STOCHASTICS

The stochastics I use are **8.3,3** sma close
21,10,10 sma close
and **100,10,10** sma close
they are colored when they hit 80% and above and 20% and below...........

the slower stochastic is the blue line on top, as long as it stays there, the trade is long.
the green stochastic mimics price action, look for the general direction it is traveling..........
the black stochastic gives you the next price action move and has great set up features along with the green stochastic, but we are not ready to discuss that set up yet.........

I circled the areas where the ADX's that were showing long have stopped climbing, and a drop is to happen in time...

Also make note of the stochastics, the slow blue sto stayed high and flat, while the green sto went down like a DS trade and went long again, this also is the resting period, and a trade setup..

Once you see an Impulse Wave , wait and watch for the resting wave to bottom on all lower TF's frames and then you will see the start of the next move or impulse wave again.......

we also had a CROSS X trade on the way long in the stochastics by the X

That second compression is a really nice one...........

The green sto is the trend and the black sto is the direction of price at the time!!!

And that is how you read them, if they are going against each other, ranging appears, when the black and green sto's are traveling the same direction, you get better PA, when the 100,10,10 sto comes with them even better PA and longer trend will show..............
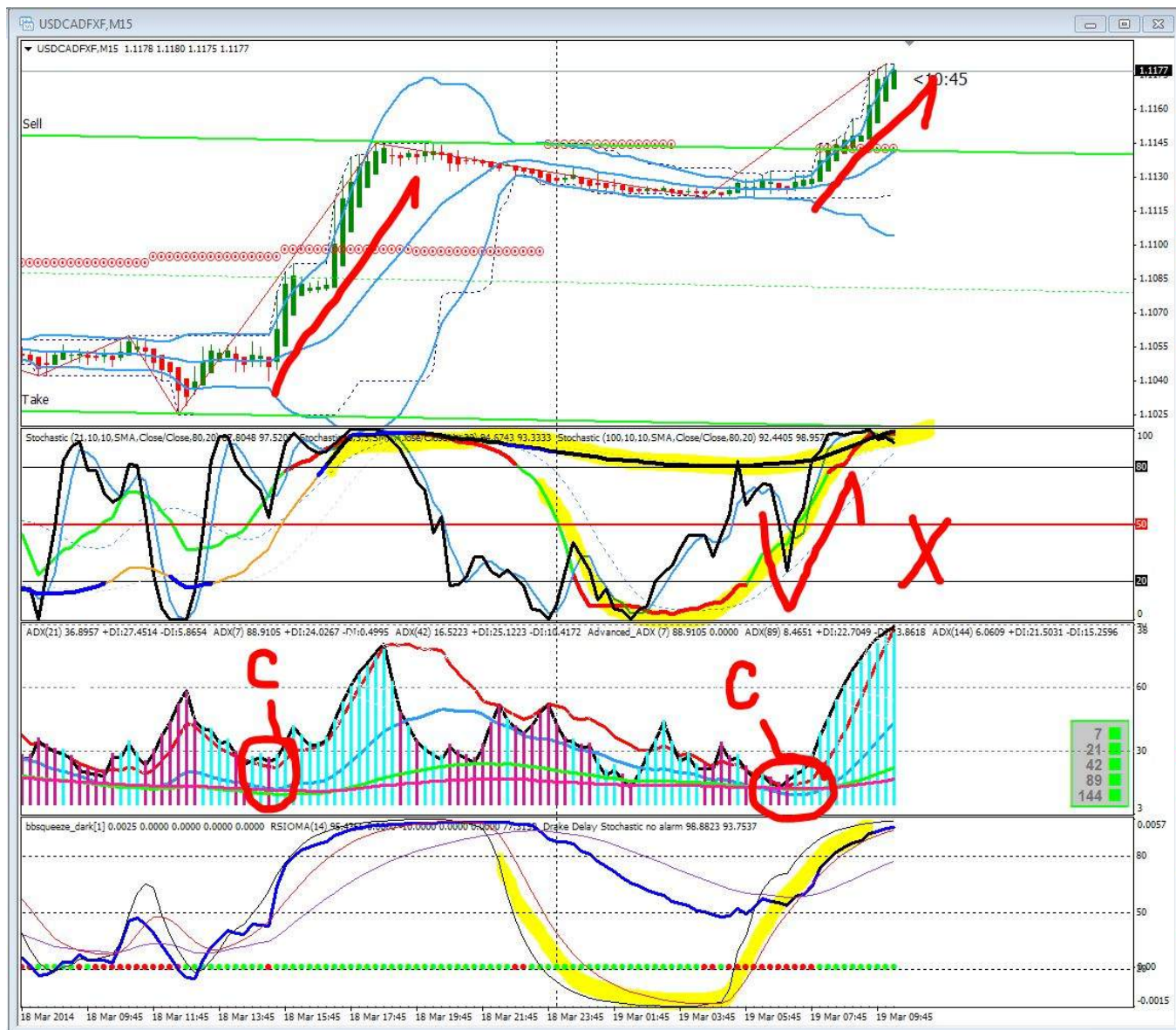
You know when your trending when the BLUE sto stays high and flat

and when you get DS after DS after DS trade on the way up..............

and of course the ADX 89 and 144 continue to climb...............

and the RSIoma stays near the 80 line ....

Make this your new rule.............If the Green sto is not at 45 degrees steepness long or short , Don't trade it.

At that very same time is if you look at the M5, All the stochastics were at a bottom just before the news also. It is always good to see your TF that you are trading and at least the TF, one above and below and if there is anything traveling against each other , don't trade it...............

The more things you can get traveling the same direction together , the better results you will have.

Too many traders over trade, a couple of perfect trades is all you get most days............

green sto is the 8,3,3 on the higher TF.............

The green sto and RSIoma should be going the same direction together for a good trend direction...........they should also be above the 50 line or below the 50 line for a stronger trend direction.

TIP: when you see the stochastic 8,3,3 and the 21,10,10 together moving very steeply like these examples on the GBPUSD M15 , H1 , H4 together , this is a bigger move
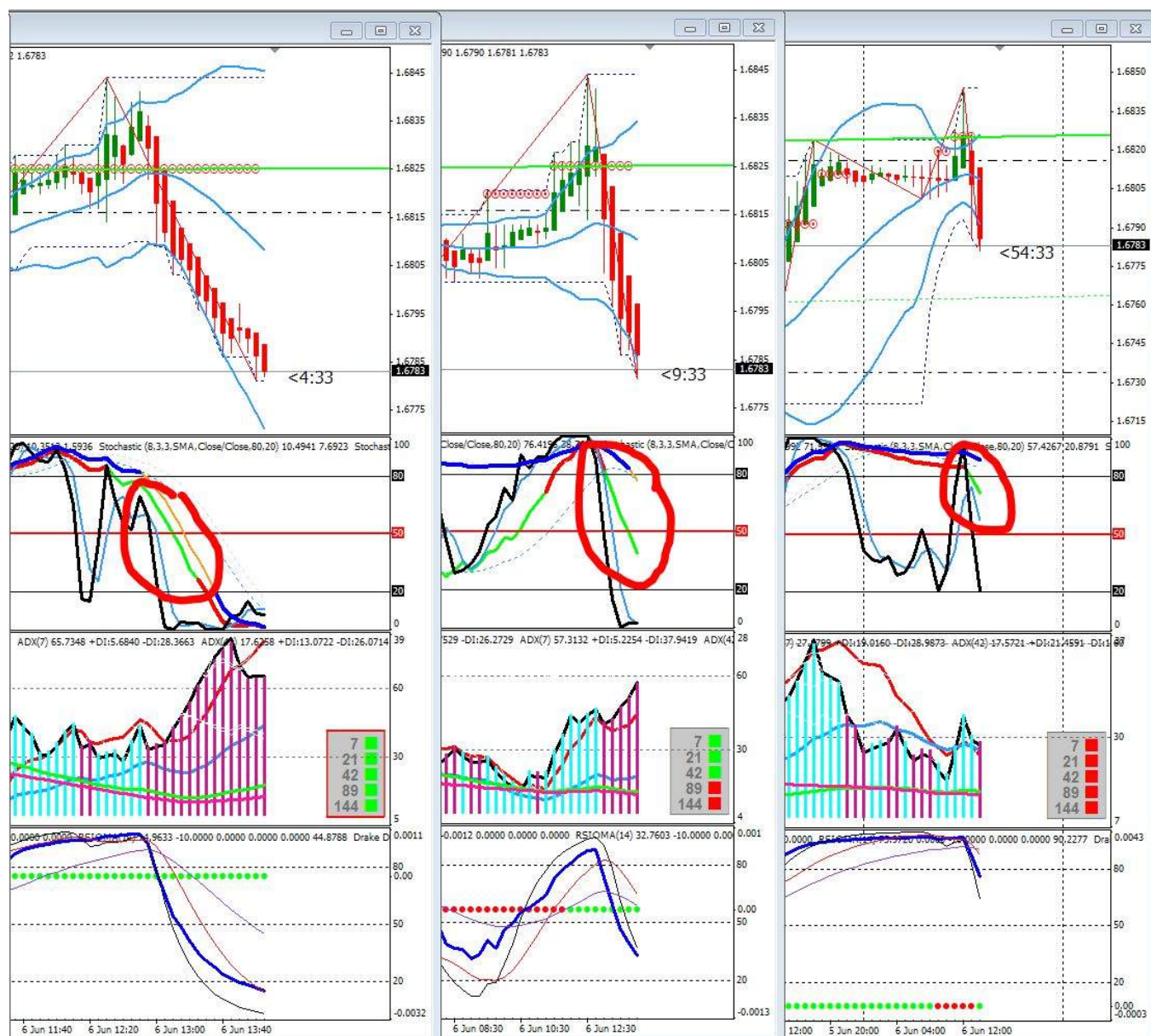

EUR / USD and USDCHF are inverse
When You buy one, sell the other.

STOCHASTIC DIVERGENCE

I have something new to Teach , this might not be the best example because I marked it up, I hope you can see through it.

The blue stochastic stayed high and was flat, this is a hint of staying long, but the thing I wanted to show you was the green stochastic, it came off the bottom long with the 8,3,3 sto, the first move up with the 8,3,3 sto is wave 1, the 8,3,3 sto then drops back down while the green sto is still climbing long, **This is Stochastic divergence, what happens next is wonderful ! Wave 3 !** almost 300 pips on wave 3, wave 3 is the strongest of most waves out there.

When the 8,3,3 and the 21,10,10 are traveling the same direction together, a strong move is created, PLEASE confirm this with the ADX LONG and the RSIOM going LONG.
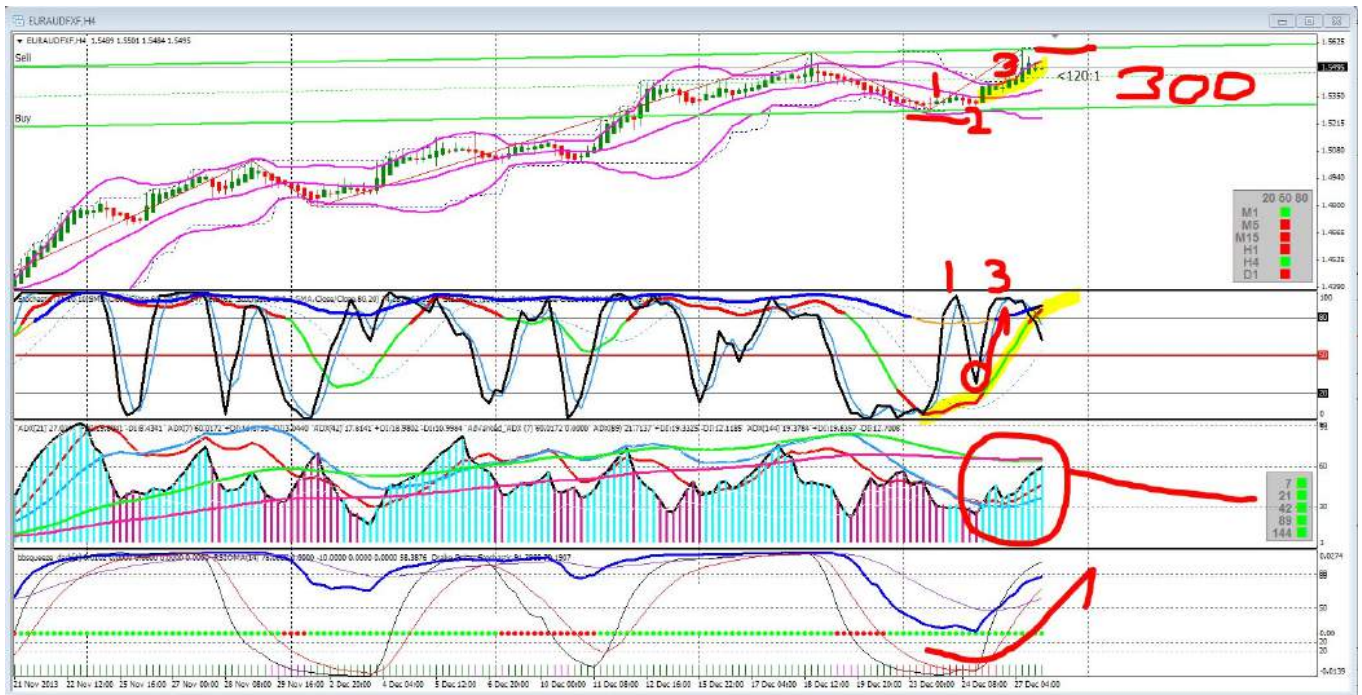
STOCHASTIC DIVERGENCE ENTRY

You can enter extra positions on the blue sto going above 80 line, again at the green sto going above the 80 line, again when the green sto drops below the 80 line and crosses above 80 again, **providing the blue sto is still above the 80 line.** exit would be the 8,3,3 crossing the 80 line and lower, and then wait for that rubber band trade on the 8,3,3 because the blue sto is still above the 80 line telling you long still, and then another entry at the last green sto going long in to the 80 area again if you did not exit the first time.
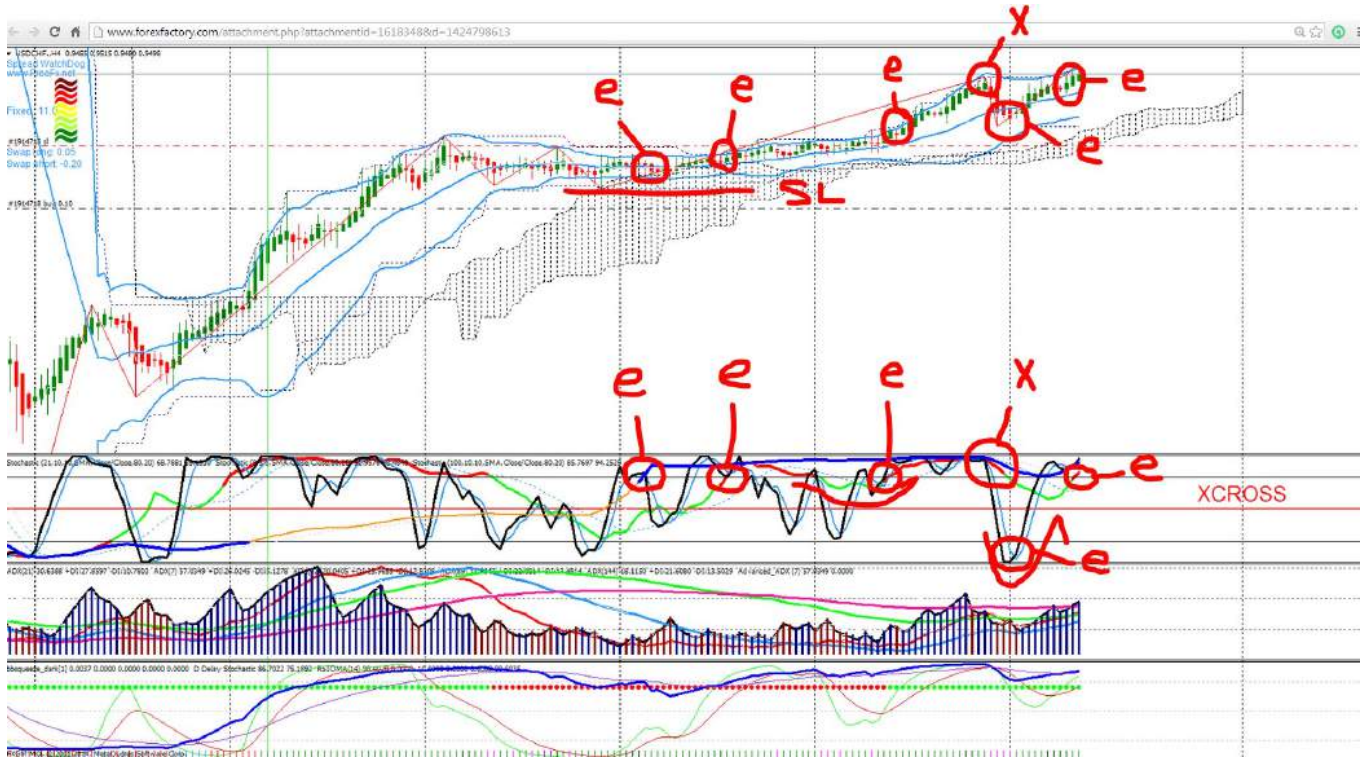
The DS and 8,3,3 going against the 21,10,10 sto are resting periods along with retracements, not reversals................

