed flying Buddahs this morning Im dissapointed that I over exposed myself should not have tried 2 x AUD crosses. Lesson learnt! For a while they looked really promising tested the wick of the previous candle then came back down. Unfortunately they then pushed back up and wiped me out. I will keep an eye on them though and may trade one with hindsight later on.

*Regards,
Ben*

Ben

Write down your losses and keep going. Hope the initial entry after flying buddha is just one position and after the success/SL moved to BE and then you would stack. This way you arrive nice and early for the first position and the next would be in line with the confirmed direction of the movement. I know this is harder on 5min charts but the benefit of 5min chart is very very small lossess.

Sincerely,

Graeme



Aug 19, 2010 8:54pm

#1108



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Member Since Dec 2009

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For the moment, buyers have the upper hand in eur/usd. **I have one position @ 1.27950 when price bounced for the 3rd time. Stop loss @ 1.27850. Im risking 13 pips for perhaps the start of the next 2 years of uptrend?** I dont know but I will participate and let the market tell me. Watch this one everyone.



Aug 19, 2010 9:00pm

#1109



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Member Since Dec 2009
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Thank you for the compliments fxsurfer and all others.
 Sorry for the lack of replies recently in posts or private messages.
 I will be returning home this weekend.
 Please keep practicing.

We are fishing for the big catch. Although we brought limited amount of bait with us, we cannot help when the line gets snagged or the small catches until the big large one. We keep some of the small ones to feed on and the large ones to bring back to cherish and boast on.

Sincerely,
 Graeme

P.S Just stepping out for the day.



Aug 20, 2010 6:03am

#1123



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Member Since Dec 2009

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Quote:

Originally Posted by [@mel](#)

Good morning Graeme,

I came across your thread the other day and I decided to read it because the title of the thread got me intrested. There is no doubt here for me that you are a great trader, I believe that you are doing a great job at teaching your methodes to others, even if our way of trading is completely different, I really liked what you have to say here.

I took the liberty of posting my first reply to your thread, as I have noticed something concerning the "flying buddha" methode, and I hope you will not mind. If you do please tell...

Good evening, Mel

Excellent observation.

Flying buddhas that does work out tends to be the upper corner (or the lower corner if on opposite direction) of the (triangle) pennant. Yes, correct and both Joe and I know this very well.

It also can be a high probability inside bar.

It also can be the very start of a major trend change.

It also can trigger a volatile breakout and explode towards the intended change of direction.

Flying buddhas are the apex of the change. Its either going to change very large creating a very large opportunity or create a small loss.

With flying buddhas, you only need maximum; 1 initial entry and 1 re-attempt afterwards to know for certain if its not working out.

I choose not to re-attempt but Joe waits for a clear breakout for a single re-attempt before admitting his loss.

To maximize your profit taking, the stacks should be taken soon after the initial position is moved to BE and immediatly after on the 1hr chart at every 50% fib.

If you scroll back your chart and choose any flying buddhas that did work out well, you will see that you will have multitudes of positions before the first sign of weakness on the 4hr chart in which you scale out and then scale back in if the trend picks up again.

Hope it enlightens all readers little further

Sincerely,

Graeme

Last edited by pipEASY, Aug 20, 2010 6:32am



Aug 20, 2010 6:17am

#1126



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Member Since Dec 2009

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Mel

You said the golden phrase.

Biggest move happen when price doesnt retrace back to trendline. (or any type of s/r, .00)

Readers need to really know this...

Its why volatile breakouts are used by alot of pros as it has

1. Greater probability to create a profit
2. Big moves usually are start of something huge. Not always but plenty of times.

Sincerely,

Graeme



Aug 20, 2010 6:24am

#1127



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Member Since Dec 2009

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I hope all traders are noticing the explosive momentum happening on eur/usd.

Today is Friday. See how market doesnt care about such wrong myths.

My little position died on -13 pips @ 1.27850 but I wanted a breakout to south when price pierced that area with volatility if it happened.

1.27500 was stalled for a moment before being cut into by a explosive momentum. Hope all traders caught this as this is the easiest way to make money in forex; volatile breakouts.

Unfortunately I missed all this cause I was at dinner. I know there are plenty more next week.

My positions on eur/usd from last week are now well into profits and I believe this is start of something very large.

Good weekend to all.

Edit: I would like all readers to notice 3 long upper wicks on 1hr eur/usd chart before the compelling momentum. Buyers pushing hard but losing power. Tested a tight area of price 3 times before finally succumbing to sellers. Sellers had enough and blasted back. Everyone should see the wicks as the first warning and then after the first notice of explosive volatility should have piggyback rided all other traders for an awesome ride.

Sincerely,

Graeme

Last edited by pipEASY, Aug 20, 2010 6:43am



Aug 20, 2010 6:37am

#1129



[pipEASY](#)

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Member Since Dec 2009

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Quote:

Originally Posted by [geoffrod](#)

definitely with you on this one graeme

up nearly 100 pips so far

it is great to be on the good side of the strong momentum.

i got out of my eur/gbp trade -15 little loss for being on the wrong side of the momentum, it may turn around again, but it was going the wrong way for me with momentum.

Well done, Geoff

Its also a skill to know when to quit. Wrong side of momentum is the worst thing I can think of. Its going the wrong direction of one way lane.

There is something that will happen today.

I call it law of elasticity.

Newton's law: There is always equal and opposite force.

Such steep price movement will be corrected by a steep opposite force. Stack early and when momentum slows down, STOP stacking.

Watch this elasticity bounce happen tonight. Price cannot continue on at 170 degree steepness.

Edit: The best thing sellers can do on eur/usd is stall the price. That is the best. But traders are very temperamental. They will close their position in fear of losing their hard earned profits. I see a long wick already. First sign of weakness. Your stacking should have stopped many minutes ago.

Sincerely,

Graeme

Last edited by pipEASY, Aug 20, 2010 6:48am



Aug 20, 2010 10:01am

#1134



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Quote:

Originally Posted by [pip_daddy](#)

Hi Graeme. Thanks for your continuing contributions. I know I have benefitted tremendously from it.

In all honesty I do not see what you are seeing . Without knowing the 3rd candle was going to breakout, what makes those 3 candles that much different from the previous 17 candles? I see at least 2 groups of 3 doing the exact same thing but nothing came of it those times. What I do see is that these last 3 came at the start of Frankfurt/London session and that is significant to me. Is that part of what you like about those 3 candles? Reading your...

Good question, pip_daddy

I trade when I have the time to sit at my computer. I do not have a set routine when to trade. That is defining my action and I do not pre-define anything in the markets.

Alot of traders believe that they need to take every opportunity they come across to maintain some type of consistency to create profit. Trust me when I say it is the very opposite. You only take few of the opportunities that come across. Remember the random number game we played few weeks ago?

This random participation works out very well for me as I'm 'unknowingly' spacing out my entries.

Yes, I miss few golden opportunities (like today, on eur/usd) but I also fortunately miss most/all of ranges. Profits are similar on the long run.

Wicks warns first. Wicks are before the complete formation of a candle.

They give great hindsight. Not all the times but enough times. Focus on extra long wicks. They are there for a purpose.

Look at this week eur/usd. Some major wick interpretations



I use long wick interpretation all the time to great success

Sincerely,

Graeme



Aug 20, 2010 10:09am

#1135



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Member Since Dec 2009

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I wish to say something very important.

This is an important lesson.

Does all traders know that all indicators, support/resistance, trendlines differ from each individual traders??

And yet the market is completely **neutral and universal** it will **acomodate all traders** different lines (focal interpretation).

In other words, a trader who uses 21 ema can have equal success to a trader using 40 ema.

Also, two traders using just trendline break can interpret little differently and yet both still make profit?

I could draw a support line but you wouldnt.
You would draw a support line but I wouldnt.

But we both still win? (or both lose)

Does anyone know why??

If you really know why..

Then what **universal 'element'** exist between two different traders that at the end cause similar results?

Sincerely,

Graeme



Aug 20, 2010 10:37am

#1138



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While I have your minds thinking about my question above.

Allow me to add another tool to your interpretation.

I also use this to gain a hindsight to what might happen next.

Not all the time but plenty of times.

I hope all readers remember my long wick interpretation with charts many posts back. Allow me to add the icing on the cake.

Does all traders agree with me that wicks show weakness in the movement?

What if I know with greater probability that the weakness is genuine?

So in other words Im looking for a decrease of power on the charts?

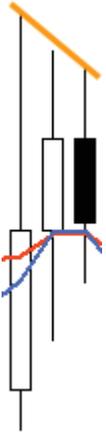
That would be a very useful and powerful tool to have. To know that buyers are losing power or sellers are losing power by using price action and not by an indicator.

This is the final and advanced level of wick interpretation.

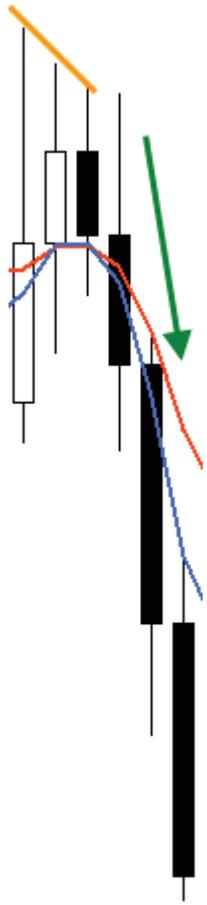
A decreasing slope indicates buyers losing power as time goes. A greater chance of sellers to push price down hard.

They are on top of the emas as we are looking for buyers weakness.

Here are few. They need to be good angle (not too steep) and very close in pippage.

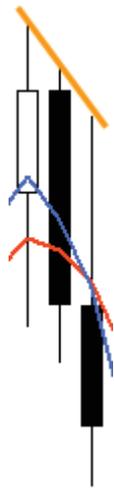


What happens after?

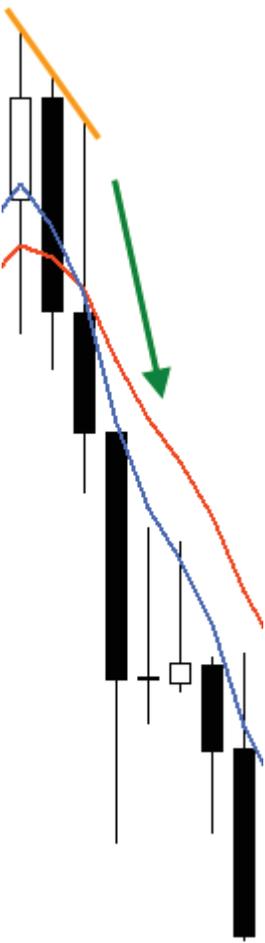


There must be at least 2 but preferably 3 wicks. The wicks need to be relatively longer than usual. The slope must not be steep but reasonable.

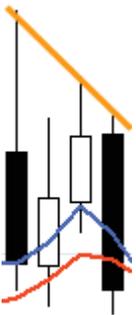
Here is another



What happens after?



Preferably next to each other, but could be little apart but the angle must be reasonably not too steep.



Aug 20, 2010 10:41am

#1140



[pipEASY](#)

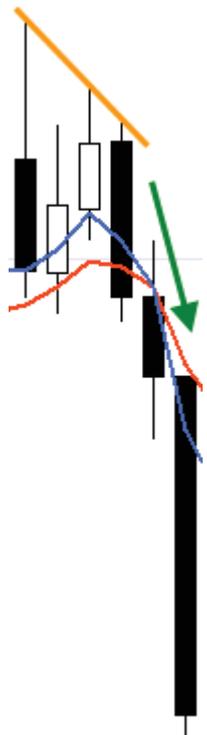
crede quod habes, et habes

Member Since Dec 2009

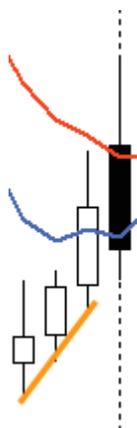
10+V 566 Posts

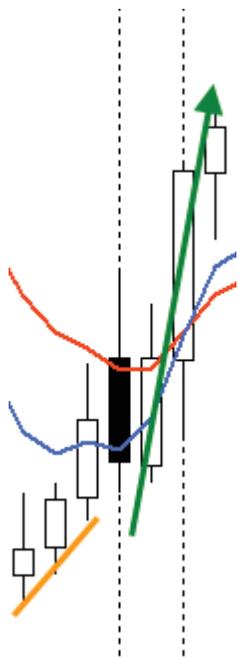


What happens next?

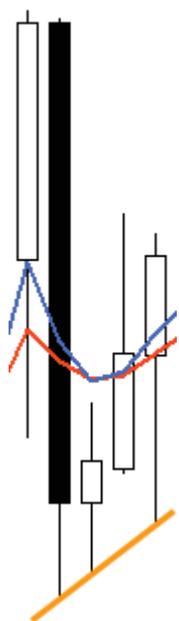


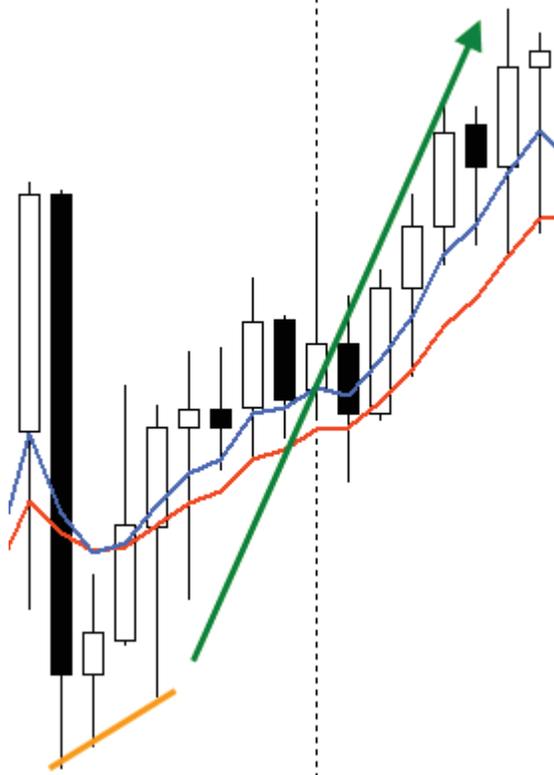
How about some sellers weakness. We are now looking below the ema.





Another one





Aug 20, 2010 10:44am

#1141



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



songbo, willf

Thank you very much for the answers.

I was looking for 2 answers specifically and glad to see them as the first two.

Yes.

Participation and Trend. Superb!

ozziedave

Thank you for sharing. Im absolutely thrilled to hear your new found hindsight and also glad to see that you have overcome your emotional hurdle. Thank you for staying from the very start. Only the best wishes to your trading.

Sincerely,

Graeme



Aug 20, 2010 11:04am

#1143



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by **ozziedave** 
Universal element is price. Everyone has their own interpretation of trend lines, support and resistance and even indicators but price is the only consistent element.

Excellent.

Excellent.

Dave took it one step further.



Aug 22, 2010 12:04am

#1161



pipEASY

crede quod habes, et habes

Member Since Dec 2009

 [566 Posts](#)



Good weekend to all

Apologies to address everyone in one single post

stimulus - Yes, that would work as well. Everything works cause its all relative. The reason why various applications work is because the risk is minimized to a static small loss while the profit is maximized to the very end of the opportunity. Static loss versus infinity growth?

dsan - Yes, all correct. Traders needs the risk tolerance required to take small losses to achieve bigger goals. Following the flow of the market to create profit and maximizing their profit by stacking positions. All correct.

fugly - Yes. I will come to this topic today in detailed post. Thank you

mjotic - Yes, I will also come to this topic today. Thank you

Midnight - Yes, I will also address something for your benefit today. Thank you

Swingman - Thank you for your critical contribution. Greatly appreciated.

Today, I wish to spend few hours to address some of the common questions that are always asked. There is no such thing as wrong questions and I understand why similar questions are asked.

I understand that this thread is now very long and unfortunately it jumps around from topic to topic without any constructed flow. Even though the puzzle pieces are all over the place there is enough blueprint here for any avid new learners to piece the information together.

I hope that the next 10 or more posts that I do here will be the strings that attach those puzzle pieces together.

Sincerely,

Graeme



Aug 22, 2010 12:26am

#1162



Why is stacking important? How does it benefit a trader in the long run?

Market is never always a perfect opportunity. Most times, the market will make you lose. It is the traders ability to minimize these losing periods. There are many ways to minimize losses but the main purpose of minimizing losses is that you are conserving your capital for the next better opportunity.

The best way to minimize a drawdown is being upskilled in your entries. Knowing when to enter and how to enter. Growth/profit starts from your participation however there are bad ways to enter and good ways to enter.

Never overexpose. There are many traders trying to hard on one single day. I rarely do more than 1 re-attempt after a failed entry. Anything more is overexposure. Sometimes I have streaks of successful entries. I simply continue adding more positions until I encounter first loss and then I move away from the pair of currency.

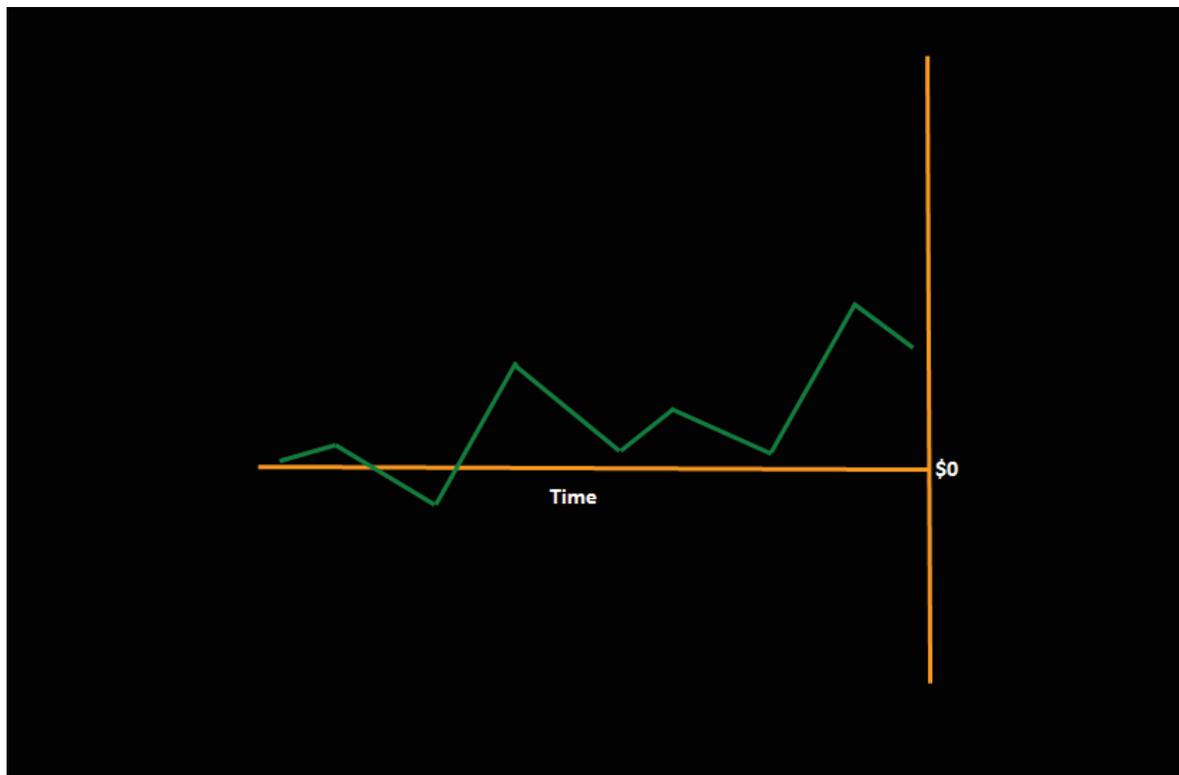
All the above has been said few times already in this thread so I wont continue anymore.

Market is neutral and universal.

If you set a pre-defined entry and exit like:

Enter after pin bar, 40 stop loss + 160 take win. (or anything similar)

Will you agree with me that your equity curve is more or less look like below?



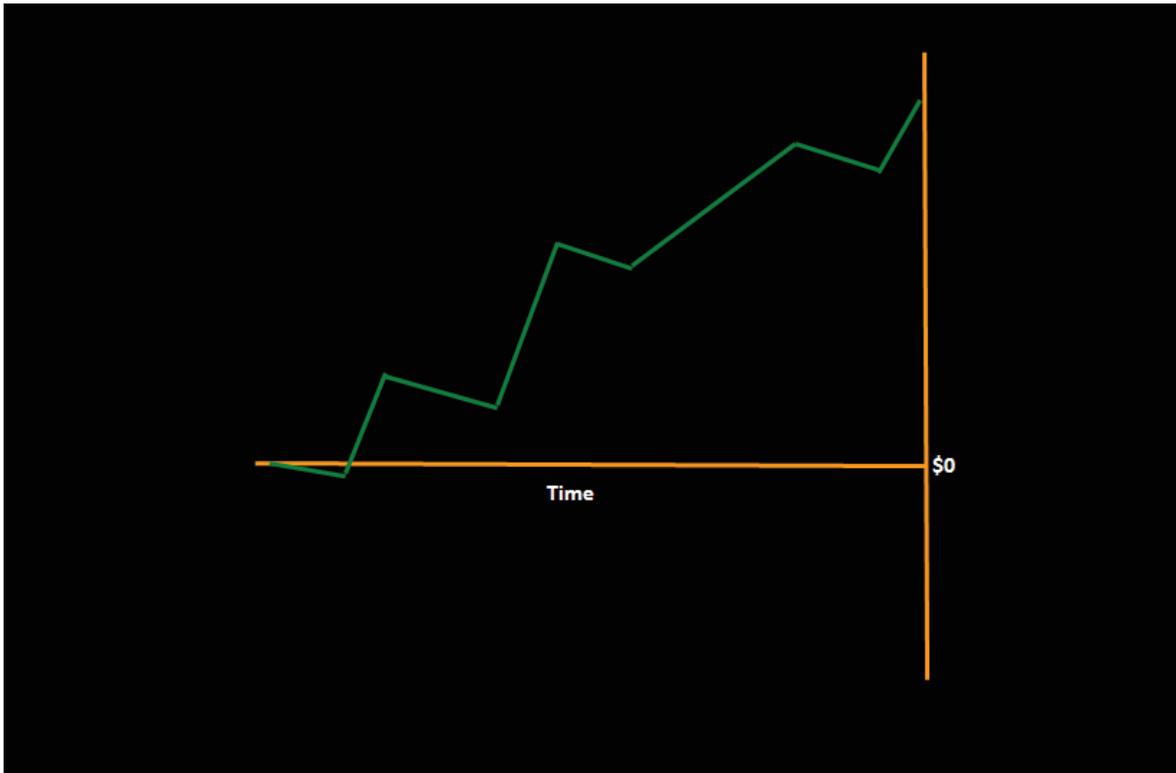
The time represented in the above chart could be over a span of few weeks or months. Even though the curve is slowly arching away from the \$0 but we all know how painfully slow it takes for the trade balance to grow. Would you agree?

There are few traders who believe that they could raise their lot size to compensate a good return but assure all traders that is very dangerous.

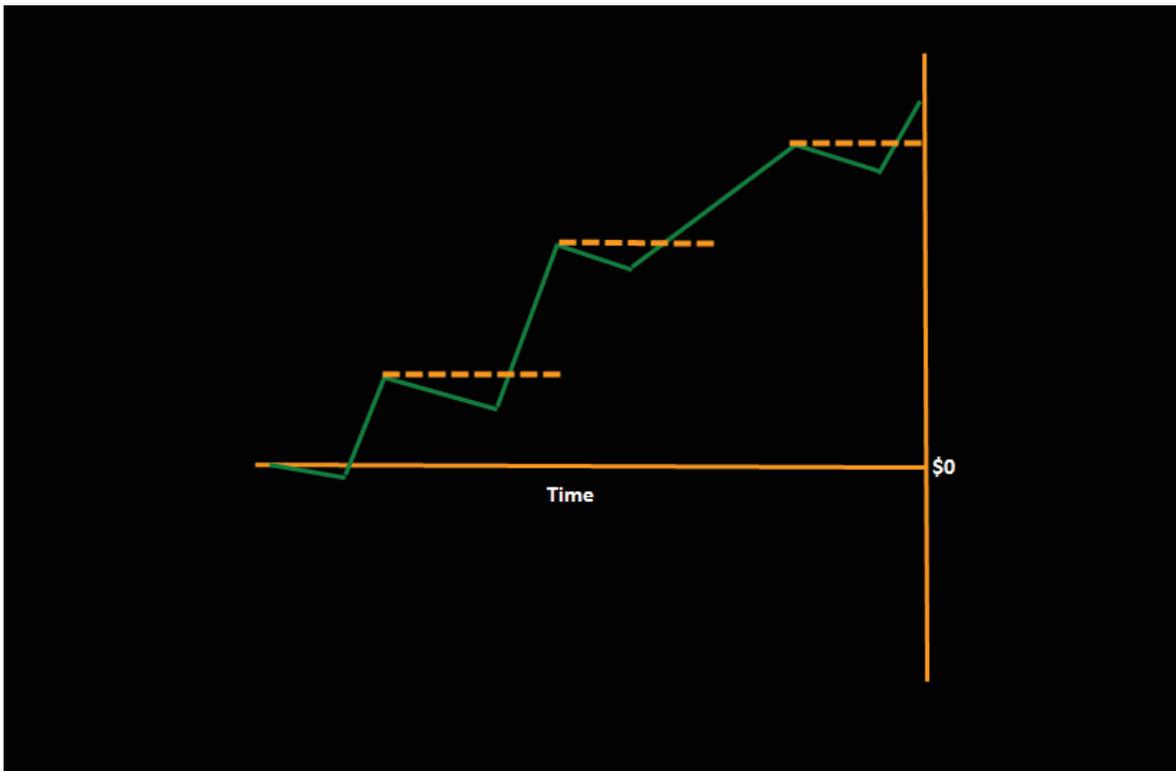
You should never raise your lot size to make your profits look bigger.

You should raise your lot size when you know you can make your profits bigger.

This is the ideal equity curve for the same period.



Ofcourse we all prefer the above equity curve. Lets analysis the above equity curve. Technical analysis work everywhere in life. Not just forex markets.



