

When a new bar opens in the lower window, place your trade in the direction indicated by the colour of the last **NonLagMA HIST** bar.

This is a scalping system, but also works well for short trend following. I scalp using a one hour time frame & trade at the top of each hour. Mainly because I like to sleep at night! I'm looking for 3-4pips per trade, + the current spread,

I normally trade between 09:00 - 16:00 UK time.

I don't wait for anything to 'Match up'. Just trade in the direction of the last bar painted by the NonLagMA.

I discovered some years ago that stop loss's. unless on a 'Save the ranch' style, i.e 100 pips +, they worked against me.

TP is easy...if the movement is slow I'll grab 1/2/3/4 pips. make a coffee & wait for the next top of the hour.

SI is a visual thing.....If the Nonlag is running the same color as the ma above in the main window, I'll take a chance on the trade returning to profit. Believe it or not it usually does. If I'm trading against the top ma, I'll close the trade at 3/4 pips. If you do some visual back testing you will see that a loss is a rare creature. I also make a point of noting relevant news due out that day, and miss that hour. I like my trading to be painless, & gentle!

the system is really so easy you should give it a try for a couple weeks on a demo.

I was just wondering how you would have managed this situation where price reversed -27 pips after entering the trade on the red bar as per my pic, surely it would have hurt trading £25 per pip ?

Yes...the open was 1.5991, & the high was 1.6026. Draw down would, & did hurt . My records show that maximum draw down was £675. The rewards were a very quick & cool £1000. If your account wouldn't cope with such a draw down.....jump out. Always do **'What is best for you'**. That's a quote, not mine. But it's worth keeping in mind.

I'm a little confused as to when to get out when the trade is going against yo

Stop looking for the holy grail! Draw down is unavoidable, live with it.

I nearly always ride out any draw down, but it can get hairy. This is what I did at first, & still do, if the trade doesn't 'feel right'.

[Once the trade turns on you, at some point a bar will form in the nonlag window directly under the current price it will come & go as the price fluctuates....a new bar is forming. If it's a different color to the direction of your trade, get out. It is often a false signal to follow, the trade can turn round again, but you will be saved a heavy loss & you can always re-enter.]

The thread starter had a mental stop loss where he get out of the trade he did not use a hard stop loss shown on chart. At least this is the way I understand it

Mental stop is as good as mental trading system. No specific rules, just discretion.

My original intention was to post, & let those that could use it, and those that failed to fail. After all, it really could not be any easier to use, & to make money with. When I finally got my head around this trading thing, I saw just how easy it is to win at this game. I even traded the quarter & half hour bars on 15 min TF!

I think that this system cannot be backtested unless using a trade simulator. Because the entry is upon a NonlagMA bar that is just opening. At hindsight we do not know what color it was at the open, we only see what color it was at the close. So, let us see what forward test will show.

You have completely missed the point.....you trade in the direction indicated by the last bar painted.

Losses are part of the game, as long as they don't exceed your wins.

Well said! Very simple philosophy, but as in many cases, there are always those that never get it.

All you have to do in this system is enter at the last colour bar..and still there is confusion!!