There is a difference..........

Study the sto's behavior. when they all top or bottom it springs back.
Sometimes to never return and sometimes to continue after a pull back and that is what we
need to monitor, continuation or reversal.

I have never posted this , but lots of time when the 21 sto gets over sold or over bought,
when the 8,3,3 moves over and touches the 21 sto or crosses. not always but most times PA
reverses.

The 8,3,3 hits the top or bottom first , then the 21 catches up with it, as the 8,3,3 moves
sideways and intersects with the 21 and turns down to break the 80 level this can be a pretty
solid trade, but you have to wait for it on the daily and follow the H4 to be doing the same
thing.

The 21 sto needs to have a steep rise or fall to it, not like the 2nd arrow from the left at the
bottom of this chart. Although as you see if you wait long enough for the second or third
bounce and the 21 going above the 20 level, it can work out also, BUT Alien and Humans
always seem to get in Too early and not hold on or place a SL. try it again until PA
pops.................

V-CROSS STOCHASTIC

TIP: New Technic to look for to help with further advance trading ....
I will come up with better examples , but this had both a long and a short trade in it.
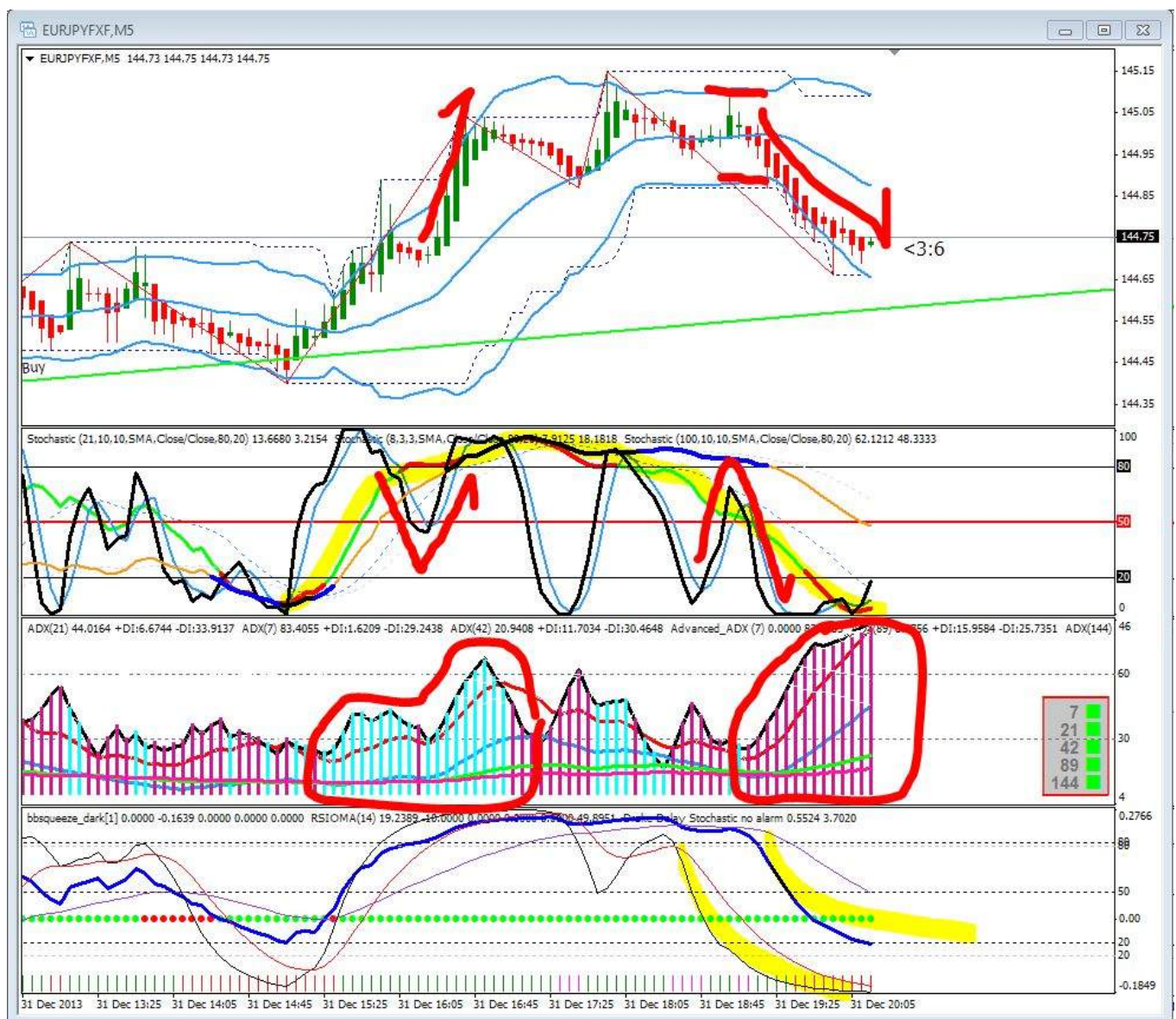
From the far left you can see adx powering up a bit, the rsioma crosses the 50% long, the 8,3,3 sto has gone into the 80% area.
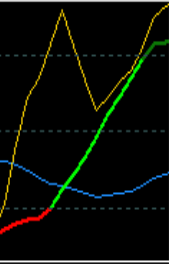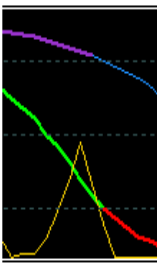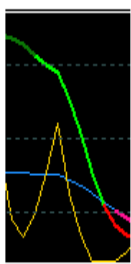See how the green stochastic is climbing, peaks, and rolls back down..............
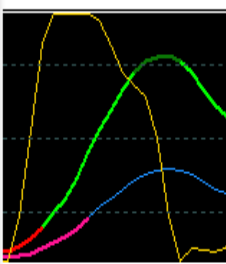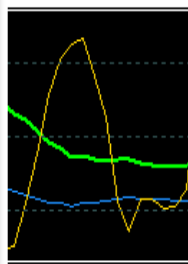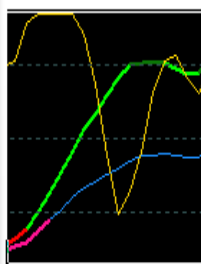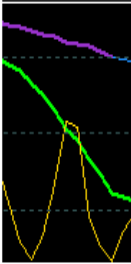
TIP: Here is the advance trade, rsioma went into the 80% area, the 8,3,3 also reversed it's self long again to match the same direction as the 21,10,10 green sto, This sling shots price action when both are traveling the same direction. I marked it with a <u>V</u> around the 8,3,3 to show this.

The same goes for the down side of the move, the ADX expands a short trade, green sto is moving downward across the 50% line, and the black 8,3,3 goes against the trend and then turns back downward (marked with an upside down V) , sling shooting the price action for a short trade. Please notice the RSIOMA also crossed below the 50% line during this time.

These are 2 advance trades that you can look for , 20 - 25 pips each direction . I might even call the a scalping trade, but 20 pips is always good in my book..........

X-CROSS STOCHASTIC

ANTECIPATED LONG	LATE SELL	ANTECIPATED SELL	NOT X CROSS	POWERLESS X CROSS	LATE LONG	PERFECT X CROSS
8,3,3 STO REVERSE BEFORE CROSSING 21 STO FOR A BUY	8,3,3 STO X CROSS 21 STO BELOW 50 LEVEL	8,3,3 STO REVERSE BEFORE CROSSING 21 STO FOR A SELL	8,3,3 STO CROSSES 21 STO WAY ABOVE 50 LEVEL FOR X CROSS	8,3,3 STO CUTS 21 STO PERFECTLY FOR A SELL BUT 21 STO LOSES DIRECTION	8,3,3 STO CROSS 21 STO ABOVE 50 LEVEL (at the time that 8 sto was at the bottom, 21 sto was topping)	PERFECT CROSS AT 50 LEVEL

Don't expect perfect x crosses to enter the trade because once we spot such setup we go watch lower timeframes to seek for the right conditions to enter (such as RSIOMA/21sto breaking 50 lv with bollinger bands breakout and most important the adx power).
The concept is the same for all others setups (DS,slingshots...).
A setup is found,jump to the lower tf you desire (not M1 chart please) and then wait for adx power plus RSIOMA/21 sto breaking 50 lv.

AGAIN ON GREEN STOCHASTIC

TIP: or New small lesson here : Look at the GREEN sto's I highlighted , anytime they remain <u>below the 50% line</u> and the 8,3,3 Sto cuts through the green sto at a fast rate and angle (90 degrees), you can expect further downside.

The first attempt on the far left the green sto was low and the DS had just started to go long,
The second attempt in the middle, the green sto was near the 50% line and the DS was far away from the RSIOMA, good move down and notice the ADX was FLAT at the time.
The far right example is in progress , green sto down and under 50% line, adx as FerruFx stated is expanding, both RSIOMA and DS are turned down and below the 50% line...

Wait for all green stos to be long and rsioma's to be long, Humans always enter too early

I only trade what the market gives me...............

I like scalping when I am here.........
Day trading and swing trading when I am gone from the computer........
and are Long Term Trend Trading when I see good setups for staying the trade.............

NY 5am to Noon when I can
Asian for a few hours in the evening
London some of the time.....zzzzzzzzz

BB squeeze
green sto did cross the 50% all the way
adx were expanding ever so slight and flat
rsioma crossed the 50%

the daily 8,3,3 sto that is below 20% line can be like the rsioma DS divergence trade, where it will come back to the 21,10,10 and other sto since they are flat in the over 80% area. confirm with lower time frames if and when you see the turn happening.....

TIP: Imagine the H4 RSIOMA as the 8,3,3 sto on the daily ......as the rsioma on the H4 turns long , so will the 8,3,3 on the daily............
Aliens looks at things Out of the Box and sometimes (not to confuse people) corresponding indicators in other time frames, line up giving you even more confidence in a trade.

TIP: Alien when created his systems, he tried to match the flow of indicators from one time frame to the other.
The below example on the M15 chart I highlighted the green 21,10,10 sto, this sto most times mimics the 8,3,3 sto on the next higher time frame, which is the H1 here on the right chart. you can see they both come down, flatten out, both take a dip and then go long again, go flat over 80% and both take a small dip up there. This is Great for Wave Counting and watching price action rest, as so you do not get faked out thinking price might come back down.
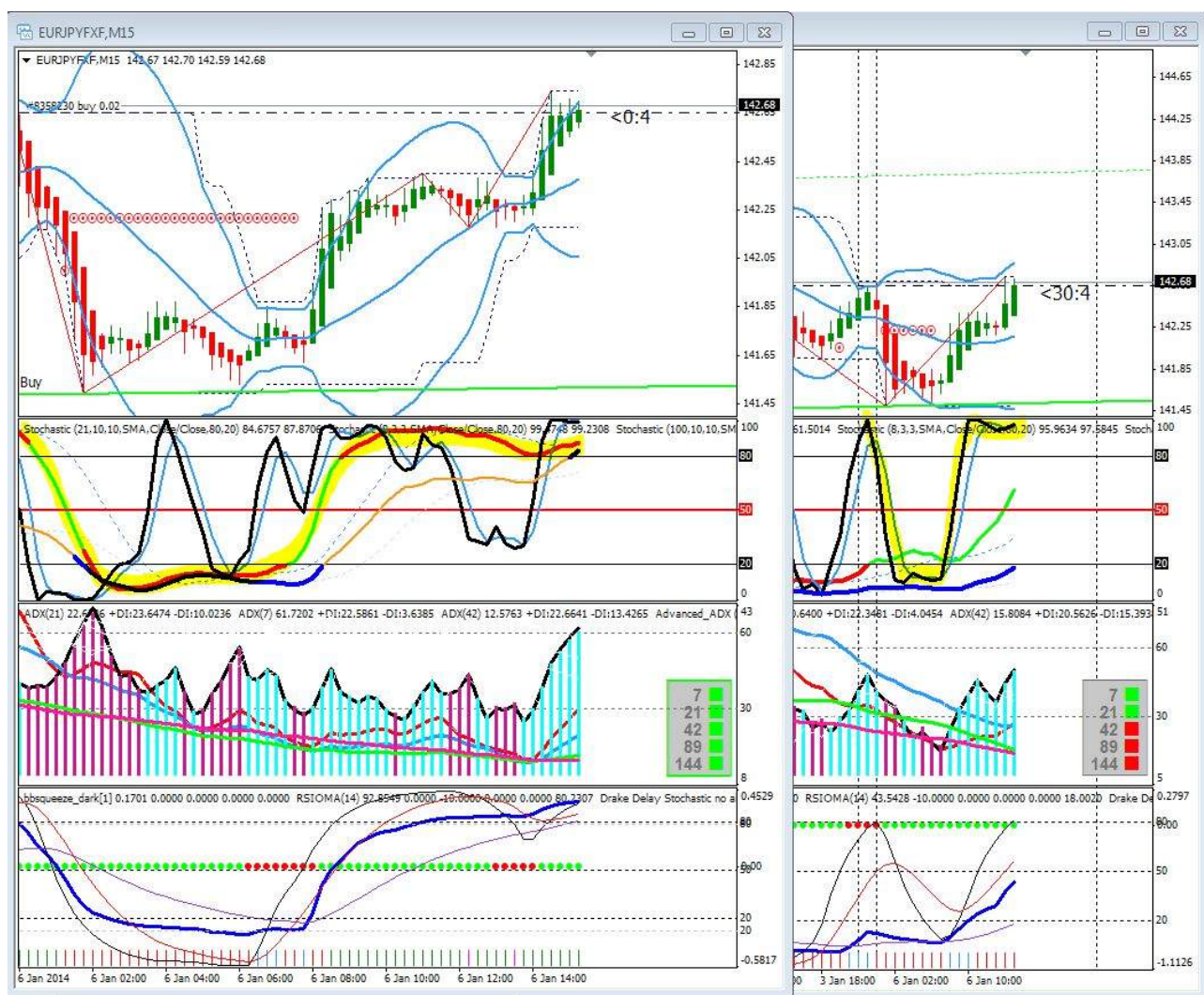
I have not taught this yet, but the 3 stochastics when they all bunch up together to one side and then rocket out the other direction is normally a hard top or bottom, but multiple TF's need to be doing this together , because we all know a stochastic can be over sold or over bought for a long time....