The dips are much shallower and the sharp injection of profit is almost a volatile breakout. How can we achieve this?

Continue on next post..



Aug 22, 2010 1:12am

#1163



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



It is by stacking positions into a given golden opportunity.

Last 2 weeks of eur/usd has been fantastic. A rare opportunity that should have been caught by many. There are plenty more coming so please do not worry if you missed it (infact I missed most of last week).

Why did I focus on last 2 weeks on eur/usd? It was golden buddha on the weekly chart. 😊

Nobody mentioned this so Im assuming that most traders are not looking at weekly chart. I spend more time on weekly, daily chart then the smaller ones. Weekly/monthly charts are your total battlefield. Smaller charts are precise locations to deploy your soldiers.



Now if price moved 550+ pips for you and a trader captures 190+ and basks in the glory unfortunately they are on the losing team in the long run.

How many 550+ for 2 weeks movement do we experience in eur/usd? Not often...

A trader enters with 20 pip stop loss and 180 take win. He is thrilled that he got it cause its 1:9. Shame, thats not what risk:reward is there for.

I assure you, if this same trader does the same thing everyday, everyweek, he will notice one very important fact.

1:9 is very hard to achieve.

Lets stop here and analysis 1:9.

Market is neutral and universal. It would be safe to 'assume' that a trade with 1:9 has approximately 10% chance to achieve its final reward. All numbers are related and correlated with universal happenings and items. However in the markets, numbers (expectations in %) are slightly bent out of reality. If you have 1:9 trades you will find after few months of trades that your successful positions are not 10% of all your trades taken. This is because of the random fluctuation of the market.

Thats why alot of traders say trading is a zero sums game and it is very true.

However, you can play this dirty game against the market itself. If market is going to play tricks on you then you can use the very same principal against the market.

When market wants to take your money. Let him. Let him take 1 lot.

But when market needs to payout, make sure you always take more than he took from you.

Its a give and take game but when he takes you only give 1. When you take you take infinity. Thats when your making money from the markets.

Range is when market is taking money off traders.

Trend is when market is paying out.

1. Your entries must be tight
2. Never overexpose
3. Always be willing to give some to the market

2 traders looking for the flying buddha pin bar. Trader A has fixed stop loss and take profit. Trader B looks at stacking and keeping his losses minimum.

Trader A & B both suffered -100 pips over the last week.

Finally a good flying buddhas comes along.



Trader A takes 150 pips and is very happy that he has covered -100 pips of last week and made net profit of 50 pips. He moves onto next opportunity.

Trader B adds 2 more positions after the initial and his average pip per position is 100, total 300. Trader B closes 3 positions and banks net 200. 4 times more than trader A.

The risk? It was the same for both traders.

Trader A risking with stop loss for 1 position.

Trader B risking positions @ breakevens and 1 position with stop loss.

Same risk for 2 different rewards.



Aug 22, 2010 1:23am

#1164



pipEASY

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So what happened last week?

Two weeks ago we noticed the flying buddha on eur/usd weekly chart. He noticed it first and text me.

Joe made a whole bundle for the last 2 weeks +1000 pips at least. All his positions closed.

Myself?

Last 2 weeks on eur/usd

I have 112 pips of total loss and 5 positions still open.

Average pip per position: 200 pips

Current unrealized: 1000+ pips

Total realized loss: 112 pips

Total realized profit: 0

Joe is winning for now but if the current downtrend continues for few more hundred pips I would double his golden opportunity by doing nothing.

I will gladly pay 112 pips everyday, everyweek for something similar.

Sincerely,

Graeme



Aug 22, 2010 1:57am

#1165



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Member Since Dec 2009

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Graeme what entry methods do you use?

I use the very same entry methods that I use on lower timeframe in the higher timeframe.

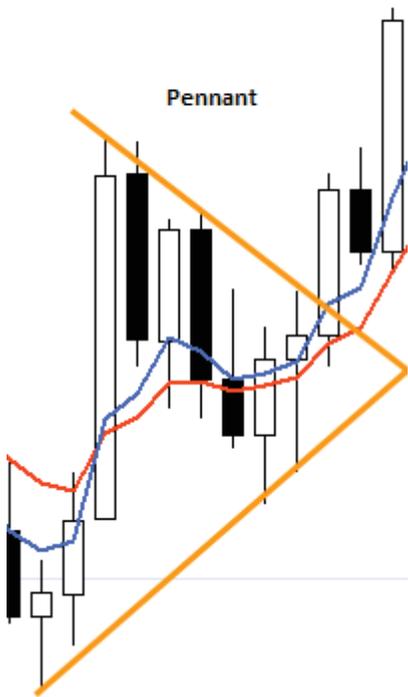
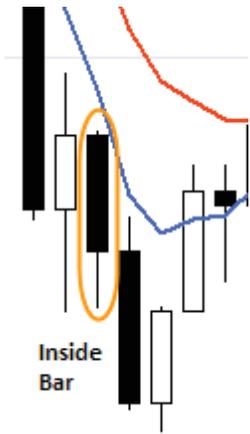
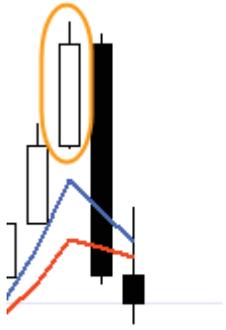
Alot of pros recommend traders to use higher timeframe first and then move onto lower timeframe.

I recommend the opposite.

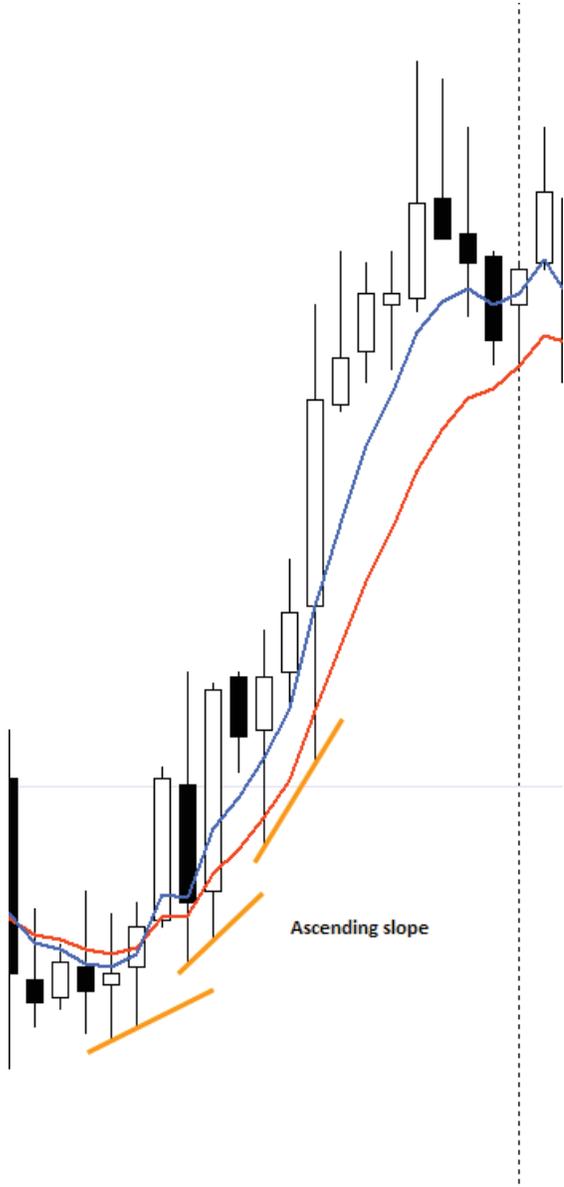
I believe that all traders have alot of unnecessary fear. To overcome this fear I believe all starting traders need to experience some pain purposefully. Pain on the shorter timeframe equates to smaller losses. Pain on the higher timeframe is big drawdowns.

1. Low risk setups; flying buddhas, inside bars, pennants.

Flying Buddha

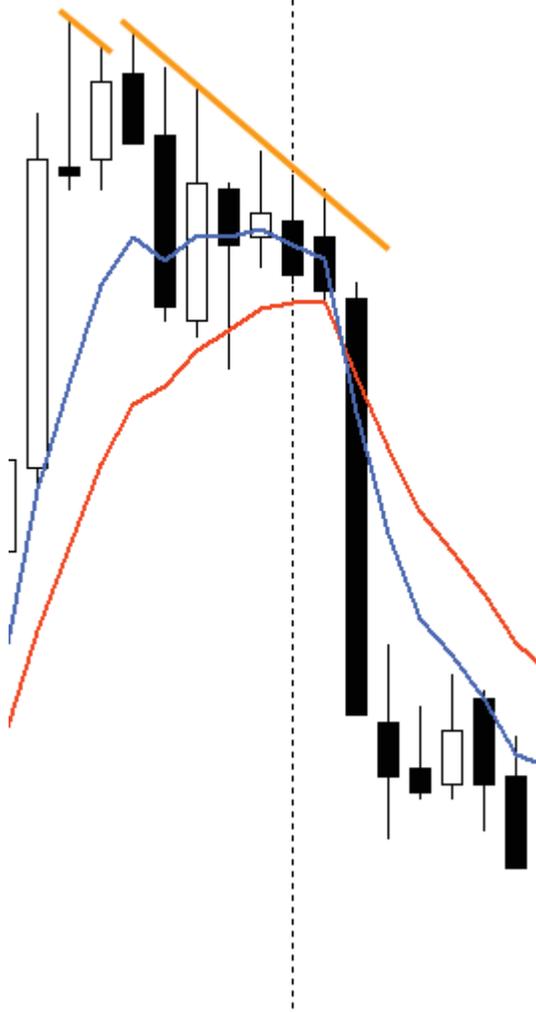


2. Price action; wick interpretation, price pattern



Ascending slope

Descending Slope



Aug 22, 2010 1:58am

#1166



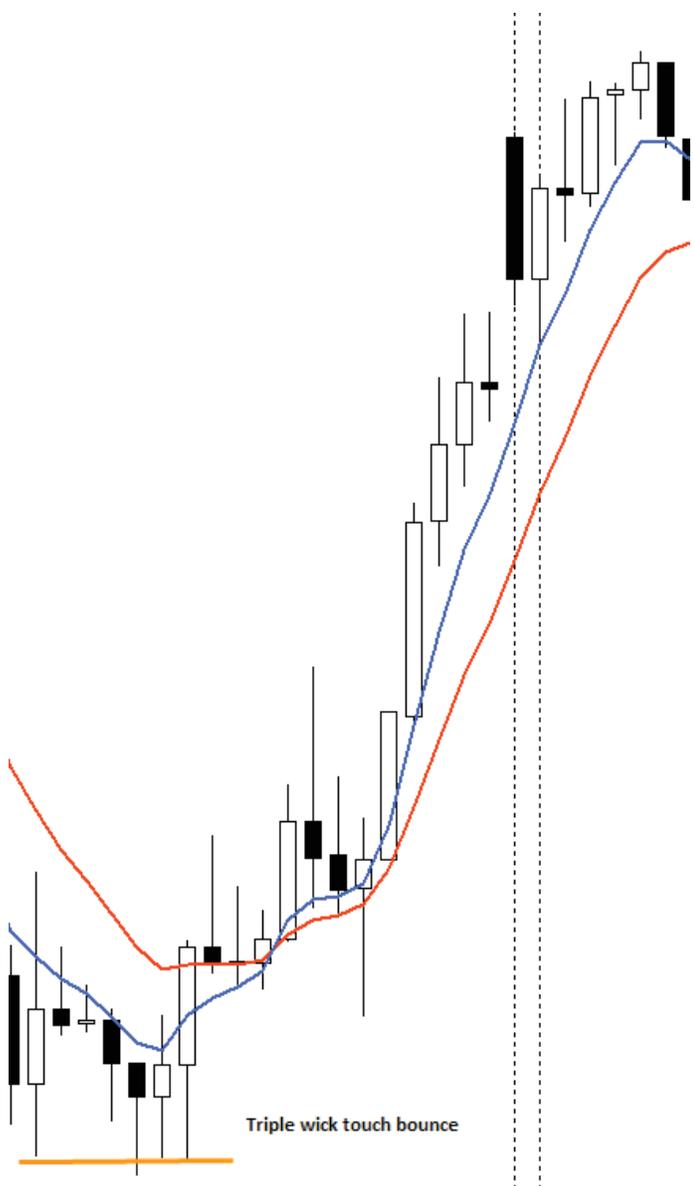
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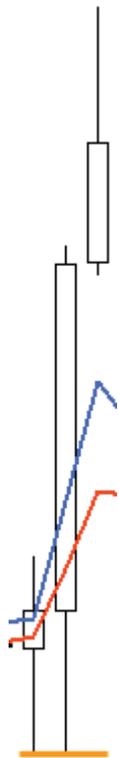
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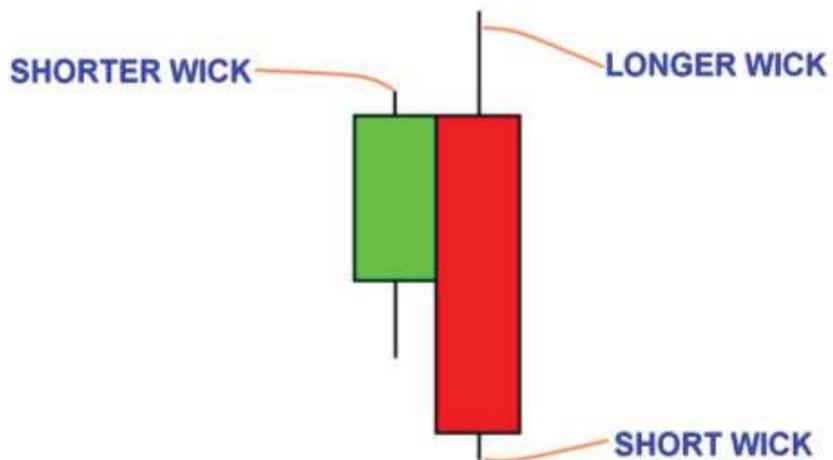


Double wick bounce

Price pattern at .00, outer limits of bollinger band, 50% fib of major weekly/daily trend

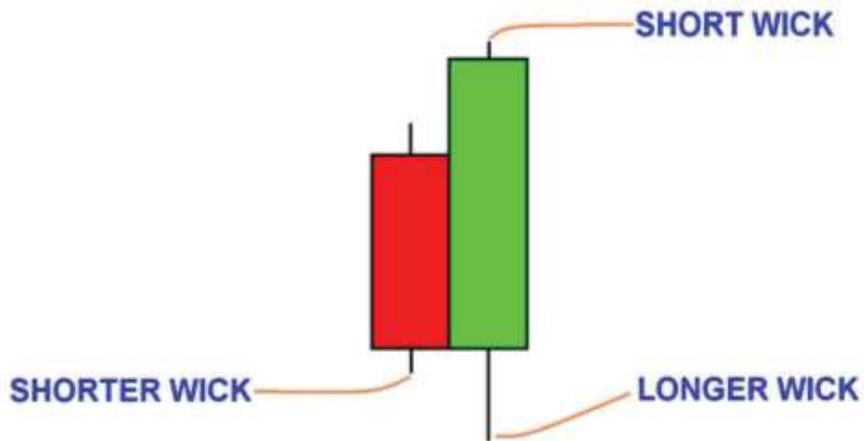
For Short

SHORT ENGULFING PATTERN



For Long

LONG ENGULFING PATTERN



Aug 22, 2010 2:13am

#1167



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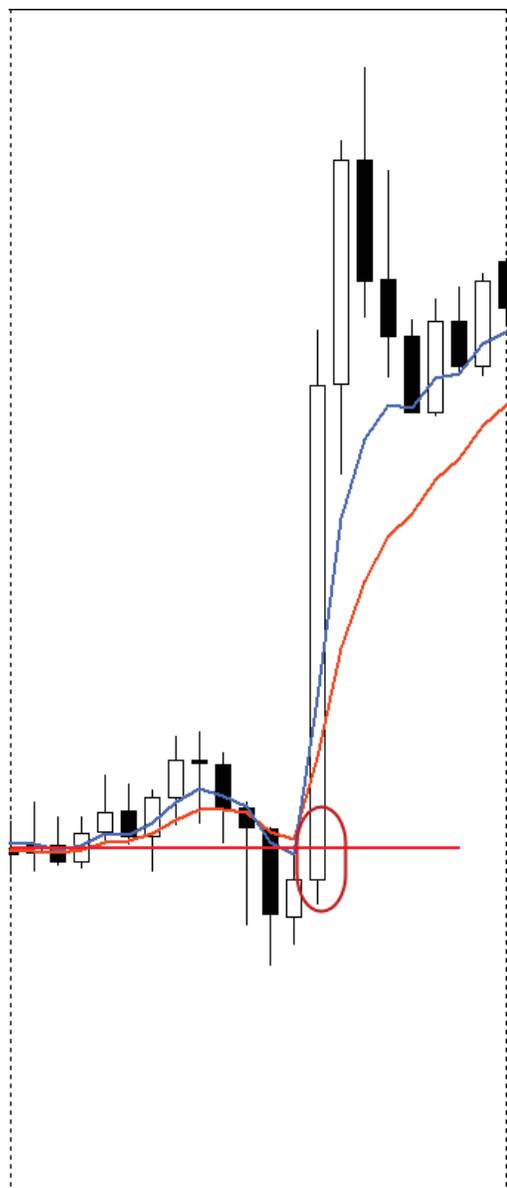
[10+V](#) [566 Posts](#)



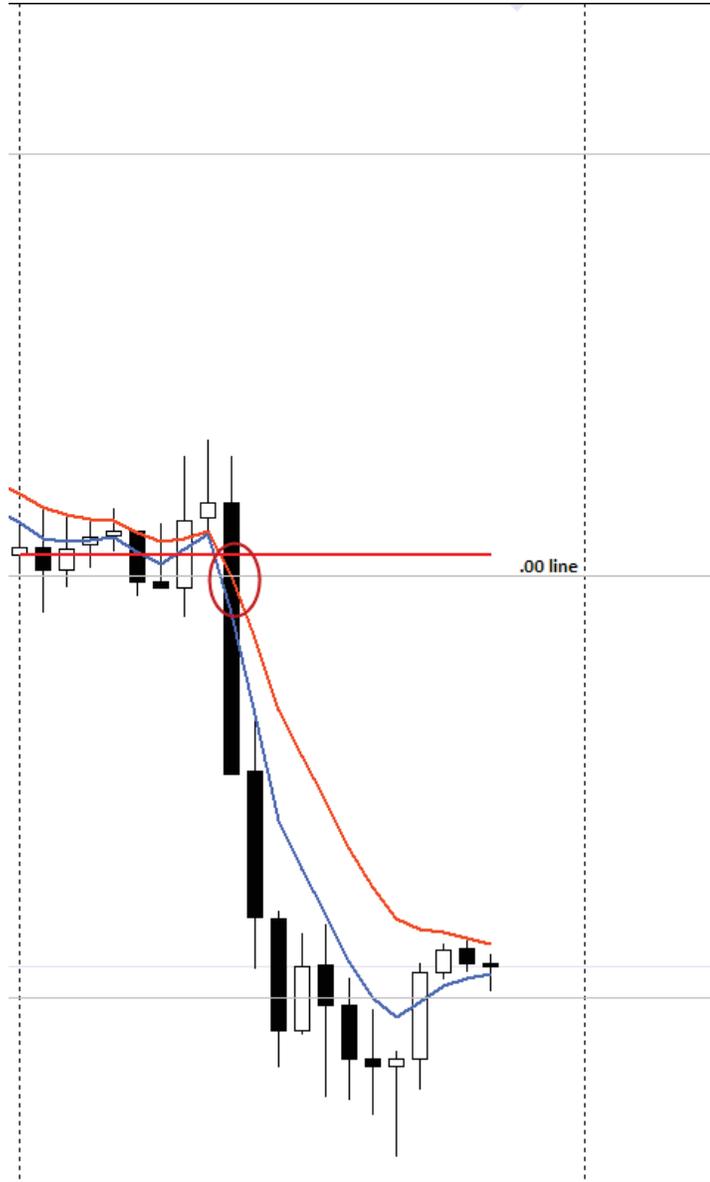
3. I look for volatility breakouts all the time.

- a. Open price of the day
- b. .00 and .50
- c. Continuation breakout

Open price volatility breakout



.00 breakout



Continuation breakout



Best advice I can give the starting trader is to experience a few dozen small losses on shorter timeframe and once you taste the success you will know that small losses/drawdowns are inevitable and necessary for the bigger cause. Once you can really get your emotion under control then you would move to higher timeframe with bigger losses and drawdowns but doesn't affect you mentally.

Sincerely,

Graeme



Aug 22, 2010 2:31am

#1168



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Today I would like to show you another way to manage your positions on the lower timeframe.

I have used this method for some time and works well.

It helps with emotional control + managing stacks of positions + allows to keep larger leg for bigger growth

Does your positions on lower timeframe die when it could have been a golden win?

Does this look familiar?

Aug 22, 2010 2:34am

#1169



pipEASY

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Member Since Dec 2009

10+ w 566 Posts



Another common scenario. Agree?



Aug 22, 2010 2:44am

#1171



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Watch carefully please.

Did you know stop losses can also be a benefit?

So you banked +24 pips from position B. **This is where I use this 24 pips to my advantage and add it into position A as the stop loss.** If the stop loss is hit then 1 position is lost for 2 positions. If price doesnt hit the stop loss you have captured position B for 24 pips + gave position A the chance to run homerun. Can you see this??



Aug 22, 2010 2:50am

#1172



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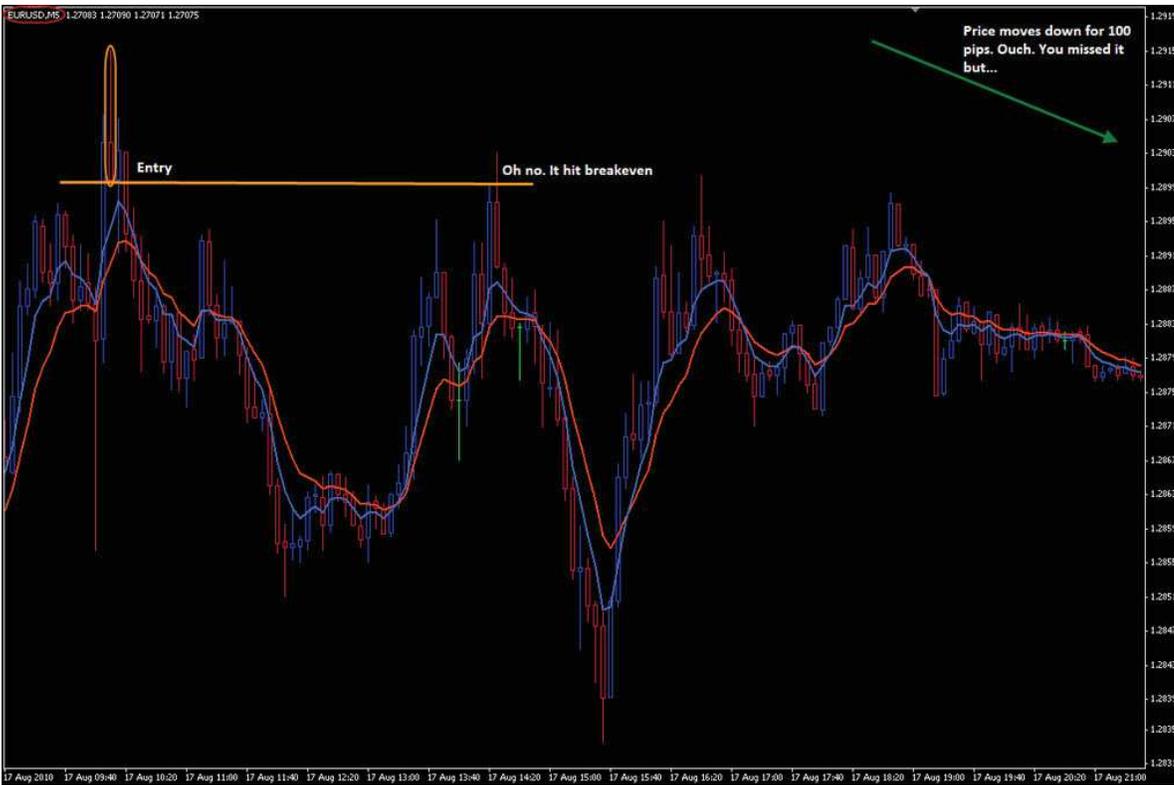
[10+V](#) [566 Posts](#)



And this method is bendable to anyway you like.

You can focus on your initial position and once price is far away you can start it again and again. It is repeatable. Risk:Reward is always on your side as you are risking 1 position for the profit of 2 positions. The more you add into it, you still only risk 1 position but now profiting from more than 2 positions.

Another common scenario. Agree?



