

X-Man's Super Simple System

The 1H E/U method.

1. Timeframe – 1 hour timeframe
2. Pair – EUR/USD Once this pair is mastered then you can add another pair etc.
3. Main Indicators – Synergy bars , Traders Dynamic Index , 4 EMA (typical, shift 2)

RULES

1. Draw vertical lines on your platform at the beginning of the London opening and at the beginning of the New York opening. (these vertical lines will be drawn on your charts every day) or you just use the indi called i-sessions that will show you the start of the different sessions.
2. As the London market opens we will look for signals using Price Action. We will not take any trade before the London opening.
3. We will confirm the Price action using TDI. The steeper the TDI the better. Green TDI must cross the red TDI. TDI must be in 12 to 2 O'clock for long or 6 to 4 O'clock for short when crossing the red TDI line.
4. Watch out for support and resistance areas. Always look to your left. If there are strong support and resistance areas then wait for PA to breakthrough before entering. At times you will find TDi crossing like mad and produces losses this is because PA is bouncing between S&R. If we realise the S&R areas then we wont be trading every cross on TDI.
5. There will be around 2 crosses per day during the London session on a normal day.

6. With long pull back candles I might enter earlier than a cross on TDI. This will come with experience.
7. As Price action comes close to the New York vertical line we must start to close our London trade but if our trade looking strong we can keep it open.
8. When the New York session starts we will look for our next signal.
9. Trade only the first 3 to 4 candles of the New York session (the London and NY overlap). If you have a trade running and still looks good then you can keep it open but don't enter any trade after these hours as the Market gets choppy.

SIGNALS

pullback candle.

What is a pullback candle?

- A pullback candle is a candle if the previous candles are bearish then candle will form a **low** then reverse and **close above** the **open**.
- If the previous candles are bullish then the candle will form a **high** and **close below** the **open** of the candle.
- This can be mastered by back testing only. The more you back test the easier it will become to identify these signals. I back test 1 month of data each morning before the London can open. E/U moves in a certain way and if you back test and spend lots of time with this pair you will start to learn the pair's personality and will be able to trade this pair with ease.
- The wick of the candle should be a longer than the body of the candle. The longer the wick the better.

- When we see these candles then we confirm it with TDI
- Always remember that **PA is King** and TDI is just used as a confirmation tool.
- Below is a chart to illustrate these candles.
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In this chart you will see the pullback candles marked with red arrows, you will also see the 2 vertical lines that I draw. I will not trade the Asian session as there is no volatility. So we basically selling the tops and buying the bottoms early with a pull back candle.

The next signal will be that PA breaks out of the range.

- As the London session starts you will notice that the Asian session has a small range, we will trade in the direction of the break.
- Just before the London session there may be a Fakey so watch out for that. That's why we don't trade anything before the London opening.
- A nice signal would be a strong red or blue candle to show a clean break.

- This we can enter while the candle is still open. We enter about 5 pips above the break.
- This is illustrated below by a yellow arrow



Usually the candles will head in the same direction until the New York opening.

To study the movement of PA is really important in back testing PA does the same thing over and over every time.

The same patterns and formations are formed.

Lot and lots of practice and back testing is needed to master E/U.

I would highly recommend looking and studying all of PHX62 charts and posts as this will help you learn the system better.

Stop Loss – Your stop loss will be set at the high swing if you going short and at the low swing if you going long.

We can move our SL to break even once our trade is above 30 pips or so.

Take profit – Your first take profit will be set at 1:1, when it reaches this point you will lock in half your profits. The second take profit will be at 1:2. This is the point where you will lock you entire profit.

If the second half of profits doesn't reach this level then you will lock in your profits at whatever you have.

Enties-

1. You will enter at the open of the candle straight after the signal candle (the pull back candle) The opening of the next signal.
2. As soon as there is a break from the Asian session you trade in that direction. You can enter while the candle is still open.
3. When theres a cross or bounce on TDI (when theres a crossing at 12 to 2 o'clock for long) (crossing at 6 to 4 O'clock for short) The steeper the better. Try not to go long in the 68 zone and don't go short in the 38 zone.

Exits-

1. You will exit when TP is hit or as you come close to the next session.
2. If you entered the break of Asian session and you see PA retracing back into the Asian range when candle closes then exit. Same thing will apply with S&R areas.

Remember the basics in forex is up to you to learn which plays an important role in learning system.

The forex basics will apply, these can be studied at www.babypips.com

Back test this method and become comfortable with how PA moves. Practicing this method will allow you to execute trades easily with the utmost confidence.

This is how a trader develops his edge and be one step above all other traders.

The indicators can be found on the first post as well as on post 3225 page 215.

Regards

X-Man