TIP: When you see the <u>green sto fall away, But price does not follow it</u>, it normally means another move long after it rests and can prove it'self that it is not going to retrace for now.

**ADX compression and a DS trade setting up...............**

Just follow the Natural flow of the green sto, it matches price , please re-read the thread , it is chock full of postings.

Divergence also shows, H4 is topping , **it takes a long time for the H4 to turn**, I am giving you a 2 days advance notice of the turn, the ADX is going flat telling a top is near, use all your indis to read what price is going to do next, this is not an easy game, or for the lazy trader........

Even Alien calls the turns early before the turns are ready, I will show you how to not do that and how to sit on your hands some more........

I will talk more about the Stochastics and how I use them in the days to come,
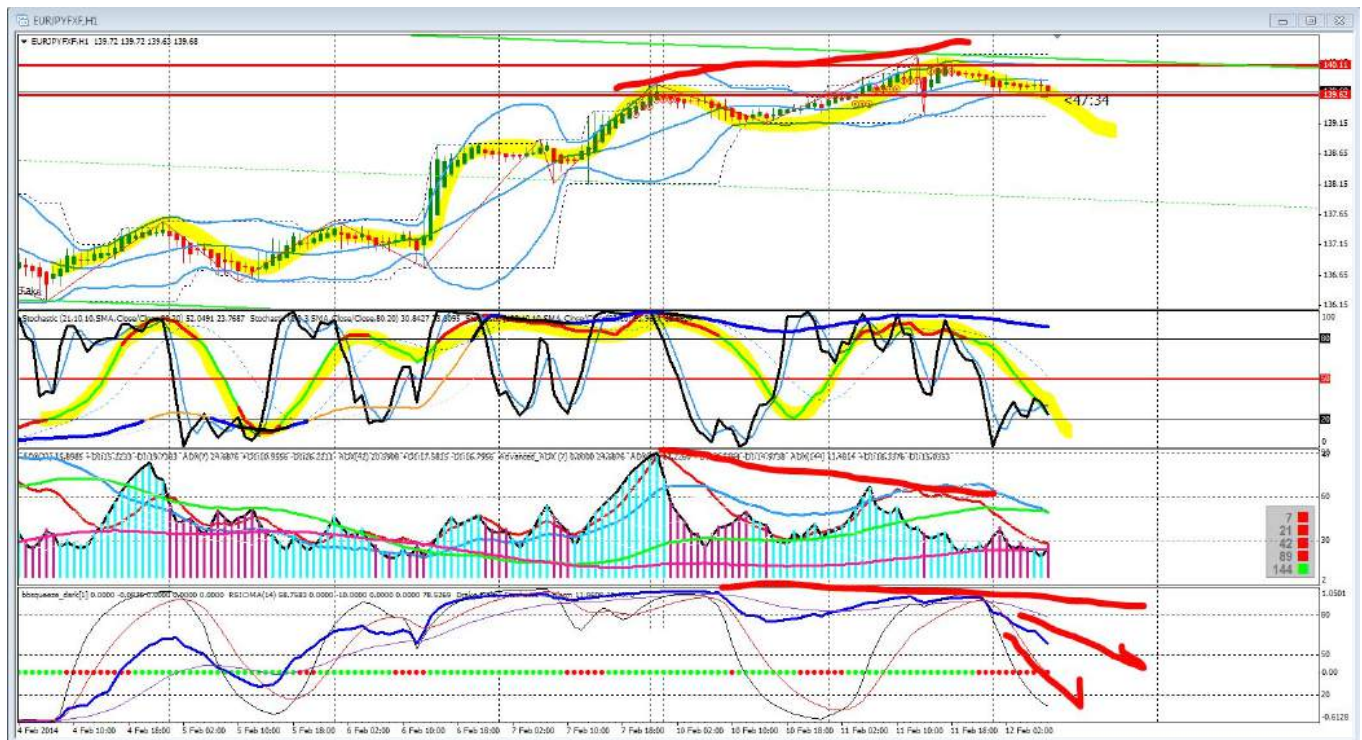
Just posted this , but when all the stochastics bunch together , this is a temporary top or bottom, until proven different...........then follow lower TF's to see how far it will go or if it turns against us again...........

Many times the stochastic will test the bottom or top once again before coming off the top or bottom for good, if you miss it the first time , the second time should be better, look for divergence for the turn..............

Ride the Waves.................!

Let's say about accuracy, to me:
- DS Trades have 70% accuracy;
- ADX compression under 10 and than expansion (eventually with BBS) have 90% accuracy;
- Stoch 100 that goes over 80 or under 20 has 90% accuracy;
- Stoch 8 that goes over 21 or under 21 when 100 is over or under 50 has 80% accuracy;
- Alien's Hook ?
obviously I'm referring to H1 or H4 TFs.

This last clue, I have only talked about this once before, as it is an advanced pattern. The stochastic window has the GREEN stochastic turning down with price action and the adx's at the same time together, (Marked in Yellow Marker) most times this Green sto is steady to the bottom. Now look at the 8,3,3 stochastic, it was climbing while the green sto was falling and they crossed each other. **the 8,3,3 sto going long was ALSO price action divergence** ! and as it turned back down the same direction as the green sto, PRICE picked up speed to the downside as both stochastics were now traveling together the same directionL
All these clues to give you the turn ! The rsioma and DS were traveling together both crossing the 50% line to the downside !
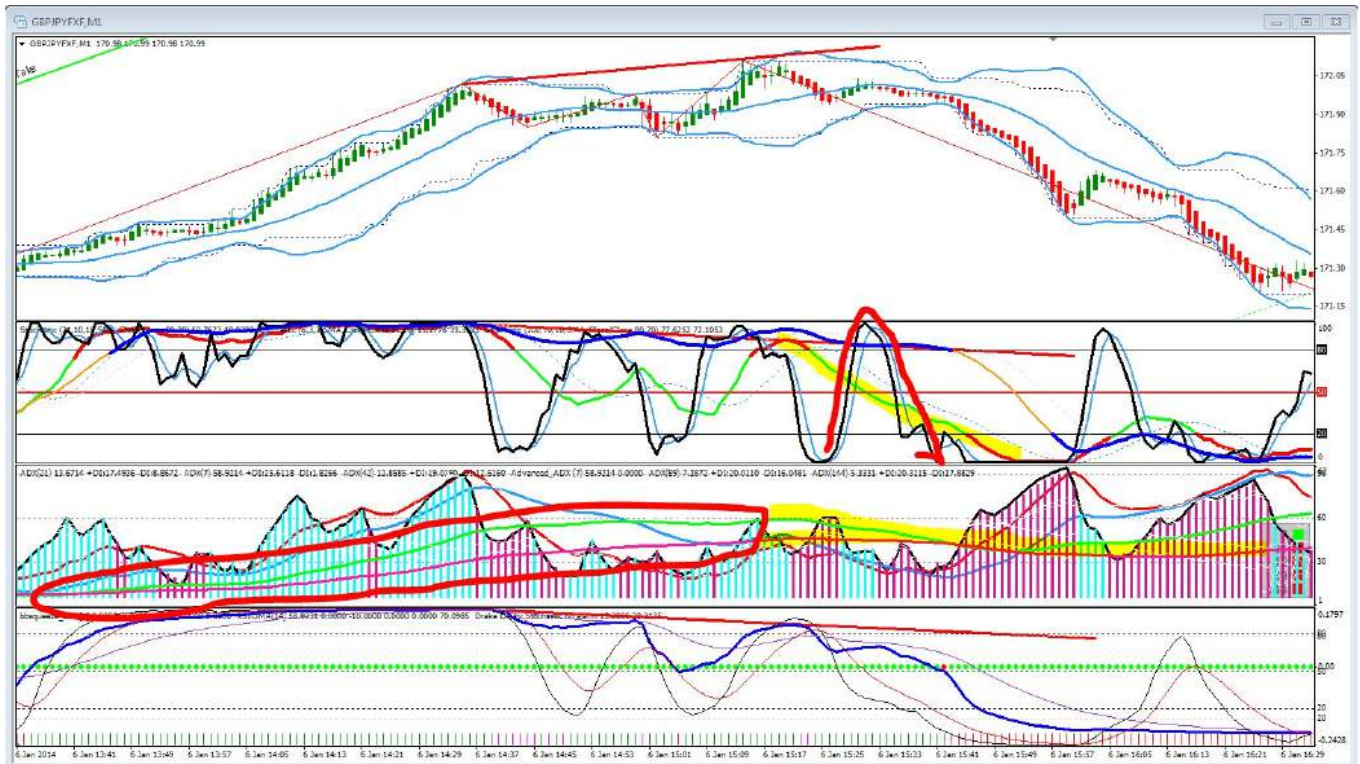
The 50% level can also be the fake out level, make sure most all of our triggers are in place, and only then, once the trade is moving , jump in.
As far as sweet levels, if you review the charts more, a 50% cross is a good sign, crossing the 20% or 80% is a Great Sign ! and if you can get all 5 adx's to expand, this is the sign !

All I have done , is line up the indicators to areas, I see that price action are going to start racing off to is all.

The Green sto is a great trend following line to follow, it helps smooth things out, and if it turns sharply, movement is in the air. Don't just count on 1 indi to work all the time, this is why I have several things to look at to give trade confirmation.........

And if you can see these setups and same directions on a few different time frames together, momentum should be with you........... I will point out any sweet spots as time goes on and let you know....

That will be a new term, I will start using when talking about the <mark>multiple stochastic</mark>. I have not really taught much about stochastics, because I was trying to get the first few concepts learned by humans..........

This is not the greatest example, and it's using your chart. As the green sto travels long and short, the 8,3,3 sto is going long and short twice as fast through the green sto. The 8,3,3 sto can give you many clues as to what may happen in the future.

See the green sto cross the 50% and the 8,3,3 is crossing with it, on the front side of the wave this would be wave 3 , the money wave, and as you can see it was the longest price action.

The same goes for the back side of the green sto wave, green sto is coming down, 8,3,3 sto will go up by the green sto and then possible turn back down again, creating wave 3 to the short side. So I marked the top, and the PA is currently to the back side of the top............

There are many details to learn using the multiple stochastics to get you your best trades or just another reason to enter or exit.
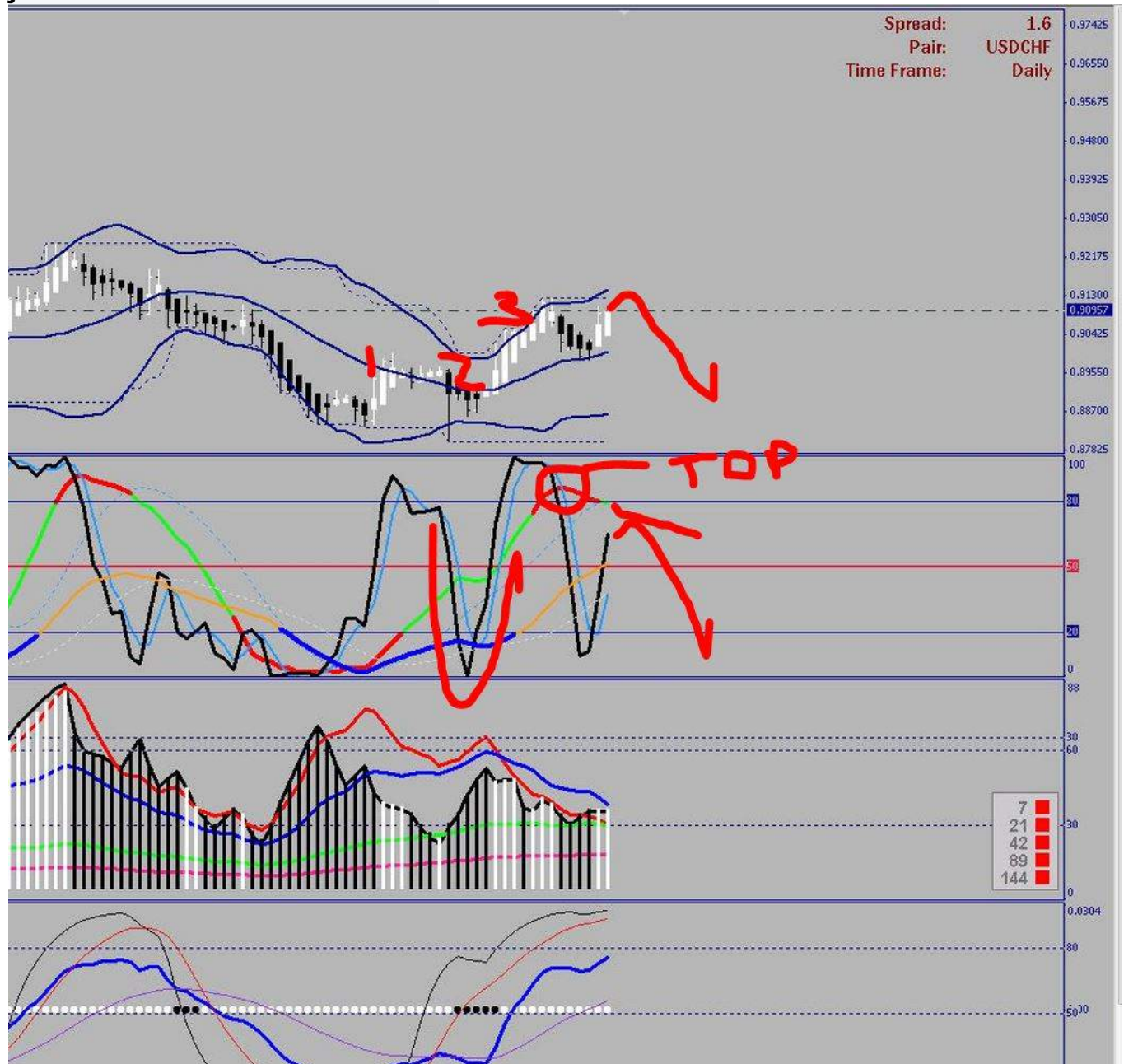
TIP: This is a Momentum system, if you go down to those lower time frames to scalp, if your up 10 pips , lock in 5, up 30 pips lock in 15, always take something home with you , because it adds up big time when you have learned to not give back........................