Aug 22, 2010 2:55am

#1173



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Member Since Dec 2009

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Aug 22, 2010 3:02am

#1174



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Member Since Dec 2009

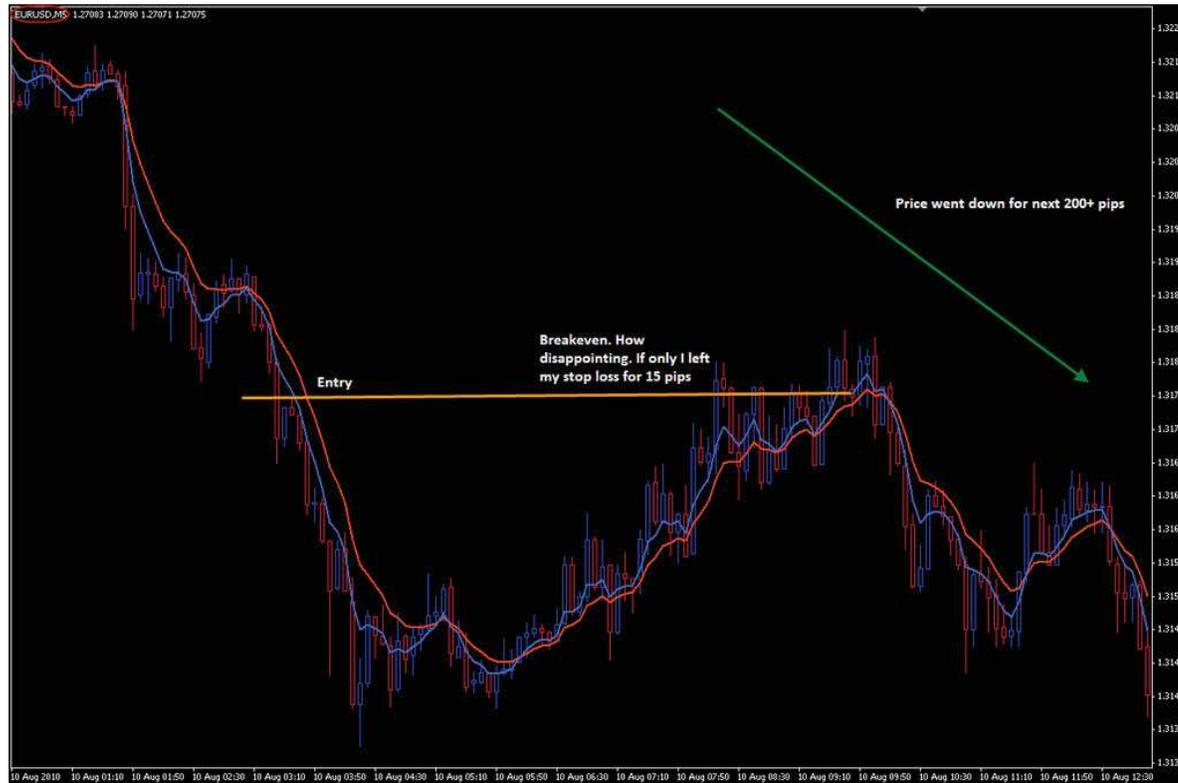
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You would be amazed how a small 10 pip help from your subsequent position could have helped. Not all the times but enough times.

The risk:reward is always in your favour and you are capturing all the small positions if the focus position survives. Even if the focused position dies you will lose nothing or 1 position.

Hope this position management helps.



Aug 22, 2010 3:49am

#1177



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Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **Bakuli** [▶](#)

Thanks Graeme for showing another approach to position management. One of the approaches I use, when trading the 5 mins TF, is taking off 50% of my initial position when I reach +20 and then leaving the remaining 50% at -20 sl, which gives that position more breathing space but also a breakeven trade should price reverse on it. The flipside to it is that my position has been "diluted" so any runs captured would also be 50% less. I like the approach you just showed as it adds on to the value of the focus position if it survives. The risk to reward...

My pleasure, Bak

You will find the above position management will help your emotional control as well.

Good evening all

Sincerely,

Graeme



Aug 22, 2010 6:32pm

#1186



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Member Since Dec 2009

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Good morning, all

Thank you for the kind compliments. It makes my efforts worthwhile.

The position management above is used by many. I have used it in the earlier days of trading. The benefit is quiet simple:

1. You are risking much less for greater reward so the r:r is always in your favour
2. If the focus position dies, you lose nothing or 1 position
3. If the focus position lives until you close with profit then you take profit on all the smaller position you added into its stop loss + the profit of the focus
4. It gives the focus position a much greater survivability
5. You can do this any timeframe and you will be capturing short bursts of profit and the short term growth of the focus position
6. It is repeatable in any way you like

Sorry to address all in one single post again

cameron1st - Yes, alot of traders open 2 positions. For the slight increase in risk you would be looking at slight increase in profit. On 5 minute timeframe I recommend just opening 1 position at a time as the random fluctuation of 5 minute timeframe whipsaws alot. On the higher timeframe, opening 2 positions at the same time is more viable. Correct, once the price moves away from the focus position by alot then you would move the stop loss to breakeven which captures the profit of the smaller positions that were helping out.

Bak - thank you, Lee

Ray - Fantastic results. Soon you wont even notice that you were up 1000 pips but now only 250. 1000 pips wont even get you out of bed anymore as you know that the market offers more for the resilient. Keep it up, Ray

George - Correct. Less risk for potential bigger profits. Im sure you have methods that you use to filter any bad trades as entries only from .00 with hard stop loss at 100 will cause a large drawdown. Im just saying this as I have genuine interest in your trading and hope you take no offence. I understand we have work committments however just adding the smallest touch to your current trading will work wonders. May I ask what this small touch could be?

Starvin4pips - Greatly appreciated. Thank you

pip_daddy - Also a warm thank you

flyer415 - Very true. A very small sacrifice that could turn the whole battle into our favour. How many times did we get stopped out by 2 pips for the price to move our way for 200+? Plenty.

Dear all,

You can use the position management much more than the shown.

One of the key notes I would like to address is when you see that focus position is correct and now growing larger. Add positions to double, treble your profit.

When market is in one of those dark moods and ranges. Runaway or be willing to give one position as a maintenance fee.

When market pays out, make sure you always take more than you gave to him.

Just with this mentality, you are already ahead of the rest of the group.

Good day to all

Sincerely,

Graeme



Aug 22, 2010 7:25pm

#1188



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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Quote:

Originally Posted by **leggo** [▶](#)

Morning Graeme,

Can I ask a question? I was wondering if you ever take a small gamble of sorts and try and get right on the tip of a four hr wick? I have shown what I mean in the chart below. It seems to me the best place to go short is as soon as the price hits the previous 4hr candle high. This way you can enter with very small risk and have your trade right on the apex of the retrace. If the price pushes through this resistance and takes you out then it wasn't to be and you can maybe try again if there is a breakout later on? It is something...

Good question Ben

Yes, I will always anticipate what might happen.

I would normally watch price action at such areas. If its a bounce and retrace then I would enter with the flow early and place stop loss above the area. If the area breakout with momentum then I will follow the flow and enter a buy with stop loss below the area.

This also works for yesterdays high/low, daily open, and .00

It happens everywhere.

Edit: Most important thing is never to re-attempt more than 1. We are looking for trades that goes to profit with one attempt. And when the first attempt works out, we would stack until the first loss and then stop. But this is at everyones personal risk tolerance.

Sincerely,

Graeme



Aug 22, 2010 9:03pm

#1190



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Member Since Dec 2009

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Quote:

Originally Posted by **fguru** >

Hi Graeme,

I want to thank you very much for this wonderful thread and your great support.

*I see a Flying Buddha on USD/CAD H4 time frame. Checking lower time frames like M30 I see there could probably be a breakout at 1.0470. Do you think this is worth watching?
Your comment would be very much appreciated.*

Good morning, fguru

Flying buddhas are always worth watching.

Consider the tip of the upper wick of the flying buddhas a strong resistance. If price closes above it then it failed. If price closes below the flying buddha then the chances are on your side.

We can only participate with low risk and see how it plays out.

If it doesnt work out, we lose 1 position

If it does work out, we stack positions until the opportunity is over which could be few hours later, few days later, or weeks.

We will never know by sitting on the sideline and just speculating. We have to participate at low risk entry.

Your profit/growth starts from your participation.

You have clearly marked s/r on 1hr/30min. The key to successful breakouts is in the volatility.

"we are interested in breakouts that never retrace back to its entry"

Sincerely,

Graeme



Aug 23, 2010 1:02am

#1195



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Quote:

Originally Posted by **leggo** >

Hi Fguru,

I am watching this too, 3 FB's on 4hr and counting. On my feed the last 3 wicks have a nice downward slope as Graeme discussed a few posts back. Could be one to watch.

Thanks,

Ben

Good observation, Fguru and Ben

Notice the slight decrease in slope which is a hint.

Top of the wick of the tallest flying buddha still holding resistance.

I would be very interested to what happens 'after' this range.

Current 4hour candle is below the range, but its important to close below it and not retrace up.

Not a volatile breakout but if you had a position at 50% fib of the tallest flying buddha candle, you are participating well.

See how you are participating on a small risk, approximately less than 20 pips for something that could yield so much more if it happens.

Once the momentum picks up and drives the price further down, zoom in and stack till the opportunity is over. It could end in few hours or few days.

20 pips for the potential of unlimited profit. Perfect risk:reward and definitely worth a position for.

It is also a psychological assurance to see that to break the flying buddha upwards, price needs to pierce 1.05000.

Volatile breakout to the north or the south?

For now, its south. The only thing that worries me is that there are no momentum after the flying buddha. Im interested in volatile movement after a flying buddha. Anything else is a stall.

Willf - I use to use 1,2,3 however noticed that what I do now is very similar to what could be done when using 1,2,3 more or less. If it works for you then please keep to it but remember to stretch out your profits when the opportunity does arise.

swingman - thank you for the continued contribution.

Sincerely,

Graeme



Aug 23, 2010 1:13am

#1196



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Member Since Dec 2009

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At the moment Im focusing on gbp/usd 5min.

Triple wick bounce @ 1.55720

I prefer these type of high probability low risk entries.

My entry is at sell 1.55670 & stop loss is at 1.55760. Just over 10 pips for something spectacular.

Im also interested in adding more positions into eur/usd this week and was anticipating an upward retrace.

Only low risk entry I took notice was few hours ago on 5min chart of a flying buddha @ 1.27210. I entered and stop loss above it @ 1.27260. Risking less than 10 pips for something that would be huge if the price continues the downtrend of the last 2 weeks. If this position is successful then it would be on the upper wick of the down weekly candle at the end of this week.

So at the moment just over 22 pips is on risk at the moment. But can you see that if any hits that would be at least few hundred for me + the opportunity to keep larger legs in my millipede.

All the above is slightly different to what I mainly do in position building but Im participating into this thread and doing what all traders should be doing for now. Which is low risk entries for infinity yield.

For now, Im prodding here and there

Sincerely,

Graeme



Aug 23, 2010 1:52am

#1197



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Just an update:

gbp/usd 5min is now well into my intended direction. Stop loss moved to BE and another position added into 1.55600. Good compelling momentum at the moment.

eur/usd 5min is now well into my intended direction. Price now dropping back to open price of the day. Another position at 1.27100 and initial position also moved to breakeven. Good momentum pierced daily open line.

Can traders see what Im doing?

Sincerely,

Graeme



Aug 23, 2010 1:59am

#1199



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Member Since Dec 2009

10+V 566 Posts



The more price moves towards the intended direction the bigger my potential profit but the **same small risk.**

I can do this everyday, everyweek.

If price reverts back to its entry I lose nothing.

Will I feel disappointed? Absolutely not. Do I feel excited? Absolutely not

Why?

Cause I know **inevitably** market will take notice of my efforts and give me a great golden opportunity where price does move few hundred pips easily.

Does all traders know the secret to ema??

Price always comes back to ema.... whether it is 5ema or 200ema.

Im sure many traders know this little trick but do they implement it?

Unfortunately not

Traders are looking for crossovers for entries, meanwhile I look for direction.

Sincerely,

Graeme



Aug 23, 2010 2:01am

#1201



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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Quote:

Originally Posted by **geoffrod** [▶](#)
hi graeme/leggo

i have been watching this one for a little while myself, waiting for it to show its hand.

either way i will be going with the flow

*cheers
geoff*

Very nice 1ema line chart.

Yes, I use 1ema line charts all the time.

It gives very accurate market sentiments.

Sincerely,

Graeme



Aug 23, 2010 2:18am

#1203



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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Update:

4 positions closed.

2 at breakeven, 2 @ -6, -8 pips.

I paid 14 pips for the chance of so much more with 4 positions. I will do this over and over again. Average loss per position is just about 4 pips.

Wouldnt you pay 4 pips for every good setup?

There should be no hesitation in your answer. It is a definitive yes.

Eurusd had a perfect pin bar which was also a flying buddha 20 minutes ago on 5min chart indicating up.

For the traders who missed the opportunity I took but took the opportunity that was just now on eur/usd, you will be already 20 pips up and stacking.

See how all traders are different. I miss what someone else takes and I take what someone else misses. At the end of the day we still meet at the final door of profits.

Sincerely,

Graeme



Aug 23, 2010 2:50am

#1206



pipEASY

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Member Since Dec 2009

10+yr 566 Posts



Quote:

Originally Posted by **leggo** >

Hi Graeme,

So what your saying is the further the flying buddah is away from the ema the better because by the time the price gets back to the ema(which it always does) you are in profit??

Regards

Ben

Good question, Ben

Not better or worse per se. However, I prefer the actual flying buddha to have a smaller range from top of the upper wick to the very bottom of the lower wick.

Why?

This would be a tighter entry with smaller hard stop loss

I remember a perfect inside bar which was 14 pips on 1hr chart in total range which worked out to a 200+ pip movement after.

I do not overlook larger flying buddhas/inside bars/pin bars however, I would prefer tighter entry and usually wait for the price to slightly retrace for my entry to have a tighter entry.

This is what I mean by tighter entry.

Sincerely,

Graeme



Aug 23, 2010 3:46am

#1208



Quote:

Originally Posted by **paul1** >

Hello, everyone.

Pipeasy, Thankyou from me and my family.

I'am 44yrs old with a wife and 3 children.

My business in consruction collapsed in 2008 due to recession.

I've always had an interest in money markets but didnt think it was possible for someone like me to participate.

And also while my construction business was alive I would never have got the time to devote to deep study of this business.

I would love to find success in this, because I

would be doing something I love and find very satisfying.

Over a period of six months I've been demo trading...

Good evening, Paul1

Thank you for sharing your experience with us. I read your post twice before typing this reply.

Im sorry to hear your loss. I sincerely hope that you find the success you seek in the markets.

I too experienced a failure in a business venture fortunately early in my life. However, it is this failure that has kept my spirit stronger and my motivation greater.

Also would like to say thank you to miracle16 for his compliment and all others for their kind and loving support.

I sincerely hope that all traders do achieve what they are looking for in the markets. We do not need to be anti-competitive in the markets as there is no need to. There is abundance of wealth to be made for the willing that is almost everlasting and without limits.

It wouldnt be a bluff to say that anyone with a sensible approach will/can efficiently create an extraordinary source of wealth from the markets.

Once again thank you all.

Sincerely,

Graeme



Aug 23, 2010 6:08am

#1211



Quote:

Originally Posted by **paul1** >

Entry eur/usd 1.2710 now at be.(short)

previous attempt stopped out at b.e.

I would previously took profits on these 2 on first sign of reverse.

But am sticking to your method of getting to be even.

Perfect.

You took the entry on flying buddha which was a breakout to below. I missed the flying buddha you took.

I have 2 positions from 1.27262 from 5min chart. Entered with hard stop loss @ 1.27320, risking 8 pip each position. Both positions @ +30 pips each. The area had 4 long wicks and I was prepared to anticipate another wick bounce. If not, I lose very small for something great once again.

I took 2 positions @ 133.120 on gbp/jpy 5min chart. Hard stop loss just above flying buddha @ 133.36. Risking 28 pips each position. Flying buddha also near high of today's. Current price at 132.630 making both positions @ +47 pips each.

With jpy crosses you need to be extra careful and tighter entries when possible.

Tighter entries are simply smaller tighter hard stop losses.

You can be slightly aggressive and enter immediately after a flying buddha or be conservative and wait for the next candle to retrace a little making your hard stop loss smaller.

While I took gbp/jpy, I flicked chart to usd/chf to notice a row of 3 flying buddhas on the 5min chart. Each flying buddhas had long lower wick which hints a struggle of sellers to push it down. 1.03055 was my entry with 3 buy positions and hard stop loss at 1.02980, risking 9 pips per position. Currently price is at 1.03420, +37 pips per position.

Can everyone see what I do?

I normally won't trade this many entries on 5min charts as I use higher timeframe as I aim for bigger goals. I'm doing this for the benefit of all readers.

But what I do on lower timeframe is exactly the same as higher timeframe. The reason why I suggest all traders to start on 5min chart is that your drawdowns are only few pips. Once you emotionally get over the fact that small losses are part of winning then you can apply this mentality on higher timeframe with the same principal but obviously with bigger losses/drawdowns but much bigger profits.

Everything I do on 5min chart is done on 4hr, daily, weekly.

I took 11 entries today at the higher probability setups.

2 breakevens, 2 losses totalling -14pips.

7 positions roughly +260 pips and counting. All 7 positions stop loss are moved to breakeven.

If I close out now my risk:reward for today is 1:18. See how I calculate my risk:reward at end of the day and not pre-defined when I enter?

But I do not necessarily want 1:18. I know the market is offering more if I persist even further.

Are you doing similar to what I'm doing?

Sincerely,

Graeme





pipEASY

crede quod habes, et habes

Member Since Dec 2009

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Quote:

Originally Posted by **paul1** 
put order to stack 2 at 1.2680 (short if it gets there)

Paul1

Your doing well. May I suggest that you shouldnt forecast in terms of price.

Please do not condition your trading habits to tell you that you should enter @ 1.2680 if price gets there. Market will disappoint you more than you prefer.

The required mentality is that you should be entering buy/sell at what is happening at the moment.

Sincerely,

Graeme



Aug 23, 2010 6:24am

#1213



pipEASY

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Member Since Dec 2009

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update:

eur/usd closed below 1.27000 after a longish looking flying buddha. Double wick bounce. Buyers cannot seem to control the sellers for now. This is ideal sell opportunity but I would like to see a tighter entry

gbp/aud is a homerun tonight and including myself I missed it sadly. Triple wick bounce just below daily open which was also high of the day. The biggest tell tale sign was at the 2nd 5min candle when uk session opened. Dark, bold and commanding. Very easy pair that should have been taken advantage of with many oportunities for stacks of position with tight entries.

All traders need to keep flicking charts and look for 'better' opportunities.

Sincerely,

Graeme



Aug 23, 2010 6:27am

#1215



pipEASY

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Member Since Dec 2009

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update:

eur/usd 5min chart. Long bold up candle completely engulfing previous 2 small down candles. Everyone

should wait and see how far the buyers can push this up. Higher than the bold candle down after flying buddha means buyers are back and pushing price towards open price and even higher. If this current 5min candle stops around 50% of the bold down candle and then stall, that is a sell opportunity.

Sincerely,

Graeme



Aug 23, 2010 6:29am

#1216



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by [paul1](#) 
*thank you graeme i just have 1.2680 as the break below what i see as current range and 1.2730 as break above range.
is it ok to have orders at these prices?*

Good question,

Orders are fine however on smaller timeframes all decisions should be up to date and live on the fly.

I interpret price action just before my entries on 5min chart and use orders on higher timeframes.

However, if it works for you please persevere and enhance your current working method even further.

Sincerely,

Graeme



Aug 23, 2010 6:32am

#1217



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by [pipEASY](#) 
update:

eur/usd 5min chart. Long bold up candle completely engulfing previous 2 small down candles. Everyone should wait and see how far the buyers can push this up. Higher than the bold candle down after flying buddha means buyers are back and pushing price towards open price and even higher. If this current 5min chart stops around 50% of the bold down candle and then stall, that is a sell opportunity.

Sincerely,

Graeme

And boom. Volatile breakout.

if you had orders that were triggered before the current huge 5minute up candle then you have a significant loss that could have been avoided.

May I suggest that **average loss per position on 5minute chart** should not exceed 10-12 pips. This is your responsibility.

Sincerely,

Graeme



Aug 23, 2010 6:38am

#1218



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Am I contributing too much into this thread?

Sometimes less is more and I feel that I have lost few readers.

Does anyone have any questions for me?



Aug 23, 2010 6:54am

#1222



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **leggo**

Hi Graeme,

From my point of view you cannot contribute enough! Every day is like been back at school. I have had a frustrating day today. I seem to be moving my stop to b.e. to soon and then get taken out.

Do you have any advice on when would be a good time to move stop to b.e. on 5 min chart.

Regards,

Ben

Good question, Ben

Im prepared to lose few pips and move stop loss when the trade is away from danger.

If price reverts as soon as I enter then I will wait for the close of the 5min candle and then close it out.

The price should never revert back to your entry and then close above if your sell position/below it if your buy position.

That is sign to close with loss.

Until the above happens I will leave the entry with no stop loss for until the move develops.

Some days are great and some days are slow. Please do not be disheartened. I know you are a bigger person and you will make it.

Sincerely,

Graeme



Aug 23, 2010 6:58am

#1223



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+V](#) [566 Posts](#)



Quote:

Originally Posted by [paul1](#)

Up to now just been ranging on eur/usd. Don't mind the b.e. stuff.

I'll try get buy an sell to break even at best price i can if thats acceptable.

Paul1,

Please have a look at last week on eur/usd. Mon, Tues was great upward movement followed by a stall and crash south causing the completion of weekly candle as a down candle. Thurs and Fri who have made more profit then what you would have lost on mon, tues.

1.27128 is triple wick bounce on eur/usd 5min. Im expecting a flying buddha very soon and I will enter will flow.

Sincerely,

Graeme



Aug 23, 2010 7:10am

#1226



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Thank you Ben and Lee

I thought maybe it was too much and more confusing than adding clarity.

I just added a sell position after the breakout down on eur/usd 1.27056 on 5min.

Triple wick bounce with breakout to south with momentum. I could have done a better entry and anticipated the wick bounce and entered closer to the top of the wick for tighter entry.

I will close this position if price comes up and closes above it.

I will think of a better and faster way to relay my thoughts to all readers who might be interested.

Sincerely,

Graeme



Aug 23, 2010 7:26am

#1230



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



update

im out on eur/usd for -3 pips.

Price closed above my sell entry. That is a fail.

When I enter I expect momentum to the intended direction.

This places me 3 losses with total of -17 pips on eur/usd.

Graeme



Aug 23, 2010 7:30am

#1231



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Thank you for the compliments.

While we were debating on eur/usd, eur/jpy had a clear flying buddha breakout which we missed.

eur/usd is over for me for today. I will hold onto 2 positions at 1.27262 and move on.

I will flick around now and enter on other pairs live for all

Sincerely,

Graeme



Aug 23, 2010 7:43am

#1234



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



I like aud/chf at the moment.

If price closes below 0.92666 I will enter sell

Looks like the flying buddha that played out few bars ago is still in effect.

Im entering 2 sell positions on 1.41811 of eur/aud, hard stop loss @ 1.41920.

Graeme



Aug 23, 2010 7:51am

#1235



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by [geoffrod](#)

*hey graeme,
not all of us missed this*

*i added 3 positions to my e/j millipede,
i also added legs to my u/j as well*

Excellent.

See you at the final door of profits

Graeme



Aug 23, 2010 8:20am

#1241



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by [leggo](#)

Im short on eur/chf after flying buddah and 3 wick bounce on 5min

Good. Im in now with 1.31680 with hard stop loss above the wicks. Hard stop loss at 1.31770.



Aug 23, 2010 8:21am

#1242



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by [pipEASY](#)

Good. Im in now with 1.31680 with hard stop loss above the wicks. Hard stop loss at 1.31770.

Volatile breakout and we are on the wrong side. OUT



Aug 23, 2010 8:26am

#1244



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Keep moving guys.

Keep calling entries. I will try enter with everyone on all calls



Aug 23, 2010 8:29am

#1245



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Im in gbp/chf buy 1.61110

eur/jpy sell 108.225



Aug 23, 2010 8:50am

#1249



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **leggo** 
OUT -6 pips. Starting to make sloppy entries now just for the sake of it!! Going to bed good luck everyone.
Regards,
Ben

Ben

chf/jpy buy position is correct

Double wick bounce, flying buddha and up candle engulfing previous downcandle.

This is a good trade, Ben.

I know you are not upset but you are doing everything correct and taking best setups.

Im in this one too with you.

If this good setup doesnt work out I will call it a day as well.

Graeme



Aug 23, 2010 8:52am

#1250



pipEASY

crede quod habes, et habes

Member Since Dec 2009

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Quote:

Originally Posted by [@mel](#) 
Hi Graeme,

May I ask if you enter the eur/jpy based on a FB? Because I don't have a FB around 108.225 on my chart. Maybe this is because we are using a different broker with different time zones...?

*Thanks
Mel*

Hi Mel

I took it after the previous buddha and then a engulfing pattern after the up candle.

That position just died on BE. I was hoping the price would pierce S1 but stalled.

Sincerely,

Graeme



Aug 23, 2010 12:12pm

#1258



[pipEASY](#)

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Member Since Dec 2009

 [566 Posts](#)



Good evening, all

I couldnt sleep well knowing that I have unfinished my previous task of today.

I spent a good uk session entering trades live with fellow participants. I felt what they felt and it concerns me to a degree.

It is all part of healthy learning and that is the whole purpose Im dedicating my efforts here.

First I will reply some posts,

miracle16- I will answer your question together in a chart now.

ozziedave- perfect. Wick interpretation is spot on, tight entry with perfect looking flying buddha. This should most likely made you alot of profits

pip_daddy- good question and I will answer in my next chart



Aug 23, 2010 12:23pm

#1260



[pipEASY](#)

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Member Since Dec 2009

 [566 Posts](#)



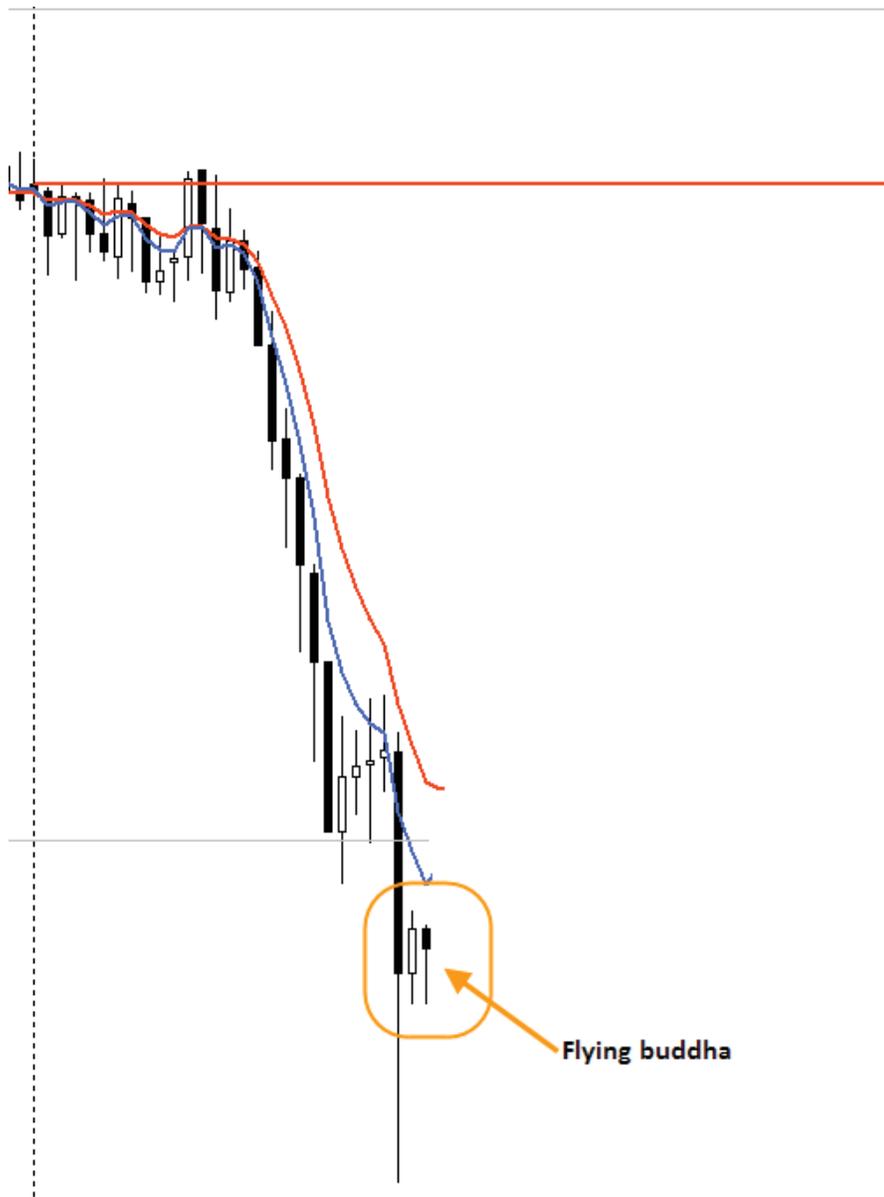
First of all.