Stochastic slingshot

When the 100,10,10 and the 21,10,10 sto's are below, or above the 20 and 80 lines as high lighted here, and the 8,3,3 travels to the other side from them, a very high probability it will be coming back toward them again for larger moves.......
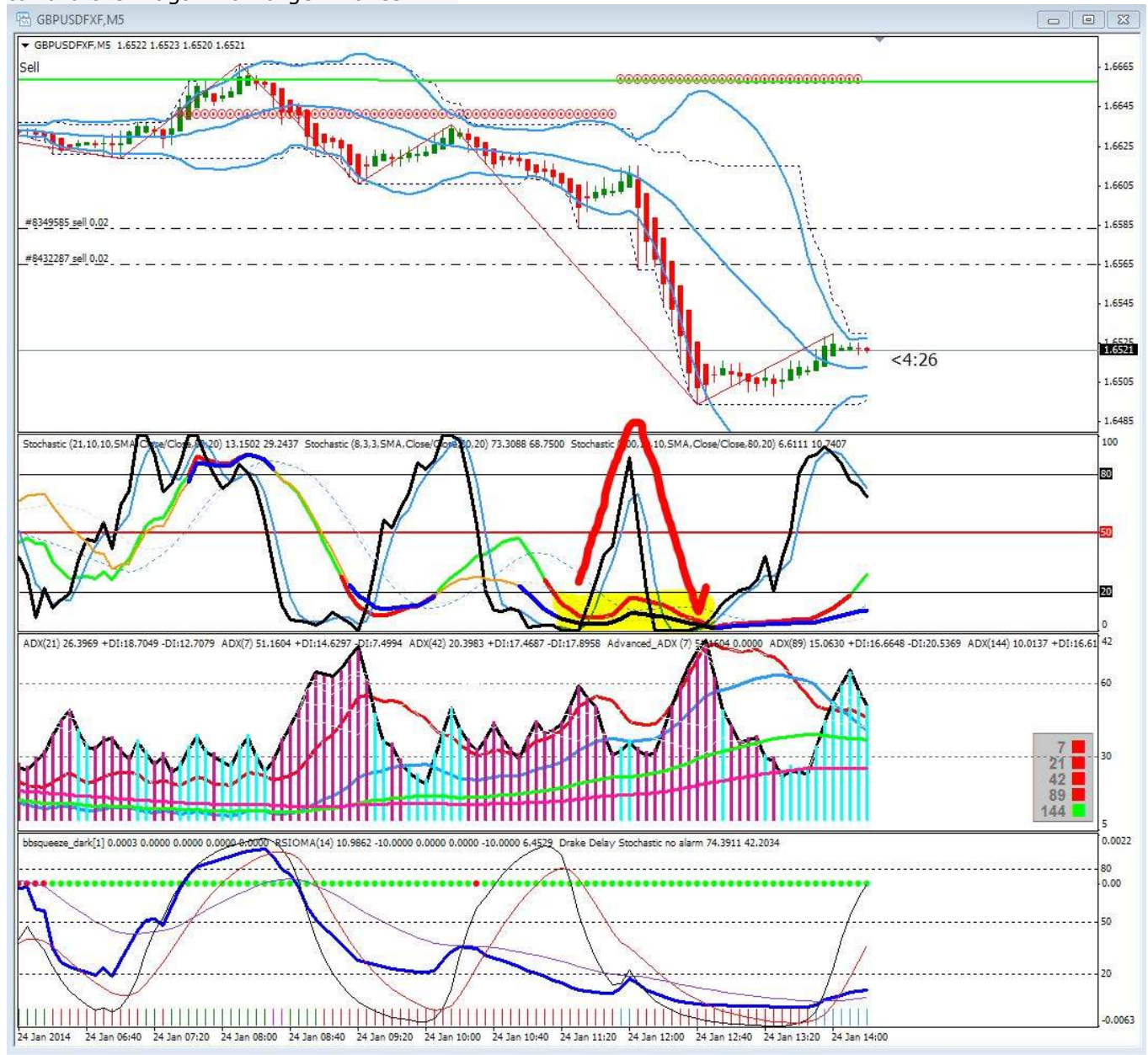
Your question is actually referring to slingshot trade, when fast stoch goes on the other side of others two.

If you see it for example on H4 chart, go one chart up (DAILY) and see are they in alignment. If they are, then you are more sure that fast stoch is going to return with others two.
Then go to H1 and watch what is going on, you need to see GREEN stoch to go down (that is FAST on H4) and for more confirmation wait for ADX power.

That is how I do it....

BBS with ALL 5 ADX expansion together, and the expansion will show you the direction of the trade is all you need, But to confirm with the Green sto direction is a plus.

Thanks for posting........ **remember price drives the indi's , not the other way around, But you can get good at reading the indi's and you can get good projections for the price action off of the indi's..............**

TIP: <mark>It is always best to wait for the next candle's close</mark>, to help confirm the Price Action's direction before entering a trade................

Price action can run up and down during a single candle giving us those false signals.....

Alien built his system in a way that you can see from the three Stochs where price is going in 2 TF higher.
Infact 100 Sto. on H1 is 21 on H4 and 8 in Daily, so when you have a 8/21 cross on daily you are also seeing a cross of 21/100 on H4.
Look at Gold rush up. It began at the red line on H4 where 21 crossed up the 100. A little later on Daily you can see the cross of 8 towards 21.
A little earlier on H1 you could see all Stochs bottoming at the beginning of TL.
This is one amazing feature of this system. 😊
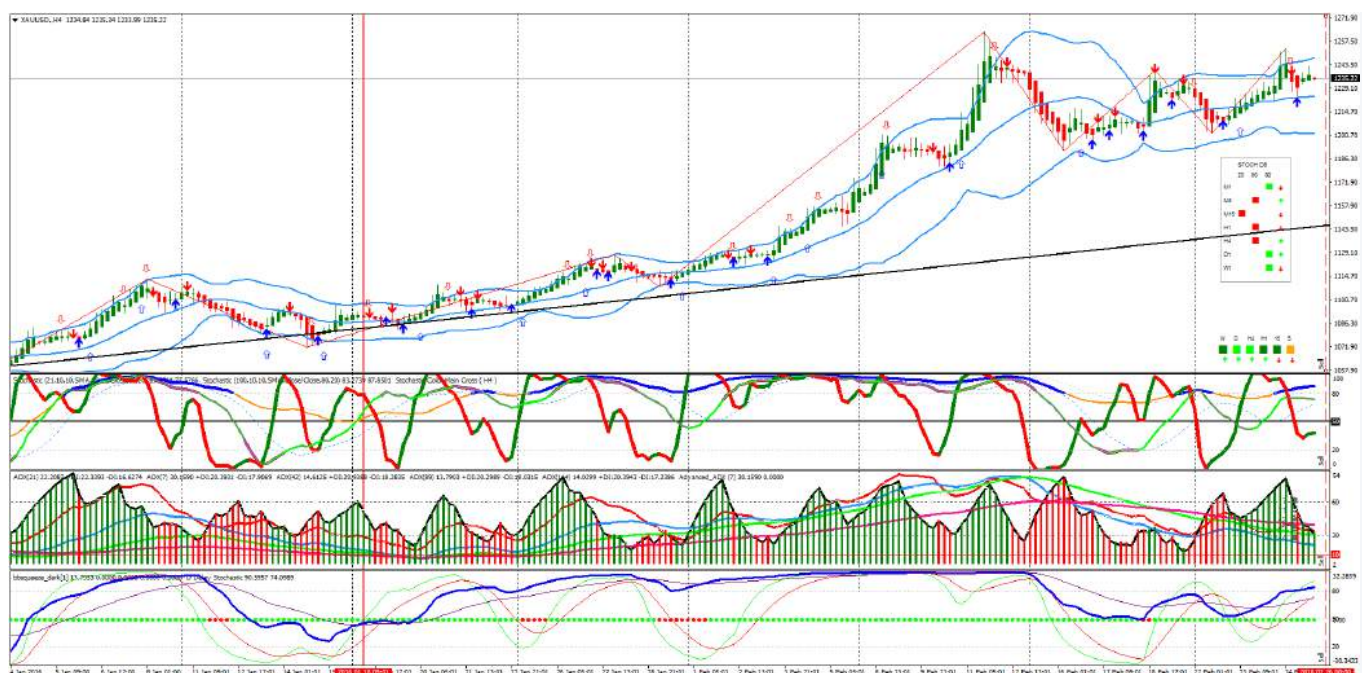
Several ways to trade: **Trading and Learning in Review................**

1. The name of the game here is to locate a **Bollinger Band Squeeze** (**BBS**) and pick the new trend, out of the chute before, or as it is happening......by using the indicators we have been talking about so far..............

2. Use the RSIOMA and the Delayed Stochastic when they are far apart from each other and trade that as a separate system, this works on all time frames, look at your weekly chart on UDSJPY - 700 - 800 pips already.......

3. Look for the ADX, all 5 speeds to be below the 8 -10 scale on the right side of the screen and look for trends to power from those levels........with all 5 speeds turning long...................

4. Stay in the ADX trend once it has left the station, stay in your trades till the ADX 89 and / or the ADX 144 have turned down, the trend power is now gone at this time. This is such a unique way to gain the most pips possible, and gain confidence to stay in a trade for days or weeks.................Great for Scalping too, but we have not covered this yet............
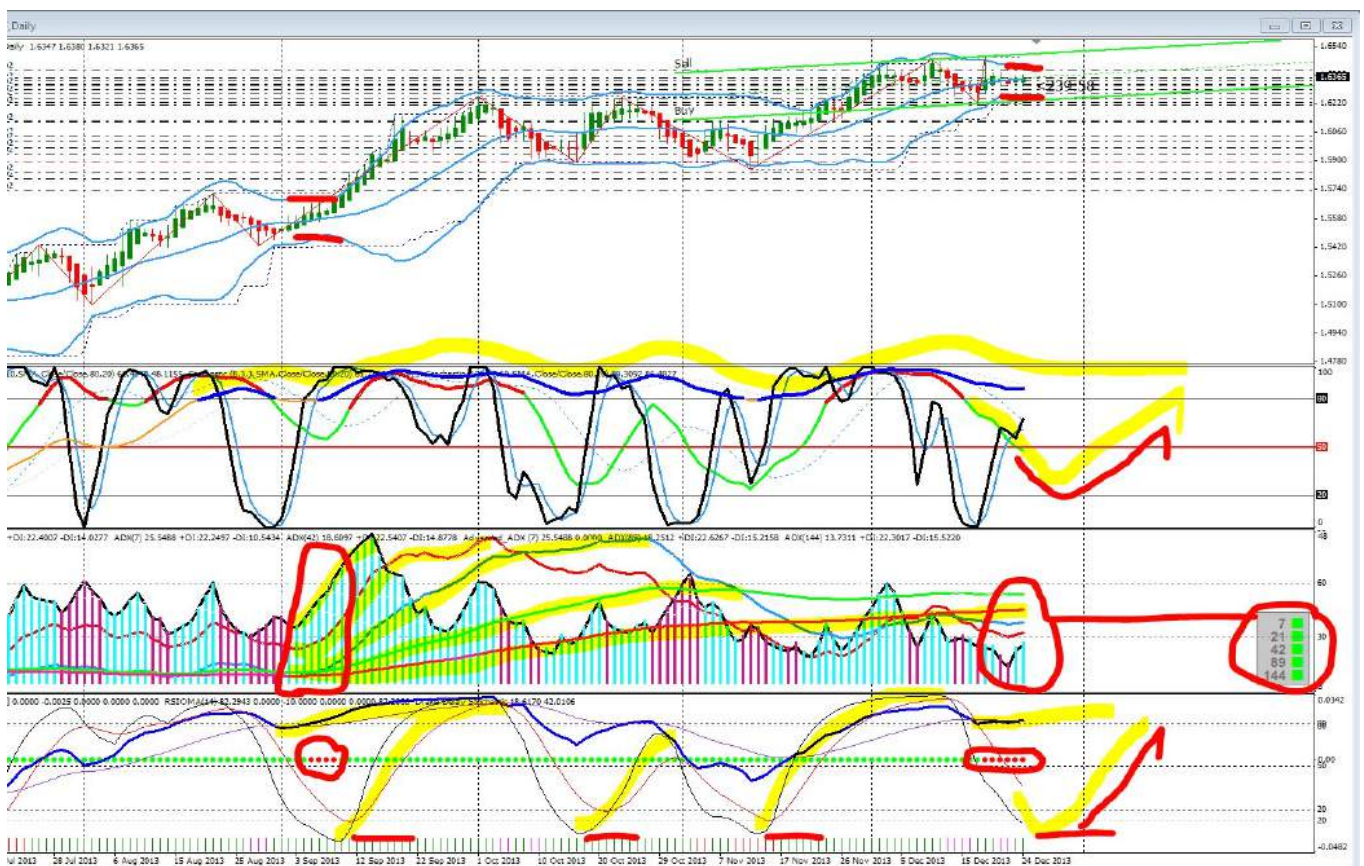
Learn to look at the H4 and H1 RSioma and if their directions are running the opposite direction to each other , plan for a slow day, it may save you from losing pips............
for the DS trade wait for the cross to happen!

If there isn't a good separation between DS with RSIOMA,check if 100 sto is in the right place (20 lv for short and 80 lv for buy).
RSIOMA is more prone to move because his period is smaller than 100 sto.
Remember that 100 sto is 21 sto of higher tf.

ALL-STOCHASTICS-CROSS SETUP

I have been following this **"Point in Time "** idea and are **still studying it.**

It is the **"Point in Time"** where all 3 stos cross the 50 line up or downward.

Far left on would be 700 to 900 pips when the 100 sto crossed long.

Middle example was a 1000 pips after the 100 sto crossed the 50 line.

Far right example the 100 sto was already low and the 21 sto was the last to cross below for 600 pips to date or lower yet.

And if you take the time to spot them , there are 2 more examples in this chart to the far left. They both produced about 250 and 300 some pips.

But I will let you find them................
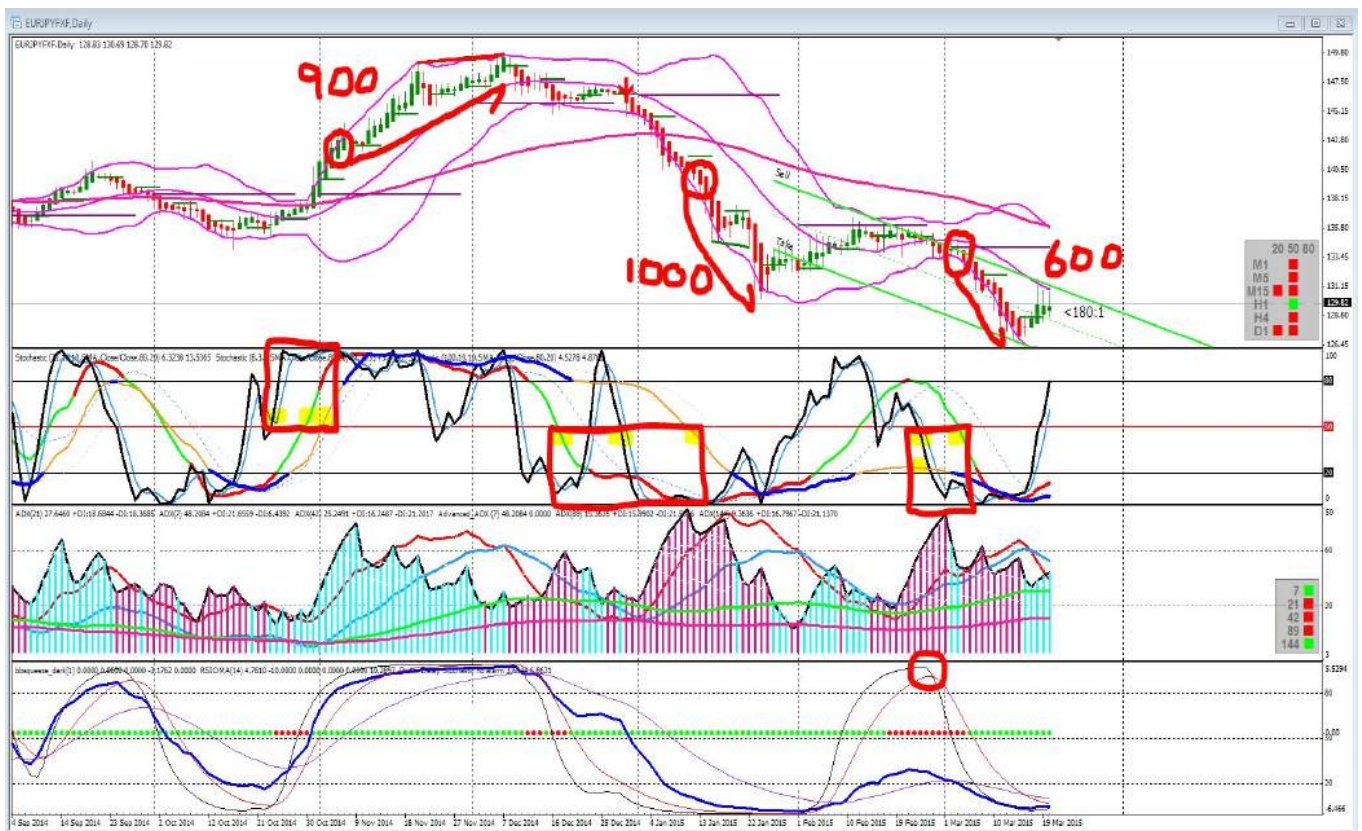
We were talking about all of them crossing the 50 level..............and you would enter on the last sto to cross the 50 line............