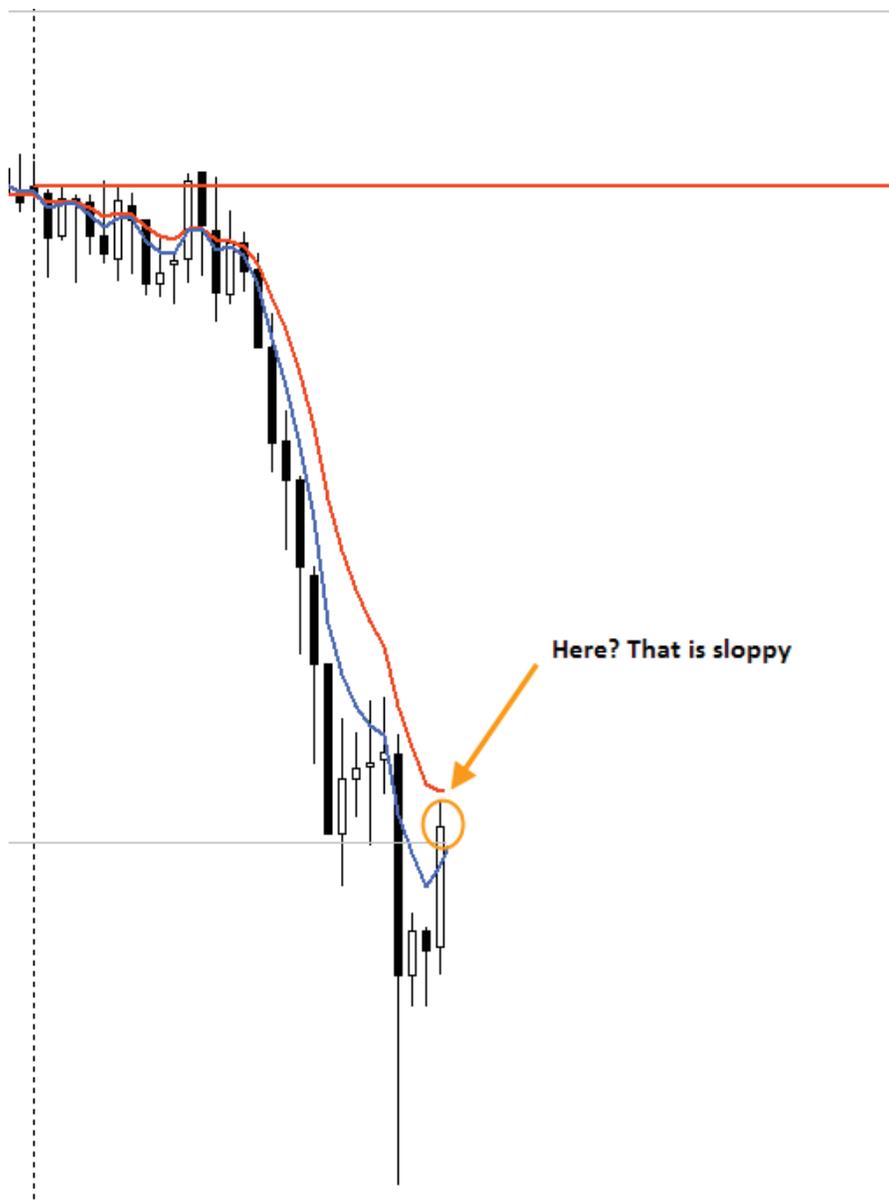
Tight entries.

What is a tight entry?

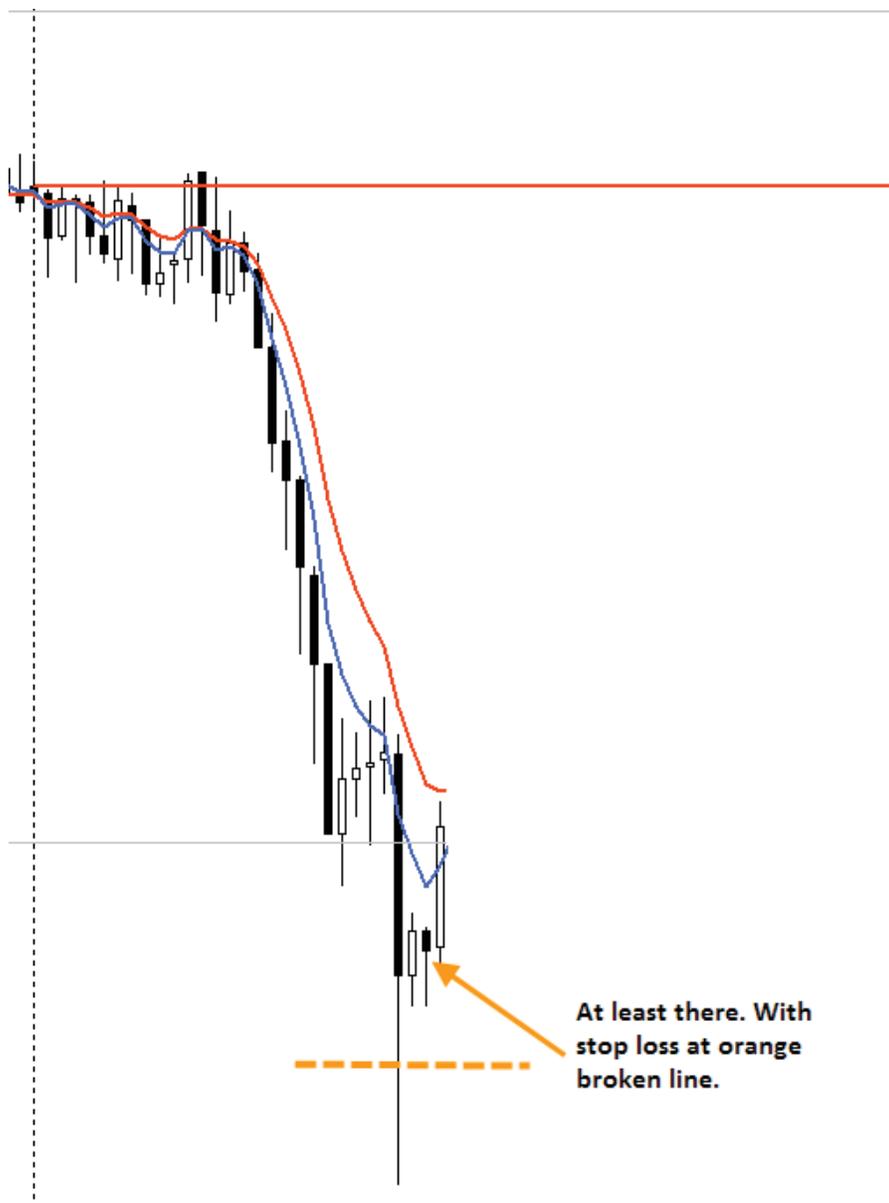
Tight entry is when you spend or anticipate to spend less than the required hard stop loss.

Where would you enter?





Here? That is sloppy



At least there. With stop loss at orange broken line.



Aug 23, 2010 12:34pm

#1262



[pipEASY](#)

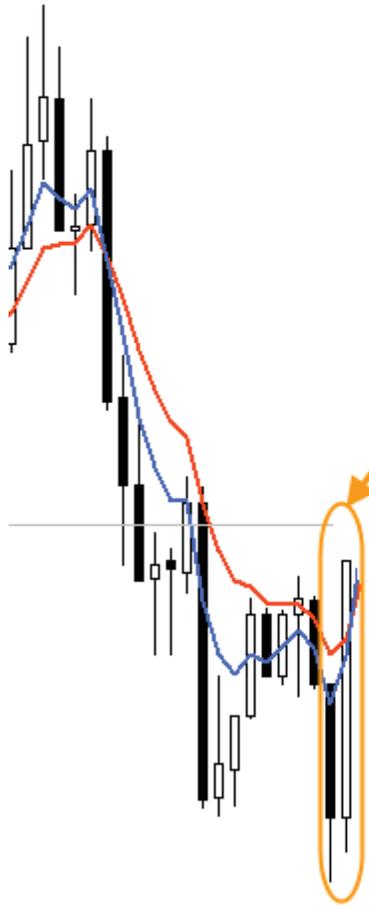
crede quod habes, et habes

Member Since Dec 2009

[10+Y](#) [566 Posts](#)

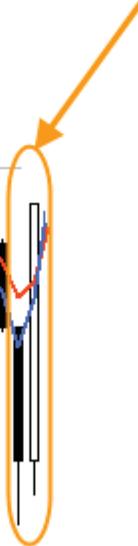


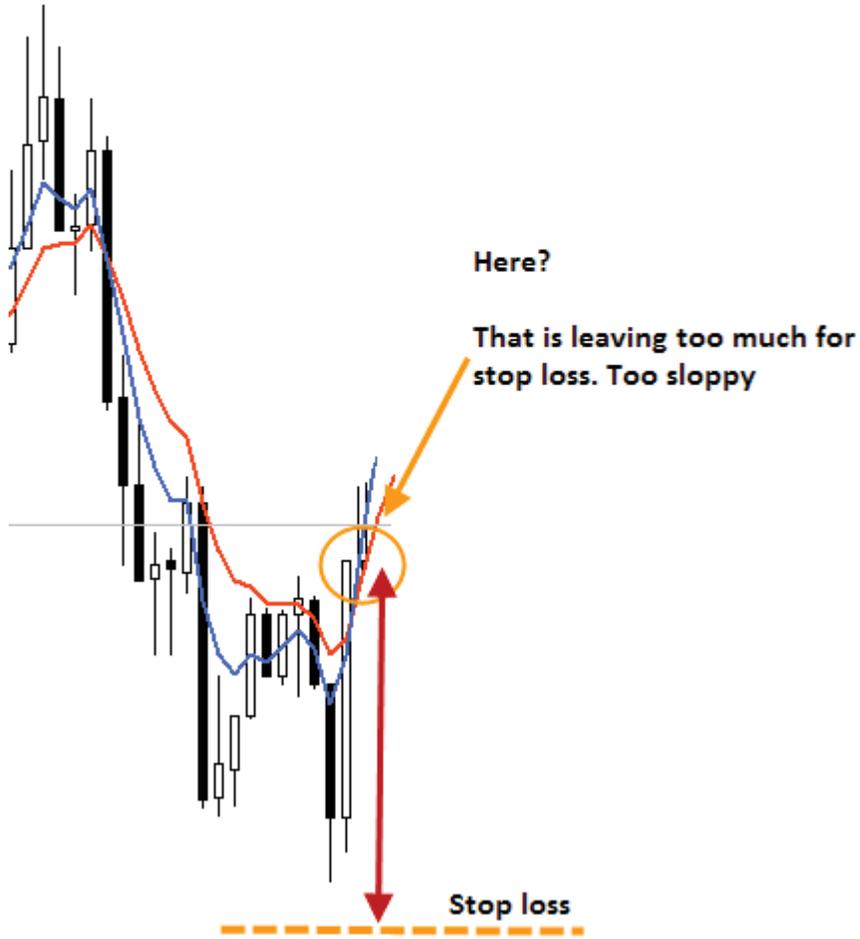
Another example of what you might be currently doing



Long engulf. Strong indication of trend change.

Where will you enter?





Movements like this should be avoided if you missed it. Dont try to enter movement like this after it happened. Its too late and your leaving too much for stop loss.

Watch next charts



Aug 23, 2010 12:46pm

#1263



pipEASY

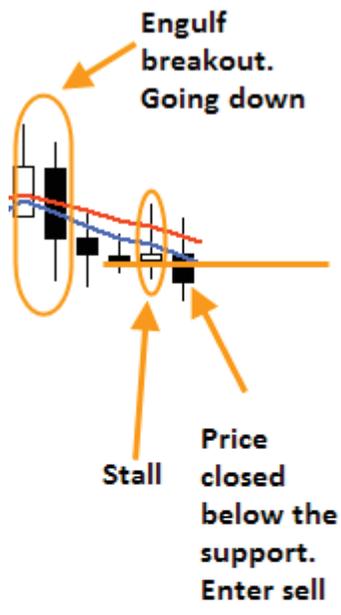
crede quod habes, et habes

Member Since Dec 2009

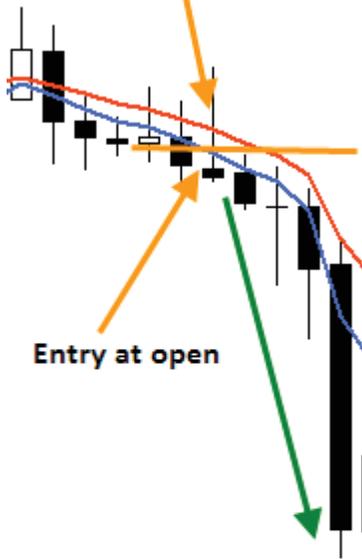
10+
566 Posts



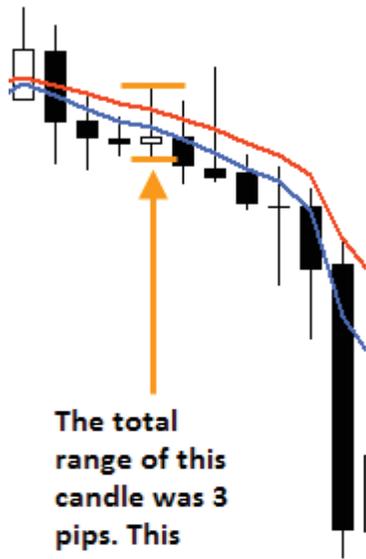
Risking less and less is always better. This is exampe of the best tight entry I have performed.



Long wick but doesn't close above the previous candle high



Total risk was 3 pips



The total range of this candle was 3 pips. This move down started here for 250 pips. Risk:Reward?



Aug 23, 2010 12:55pm

#1264



pipEASY

crede quod habes, et habes

Member Since Dec 2009

[10+V](#) [566 Posts](#)

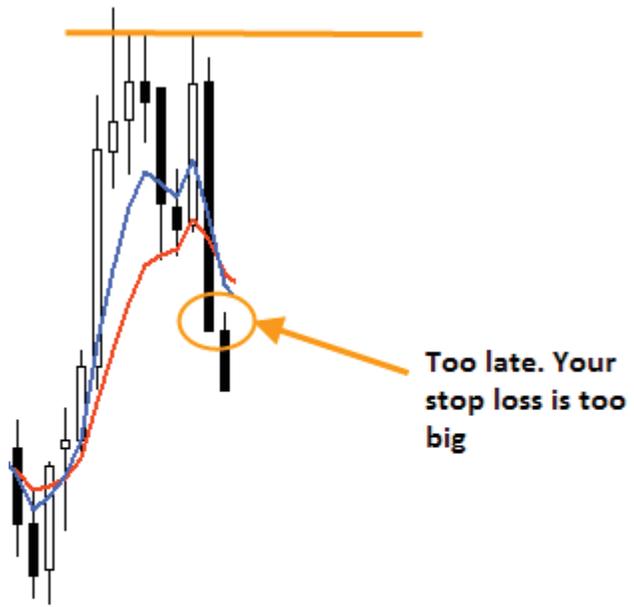


Another one

**Triple wick bounce with
flying buddhas**

Where will you enter???





Too late. Your stop loss is too big



Stop loss

Much tighter stop loss. Risking so much less for more profit

Its here. Why? Cause there are already 3 wick bounce, flying buddhas. You need to anticipate the bounce.

Now compare



Aug 23, 2010 1:07pm

#1266



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Now to answer pip_daddy and for all readers

Can all traders see how I tighten my stop loss?

I do not need to force an entry.

If the big volatile movement happens before I enter: Too late

If the big volatile movement happens after I enter: Just right

Once you completely understand the important of low risk entries, this will answer pip_daddys question quiet easily.

Traders ask me how its possible to keep such low average loss per position?

It is because my realized loss of a position rarely goes over 10 pips on 5 min chart (except jpy cross which I will not go over 25 to 20).

This is possible cause most positions breakeven if they fail because **I enter on higher probability setups.**

Positions that does close as a loss is most often below 10 pips.

Today I took more than 10 entries during uk session however to roughly summarise 10 trades

3 loss, 3 breakevens, 4 still running.

3 loss = 18 pips

3 breakevens = 0 pips

4 sill running = 0 pips (stop loss moved to breakeven)

My average loss per position for 10 trades?

1.8 pips average loss per position.

Potential profit? Soooooooooo much more. This is my risk:reward

Im a statician. I can guarantee that my success is nothing but statistics. All I do is stack favour to my side and make sure all my choices are over 50% probability. I might experience short term drawdowns but numbers do not lie. Sooner or later I will win overall.

Thank you all.

I feel much better and returning to my bed

P.S Fantastic, cameronstar. Keep it up please. Tradestar, good question and I will address it in my next topic which will be using higher timeframe market sentiments into shorter timeframe.

Sincerely,

Graeme



Aug 23, 2010 1:11pm

#1267



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



Quote:

Originally Posted by [paul1](#) 
Are these on 5 minute chart graeme ?

Yes they are zoomed in 5minute chart.

Graeme



Aug 23, 2010 10:00pm

#1302



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

[10+y](#) [566 Posts](#)



Good morning, all

Thank you for the continued interest and the compliments. It is greatly appreciated.

I have read all the posts and I would like to explain few things.

Currently, alot of the traders do not have a personal trading data on themselves yet.

This is very important information that you can reflect back to improve your future trading plan/method

For example:

For the last 2 weeks a trader took 80 entries.

40 losses @ 15 pip each (im being fair with this amount)

30 breakevens

10 still alive

Total realized loss is -600 pips

Average loss per position is 7.5 pips.

That is well below suggested 10-15 pips average loss per position.

You are doing well as a professional trader and keeping your risk to minimum.

-600 pips doesnt look pretty for now but it is only a dip before the volatile breakout on your equity curve.

For the last 2 weeks, alot of the discussion was about entries. More specifically how I do it on the lower timeframe. Hence, I explained mini s/r breakouts, momentum breakout, price action at .00 and so on.

If the last 2 weeks was focusing on lower timeframe entries, allow me to show all traders how to bend with the wind by using hindsight from higher timeframe and zooming in.



Aug 23, 2010 10:16pm

#1303



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Member Since Dec 2009

10+Y 566 Posts



What do you do on the weekend?

I log into my platform and draw up a battleplan for the coming week. Looking for areas of interest before monday. Do you do this?

Alot of traders ask how I can focus on almost 20 pairs. I pre-select my interest on the weekend before monday.

This is a true story that happened only recently. Hope readers gain a new insight.



Now I dont know what can happen after that flying buddha. However I do know that if the price after the flying buddha goes towards the **preferred volatile breakout with change of direction** that is huge potential for profit.



Now use this hindsight gained from weekly chart into lower timeframe



Aug 23, 2010 10:36pm

#1304



pipEASY

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Member Since Dec 2009

10+ [566 Posts](#)

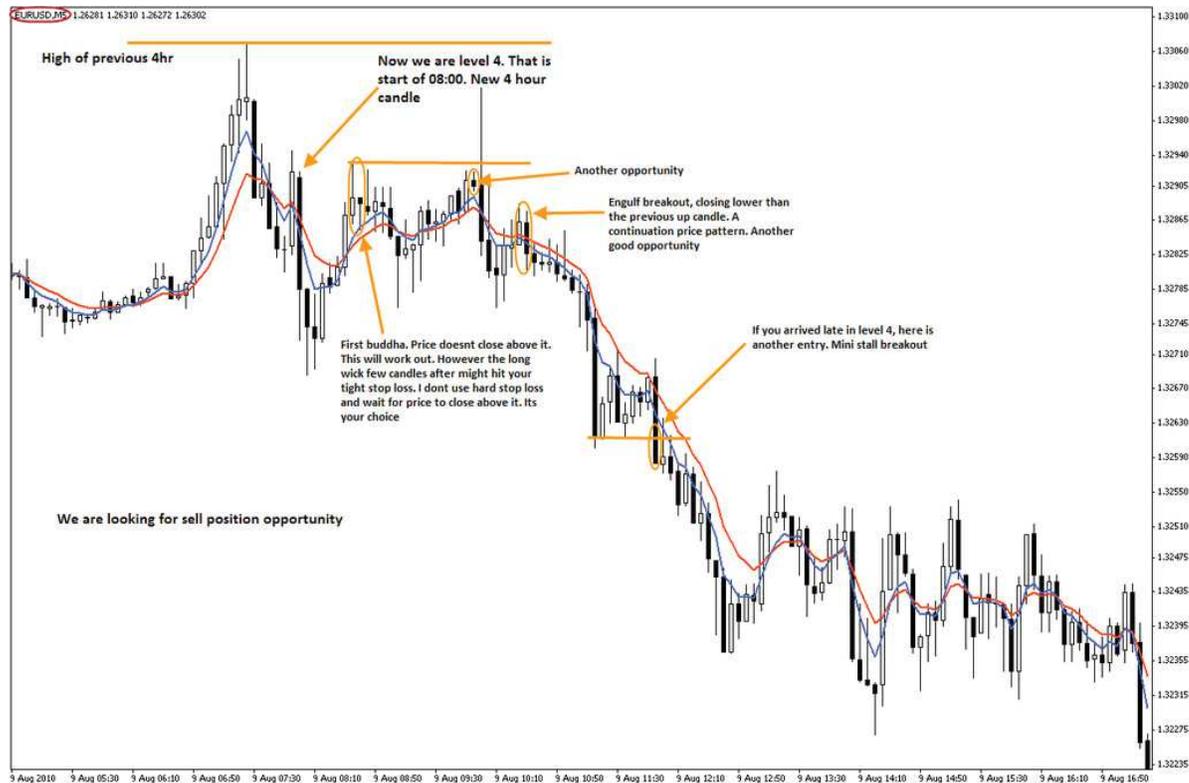




Now I zoom into next level down. Level 1. Has anyone seen the movie inception?



So lets stop here. Weekly candle (level 0) says down. 4hr chart (level 1) price setup also says down. Lets zoom into 5 minute chart (level 4) for a very very hardcore razor sharp entry. 1hr chart would be level 3.



Aug 23, 2010 10:48pm

#1306



pipEASY

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Member Since Dec 2009

10+V 566 Posts



So you gained hindsight from level 0 (weekly chart), entered level 1 (4hr chart) for a setup and then took it one step further and entered level 4 (5min chart).

The more you enter levels the less you are risking for a higher profit but more smaller losses.



You can use inception to any way you like.

You could even gain hindsight from level -1 (monthly chart) and then keep entering/filtering all the way until level 4. Risking less than 10 pips for few thousand pips.

This is level -1. Monthly chart. Very very large battleplan. Its a shame not many traders venture here when the biggest profit is here on the monthly chart.



Can all traders see that the flying buddha 2 weeks ago on level 0 was all part of the plan from level -1????

Must understand this



Aug 23, 2010 10:55pm

#1307



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts

May I request all traders to please re-read the last few charts I have done today.

I believe that is the final link to what most traders are looking for.

If your question is any of these:

1. 5min chart feels so aimless. All I can see is losses and drawdowns.
 - You know that just entries on 5min chart is fruitless without a proper bigger goal/expectations in mind.
2. How do you know when to trade and where to trade
 - Using battle plan on level -1 and level 0 into level 4
3. We can see how you enter but I still dont understand how we can profit in the long run
 - This is because you have no idea what to expect. Last 2 weeks I was hoping/expecting a volatile breakout after the flying buddha on weekly chart (level 0) on eur/usd. Sometimes it doesnt work out but if it does then you hit a very very very large jackpot that will last you more than enough for the next golden opportuntiy. **My reward? +500 pips per position that I currently hold**
4. So why all these entries on lower timeframe

-- Doesn't matter if you can shoot 3 point basketball shots when you can't dribble properly across the field.

I request that all traders use the last few charts to connect everything we have discussed in the last few weeks; entries, breakouts into what I have shown today. All part of the intended flow.

It should click now.

Sincerely,

Graeme



Aug 23, 2010 11:19pm

#1312



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **TradeStar** ↗

Hi Graeme,

Going by your weekly plan last week's EUR/USD candle (I mean a week prior) also would have prompted to us to look for potential break out to the down side with possibly some failed attempts

Is this understanding correct?

Thanks

TS

Thank you for the compliments wooli and great question.

I mentioned once before

"look inside of the inside of the inside"

Always anticipate then minimize your risk on entry and then let it play out.

Draw your battleplan on weekend on level 0 on all 20 pairs of currency marking all the pair that has interest. As the week plays out, zoom in for perfect entries.

Im just stepping out today and will return later on.

I have a final assignment for all the willing participants.

Sincerely,

Graeme



Aug 24, 2010 1:19am

#1318



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Good afternoon all fellow traders

It has been 2months since I have started this thread and I appreciate the support and the care of the fellow traders out there.

I know how frustrating it is with so many information on how to trade but believe me when I say that trading effectively is far simpler than you think.

You will be amazed how complex yet simple our market is.

Some readers only need the small push in the right direction before they pick up momentum while some readers require a bigger re-conditioning of their perspective.

I never imply that my method/ideas are the only correct method however please acknowledge that I once too was sitting where you currently sit and what I do now has proven very successful over and over for myself.

Although I had benefits that Im fortunate enough to have when I started which is not the case to most. However, never let this be held against you as once the ball starts rolling your capital will grow faster than you think.

Currently, Im still working on the written material for all and will keep my promise. I can honestly say that I have contributed far and wide with enough details for any readers to use the pieces and the blueprint I have shown to form their very own juggernaut trading method.

I plan to push everyone who is willing to jump in faith and emerge what they have read and translate it into action in my next assignment. You do not need to participate if you do not want to.

My primary goal in this assignment is to prove that all readers are mostly ready to trade effectively. Im going to push you into depths that you have not experienced and hopefully it will be the first step on each traders personal juggernaut trading method.

All the reference needed to complete this assignment is in this thread and there is no need to ask other participants if your answer is right. There is no right or wrong answer as we will all inevitably meet at the final door of profits.

Continuing on..

Last edited by pipEASY, Aug 24, 2010 3:22am



Aug 24, 2010 2:00am

#1320



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



I have been blessed by many readers to acknowledge my efforts and issue me with vouchers. They are greatly appreciated.

I feel obliged to also reward traders that I feel that are correctly interpreting and participating in the markets.

Plaese note I do not place myself higher authority to be a judge so please dont take it as an offence.

For the willing participants here is my next assignment for all.

We are going to use:

1. Drawing a battleplan on weekend using the recent completion of weekly candle to forecast the next 2 weeks of movement.
2. Inception into lower timeframe and the traders ability to pin-point tight entries.
3. Traders ability to minimize risk and safeguarding their capital
4. Managing the positions to stretch out the profits indefinitely
5. Using various position management tactic to ensure that your battleplan is working out as intended

If all the 5 points are ticked, I will guarantee you a big hefty profit after 2 weeks and my personal vouch for your efforts and positive outcome.

I have created an email address specifically for this project and its at **pipeasy at yahoo.com**

Just like any good assignment I wish to see a properly structured flow of thoughts in the next 2 weeks.

Starting from this weekend:

1. Going through each 20+ pairs of currency and pre-selecting just 1 pair of currency that you deem to have a higher probability of intended movement. It could be a flying buddha, inside bar, engulf, ema crossover, pin bar or any you can think of. I want to see a clear valid reasons why
2. Once the monday opens after the weekend I want to see all traders using the hindsight gained from above point 1 and at least zoom into one level down. Preferably multi level down. I want to clearly see that your entries are respecting the hindsight you have chosen and you are also minimizing risk.
3. I do not want to see overexposure by revenge entries, thoughtless invalid entries or just for the sake entries.
4. I would prefer to see traders zoom in multi levels and finally use pure price action on 5mniute charts with average loss per position not exceeding 15 pips on any pair except jpy cross (for jpy 20-25 pips average loss per position). You can still multi level and draw battleplan from level 0 (weekly) and then price setup on level 1 (4hr) and then execute a precise low risk entry on level 3 (1hr)
5. I want to see effective position management. Profits should be maximised and risk should be minimized
6. I want to see full committment on your pre-selection that you did on 1st weekend until it 'clearly' doesnt work out.
7. If the pre-selected pair of currency does not work out as intended for the next 2 weeks, I want to see traders placing effort in minimizing their drawdowns.
8. I want to see more effective stacking when the movement is working as intended on battleplan from level 0 and when movement doesnt I want to see traders prodding with extra small scouts.
9. I want to see that you clearly understand the difference between guessing and anticipating.
10. All work needs to be submitted with trades taken from your mt4/oanda platform. It can be demo or live and ofcourse you can black out any sensitive personal id number.

Now for the template for you to work on

Continuing on..

Last edited by pipEASY, Aug 24, 2010 9:11am



Aug 24, 2010 2:31am

#1322



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Please present your trading to myself as structured below and email me:

Date: (first weekend)

Pair: (pair of currency you have chosen)

Attach 1 weekly chart showing clearly your interpretation. Trendlines, s/r.. anything

Reason: (reason why you chose the above pair of currency to focus)

Entries: (post the trading sheet from your platform. However, I would like to see at least 3 entries with charts on how you entered)

Last edited by pipEASY, Aug 24, 2010 6:25am



Aug 24, 2010 2:40am

#1323



pipEASY

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Member Since Dec 2009

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I wish to take a step back for the moment from this thread to allow some space for the traders to stand on their own.

It is now time for you to 'just do it'

I **earnestly** look forward to many participants with the new assignment.

If the initial battleplan did not work out as intended after 2 weeks, start again and re-submit your new choice.

I will print everyone's submission for personal reference and will post successful attempts into this thread to show all. (I will blackout any sensitive numbers that you might have forgotten to)

If you have any questions please private message me or email me thank you.

I sincerely hope that this big push will be the start of a successful trading career to the some that I have managed to touch.

Edit: I will submit my battle plan over this weekend into this thread as a guide/reference

Godspeed

Sincerely,

Graeme

Last edited by pipEASY, Aug 24, 2010 3:03am

Aug 24, 2010 7:00pm

#1348



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Good morning, all

Thank you for the enthusiastic response to the assignment. I can assure all participants that you will reach new heights in your trading endeavour and I will push you into depths.

Its amazing to see the progression of questions at the moment. One month ago most of the questions were about entries and now most of the readers are experiencing their first emotional hurdle.

"Temptation to close early"

I have replied the below in a private message to a fellow trader but thought this information could benefit all.

By the way, I have read all the posts since yesterday and once again I thank you all and sincerely look forward to our collaboration.

For the traders who posted their current standing, they look impressive and I urge you on. Well done.

Good morning, (xxx)

Thank you for sharing with me your current experience.

I read your post twice and understand what you are asking.

Here are some straight answers that I hope will help you.

1. Are you surprised at the speed/strength of growing you equity from 5000 to 16000 in a relative short time? Im not as I know how hard and fast your equity grows once you have few positions gripped in the markets.

2. I know the emotional hurdle that is involved with the temptation to close out the larger legs. It was one of my emotional hurdles as well. I strongly recommend that you try and keep the largest legs. Perhaps for your peace of mind you could close just the 2nd largest for now? Sooner or later once you taste success on a live account I assure you that you will need no such assurance from myself and it is you who will be now tempted to hold onto more and more positions for a bigger reward. You will shift views very quickly.

3. Demo is great way to practice. However, I suggest that you move into a live account as soon as possible. The emotional hurdles involved will be a memorable struggle that you will always reflect back on in the years after. I still vividly remember back in the early phase that I spent 2 weeks debating furiously whether I should close 4 legs that grew for 2000+ pips for few months. The monthly candle closed above the previous downcandle signalling a reversal. Its hard to say no to 8000+ pips @ 2 standard lots. Can you handle this emotion?

I did close 3 of the positions and at first I was glad I did cause the price reversed strongly. The remaining leg started to dwindle down from 2000+ pips to almost 800 pips. I now had few legs on the reversal that were growing. I didnt care about the lonely leg that was dying. Infact I childishly pondered whether I should close that dying leg now for a little profit which is clearly against my trading principal.

8 months later, the reversal was just a deep retrace and that remaining one leg is still fighting for me and is currently worth 3000+ pips alone. I never hold any regret in trading but it is these pangs of regrets that sets me straight as a position trader. If all 4 positions were held that is potential 12000+ pips and still

growing instead of realized 6000 pips. Yes, there are benefits to capture some realized profit but as long as your trade balance is holding its ground then you have no clear reason to close them early.

When I use to hold business meetings I always preferred a good steak and wine. Sometimes a meeting will take place at a japanese sushi restaurant. At first I held my ground and refused to order anything raw. Unfortunately at a japanese restaurant most dishes are raw and that leaves you with a mild tasting noodle soup or its variance. I couldnt understand why people payed alot more than a quality steak on something that was not cooked. This mini personal refusal lasted few years. Then one day my wife (who adores sushi) told me that I was choosing not to understand. Although she said it as a caring gesture, I quietly sat down and pondered. Only then did I admit that I never really tried to enjoy/understand this exquisite cuisine on offer. I was inside my little 'only steak please' box and refused to listen to anything else. Nowadays I enjoy japanese cuisine far more than my weetbix. Infact I frequently visit a nice sushi train bar to enjoy it all over it again. I now have wasabi/soy in normal daily dishes that wasabi clearly shouldnt be near.

And this happens in trading. Its amazing how quick a humans perception changes. Flick of the light switch.

At the moment all starting traders are worried and tempted to close their position right now to capture the profit.

After the first taste of live success it completely changes you.

Trust me when I say that you will be holding onto more and more positions without even the slightest notion of what you worried before. A complete reversal.

Fantastic results and I urge you on.

Onward and Upwards,

Graeme



Aug 25, 2010 6:03pm (39 hr ago)

#1379



[pipEASY](#)

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Member Since Dec 2009

[10+V](#) [566 Posts](#)



Good morning, all

Beautiful morning here.

Im just about to step out for the day but thought I leave a post for the readers.

I can clearly see some of the areas I need to brush on before the start of the assignment this weekend.

It sounds most of the traders have the puzzle pieces and the blueprint required and they are trying to make the connection between the pieces but still missing the 'aha' moment.

I will touch on

1. Interpreting price action in a finer detail
2. Why inception method is valuable and how you are trading like the banks with the hindsight received.
3. Difference between guessing and anticipation.
4. How to use opposite signalling hindsight between different higher timeframe to your advantage on the lower timeframe.

Just quickly, yesterday daily candle of eur/usd had a double wick bounce in a 'tight' area which was also the open price of the previous 2 days before.

You can guess by saying 'price might go to the top of the previous days upper wick and then bounce back'

Or

You can anticipate by saying 'price is retracing, where is most likelihood of a bounce and where can I enter with a very tight stop loss for an awesome ride back down again? Ofcourse this is possible if market allows the bounce to happen in the first place but I will make sure to be participating around that area'

Now, even though the eur/usd daily candle is now an oddly shaped up candle against the main trend, I still used the hindsight of the higher timeframe on the lower time frame and made a very nice profit on only sell positions just from yesterday. Its because I participated and anticipated the wick bounce and was prepared to spend few pips. On 5min chart of eur/usd a flying buddha happened just around the top of the upper wick on daily chart (where I was anticipating/hoping a bounce) @ 3rd and 4th 5 min candles of uk session. It just doesnt get better than that. The smooth drop from there to daily open price had oodles of opportunities for stacking.

Please do not worry if the above is not making much sense. I will make sure I will go over the 4 topics before the assignment.

If I could please request all serious new readers to perhaps attempt to read the thread and please join us in the assignment this weekend.

Good day all and will come back later on

Sincerely,

Graeme



Aug 25, 2010 10:28pm (35 hr ago)

#1382



pipEASY

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Member Since Dec 2009

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566 Posts



Thank you Traderray.

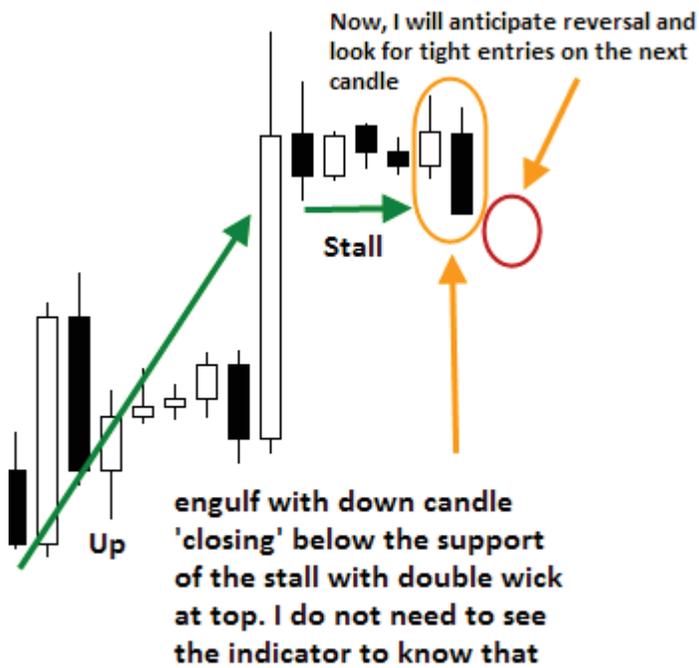
Your question is related to one of the topics I will touch on before this weekend. It is about using opposite signalling hindsight on different higher timeframe to our benefit on the lower timeframe.

First of all, I would like to take few steps back to basic and rehash on price action.

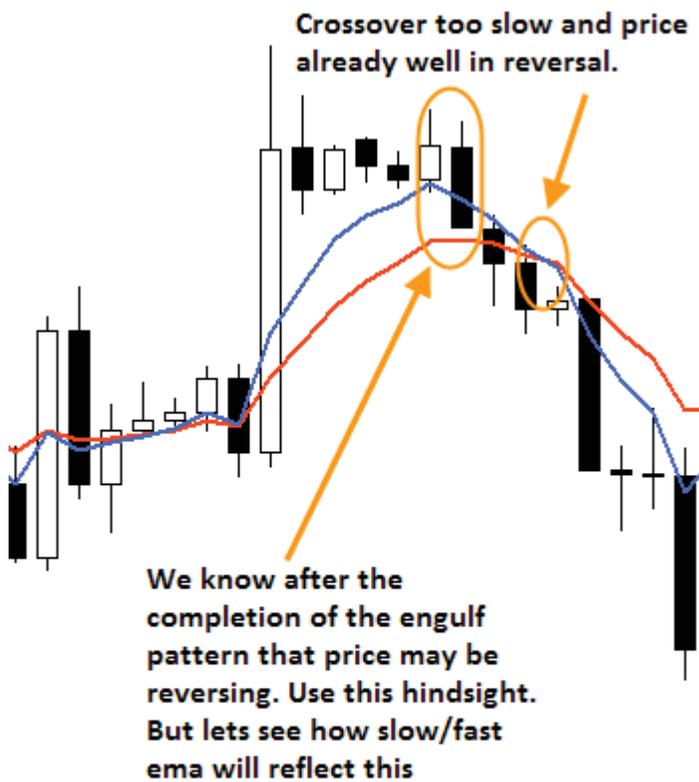
Alot of traders on this forum understand the importance of price action. This is true as price action is far more effective/faster than what an indicator might indicate. For example, most large engulfing price pattern that closes below/above the previous up/down candle will signal a reversal. However, this will show on ema crossover later on when the prime opportunity is already over.

Interpreting price action is very simple and it is heavily related to the phrase I have used few times, **if its up then buy, if its down then sell.**

Please allow me to add further clarity in price action first before advancing on to explain the other topics.



So we already have a 'hindsight' that price is reversing. This is interpreting pure price action. Lets add some emas.



Continuing on..

Last edited by pipEASY, Aug 26, 2010 2:02am (31 hr ago)



Aug 25, 2010 10:34pm (35 hr ago)

#1383



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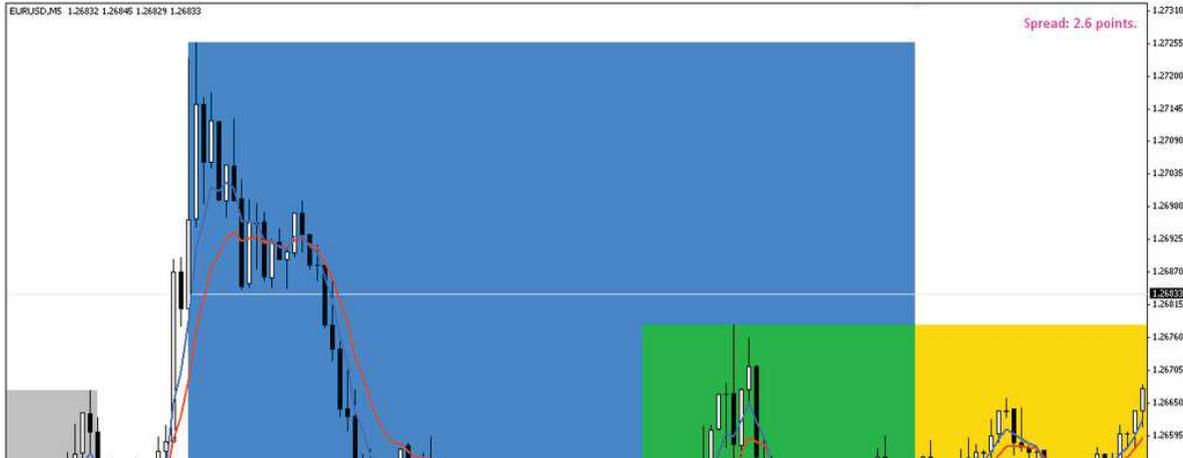


Interpreting price action effectively is deadly in a skilled traders hand.

Allow me to show all, candle by candle how I interpret price action. Interpretation is the same on lower timechart or higher timechart.

You will notice how simple and deadly it is. This is what happened last night for me.

This is eur/usd 5min chart of last night. Blue is uk session.



Aug 25, 2010 10:44pm (35 hr ago)

#1385



pipEASY

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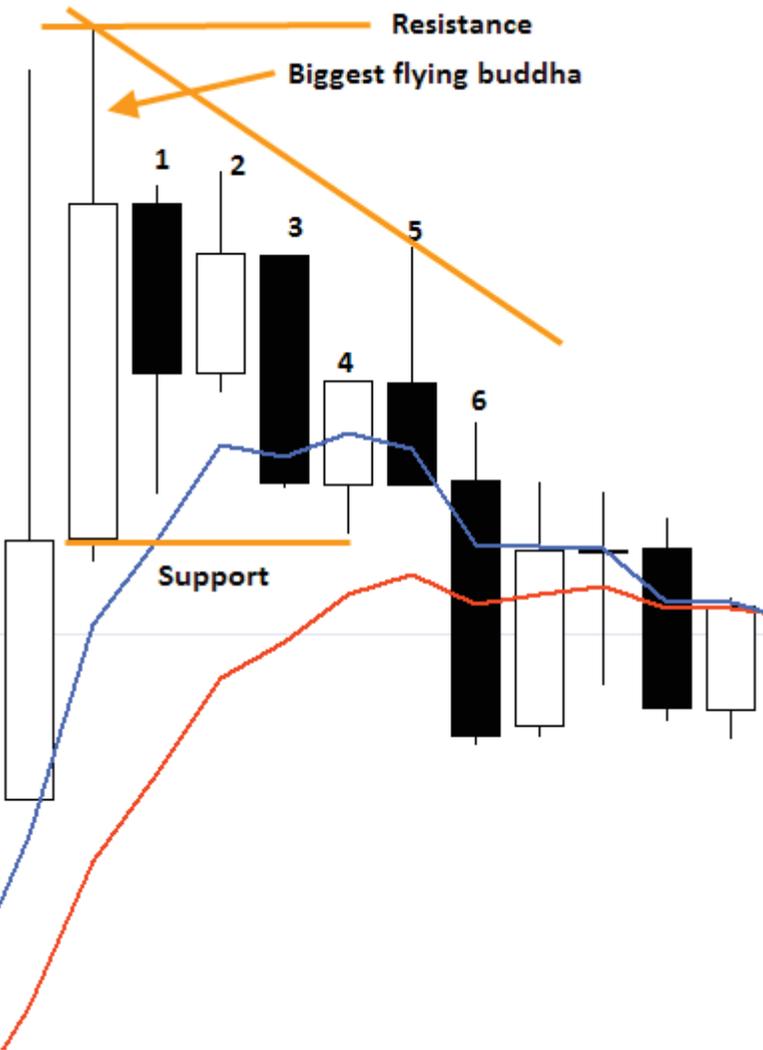
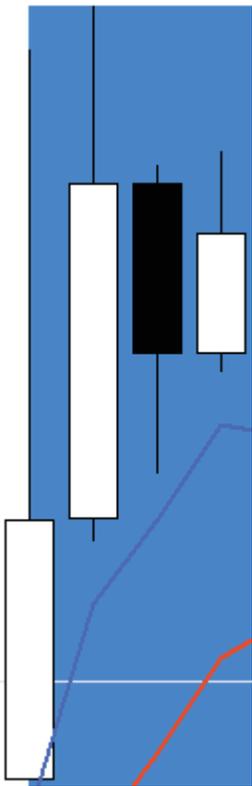
Member Since Dec 2009

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uk session opens.

I note that price is coming up. First 3 candles are flying buddhas (for now im disregarding any hindsights from higher timeframe and just concentrating on price action on 5min)



This is my train of thoughts

1. First candle after flying buddha. Does not close below or above the s/r
2. Buyers pushed up but couldnt close over the previous down candle. Sellers still in charge but support not broken
3. Sellers push and break the support of candle 1 and 2 but not flying buddha. This is good sign.
4. I notice open price is same as the low of lower wick of candle 1. Buyers push up but close at 50% fib of candle 3. Not enough power from buyers. Goody.
5. Buyers gather strength to push it up but all they create is a wick. This new wick creates another descending wick pattern. Getting better.
6. Clear breakout of support from flying buddha and closing well below it. Now I know sellers in charge.

Continuing on..



Aug 25, 2010 10:57pm (34 hr ago)

#1386



pipEASY

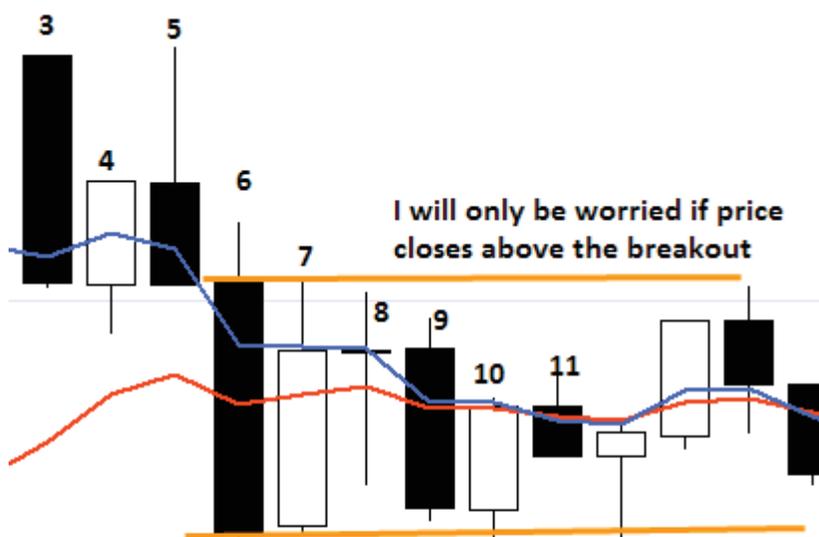
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Now I know sellers are in charge but I want a low risk, very tight entry from candle 7 onwards (by the way, I hope all traders are not looking at the charts this close..)



7. I do not want to enter at open of this candle as the stop loss is larger than what I think is required. However, yesterday I did (we will come to this later and the reason I entered sell at the open of candle 7 is because I had hindsight from higher timeframe). Price retraces past 50% of previous down candle. Uh oh. And then bounces off at open price of the previous candle. Yes, seen that all too often and another position around there. 2 positions on single 5min candle. This means im very confident but will not risk any more until something better comes out.

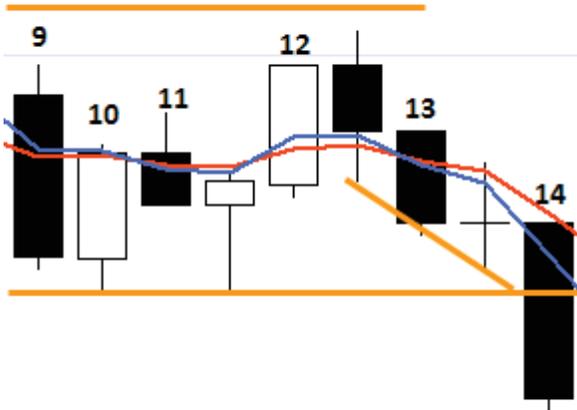
8. Im expecting a big drop of price. It doesnt. Uh oh. My only saving grace is the descending wick pattern.

Still ok.

****As long as price doesnt retrace and close above the breakout I will wait. Dont need a hard stop loss yet****

9, 10. I notice the price is now stalled again in this mini range. Another support happening below candle 6,7. Not good but not bad.

11. I still see descending wick pattern. Buyers are away for now.



12. Uh oh. Price closed above the previous down candle. Not good. Is this the end to my 2 positions? Price couldnt close above upper wick of 9. Still ok.

13. Hmm... down candle? Closing below candle 12 the up candle. Good Good Good.

14. And there. Breakout again. My 2 positions was never in danger. Now I want to stack more

Continuing on..

Last edited by pipEASY, Aug 26, 2010 2:08am (31 hr ago)



Aug 25, 2010 11:05pm (34 hr ago)

#1387



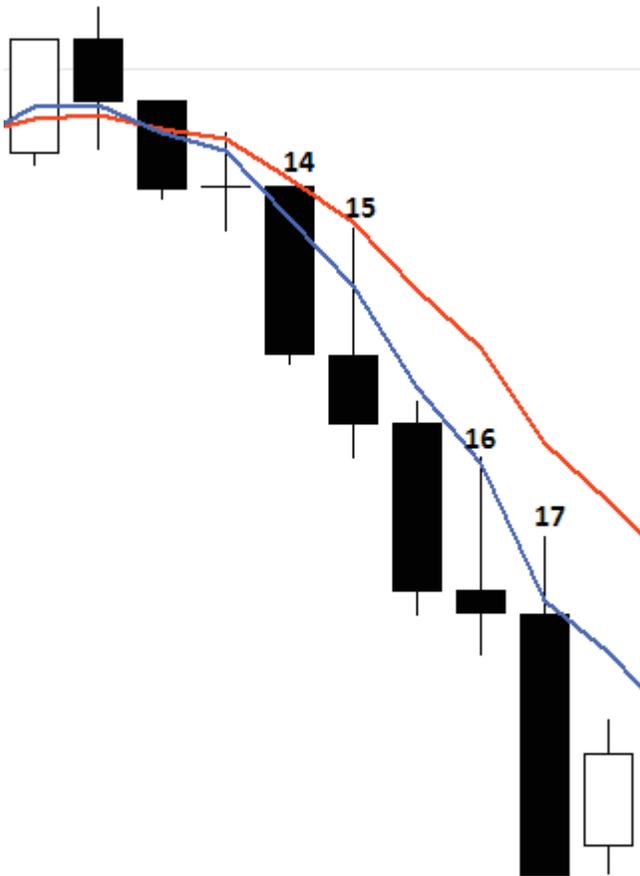
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15. I notice ema crossed over and now a gap is opening indicating strength between 5/10ema. Good Good. Price opens and retraces up. Excellent I say. As long as it doesnt close above the previous 14 down candle. Since this is fresh momentum. I add 1 position at open and another just around 50% fib. Need to be quick on fingers. Now 4 positions and I will close out 3rd and 4th position if price closes above candle 14.