Also, a **reminder that the 21,10,10 + 100,10,10 on the weekly is similar to the 8,3,3 + 21,10,10 on the monthly?** Or.. in other words.. **the 21,10,10 represents the 8,3,3 on one TF higher, and the 100,10,10 represents the 21,10,10 on one TF higher**. These stochs are setup like a multiverse and can be seen in different lights traveling up and down the timeframes

When the 8,3,3 and the 21 are all at the bottom or top of MTF's , the market is ready to move again..................

When the 8,3,3 sto is on the other side of the world, this is a wait and see time, this is is where it sticks or turns back................

STOCHASTIC 100 ONLY SETUP

We are looking for momentum, ADX powering up, yes 100 sto below the 20 or over the 80 level is over bought or over sold, BUT it also can be a big fat juicy WIN of a Trend !
We look for Trends also.
Not every 100 sto entry makes it, you could have 5 losers and one winner that is 10 times more then all 5 losers were.

• A simple EA with 100,10,10 sto like Alien told us some time ago...100 sto on 20 lv zone and EA make the trade and the exit would be out of 20 lv. This system is really good at H1 tf and beyond and when is trending not ranging.

Hi, this is an example of using the Stoch. 100,10,10 to scalp a trending market.
EU 15M.
You enter the trade when Stoch. 100 overcome the 80 line and exit when it leaves the 80 line. In the middle you can add more positions at the bottoms of each 8,3,3 slingshot.

Speaking of the Stoc. system you see that 100 on H1 is 21 (that gives you the trend direction) on H4 and 8 on Daily. So, if you want, from H1 you can see where are we going on daily. For this reason Alien was very confident about scalping on H1 with Stoch. 100.
It is a very conservative approach.
For a buy you enter when 100 S. on H1 goes over 80 and exit when it leaves 80 level. (See example in post #15016)
For a sell when 100 goes under 20 on H1 it is the entry and the exit when it goes over it.
Very simple and you are surely with the trend.
You could say this system keeps only few trades. Right, but when you are in you can add more trades on every pullback.
Moreover one can filter out these trades with ADX fanning in the right direction or with the ADX DB.
I do not want to go in deeper over here. If anyone is interested in automating some basic trades and test them can P.M. me.

FAST STOCHASTICS-ONLY SYSTEM

You can strip down your chart to only show PA, the 8,3,3 and the 21,10,10 sto's
I did not mark all of them, but for a simple system, when the 8,3,3 is above the 21,10,10 sto it's long , if the 8,3,3 is below the 21,10,10 , it's short.
Learn the hooks and the reversals (rubber bands) of the 8,3,3 and you can grab a few pips off of every move in time.
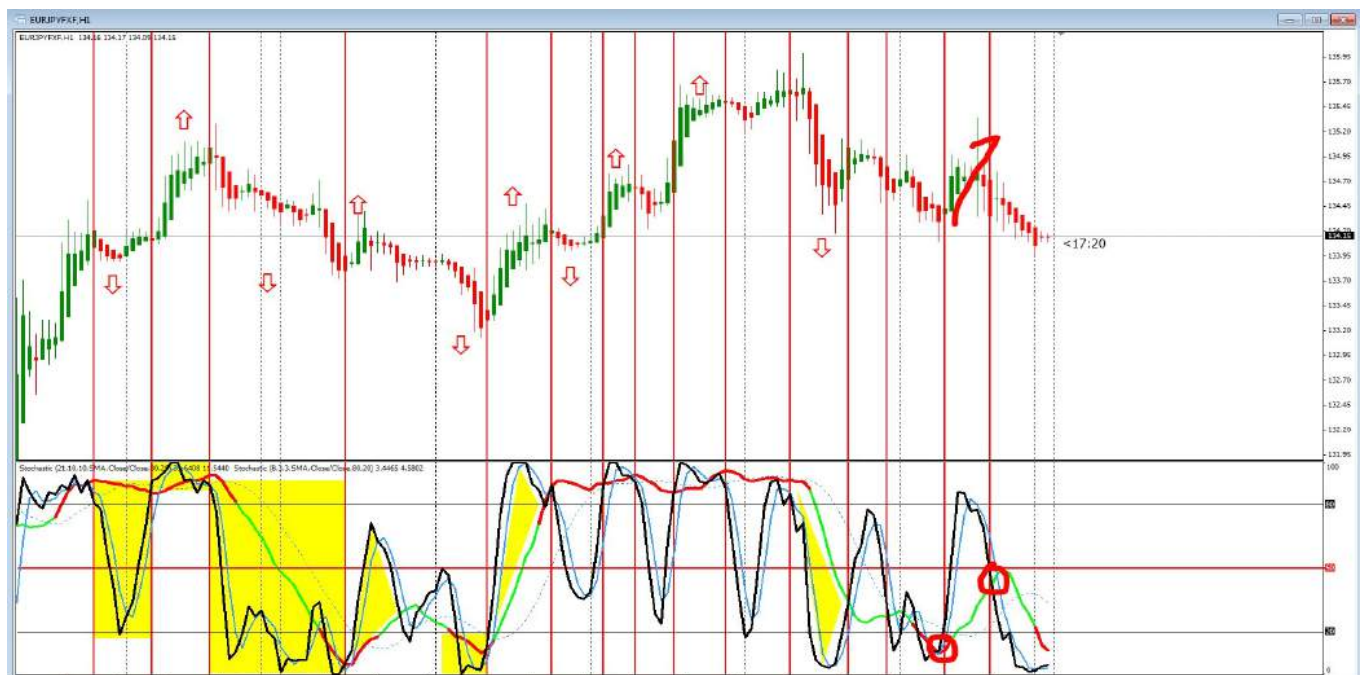
ADX AND STOCHASTICH RELATIONSHIP

The ADX does show or help with Divergence.

The 8,3,3 and the ADX 7 both show the same waves if you can train your eyes and get the information out of it.

If the 8,3,3 is dropping, then the ADX 7 histogram prints red for lower.

If the 8,3,3 is going up, it prints Green for long.............

ADX is the most important thing in this trading setup ... and the simpliest to understand.

That's all visual. Compression (all 5 are falling) means that market lost its momentum. In other words it is resting. Expansion (all 5 are rising) means that market is gaining momentum.

The way we are looking at the expansion is that it must be after a nice compression.

And important thing to not forget, ADX direction (up/down) isn't telling the price direction.

News driven were the moves and not trending driven at this time........

When higher TF's are trending short, the lower TF's will go long (retracement wave) and the GBPUSD should continue further downward after the H1 tops out........

Question: What do we make of the M15 and M5 being so compressed w/ all the indicators showing LONG on those TF's...? Is price going to continue LONG or is this **a sign of price going back down to match the higher TF's....**? a sign of price going back down to match the higher TF's.... < YES

FROM TOP TO BOTTOM ANALYSIS

Start with the monthly and analyse direction using Green sto and RSIoma,

then go to the Weekly and do the same, and keep going with all TF's until you see retracement or trend failure, and that is where you need to place your focus and wait for a retracement for the trend continuation, or turns of the green sto's of RSIoma turns.............keep it simple.

monthly is long ,
weekly is long,
daily is long and nearing a top......
H4 continues to turn long
H1 has one more push long on the 8,3,3 sto
M15 is resting, nearing a bottom , looking to turn long again

this is how you read it, long, long, long long, going long again, you look for failure and also wait to see if the next move turns long again if you are not sure, waiting for the turn long or short is the clue to winning , sit on your hands more, are you not doing this? it takes seat time to get a feel for this.

Yes it took time for me time to develop and learn this, and it will for you also , when trades come available I will post them for you to learn off of...........

training , training and training your eyes is a must , time, effort, and energy is required..............there is no easy way to trade.
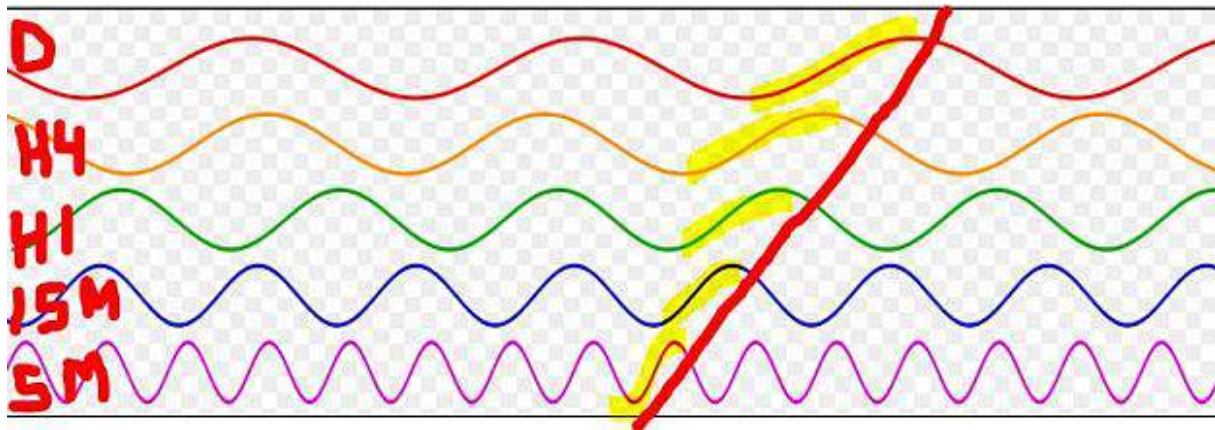
Looking at charts from the top down and the bottom back up to make good sound trading decisions.

Above is a quick idea on how one must line up all the Time frames as to enter without much risk involved.

The wave example, Red is Daily, Orange is H4, Green is H1, Blue is M15, Indigo is M15

There is only one place on this chart of Multiple TF's that you can make a safe entry, It is where the M5 drives the M15 long, which drives the H1 long, which drives the H4 long, which drives the Daily all long, at the same time.

If you were to draw a line on any other M5 wave long, it will not line up with the other time frames, and give you a poor trade, or negative pips.

Use the RISOMA to help you find this location for the least risk trade to make.

If you do just that one thing AND make sure the next higher timeframe is in agreement, you will be amazed at your success.

TIP : Today on EJ - M5 we had Price divergence, lower price and higher RSIoma and Green stoh................

**Also something new for those wave counters............**

After the divergence came, you can start with wave 1 long as marked,

2nd, your see the DS falling away from the RSIoma, this is wave 2 a retracement wave, it is almost flat.

3rd, DS is climbing and wave 3 is in place,

Not shown yet , wave 4 , retracement to drop away and a last wave 5 to go long again..............as marked

Wave 5 may or may not take place, we have to watch for it, but wave 4 or a wave 1 will start down soon.................
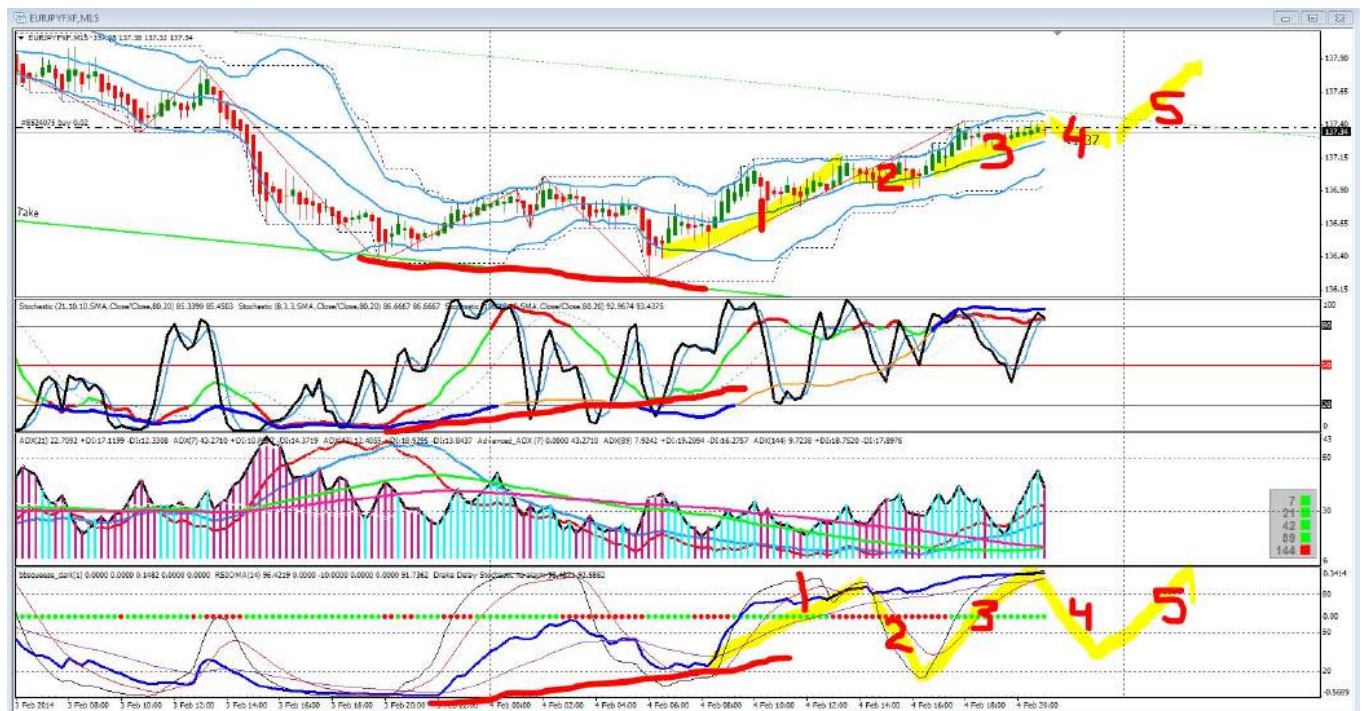
Trading weekly or daily charts, yes you jump to h1 or h4 and YOU WAIT for FULL ADX POWER at CANDLE CLOSED. Exit must be (but not necessary) at the entry tf which was h1 or exit at M15 if your mind gets you in trouble. Once ADX is full powered, exit at the slower speeds (89 or 144),do this everytime and you will trust the system forever. There is some ocasions where you can leave with a little loss but if you managed to do proper mtf analysis, you will win on the long run.

TIP: <mark>When the RSIoma is going to cross the 80 or 20 line on multiple TF's, AT THE SAME TIME TOGETHER</mark> , you really have an opportunity for a strong trade..........the stochastics will tell you the same story.