16. Big rush down and I didnt want to add another position at open. Thats overexposure. No retrace but I note the very short upper wick of the previous candle. Not even 33% indicating sellers are well in charge with good strength (which also means other sellers are jumping on). Candle 16 retraces and I add another position at around 50% and ready to close this position if price closes above the previous down candle.

17. Goody. 5 positions and all ok. Candle 17 another retrace to 50% another position and finger ready to close it if price closes above the previous candle 16. If price closes above 16 I will most likely close this one and the one just before just to minimize my risk little further. Total 6 positions. Now every tick is worth 6 pips for me.

Continuing on..

Last edited by pipEASY, Aug 26, 2010 2:11am (31 hr ago)



Aug 25, 2010 11:16pm (34 hr ago)

#1388



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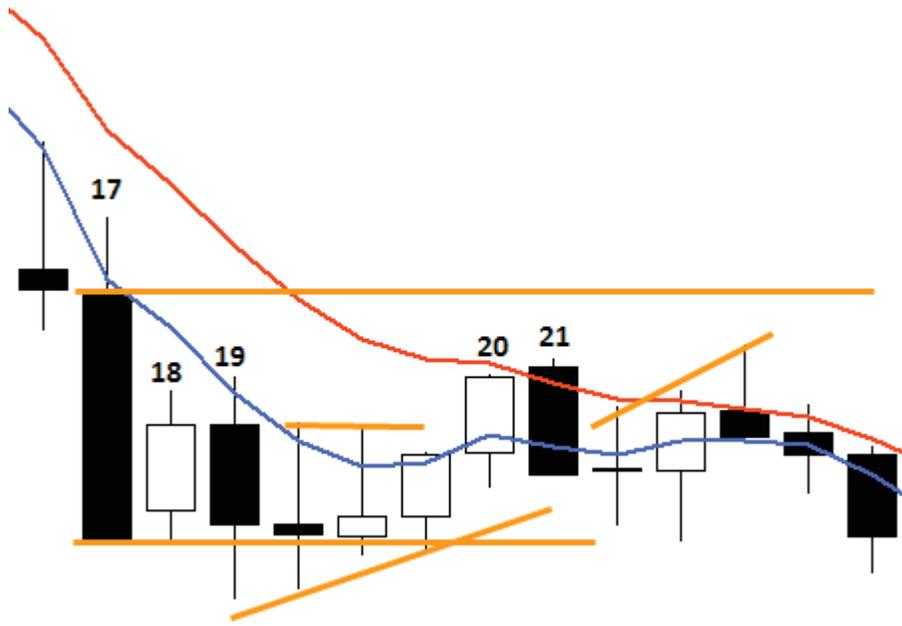
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Now I know this long streak of opportunity could last very long time or stop very soon.

I stop stacking as soon as something happens against this momentum and go into defensive mode.



18. I remember placing another position when price retraced to 50% of candle 17. However didnt know it will close around that area. Uh oh. 7th position is now in danger. Im watching carefully now.

19. I really want to see price close below candle 18 as a engulf pattern. Please please please. Hmm.. it does close below 18 but it doesnt close below 17. Looks like a stall.

** Price all over the place, ascending wicks, double top wicks **

I need a clue very soon or I will start to close my legs.

20. Not good. Alarms ringing. 3 up candles with price closing over previous down candle of 19. This is not a good sign. My only saving grace is that the price did not close above 17. My 7th is now in danger and now Im going to get ready to close it if price moves sharply. Finger already on enter button here.

21. Hmm.. Engulf pattern. Buyers chickend out. Sellers pushed it down and closed below 20. Good sign but I want to see other sellers also seeing this.

See how I buy if its up and sell when its down???

Continuing on..



Aug 25, 2010 11:35pm (34 hr ago)

#1389



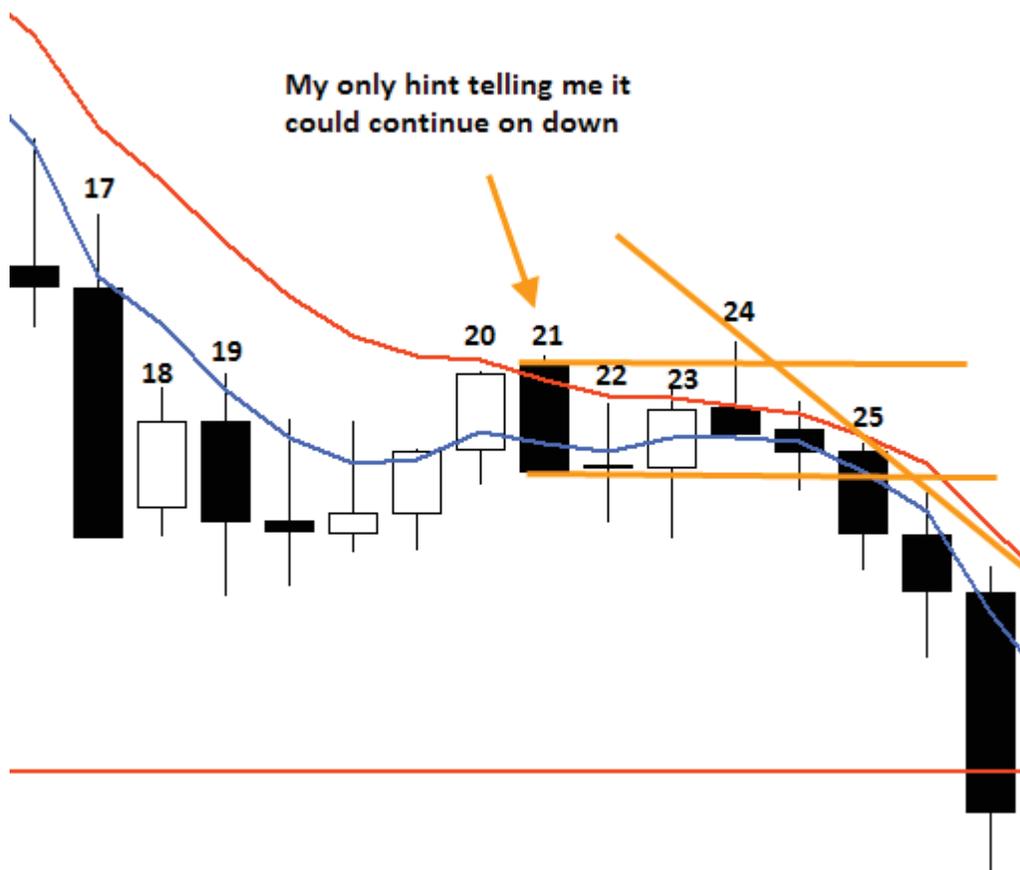
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Candle 21 is hinting a continuation. This is a good sign but I need more info. I will be extra tight and draw a s/r lines on this candle. I dont want to see price closing above this engulf pattern.

22, 23, 24. Stuck in another mini range in between candle 21. Not a good sign but not a bad sign either. Upper wick of candle 24 breaches resistance but does not close above it. Good.

25. Breakout. Danger is over and I held on with 7 positions.

I notice daily open line coming and I know there will be most likely a stall or clear breakout. I prepare for the worst case scenario.

Move all positions SL to BE and off to dinner.

7 positions, 0 loss.



When I came back it was up 400 pips. So I closed last 3 positions for a small profit and let it run.

Final end story?

All the remaining legs just died on BE today. Not disappointed but happy that I risked very small that could have been very large.

Now the above step by step interpretation is very important and I need all readers to understand what/why my train of thoughts. **It is linked to my next topic in a planned flow of explanation.**

I will address next topic tomorrow afternoon but until then I have a mini quiz for all

Continuing on..

Last edited by pipEASY, Aug 26, 2010 2:17am (31 hr ago)



Aug 25, 2010 11:41pm (34 hr ago)

#1390



pipEASY

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Member Since Dec 2009

10+Y 566 Posts



This is quiet important quiz.

Can anyone tell me from the below 2 charts, which is 5 minute chart and which is weekly chart? And the reason why.

Chart A

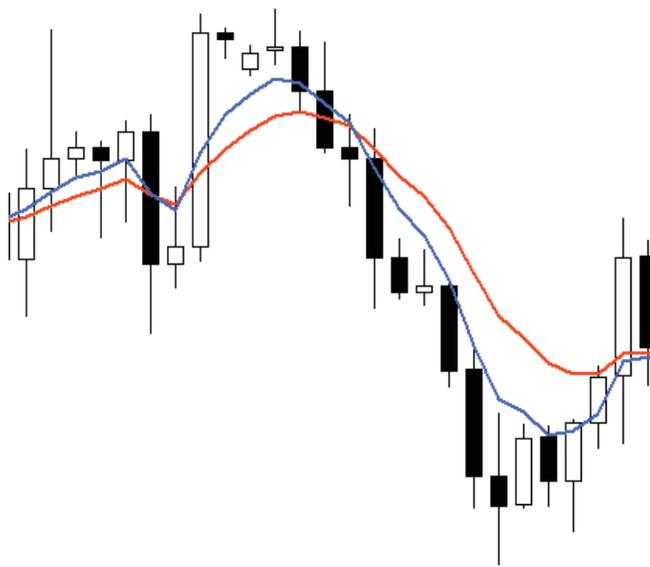


Chart B

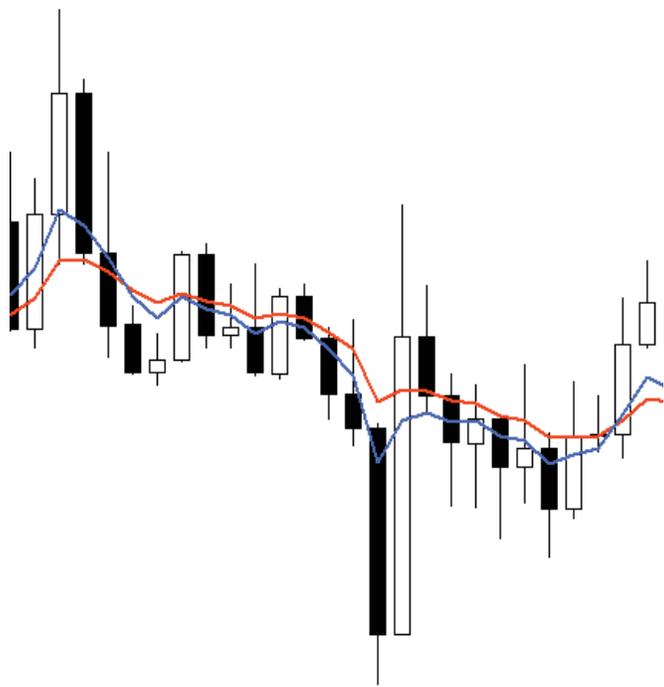


Chart A or Chart B?

Look forward to your answers tomorrow and will return to further add to what I have shown today

Sincerely,

Graeme



Aug 26, 2010 12:12am (33 hr ago)

#1396



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Member Since Dec 2009

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Just before I head out I should have mentioned that there is no right or wrong answer to the quiz (to a sense).

However, I appreciate a honest response for the willing participants.

Thank you.

Continuing on tomorrow.

Kindest Regards,

Graeme



Aug 26, 2010 5:09am (28 hr ago)

#1422



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Member Since Dec 2009

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Quote:

Originally Posted by [TradeStar](#)

Few positions put in exactly on the lines of PA notes from Graeme

Only problem I have is, I am not comfortable to move the SL to BE, since they could cause the position to close.

Anyone having similar challenge?

*Thanks
TS*

Good evening, TS

Apologies but Im assuming the little arrows are entries. Please do not take any offence but your entries are little overexposure.

Im currently trading eur/usd from one hour before uk session open.

I have 3 sell positions. Very very similar areas to where you took them.

Im glad to see that you are interpreting price action accurately.

I have no stop loss set. No need to yet.

Price has stalled currently and im watching very carefully.

I was anticipating this week for eur/usd to be another down weekly candle. If this happens it will be tonight and tomorrow with huge momentum down and we are participating correctly to the hindsight from higher timeframe.

However even if weekly chart is indicating a down trend I see 3 daily candles ascending wicks.

I give myself 50:50 chance for a big profit or zero loss.

Please space out your entries as much as possible and sometimes purposefully miss few out. You will still have similar profits but much less drawdown or losses when things dont turn out to your plan.

I see triple upper wick bounce on 5min chart.

Its either a freefall down or a huge push up breaking the tips of those upper wicks.

Get ready to defend.

Sincerely,

Graeme

Last edited by pipEASY, Aug 26, 2010 5:23am (28 hr ago)



Aug 26, 2010 5:11am (28 hr ago)

#1423



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Member Since Dec 2009

[10+y](#) [566 Posts](#)



eur/usd OUT.

Clear volatile breakout upwards.



Aug 26, 2010 5:19am (28 hr ago)

#1424



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



I just moved stop loss of all remaining positions on eur/usd to BE.

1 loss @ -5 pips.

Thats enough for me.

Before I step back to prepare the material to present to all for tomorrow may I request all readers to read the price action posts that I have posted today.

What I have explained today is what I only do in the markets. It is that simple to interpret pure price action.

It will be required knowledge for the next step tomorrow.

Sincerely,

Graeme

P.S I added a buy position on eur/usd after the flying buddha. **This respects the hindsight from daily candles (we will touch this topic tomorrow)**. Lets see what this leg can do for me. Never be biased with one direction. Keep moving.



Aug 26, 2010 5:39am (28 hr ago)

#1428



[pipEASY](#)

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Member Since Dec 2009

[10+y](#) [566 Posts](#)



I keep forgetting to address some of the important issues on hand before hitting the submit button.

I see few traders who has grasped the correct mentality as a trader.

They can interpret action sensibly and it is looking well.

However, do you feel like its all still more luck than skill?

You still feel that your trades are not improving?

I have sensed a great excitement last few days from traders about their growth. I understand why its slightly died down as the whole market across the board is ranging.

On a lighter tone, from what I can see from your charts/questions, I can assure most of the participants are at least top 30% percentile of the mass traders. Unfortunately, most of the top 30% percentile do not make money in the long run. Im planning to push all willing learners into the top 10% percentile very soon. There is an intended flow of explanation in the next few days.

I see great potential in all the readers from the questions asked and I have genuine interest in everyone's trading success.

I assure all traders that it will soon be clearer. Im planning this weekend to be the cornerstone of such endeavour.

Just answering cameron1st, everything in the market is all relative. Different traders can draw different s/r lines at body of candle, wicks and still achieve same purpose. I shift from wicks to body without any second thoughts. Just what I see on the charts. You will fully understand this very shortly from the intended explanation im preparing.

Sincerely,

Graeme



Aug 26, 2010 5:53am (27 hr ago)

#1430



[pipEASY](#)

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Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by [dongsky](#)

Hi Graeme,

i happened to opened this thread last sunday and had read all through - unknowingly undoubtedly a goldmine 🤔

i tried using it last monday and continue experimenting with it and slowly it sheds light... and now i find a newer freedom. don't get me wrong, i've been trading forex for a while now and i can say i'm doing fairly well the reason that i don't bother reading other peoples success stories of their own system or methodology.

i am a bit excited because the longer i'm looking and more focus... the clearer i see the...

Good evening, Dongsky

Good to see a trader using line graph (1ema).

Thank you for the compliments.

Tradestar - Thank you. Alot of traders believe moving stop loss to breakeven is fruitless and leaving the random fluctuation to close the position when it could be a winner in the long run with some breathing

space. Unfortunately not.

Let me assure you that an entry that grew more than +20 pips to reverse direction and come back is a fail. This reversal (or price against your beliefs) is a sign of **bigger things in the market**. No need to go against them. If price moves away from danger and stalls and coming back, you do not need to give a 'breathing space' in the stop loss to see if it survives (**unless its free. Remember this few posts back?**). Its already a worthless leg and your focus should move away.

muntu - No problem, sir. Feel free to start 2 weeks after this weekend when I plan to do it again for the readers who missed out. Obviously biggest kudos to the readers who participate first this weekend leading the class.

Dhaos - Good question, sir. Apologies but I cannot retrace my steps at this moment to answer your question. I ask for your understanding.

Now I will stop here and return tomorrow as I have an intended flow of explanation. This is important for me to get across before the weekend.

I will show many examples of battleplans which will be similar to what is asked from the readers this weekend.

Please dont fret as all of the readers are on the right track at the moment.

Sincerely,

Graeme



Aug 26, 2010 7:59am (25 hr ago)

#1434



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by [paul1](#)

Hello everyone seem to have fell behind with reading the posts.

Just got a micro account, so am trying to familiaries myself with the platform on demo.

hope this is last platform i have to learn so i can concentrate on this method.

Regarding the graph puzzle I would say:-

a) Is 5minute the ma's move further apart to me saying price moving sharply. So based on probabilities I'd put money on a= 5minute but with a tight stop loss lol.

Also in recent posts you concentrated on 5 minute for entries quickly stacking and contemplating exiting within hrs...

Good evening, Paul

Thank you for the post.

I just had to reply to this one.

At the moment, you are not the only one with that type of question.

There is a valid reason why I closed few of the legs last night. The answer for now (and tomorrow I will go into very deep detail why to this question) is that the 5 min chart I was analysing could have been a weekly chart in a sense (I wouldnt know if I randomly chose and covered up the label on top left). Many candles happened after my entries and even though each candle only represented 5 min timeframe, it was

mature enough to diversify. Imagine the exact same chart but it was weekly. Those positions would have been matured for a diversification. **The only difference (and I hope some readers can connect the meaning) is the scale. Scale is different but its the same Paul.**

One candle on weekly chart represent a week.
One candle on 5min chart represent 5min.

The principal and purpose of diversification remains the same and has no regard to the difference of the timeframes. And this applies to everything else as well.

Market is universal and neutral.

Price reversing? When your ready you will be able to profit on both side of the coin.

For now, may I request all readers to perhaps re-read (if needs be) some of the material I have presented over the last few weeks.

I have contributed earnestly for everyone and all I ask in return is their devotion just for this weekend. Allow me the opportunity to show you all on a tailored personal level that you are ready and if not, the areas you need to improve.

My next set of topics will connect everything into one smooth flow.

Please take a look tonight at eur/usd weekly chart. Look at the current shape of this week candle. That is a pitiful looking candle at the moment. Not many can make profit from that kind of looking candle.

It would be a completely different tune from traders if the weekly candle is either a bold up or bold down.

eur/usd market is taking all traders money at the moment. So let it take a position or two until its willing to give again.

Sincerely,

Graeme

Last edited by pipEASY, Aug 26, 2010 8:21am (25 hr ago)



Aug 26, 2010 6:12pm (15 hr ago)

#1450



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+V 566 Posts



Good morning, all

Thank you for the posts.

It is true that there is a possibility that im a fraud. A fraud with alot of time to invest in a thread that will reward me with fancy v's that alot of traders cherish more than their actual trading wellbeing.

Everyone has the freedom to express their opinions and in a sense I appreciate the feedback received. It made me reflect on my actions and my motive and made me wonder for a moment why I spend hours per day answering questions on private messages and now email as well. If its the attention I was seeking it is now certainly overwhelming to take any pleasure from.

May I request all readers to hold back from replying to the negative posts as there is no need to and focus on the important matters on hand which is the upcoming weekend.

Im confident that I have contributed positively to a number of traders and I know that there will be good results from this weekend which will authenticate the knowledge I have passed on but most importantly the traders own confirmation of their own abilities.

This is how I plan to authenticate.

I do not need to blog or post my current profit statement. It only makes me look just like one of them and for what purpose is such action required when I can prove to all through the success of others?

Lets move on.

Sincerely,

Graeme

Last edited by pipEASY, Aug 26, 2010 6:47pm (15 hr ago)



Aug 26, 2010 6:39pm (15 hr ago)

#1451



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+yr 566 Posts



Im planning to spend a considerable amount of time/posts to connect everything today/tomorrow before the weekend project and then explain the project in further detail.

It **will** answer most of the questions that are currently circulating.

For the willing learners, may I request that you read my yesterday posts of interpreting price action and then take it one step further and open any chart and try apply what I have shown to the choice of your own pair of currency and any timeframe.

You will notice a definite similarity/occurence that happens over and over again in the markets.

Its amazing how much hindsight is gained from watching price closing above/below to any s/r line you have drawn to your own personal discretion. Interpreting price action is very simple and straight forward and only requires a few key patterns/candlestick/wicks to be effectively taken advantage of in trading profitably.

If you are wondering how a project that runs 2 weeks will prove a trader to be profitable in the long run? **Even though market is neutral and universal** there are set repetition of generalized actions that occur in cycles. A professional trader knows this cycle very well and can apply the same principal he uses over and over in the same manner in any pair of currency and on any timeframe.

From the feedback received overnight, I assure you from the 400+ posts I have done in this thread, Im really only talking about key 5/6 topics. Unfortunately I had to stretch out my explanation and sometimes slightly step on different grounds to retrace and gather all readers to the same level of understanding before proceeding on forward together.

I cannot express how important this weekend will be to most as it will signal a final ending to my endeavour and also the final confirmation to the successful traders who make it.

My interest lies within your success and I look forward to our collaboration.

Edit: Will return in few hours as Im still preparing.

Sincerely,

Aug 26, 2010 10:09pm (11 hr ago)

#1468



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **leggo**

Hi Graeme,

I know your busy with preparing for the weekend assignment. I just wanted to post this chart showing my failed stacking attempt. I tried stacking aggressively without initial stop loss. The problem I have with only closing positions after 5min candle has closed above or below s&r is that if the candle is huge you can end up with quite a substantial net loss compounded by stacking. I just wanted your take on it,(or anyone else's)as Im sure the below scenario is quite common.

Kind regards,

Ben

Good morning, Ben

I would like to step in here and answer your post.

I studied your charts and you have interpreted price action very well.

You did nothing wrong.

Lets go over the numbers:

5min chart entries, 4 positions.

3 positions closing for net -30 pips and 4th position for zero.

Thats 7.5 pips average loss per position. That is well below recommended 10-15 so its good.

What if the price was a clear breakout of .00 and never came back and went for 50+ pips?

200+ pips for the risk of 30-40 pips? I will do that everyday, everytime since sooner or later it will work into my favour. Thats statistics. And what stops a price at such 50 pips? Nothing, it could continue on for next 300+ pips.

Your question is also about the sudden large movements. Yes, I do experience a sudden big spike up from time to time. Market is fair and with all fairness there are times when price does spike towards my intended direction as well.

The difference?

Yes, a sudden price spike against our direction will cause a larger loss than usual (only a temperamental increase of loss) **but**

what about the other half of times when a sudden spike in price is towards our direction?

You would lose what you lose on '**x1' 5min candle** when it goes against you.

BUT

You will profit on at least x1 5min candle if it goes in your favour.

The loss remains static and pre-defined at x1 5min candle whilst the potential profiting is minimum x1 5min candle. Must understand this all

The 'occurrence' of such large spikes when they do happen would be more or less 50% of times to our favour and 50% of times against our favour (I will have to add here that one of the planned topics today will change the above % much more to our side).

It is the statistic fact that we will profit more when it goes to our favour and lose much less when it is against our favour.

Will I scare you to inform you that once I had 5+ positions on gbp/jpy to have a huge spike up against me for -40 pips on x1 single 5min candle. -200 pips from that one single spike of price against my intended movement.

But I also remember many times when I have stacks of position and then 40+ pip movement towards my intended direction.

Everything is all relative in the markets/or any matter on the same plane of physics and if I can calculate my risk:reward for forex I can use the same universal principal to apply it to any given formulae on any given grounds to achieve results for the same universal purpose. In other words, r:r of the above simulation of my gbp/jpy story will also show and work out with positive expectancy on the intended series of random outcomes as the time line progresses on.

Sincerely,

Graeme

Last edited by pipEASY, Aug 26, 2010 10:21pm (11 hr ago)



Aug 26, 2010 10:18pm (11 hr ago)

#1471



pipEASY

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Member Since Dec 2009

10+V 566 Posts



Quote:

Originally Posted by **leggo** >

Thanks Graeme,

I must admit it feels a bit like banging my head against a wall at present, however its good to know my application was sound. Just Random price action that took me out.

Regards

Ben

Ben,

I promise you tonight, that everything will be much much clearer.

I understand how you feel at the moment, and trust me few traders are feeling this right now.

One of the first emotional hurdles that I need to get all readers over tonight.

Everyone needs to keep their beliefs intact and see the bigger picture and I will add my next topic on top to make everything click into place.

Sincerely,

Graeme

Last edited by pipEASY, Aug 26, 2010 10:38pm (11 hr ago)



Aug 26, 2010 11:10pm (10 hr ago)

#1474



[pipEASY](#)

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Member Since Dec 2009

10+
566 Posts



Quote:

Originally Posted by [TradeStar](#)

Graeme.

Please allow me to add my two cents as I am looking forward to learn as well based on what you think

Leggo,

Position 1 -- was perfect entry

2 -- was kind of too much for Stop loss, even though it broke the support, could have waited for some 50% retrace

3 -- is a good entry with a defined SL

4 -- is too soon given you just entered 3

Technically you could have only 1 and 3 or 1 and 4

Overall too many positions too close based on Graeme's feedback to my trades earlier.

This is for my learning as well; invite inputs

Thanks

TS...

Good afternoon, TS

I sincerely hope Ben doesn't feel cornered or take any offence as we are discussing his efforts from last night.

Ben I hope what TS has added is a help to you as TS has perfectly pin pointed 'tighter' entries.

If TS was trading the same pair of currency last night and the same setups, **the outcome is the same for both Ben and TS** however, TS will have much lower drawdown and less risk on the table and the potential of equivalent profits. This helps a lot in preserving/safeguarding your capital and it is very important. **But also adds a huge bonus on your emotional control.**

There was nothing wrong with Ben's entries, especially .00 breakout entry however with .00 breakouts you expect the order flow/interest of other traders pushing your newly added breakout entry almost instantaneously into profit with rows of long bold candles. If not, close out as it will stall on you and whipsaw around that area.

Ben, please feel free to question me as I'm always willing to help.

Sincerely,

Graeme





pipEASY

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Member Since Dec 2009

10+V 566 Posts



Good afternoon, all

Yesterday I posted how I interpret price action. I found alot of readers not having a clear price interpretation and I deemed it necessary to re-hash again.

I hope you have gained positive insight from my posts.

Moving on in a planned flow of explanation, I asked everyone a mini quiz.

Which chart is 5 min and which chart is weekly

Chart A

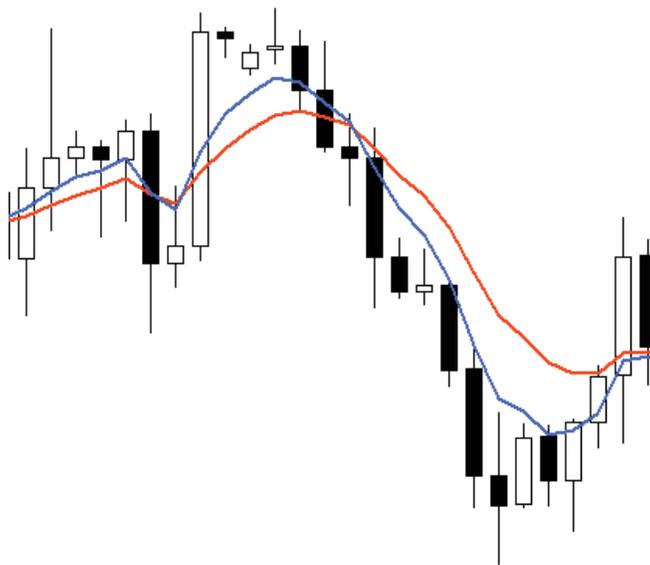
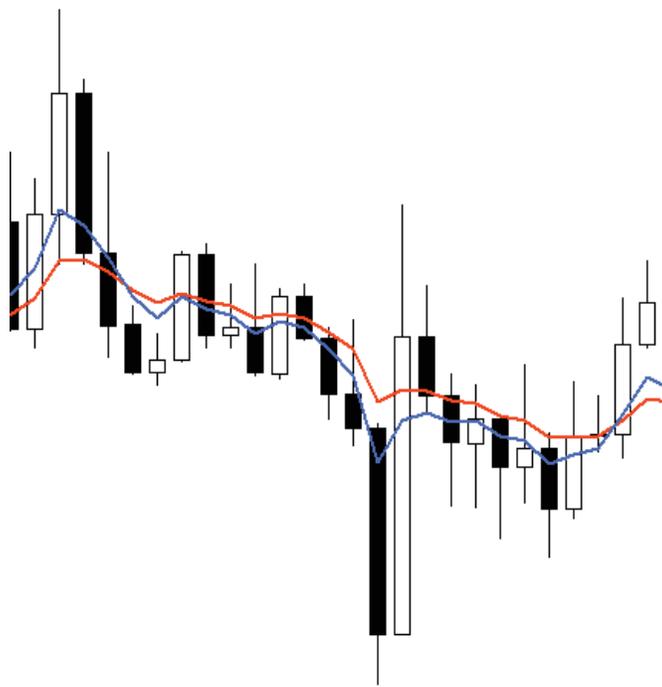


Chart B



I read all the answers and I thank the participants for their contributions.

Please do not take me the wrong way but I had no intention to reveal which chart is 5min and which chart is weekly.

The main purpose was to show all that nobody can tell the difference. It is exactly the same without any numbers. So why is this important?

I would like all readers to think with me.

If chart A and chart B has a big timeframe difference but looks exactly the same **then only the scale is different.**

Before I explain the scale, traders must agree that you could have drawn s/r lines, trendlines, price action (flying buddha, inside bar, engulf, pin bar) to **EITHER CHART A OR CHART B and still have same price interpretation. You must understand how important this is.**

I say a very very important sentence:

your profit expectancy depends on the scale

Continuing on..



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10+yr 566 Posts



your profit expectancy depends on the scale

What do you mean Graeme?

Even though I would prefer my legs to grow on the main weekly/monthly curve for the next 2-10 years. First, I must be realistic in my expectation at the events that is going to happen before the 2-10 years of growth.

If you are entering positions on 5min chart then your realistic expectation after 20-30 candles is??



Even though it has moved very strongly down for us the potential profit is just over 60+ pips. And we all know market is more than just 60 pips on offer.

Now, the above chart can also be a weekly chart.

Exactly the same but the scale is different. Scale is the potential profitable 'ground.'

If the above was a weekly chart then you would all agree that 20-30 candles would be few thousand pips.

What is the difference??

Continuing on..



Aug 27, 2010 4:12am (5 hr ago)

#1481



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Member Since Dec 2009

10+V 566 Posts



Obviously the main differences are:

Weekly - few thousand pips for 20-30 candles

5min - 50+ pips for 20-30 candles

There is also the time difference.

x20 5 minute candle can be covered in a day but 20 weekly candle will take 5 months.

Apart from the reward and time inversed difference. **Everything remains unchanged.**

The market doesnt know you are looking at a 5min chart or a weekly chart.

Entries just from 5min chart, hoping to move SL to BE and then pray for a few years growth is about 90% of the readers here.

It is a correct mentality however when you are **dealing with 5min charts, REALISTICALLY you will first experience very small win and with great luck (?) that position may or may not grow the next day or the next week.**

You just became an average trader with professional traders mindset.

Continuing on..



Aug 27, 2010 4:23am (5 hr ago)

#1482



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But Graeme, you said you take every low risk opportunity markets give either buy/sell and then let it grow indefinitely.

Yes, I do. But also I know just blind luck and skills required to make the above happen with higher probability.

I try to explain something on the left and all the readers shift their views completely to the left. To balance it out, I try to explain something on the right and then all the readers shift views to right.

Let us not forget why I got into explaining, .00 entries and entries on 5min chart. It was from a request.

At the moment, alot of readers are in the top 30% percentile of most retail traders. They have professional traders mindset however they are still blindly trading as much mechanical as possible. Mechanical trading

means emotionless trading not what most readers believe.

All traders are still asking for rules and systems to apply. It is the easiest way for a human being to think. Being told what to do.

Flying buddha was suppose to be a hindsight (I think I have used this word at least 100 times in this thread). Hindsight is not a green flag for all to enter. Most traders here are treating flying buddha as a sign and then look for another sign to enter and a different sign to exit. This is all good but please read below:

**The more you trade mechanical, expect more defined and forecastable profit.
The more you take calculated risk, expect greater and infinity yield profit.**

Now....

Im going to reveal the last key. That will make you into top 10% percentile.

Continuing on..



Aug 27, 2010 4:32am (5 hr ago)

#1483



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Scale.

Please dont strain on the 5min entries as it never was the main course. If anyone recollects properly, entries on 5min was on request which I earnestly replied and then it just grew from there. There is nothing wrong to the information I have supplied so far **BUT** the required focus is not there but elsewhere.

I hope all readers practiced alot alot alot of entries on 5min as that was the main point about looking at a 5min chart. **PLENTY OF OPPORTUNITIES HARD AND FAST. And market doesnt know its a 5min chart your practicing on or a weekly chart. Everything works on all timeframe.**

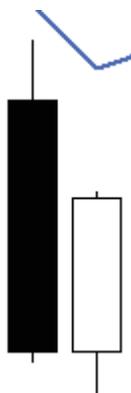
You will all agree that some buddhas work terrifically and some not so well.

Yes.

You only need 1 buddha/1 inside bar/1 pin bar/1 engulf.

You need just one calculated guess correct to make thousands and thousands for weeks and months.

Not forgetting what I just said,



This flying buddha works out to our benefit (im just letting you know upfront)

Again I ask you

What timeframe is this? (please dont answer in the post)

Continuing on..



Aug 27, 2010 4:35am (5 hr ago)

#1484



pipEASY

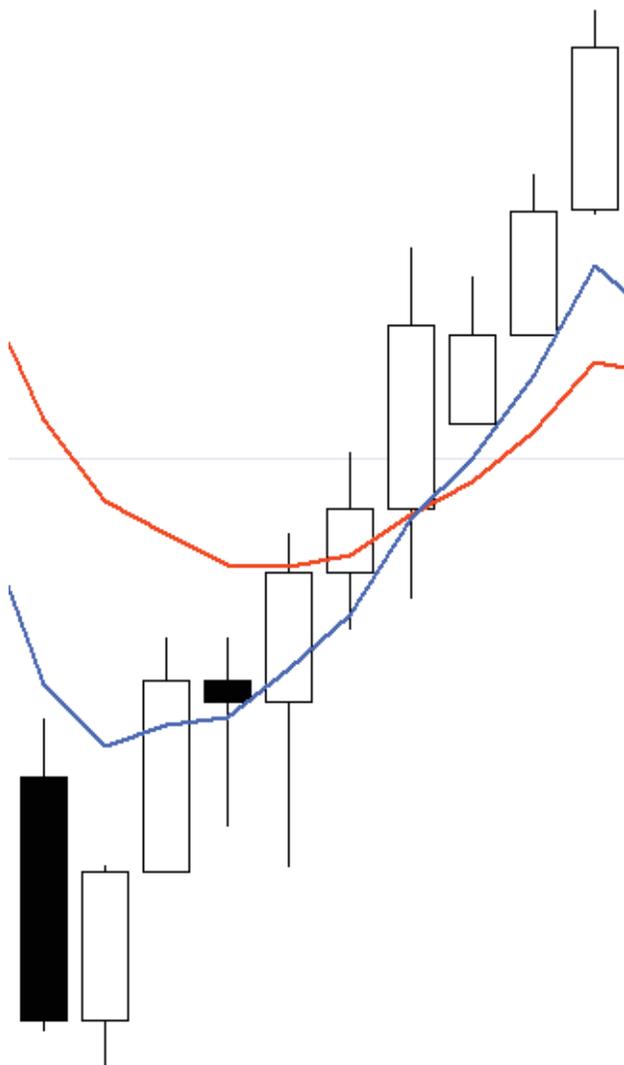
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Member Since Dec 2009

10+Y 566 Posts



I will show you what happened after this flying buddha.



Now again,

What timeframe is this? (please dont answer in post)

Continuing on..

Aug 27, 2010 4:41am (5 hr ago)

#1485



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No one can tell what timeframe it is by looking at those 2 charts.

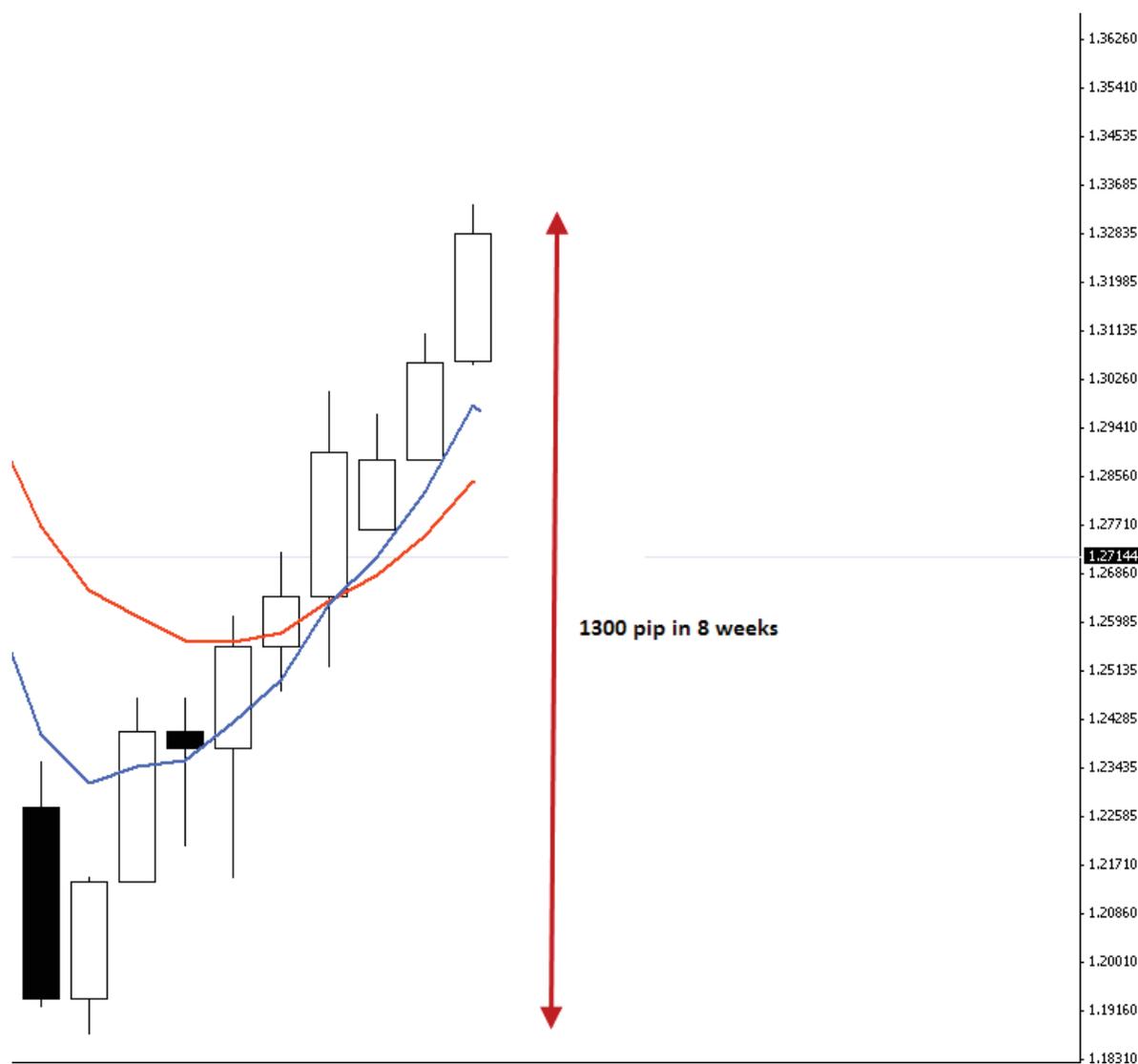
But they can tell it is a nice flying buddha that worked out fantastic afterwards.

"8 candles of up candles. But thats only 20-30 pips.

Im sure I can add a position in the middle somewhere and make it few more."

Is that you above?

That flying buddha is weekly.



You only need to get just 1 correct hindsight.

Aug 27, 2010 4:49am (5 hr ago)

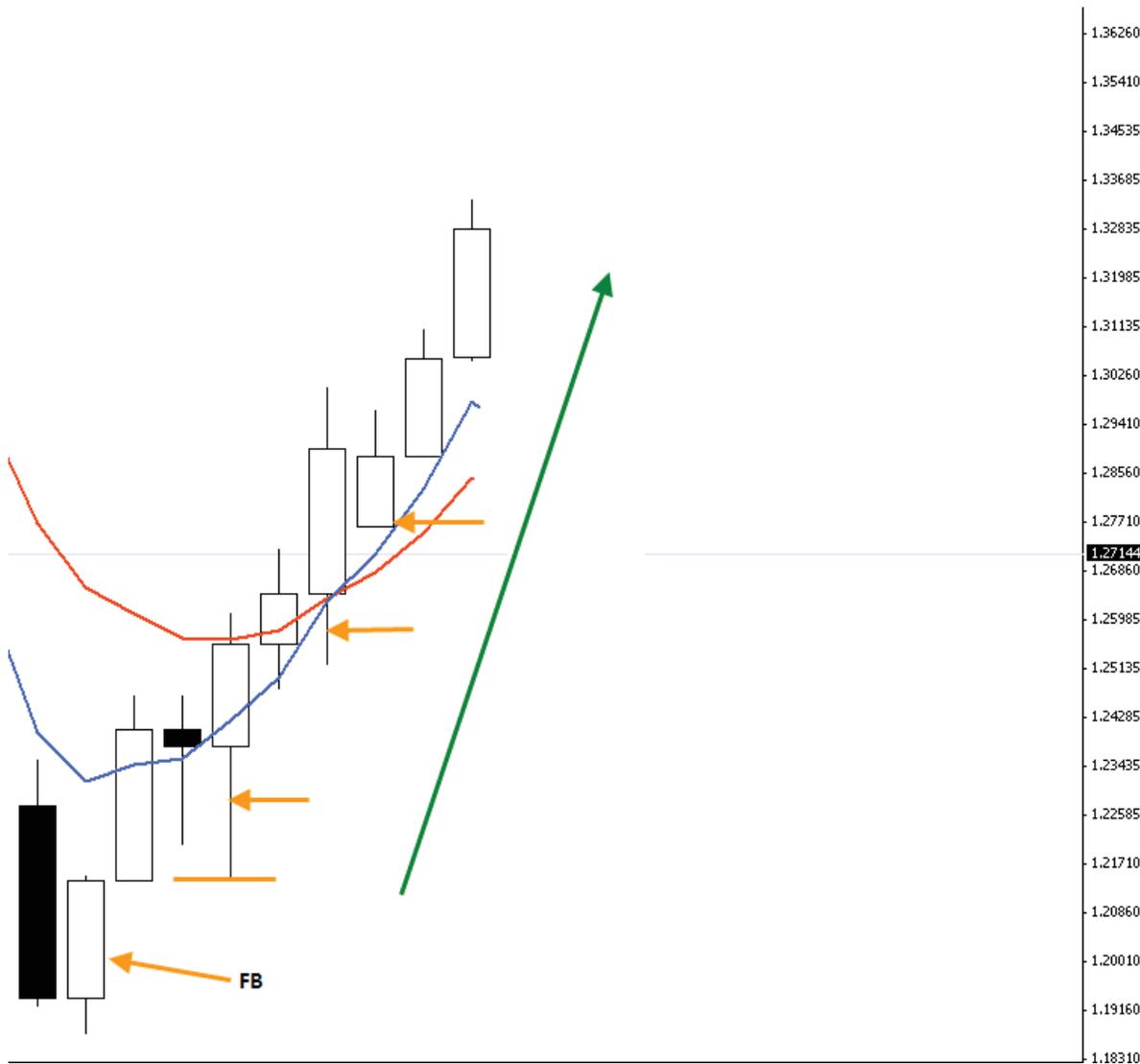
#1486



But I know what most readers are thinking **right now**

OK Graeme. We get it. So a flying buddha on a weekly chart will bring in more profit because bigger scale. And im guessing you use the same price interpretation right?

You're still 30% percentile. And you are looking at this weekly chart like this still



When I say hindsight, it means a forecastable vision of the near short future.

A flying buddha on 5min chart signals a reversal. It happens and continues 8 candles down. Pfft... 80+ pips??

A single flying buddha on a weekly chart that signals a reversal will mean few thousand pips.

Continuing on..

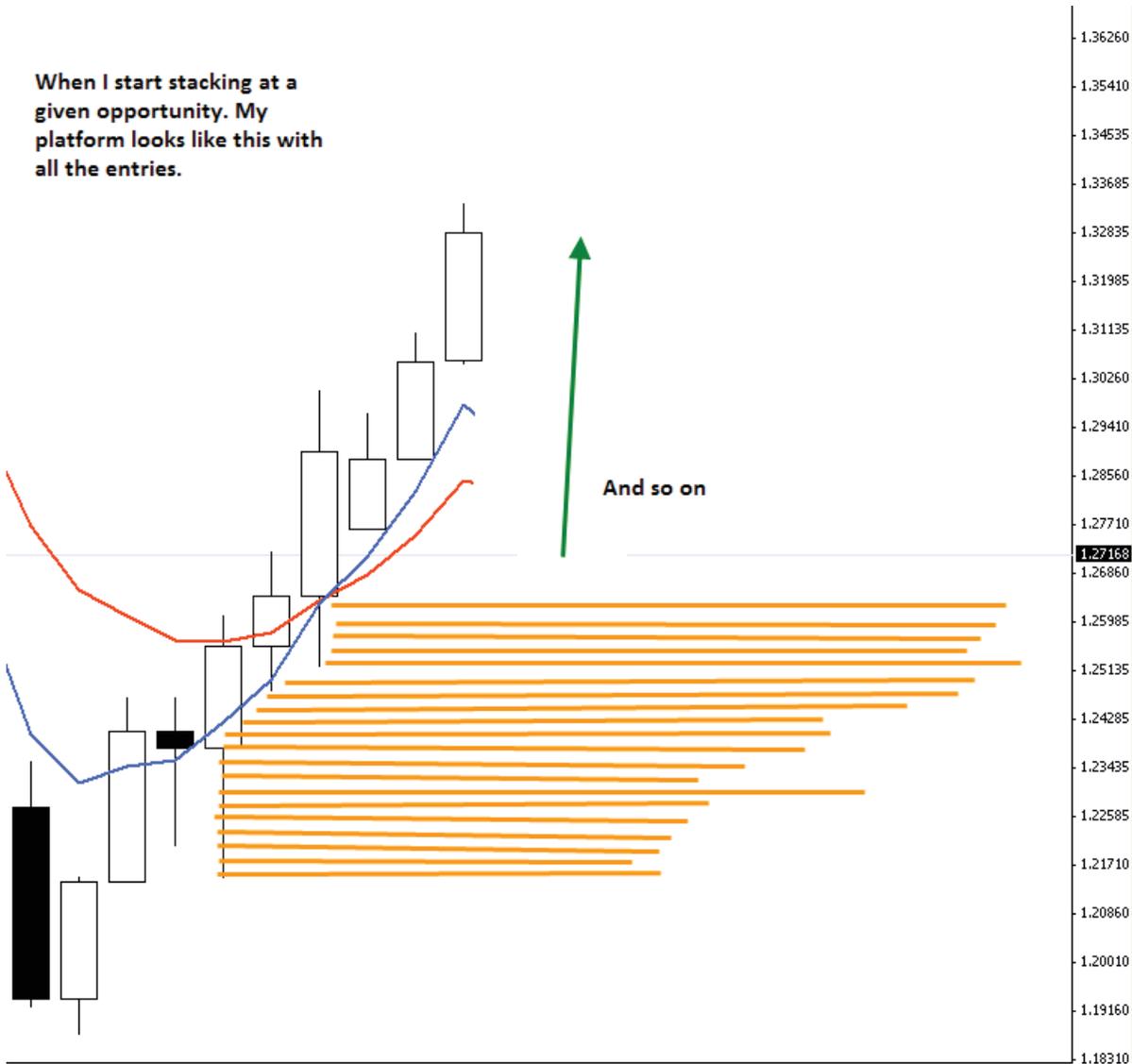




To be the top 10% percentile you need to

take calculated risk and expect greater and infinity yield profit.

When I start stacking at a given opportunity. My platform looks like this with all the entries.



More or less like above. This is possible cause I use inception method to pin-point the area of my entries and then use an extra tight entry.

So I risk 10-15 pips for the potential of 1300 pips everytime.

How is this possible???

Continuing on..



Aug 27, 2010 5:07am (4 hr ago)

#1488





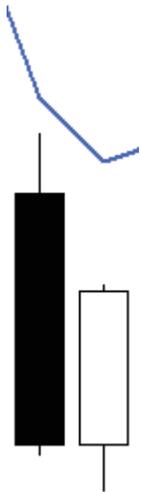
When you use weekly chart. You are slowing the time. Everything is slower and in slow motion.

One 5 minute candle is a flick of a light switch.

BUT

One weekly candle is 5 days of opportunity.

If you see a flying buddha on weekly



Treat it exactly the same as a 5min flying buddha. You all know what to **ANTICIPATE** after on a 5min flying buddha **DO THE SAME ON WEEKLY.**

For the above picture you are looking at UP trend.

Imagine only 2 candles of up after that flying buddha.

The scale is different and that would equate to few hundred pips.

Sooooooooo

YOUR HINDSIGHT IS??

Up.

Continuing on..



Aug 27, 2010 5:14am (4 hr ago)

#1490



pipEASY

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Member Since Dec 2009

10+Y 566 Posts



Everything remains the same.

Price interpretation is **especially** the same.

WE NOW HAVE HINDSIGHT THAT IS WORTH AT LEAST FEW HUNDRED PIPS. SO WE HAVE MAXIMIZED OUR 'POTENTIAL PROFIT MAKING GROUND' AND KNOW THE PRICE WILL MOVE AT

LEAST FEW HUNDRED PIPS IF IT WORKS OUT.

Thats only half of the equation...

ITS NO USE KNOWING PRICE WILL MOVE FEW HUNDRED PIPS WHEN YOUR TIGHT STOP LOSS ON WEEKLY CHART IS ALMOST A HUNDRED PIPS per open position

You need to do the REVERSE THINKING for your stop loss. YOU WANT POTENTIAL HUNDREDS OF PIPS BUT YOU ONLY WANT TO LOSE ONLY FEW PIPS AT A TIME.

HOW?!?!?

You bring the hindsight of higher time frame into the lower timeframe. You must use inception method and SWING THE FAVOUR TO YOUR SIDE PERMANENTLY.

Im going to prove all this..

Continuing on..