Don't just be in a trade, to be in a trade. Hours and days may go by before a good trade sets up.................
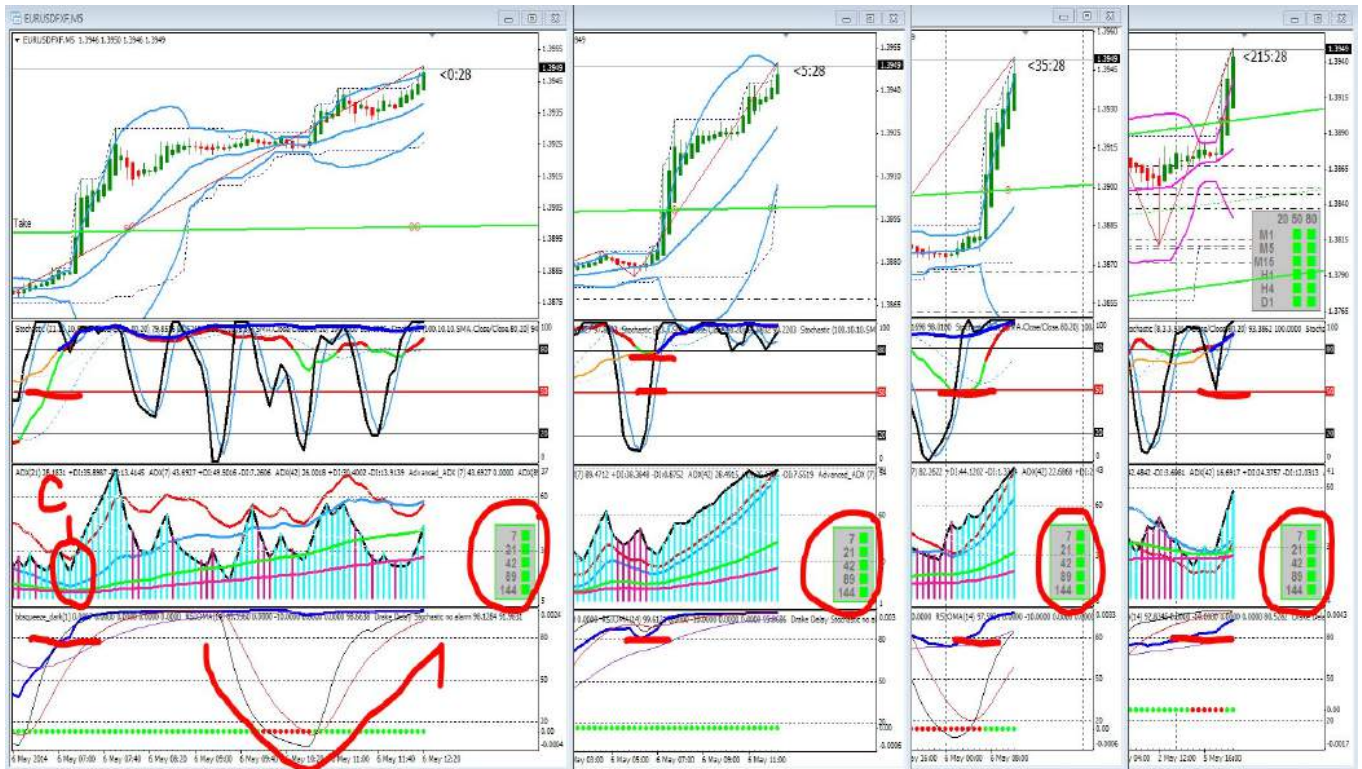
Some traders get bored looking for trades, that is when the trade passes them by.............

<mark>Start looking for just BBS and then the direction the RSIoma breaks out to...................for starters..</mark>

TIP: Make a list of the trade rules and put them by your side and check them off as you look for them...
M1 , Another way to see divergence coming and a price direction change, is to look at the RSIOMA and is it falling lower on the next cycle while the price is at the same level or higher? You will also see divergence in the Green sto where the tops are lower as price goes higher or can't break to the new high.

You can also use the next time frame higher M5 and see that there might be rsioma DS divergence coming out of a BB Squeeze.

TIP: The key to staying the trade is the 89 and 144 ADX lines, if they are still climbing , YOU STAY THE TRADE !

**_This is the most simple trade EXIT ever created !_** Most humans don't know when to get out , but with a handful of pips or large losses.......

And all 5 ADX powering up Together, is One of the Better Trade Entries you can get !

At the beginning of the Trend, is that not what we wish for ?!?!?

HOW TO SPOT TOP/BOTTOM?

So once you see topping or bottoming , you have to drop down to the H4 and see when the topping or bottoming may be complete and look for the H4 to turn over , **The best way to know price is done rising is to let it top, retrace, retest the top and then start back down, your top has been confirmed until data tells you different................as time goes on every few hours or day, you need to analyze each TF's for failures or turns ....**
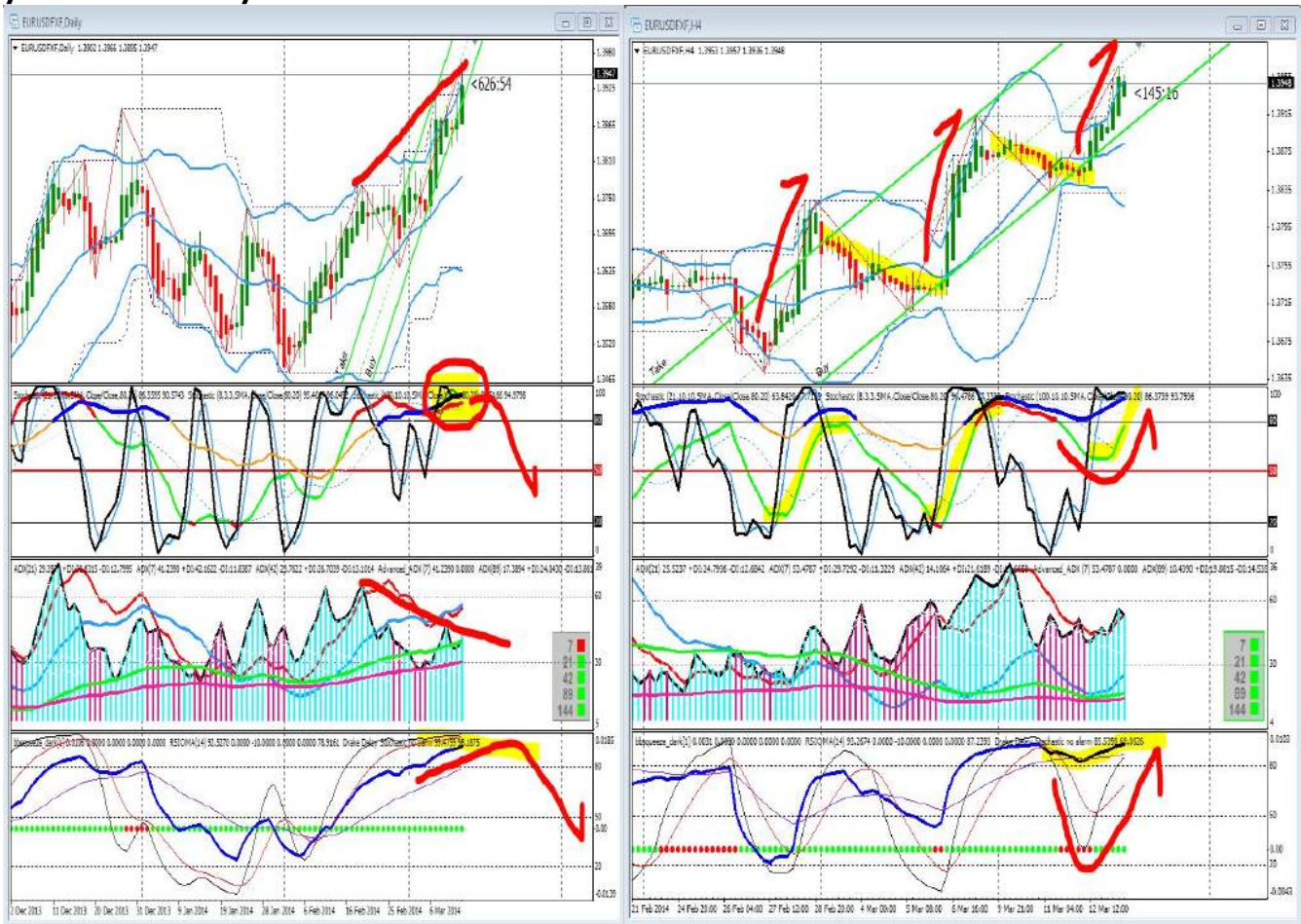
compression of the adx, grouping of all the stochastics on multiple TF's, RSIoma topping on multiple TF's, M1 showed topping , H1 showed failure and look at the stochastics , the slower ones are rolling over in advance of the drop..

anytime all the stocahstics are coming together (top or bottom), I call that topping or bottoming, same goes for divergence in price and the ADX , nearing a top or bottom. So once you see topping or bottoming , you have to drop down to the H4 and see when the topping or bottoming may be complete and look for the H4 to turn over , The best way to know price is done rising is to let it top, retrace, retest the top and then start back down, your top has been confirmed until data tells you...

ALIEN'S HOOK

you can see when price is rolling over by looking at the stochastics slow rolling over and **when you see that 8,3,3 hook up and back down, it's normally a great sign of the final move long and then back down as you see.**

Back test the stochastics, you will see this bounce hook 1000's of times , I always wait for this to happen before reversing my trades, and if it does not happen then you never lost a penny by missing it.

BBS also let you know a change was in place.......
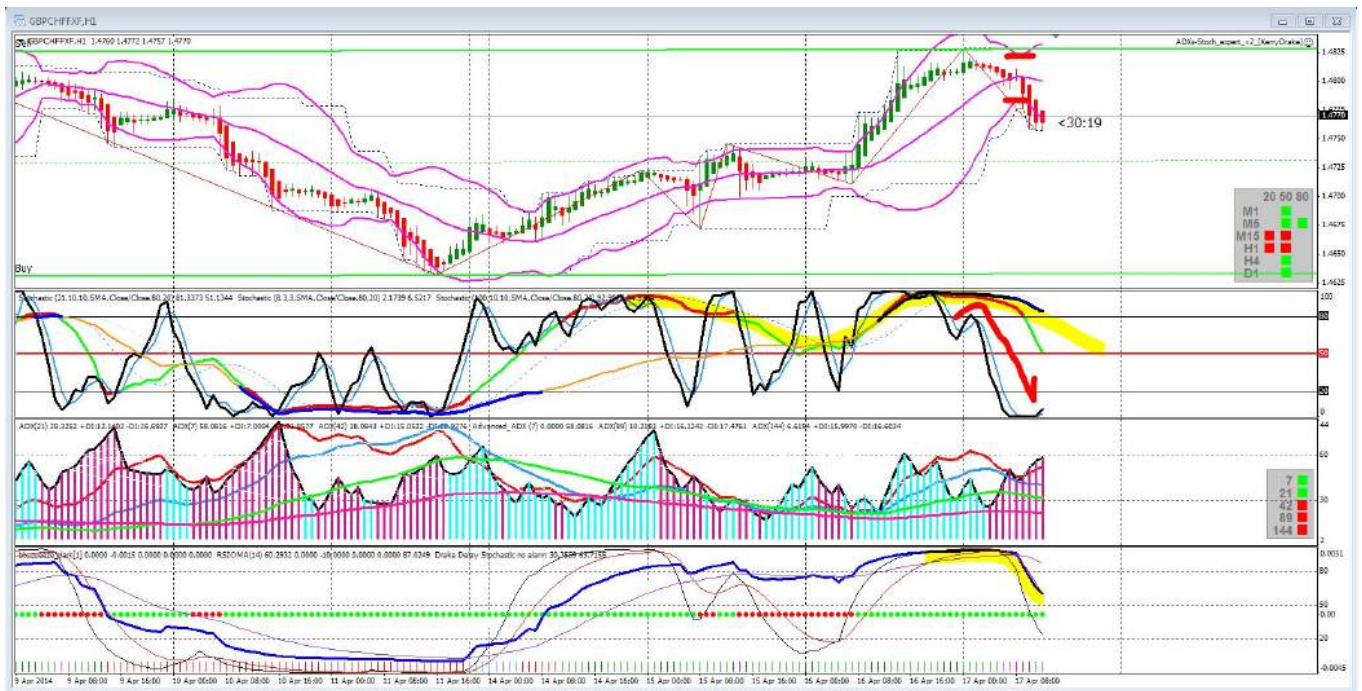
To me there are two components to configure it:
1) - the slingshot of 8,3,3 does not reach the top or bottom and then it goes back down with 21;
2) - price make a last HH (or LL) but you can detect divergence.

I dare say it is a reversal sign and you can use it in two ways, i.e.:
exiting from an ongoing trade at top without losing pips or entering in the direction of the reversal.

EU
- Another example Alien's Hook on lower TF (Sto 21 change direction above 20 lvl), DS long, BBS but ADX no power (false reversal ?)
- Possible **sto 8,3,3** slingshot on 1hr tf, ADX resting
- DS short, **RSIOMA below 20** lvl, Possible slingshot **RSIOMA** on 4hr tf, Powerless X CROSS ??

Long Term trend still **BEARISH**
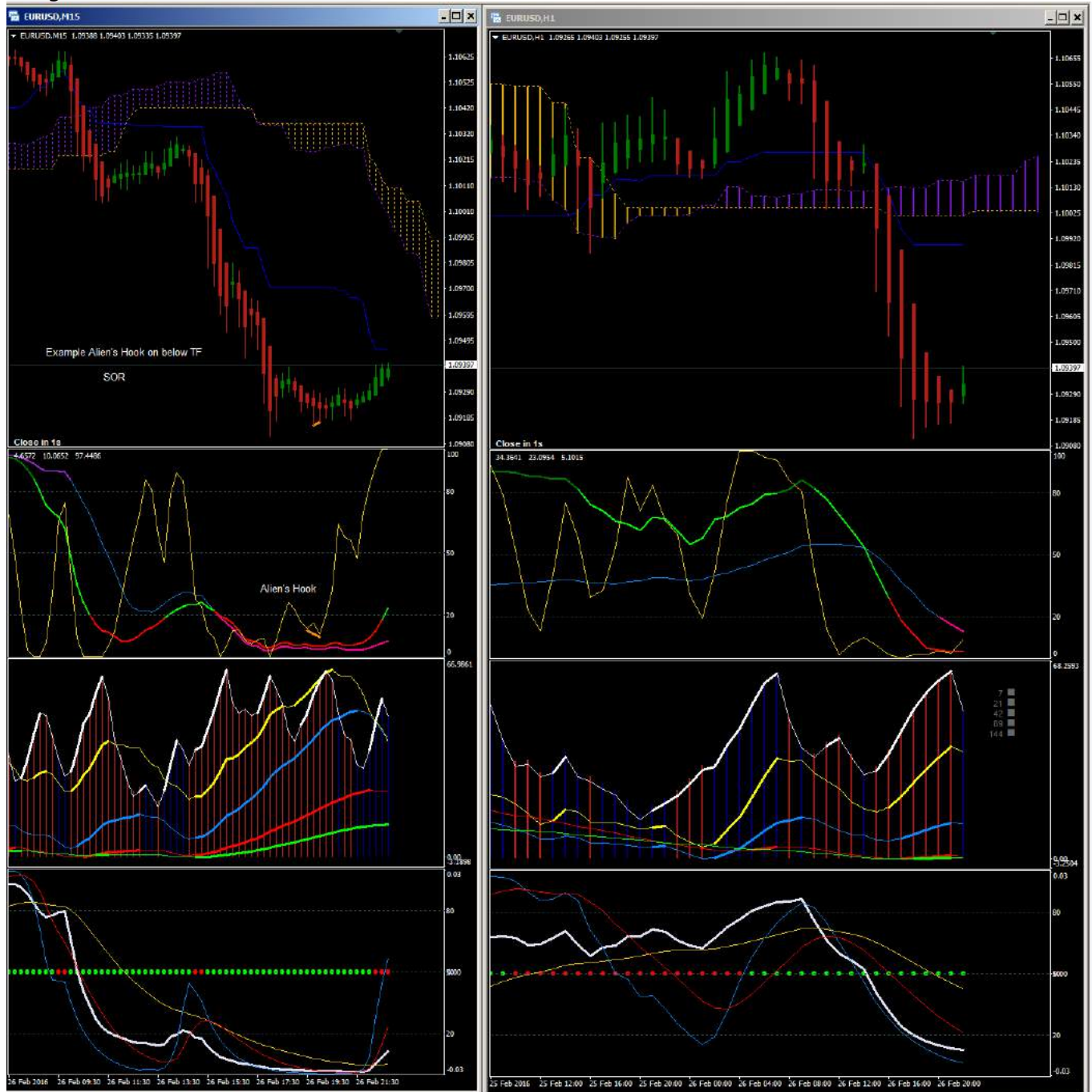
We ruled it by two signs: a divergence in price and a hook on 8 Stoch. (creating divergence) that couldnt reach top or bottom and then reversed.