Last edited by pipEASY, Aug 27, 2010 5:27am (4 hr ago)



Aug 27, 2010 5:26am (4 hr ago)

#1492



pipEASY

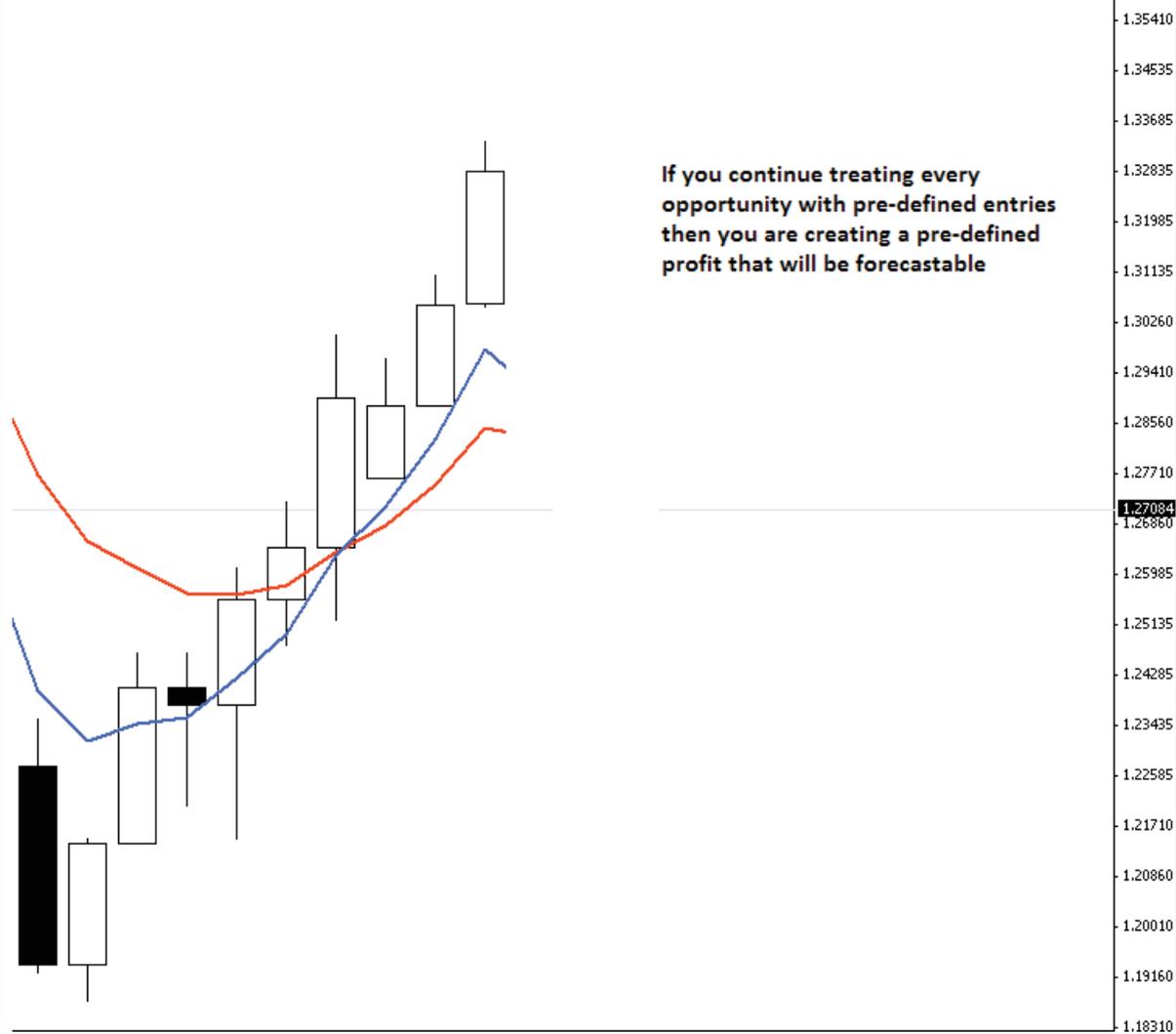
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[566 Posts](#)



Level 0. Weekly



If you only use level 0 (or just 1 timeframe consistently) you are pre-defining your actions. If you enter just from level 0, you will have 3 or 4 entries with stop losses just as big and the only thing that will save you is **if the new trend continues longer than just 8 candles.**

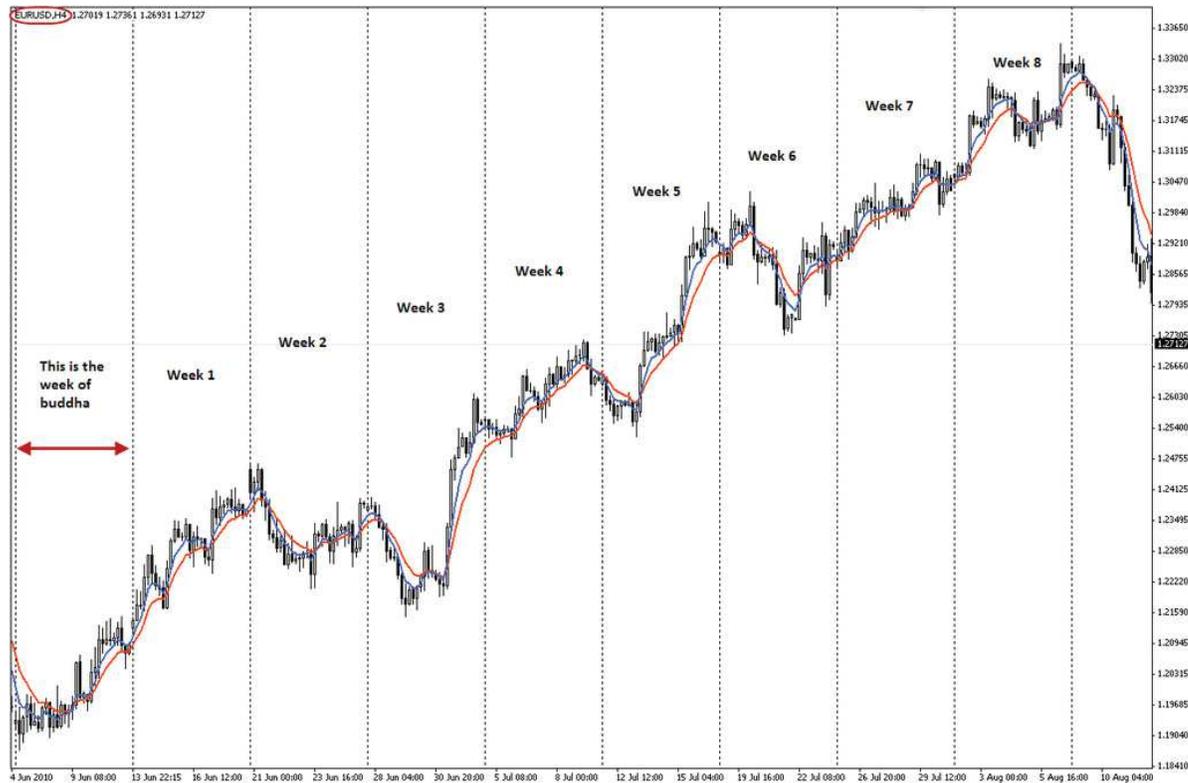
If you just stay on level 0 or any single timeframe, you may have increased/decreased your scale (profiting ground) but you have also brought the baggage of bigger/smaller stop loss. You need to detach these two completely to be top 10%.

Always always always remember:

**The more you trade mechanical, expect more defined and forecastable profit.
The more you take calculated risk, expect greater and infinity yield profit.**

Calculated risk???

Same period but level 1. 4hr.



Last edited by pipEASY, Aug 27, 2010 5:47am (4 hr ago)



Aug 27, 2010 5:44am (4 hr ago)

#1493



pipEASY

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Member Since Dec 2009

10+V 566 Posts

Compare.

Look.

What do you see???

Let me try and summarise it very short and direct

YOU HAVE JUST CREATED MORE ENTRIES WITH SMALLER STOP LOSS/RISK BUT STILL THE SAME POTENTIAL OF 1300+ PIPS.

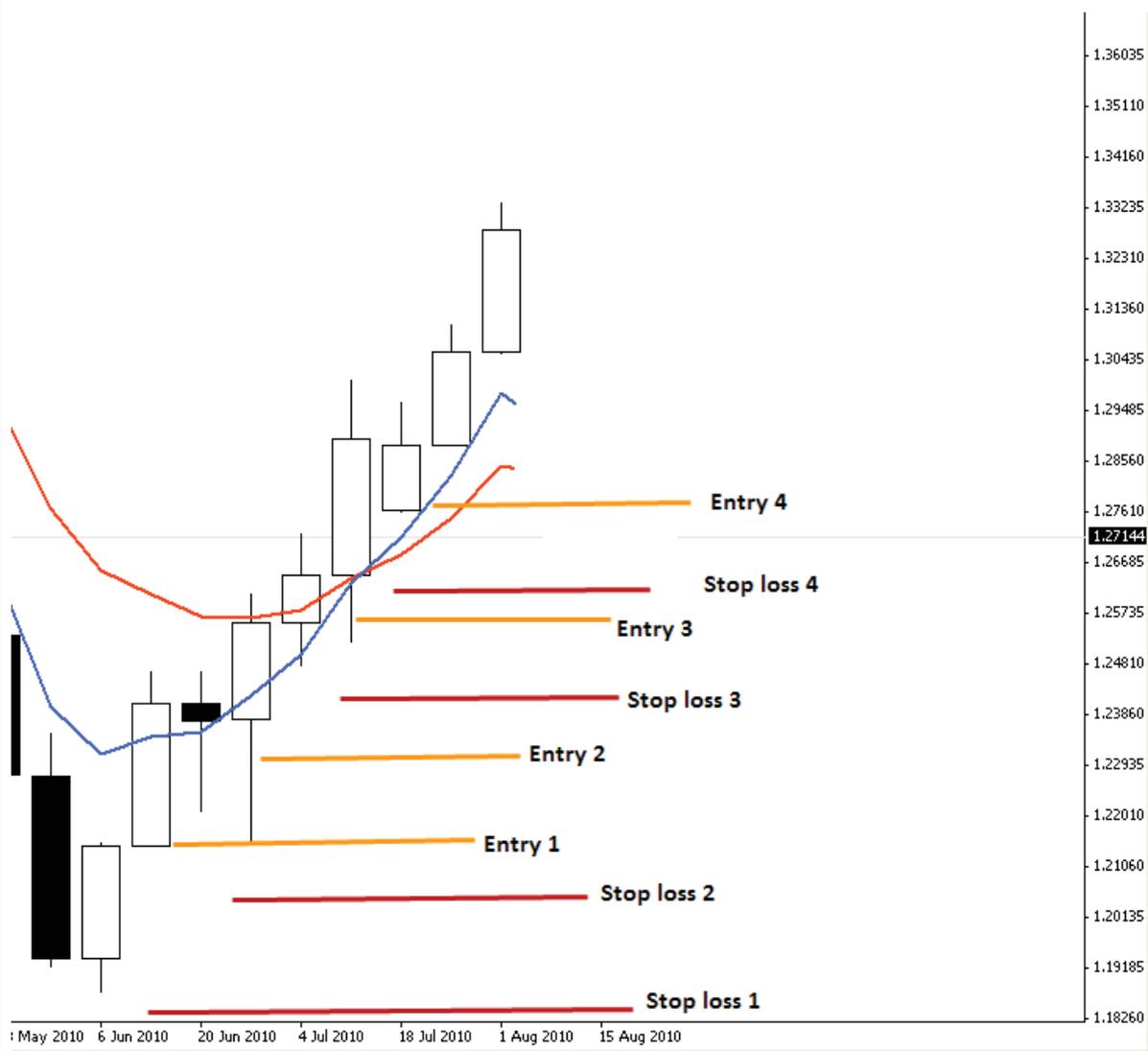
YOU HAVE JUST CREATED MORE ENTRIES WITH SMALLER STOP LOSS/RISK BUT STILL THE SAME POTENTIAL OF 1300+ PIPS.

YOU HAVE JUST CREATED MORE ENTRIES WITH SMALLER STOP LOSS/RISK BUT STILL THE SAME POTENTIAL OF 1300+ PIPS.

You have completely detached risk reward off its scale. Risk always followed reward and it frustrates alot of traders to notice that more risk means more profit but could mean a bigger loss. They were always related.

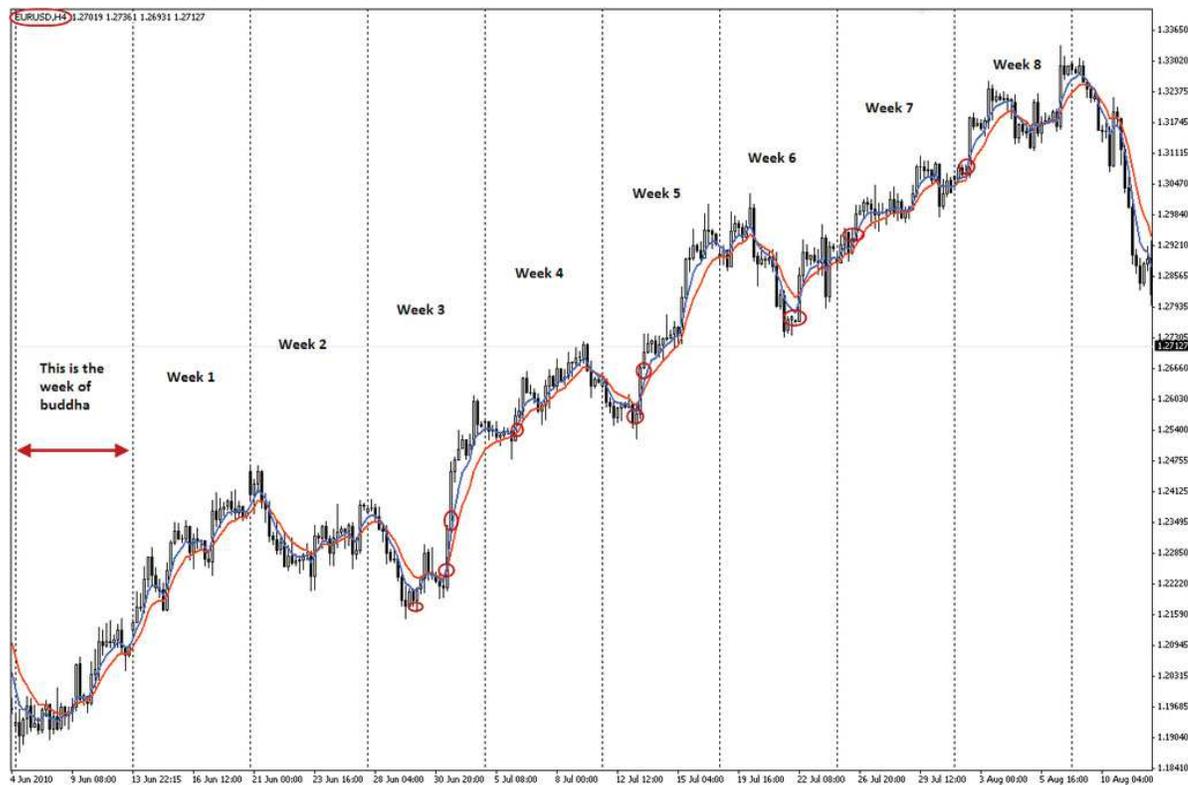
Now they are inversely correlated. Same/more profit for smaller/lower risk.

This is you with the current price action interpretation. There is nothing wrong with the interpretation but the parallel-related risk reward.



This is me **IF i just use one level inception**

Using the same price interpretation I showed yesterday: wick interpretation, flying buddhas, volatile breakouts, engulf I can roughly see this many entries that would have survived after 8 weeks, more or less.



ALREADY I HAVE MORE ENTRIES and the beauty is every new position will have much smaller stop loss/risk but the same goal or the potential to profit as the weekly.

This is creating a huge gap in the risk:reward



Aug 27, 2010 5:53am (3 hr ago)

#1494



pipEASY

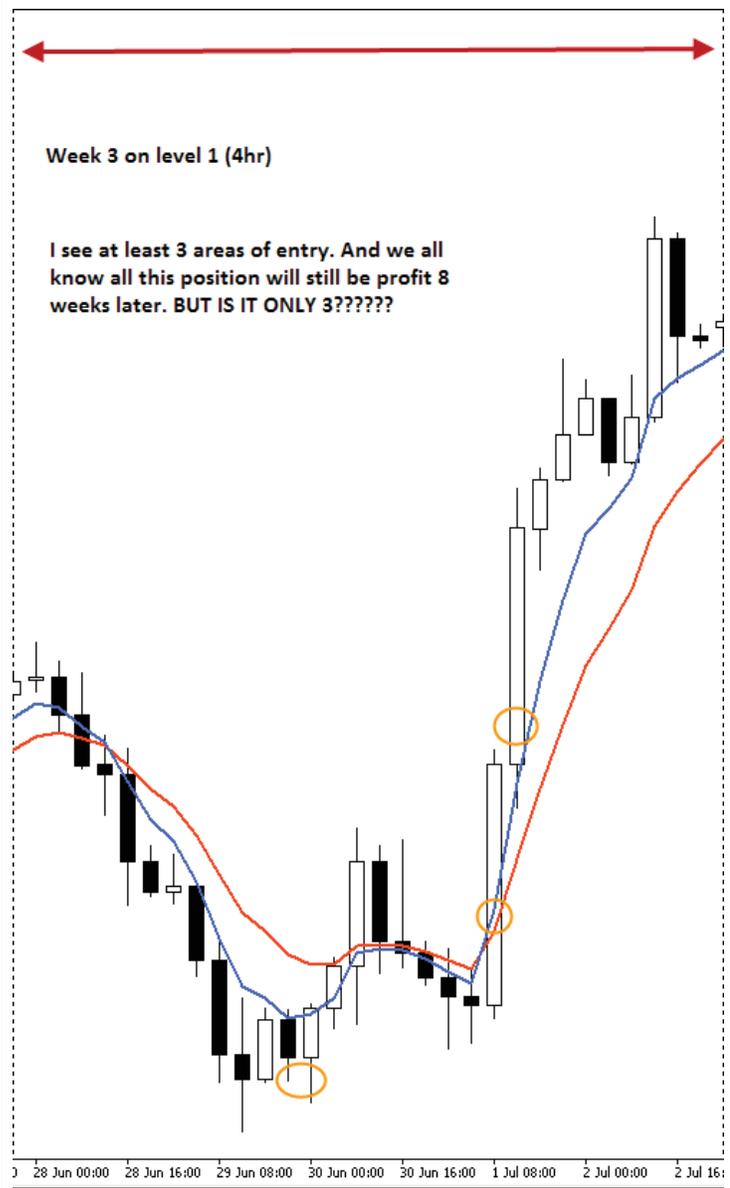
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Im going to warp everything even further.

Lets look at level 1 (4hr) chart again. A closer look into 'week 3'



Obvious setups that we have done many times before.

Buddha, wick interpretation, volatile breakout. Usual stuff. Or should I say set repetition of generalized cycle??

Only 3 entries?

Im sorry but i can see more...

Where?



Aug 27, 2010 6:12am (3 hr ago)

#1495



pipEASY

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Member Since Dec 2009

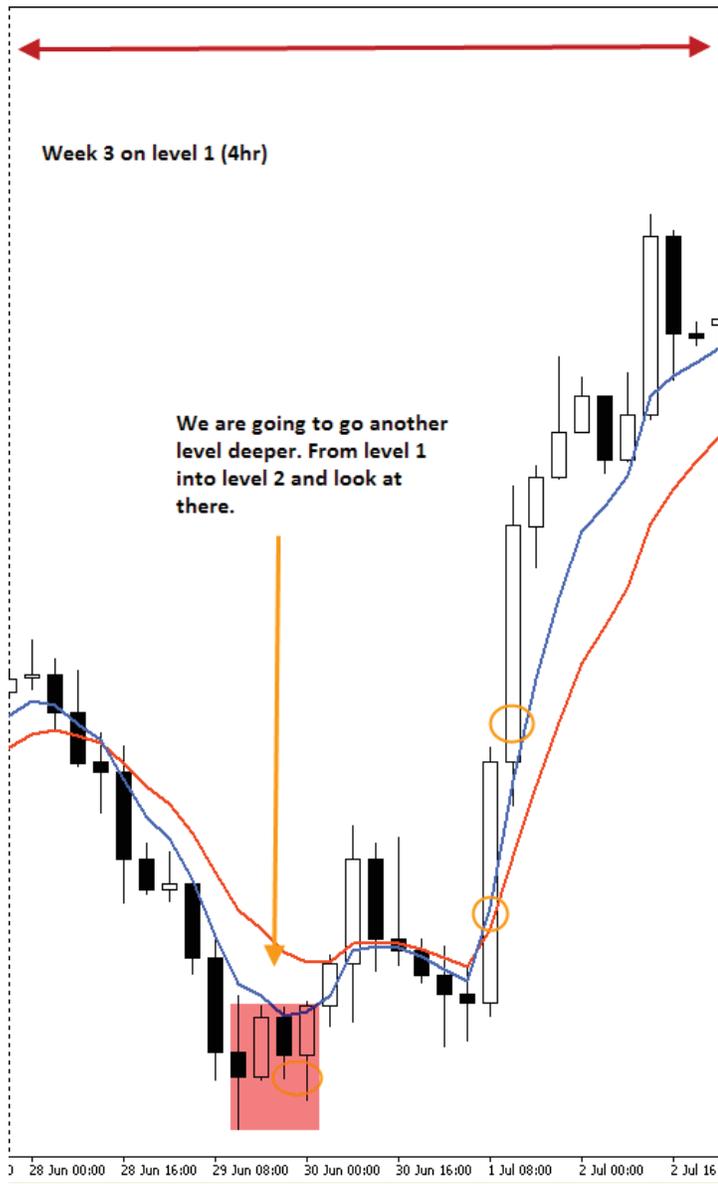
10+V 566 Posts



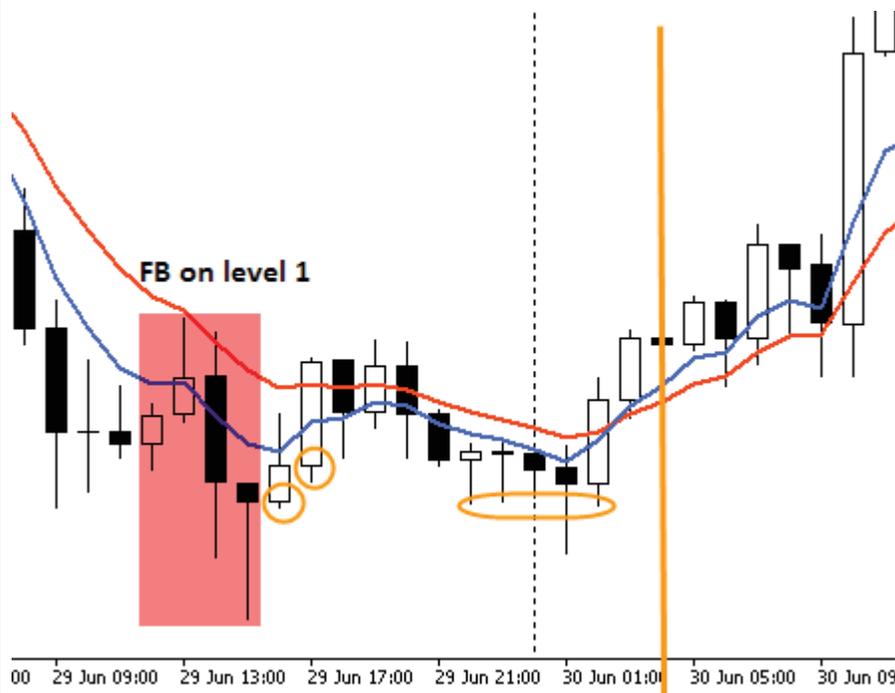
Where??

Inside of the inside.

Look how I warp these 'areas' of entry into an absolute money making bloodbath.



Into level 2. 1hr.



I have dissected the same one opportunity to now 3 opportunities AND cut the stop loss significantly. Potential is 3 times the total profit at end of 8 weeks and risk is not even half of level 1.

Risk:Reward is now so warped. Can you honestly think of 20 pip risk: 1300 profit? 1:650?

Apologies, I keep getting my level numbers confused as Im rushing but im sure all readers know what im talking about with 'levels'

Continuing on..



Aug 27, 2010 6:21am (3 hr ago)

#1496



pipEASY

crede quod habes, et habes

Member Since Dec 2009

10+ yrs 566 Posts

I will make everyone head go spinning to enter one more level into 5min. I can dissect the 3 opportunities on level 2 into further 6-10 opportunities.

Just by using the same price interpretation we have been practicing.

And all this was from 1 opportunity on level 1 which was from 1 flying buddha from weekly chart.

I can literally make all go crazy if I start the hindsight from **monthly chart** and then filtering into lower timeframes.

Ever thought of 15 pip risk for a 8000+ pips?

Continuing on..

Last edited by pipEASY, Aug 27, 2010 6:34am (3 hr ago)



Aug 27, 2010 6:33am (3 hr ago)

#1497



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

10+V [566 Posts](#)



I can spend all night to prove to all that the market we know has a set of generalized action that repeats itself in a cycle. Pros know this well.

Hindsight is the most valuable source of information. As we all know flying buddhas dont work all the time but enough times.

If you think about my posts above you will clearly see how a skilled trader can not only bend the market sentiments into his own focal interpretation but also bend the will of the market.

Everyone thinks r:r is a static and defined set of numbers that moves parallel to each other. The secret is doing what you can to tear these two numbers apart. Success to DIBS method? In the long tail is what petercrown said. Or is inside bar about stopping the risk at static 1 and letting profit grow?

I can guarantee that any willing readers to invest their own little time and flick through any pair. Choose a hindsight on higher timeframe and filter through few levels deep using same price interpretation you have mastered. You will get similar results in every scenario you test.

You now know the cycle of generalized action.

Sincerely,

Graeme

Last edited by pipEASY, Aug 27, 2010 6:47am (3 hr ago)



Aug 27, 2010 6:42am (3 hr ago)

#1499



[pipEASY](#)

crede quod habes, et habes

Member Since Dec 2009

10+V [566 Posts](#)



Thank you all for participating.

Apologies if my tone of voice was higher than usual but just like a good ending to a movie, tonights topic is one of the last on the list that I was working down. Im glad to see many readers that joined me from start still here. Thank you very much.

I will continue on tomorrow night as I would like to add little more to the thoughts I represented tonight.

Tomorrow I will show all readers how to literally stop the time in the markets.

And then the explanation of the weekend project to all which seals off everything nicely.

Good night all and stay warm

Kindest Regards,

Graeme