It seems that Alien's hook trading has been the hot issue recently. I just want to add some points that can dramatically increase your chance of success trading these setups. (assume you are looking at an uptrend)

1. Do not take hooks when price is making higher lows

2. Understand the head and shoulders pattern because some of the best hooks happen right on the head

3. Do not take hooks because they are hooks there must be some strong resistance preventing the price to go up always draw important horizontal support and resistance lines on your chart and get used to their presence because they save you and make you money

4. Draw trend lines and wait for the price to break it after the hook

5. Divergence between price and oscillators is a good sign of reversal but not every divergence is going to lead to a reversal nor every reversal happens after a divergence

6. Always look at how far the price has moved for that period of time for example if the average daily range is 150 pips and price has moved 140 pips and suddenly you see a nice hook you cannot expect the price to reverse suddenly specially when you are near the end of the most important sessions

7. Be realistic about your TP. Usually reversal patterns can move to fibbonacci extention 2 when you draw your fibbonacci extension from the top of the highest candle to the up trendline that is going to be broken

As I said before if you are not familiar with some of these concepts stop trading live. We Persians have a famous idiom which says "it is OK not to know something, But it is bad when you don't ask for help".

Here is an example of an acceptable Alien's hook based on my experience. The most important factor in my opinion is resistance line because it is the cause of the move.
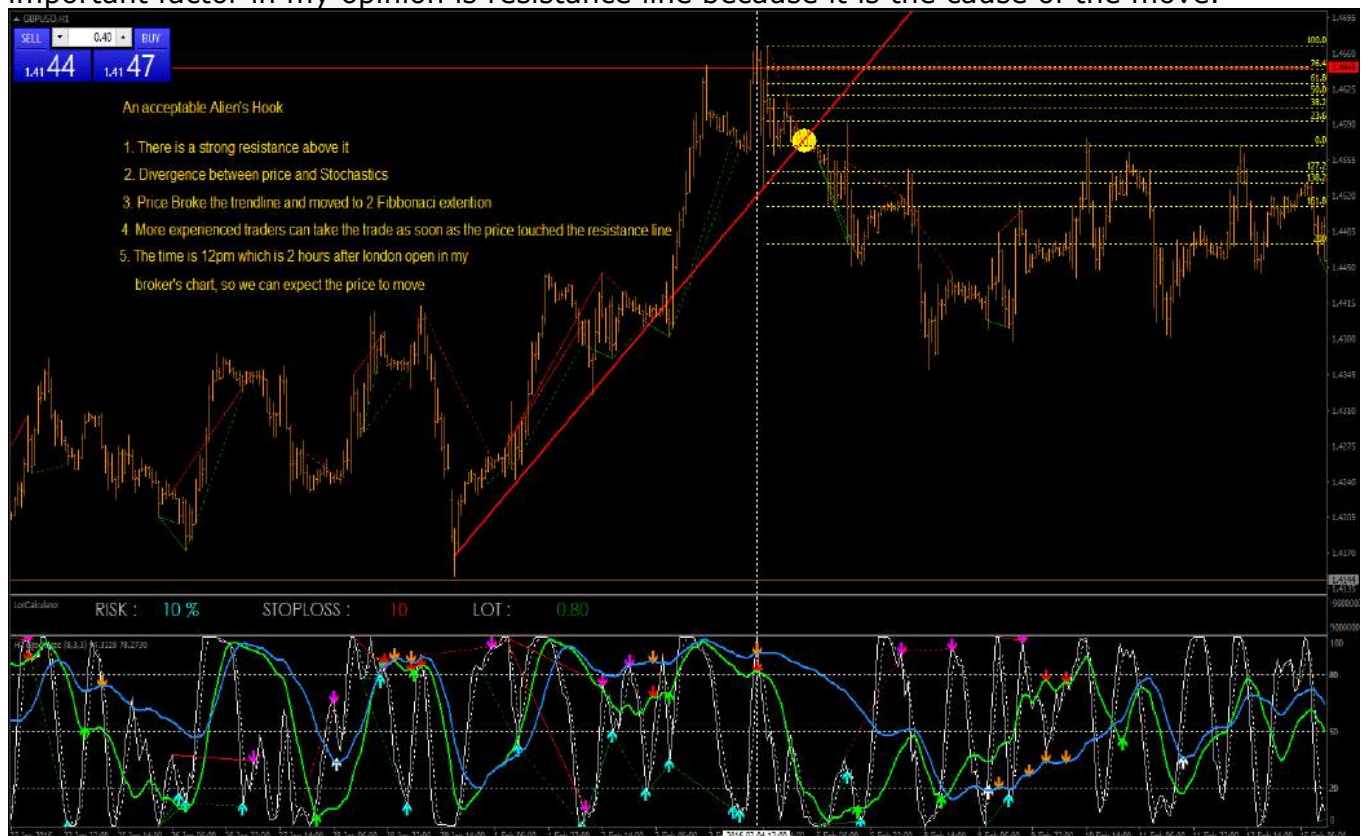
EU multi TF view.

When all higher TF's are in sync (same direction) Find new entries on the M5 and M15 for longer rides............

M1 can give you pin point entry also..

Short time frames pull longer time frames along. If a short time frame turns against the longer time frame, look for it to turn back and pull the longer tf farther in the direction that it had been going.

For longer term trades, look at the long tf charts for direction first and trade only that direction. Look for spreading and rising ADX and RSIOMA agreement on each chart. Then you could use the H4 for setups and verify that H1 and M15 are pulling the H4 the right direction.

For shorter term trades, use a shorter tf chart such as M15 to find setups and verify that M5 and M1 are pulling the M15 the right direction.

ADX is important. An ideal setup includes a compression of the ADX followed by all five speeds turning up. The histogram must be the correct color.

BB squeeze is a clue that momentum will pick up soon. Trade in the direction of the BB slope.

RSIOMA must be above 50 and climbing or above 80 and at least level for a buy trade and the d stoch must have crossed up. For an RSIOMA/delayed stochastic divergence trade, the RSIOMA must be above 80 and the d stoch must be far below and cross up.

The green stoch must be above 50 and climbing or above 80 and at least level. While the green stoch is climbing, it is ideal if the 8, 3, 3 has crossed back below it and then tuned back up. The 8, 3, 3 crossing 50 at a steep angle is a good clue.

Look for divergence between the RSIOMA or green stochastic and price action. Also between the RSIOMA and delayed stochastic.

Take a pair and look at it from the Month on down to the M1 every time and look for multiple TF's lining up the same direction................

If the month , week and day are all short , but the H4 is long , wait for the turn in the H4 to go short also......................

If the Month , and Week are long and the Day is short, look for the H4 direction and trade it the same direction as the Day.

Use the nearest TF's to trade with , always trade their direction..........

Some TF's may not line up and you need to just stay away from that pair..................go look for a better pair..............

If you get lazy, not saying you are , but trading becomes harder then if you don't take the time to look closer at each pair............

spend 3 -5 minutes with each pair and look at everything that is happening or might happen in the future with it............

Just wait for the Money wave on the daily, and the H4 , and the H1 and the M15 and the M5 all together and then you know you have the perfect trade...........

Sometimes the best trades are the hardest one to take...

Your analyse was **good** but **lack of psihological part** didn't make pips for you...Once you learn system technique it is time for work on your mental (discipline to follow system,patience to work what your analyse tell you) and this is where the most traders fail...

Look H4 (fast stoch topping) and daily (DS and x-cross) all pointing down and it will move surely but we don't know when and your mind tell you to exit without pips as you see what lower tf doing...Now the trader must work hard to **gain confidence in system and practise** to move step further (the most hardest step beetwen winners and loosers)

For **trend direction** we use **RSIoma** (over 50 buy territory; over 80 strong buy territory and opposite for sell)

It is same for all time framse and monthly is to long to look for **trading** in my opinion (it is more for **investing**)...

If the higher time frame is in sideway that means it is range and you should **sit on your hands** or scalp on lower timeframe...

Q&A by marcof91

"how to determine the higher timeframe trend? For example, in the picture, should we use RSIOMA > 80 in H1 timeframe as uptrend filter and RSIOMA <20 as downtrend filter?"
Yes.

"If you follow the higher time frame trend to trade in the lower time frame, you will miss some trades."
Sometimes,but also you will avoid weak signals.

"Which indicator is best for predicting higher timeframe trend?"
In my humble opinion is RSIOMA.

"How to avoid choppy area?"
You can avoid to enter on a choppy area but you can't avoid to enter on the start of one.
RSIOMA and stos around 50 lv is a clue to stay away.

"If there come a DS short and X-Cross short, is it possible that it would be a choppy market? If all the three come together, DS short, X-cross short, and choppy area, how can we filter out the trade?"
We don't know if it will be a choppy market and there's no way to filter this at the beginning but ADX should be compressing when this happens. Also look for strong resistance/support areas before entering a trade,PA drives up/down a lot in these areas before a clear move occurs.

"When to follow higher timeframe trend and when not to follow higher timeframe trend?"
I always follow higher timeframes and should you too. A better understanding of the basics of Elliott Wave Principle should be the priority to everybody that wants to trade with this system.

"Alien's hook is a reversal pattern which requires traders to respond quickly without considering higher timeframe trend.
Divergence can make false signals. How can we efficiently combine divergence, Alien's hook, and other indicators together to predict reversal."
Alien's hook is a awesome approach to take when stos are topping/bottoming plus divergences showing up.
Divergences can make false signals,it's true. That's why we follow lower tf to see if ADX powers up for that move.
The bigger the timeframe,the more reliable is the divergence.

"If we use ADX, should we wait for all five ADXs power up or just ADX 7 and ADX14?
If we use Squeeze, we will not wait for its signal to become green, will we?"
We wait for ALL FIVE ADXs to power up before taking a trade. ~~ADX14~~ did you mean ADX21?
When i see a squeeze i wait for adx power on lower tf to take a trade,if such thing doesn't happen no harm done.

How to catch reversals with Alien systems with my approach

Learn something from here if you want or need 🙂

Look for divergences on higher tfs,on this example of GBP/NZD pair, the daily tf was the clue.
1st clue - BBS on daily tf and H4 tf,H1 tf had BBS at wave 2.
2nd clue - Look for the respectives divergences on higher tfs and then on lower tfs.
3rd clue - Go to H1 tf and wait for 21 sto and RSIOMA crossing 50 level with ADX power (conservative entry)
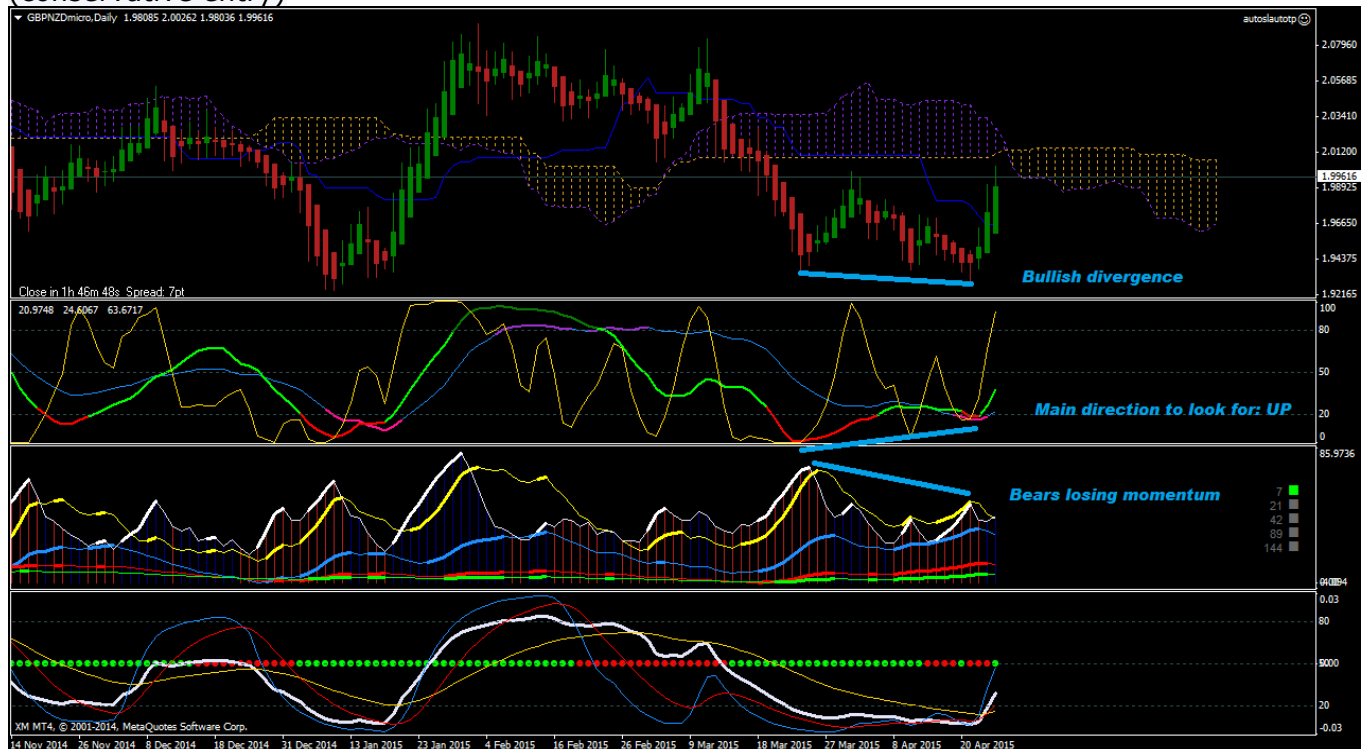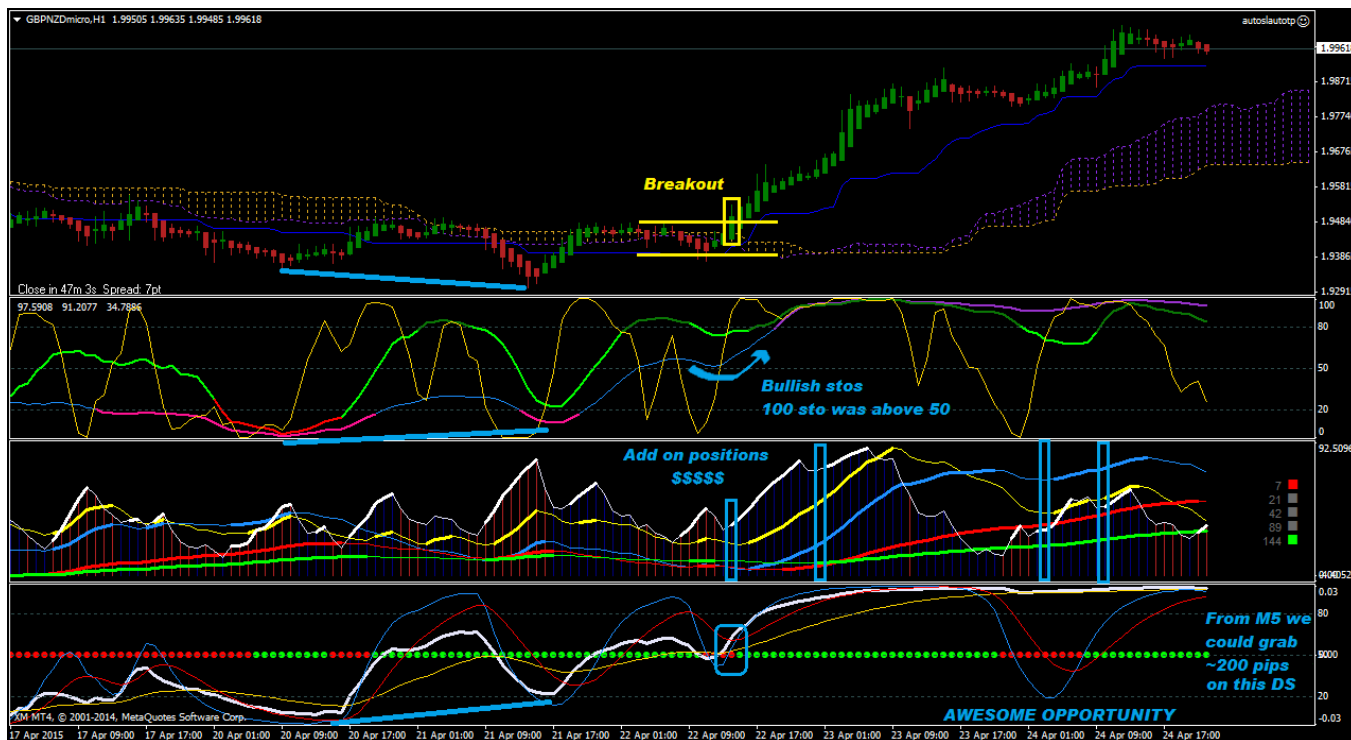
ANOTHER EXAMPLE

I bought on the compression of the adx (all of this has been taught before) 2 units, then at the BBS I see a rubber band on the 21 sto and sold the London session profits and bought 2 more units right away. Then end of NY session I sold 2 units and bought 2 more right away. so during the asina I am looking for the pull back and enter long again with another 21 sto rubber band. Keep in mind the Daily is nearing a top, but the H4 will tell you if it is going to continue............

normally you get a BBS and the the DS or 21sto rubber band the direction the trade is going to go, it's that simple..............

Look at this scheme for reversals

A DOWNTREND Reversing into an UPTREND

UPSIDE penetration of the Most Recent Active High (MRAH)

there are two types of slingshot: one is the typical DS trade with RSIOMA and Delayed Stochastic (the rubber band effect) and the other is the slingshot on Stochastics that is when Sto. 100,10,10 and 21,10,10 are squeezed to ground or ceiling and Sto. 8,3,3 suddenly goes in the other way.

Do you know how Big Boys trade the Forex every day? They are in at LO and have a glance at which currency is up and which is down and in which percentage. The same at NYO and at the close they memorize the close of the two main markets. They know the daily and weekly open and close and trade without reading charts.
So I think is important for those who are not in the business to have a glance first at the relative currencies strength.

You see that only 1 or 2 pairs can produce great pips so no point to jump here and there....**only high probability trades,patientce to wait for them,discipline to follow them,good risk and money management to protect yourself** 🐝

I like to do analyse 20 pairs over weekend and I choose maximal 3 pairs for that week (sometimes even 1).
If I saw good opportunities on daily or H4 (DS slingshots) I wait for movement and have in mind that daily opportunity could last all week or even months so why do you need 10 pairs than...

4h opportunity could also last 2-3 days...How much times could you take pips than follow 5-15 min in few days? How much pips could you make in few times every day on lower tf following longer ones?
Here is example of my point upper...

Here is daily chart of **AUD/USD** and you see **fantastic opportunitity** with adx contraction (expecting power and some good move as daily can go bunch of pips).This opportunity was perfect as all indies suggesting what will market do,so we can expect that this move will last few days (how many? **nobody knows**)

After good analyse and confidense that this pair will go up we move to lower time frames to get whole picture and now **answear yourself** how much time in 14 days and 400 pips lower time frames gave us opportunity to go with the flow? Many times..... So why to change pairs as 1 could produce our daily weekly monthly targets....

Is this make sense to you?
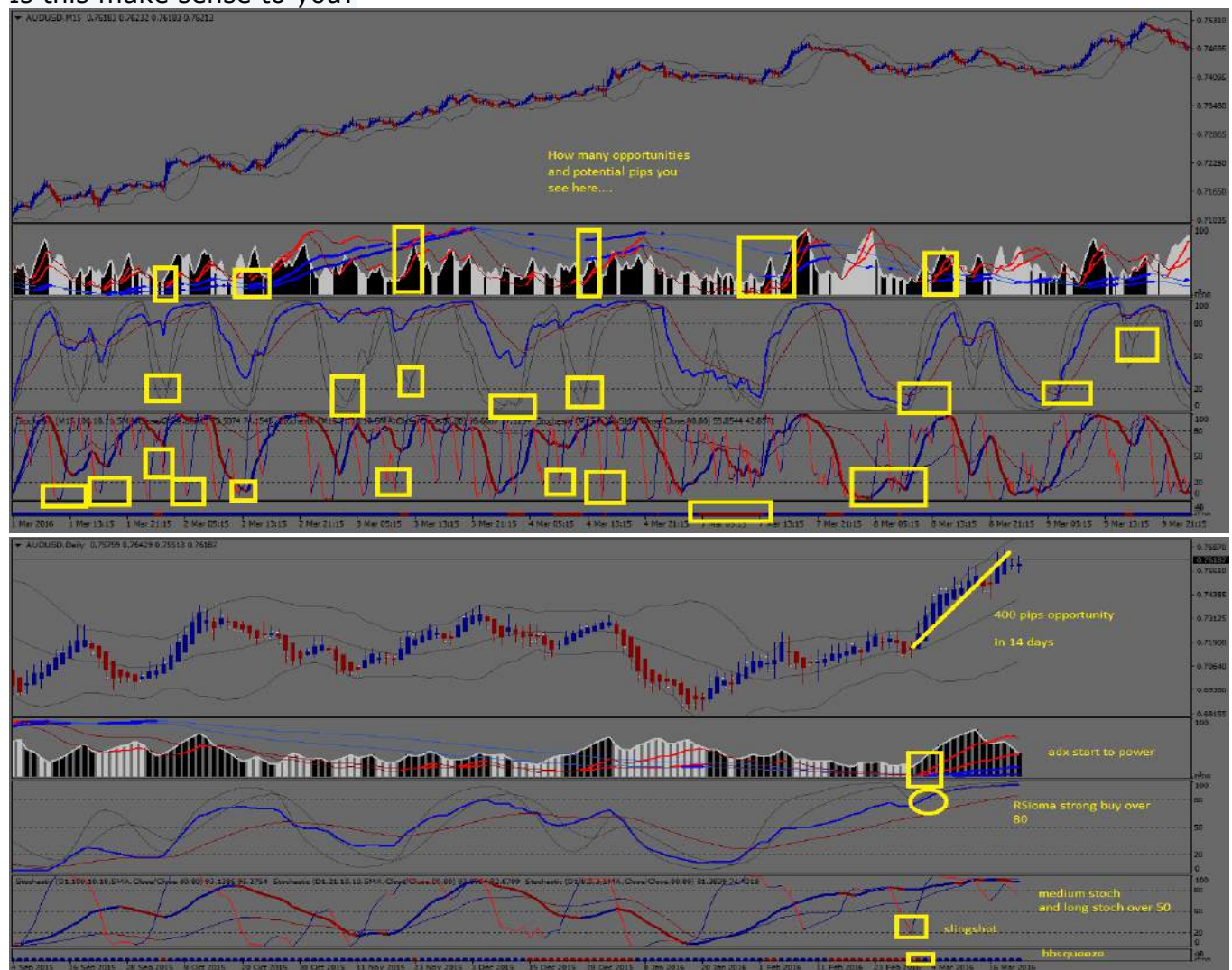
The H1 drives the H4 which drives the Daily is how you need to think..............When the H1 pulls down the H4 , it will pull down the Daily..........

look for the crossovers...

TIP and Definition: RSIOMA Time Frame waves, Lower time frames drive the higher time frames until one of the time frames <u>FAIL</u>...........When the RSIOMA crosses the 50% line to the other side of whatever time frame, it needs to be watched and see if it stays there. There are other indicators like the green sto and adx should confirm the change.

<u>Let's say M1 to Month charts are all Long</u>, rsioma, (I really need to get a picture of this for a visual)

At some point in time the M1 will start unwinding to the short side, bringing the M5, bringing the M15 etc.

<u>Now we don't know how far this is going to go, it may stop at the M15 and reverse back to the direction of the Long trend **or** this may go to H4 and then again starting with the M1 will reverse going back to the same direction as the trend again.</u>

I know it sounds mind boggling right now , but at a glance you should be able to look at the RSIOMA and see that H4 - Month charts are all Long, the H1 is short, the M15 is short and the M5 and M1 are long. So........................
Main trend is Long H4 - Month, reversal or pull back on the H1 and M15, and the M5 and M1 are long showing us a possible direction change of the H1 and M15 back to the Long side again, this would be how you read that. It becomes easier in time when you have trained your mind to look for those things.

Trading is not easy, most are losing money all the time, I am just trying to get you up to that next level so you might be able to break even until you can master some more concepts...

I do not watch any index's, too much work and confusing.....

M15 and lower will have periods of low volume and the DS may take more time, and the reward is less during low volume also.

H1 and higher DS's take a few sessions to get through, so there are periods of low volume and session times.

But a M15 DS will still produce the same results, just not as much reward.

---

bollinger bands Squeezes and ADX compressions we look for before the trade takes place, a warning to look for a trade is near. A DS trade is also another warning along with a a CROSS X trade set up, once you find one of these 4 conditions, you start to look for the setups, which include ADX expansion, DS cross over, CROSS X trade , 8,3,3 and 21,10,10 going the same direction, also stochastics opposite of each other , rubber banding back to one another.

It's all about riding the waves , the shorter TF's move the larger TF's, IF the shorter TF's change direction, then so will the Larger TF's, it is really simple, don't put so much thought into it..............

You will never catch the start of trend no matter what system you use. When you trade, your goal is to catch the wave three or the wave five in an impulse move, or wave b in a correction.

Just follow the rules and you will be just fine.

Smaller time frames are the real price and what you see on the screen is the market at present time. (NOW)
it is obvious that NOW or present time will build the future. The future of the higher time frames will be built by lower time frames.

But when it is said that "you should pay attention to higher time frames" it is because they have more history behind them and more sample data if you think statistically. History won't change in a blink of an eye it takes time but it should start some where. and that somewhere is 1M, 5M charts. when they start to disobey what higher time frames are saying and this kind of behavior goes on and on you can see that higher time frames will change direction accordingly.

Now practical knowledge. 1- You should always follow higher time frames because they show us the big picture
2- When M1 and M5 are moving against M15 and H1 you should watch M15 and H1 closely because M1 and M5 can force them to change their direction. So why is this so important? Suppose you have a long trend on H4-W1 but at the moment H1 and M15 Rsiomas are below 50. you should look at M1 and M5 behaviors closely. when they start to rise above 80 they can force the H1 and M15 to go above 50 or even 80 this is called a retracement back to the main trend. So you can hunt the opportunities sooner than most of the traders can. 😊👊

BOLLINGER BANDS BI-COLOR INDICATOR

I don't enter LONG if the upper is red,
I don't enter SHORT if the lower is green,

TIP: this is another safe set up to look for , let the M15 and M5 ADX start expanding and look on the M1 for the next ADX expansion , I labeled them 1 and 2, then the adx will rest and then when you see the 2nd expansion on the M1 enter on the wave 3, M1 and see how far it will take you, get into profit and then place SL with profit under this area...........Do this during a session, you will have better results, but see what you can get away with, this works for larger TF's also , look for the M5 to expand and rest and then get into the 2nd wave adx expansion.............


TIP: this is another safe set up to look for , let the M15 and M5 ADX start expanding and look on the M1 for the next ADX expansion , I labeled them 1 and 2, then the adx will rest and then when you see the 2nd expansion on the M1 enter on the wave 3, M1 and see how far it will take you, get into profit and then place SL with profit under this area...........Do this during a session, you will have better results, but see what you can get away with, this works for larger TF's also , look for the M5 to expand and rest and then get into the 2nd wave adx expansion.............

This is a good example of wave trading where the H1 and H4 are both long, and you wait for the M15 wave to bottom, which is the DS bottom, and then when the DS turns long, this is your next wave that is pushing the H1 and H4 longer still..............not till tonight 2 to 4 hours might this take off..................
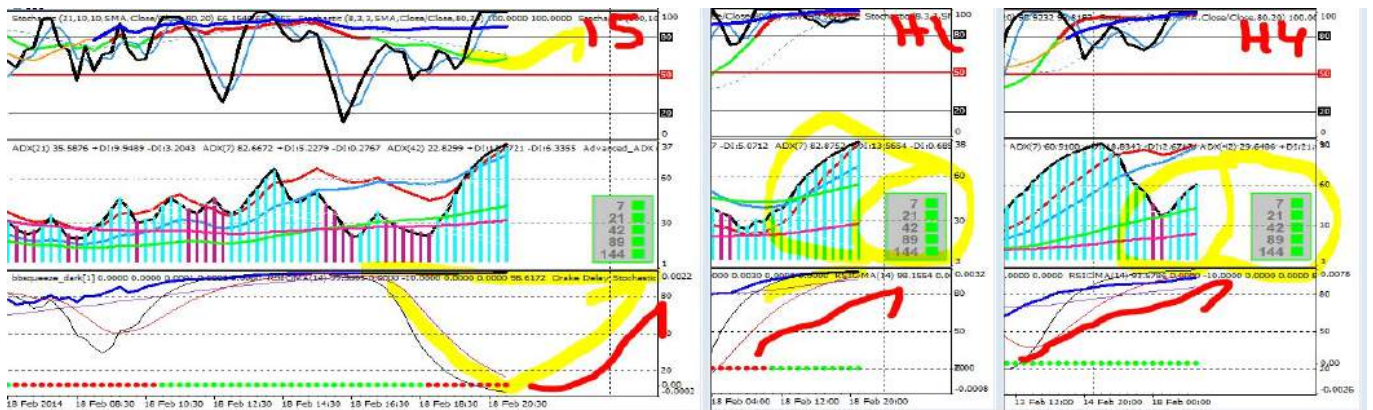
Here is another Tip : BOLLINGER BANDS SQUEEZE

To HELP you stay focused on BBS's , as they are contracting, place a Horizontal line on the top and bottom Bollinger Band Points and move them closer together, until the BB's start to expand and you can watch the PA come out of the gates as to the direction the move is..............
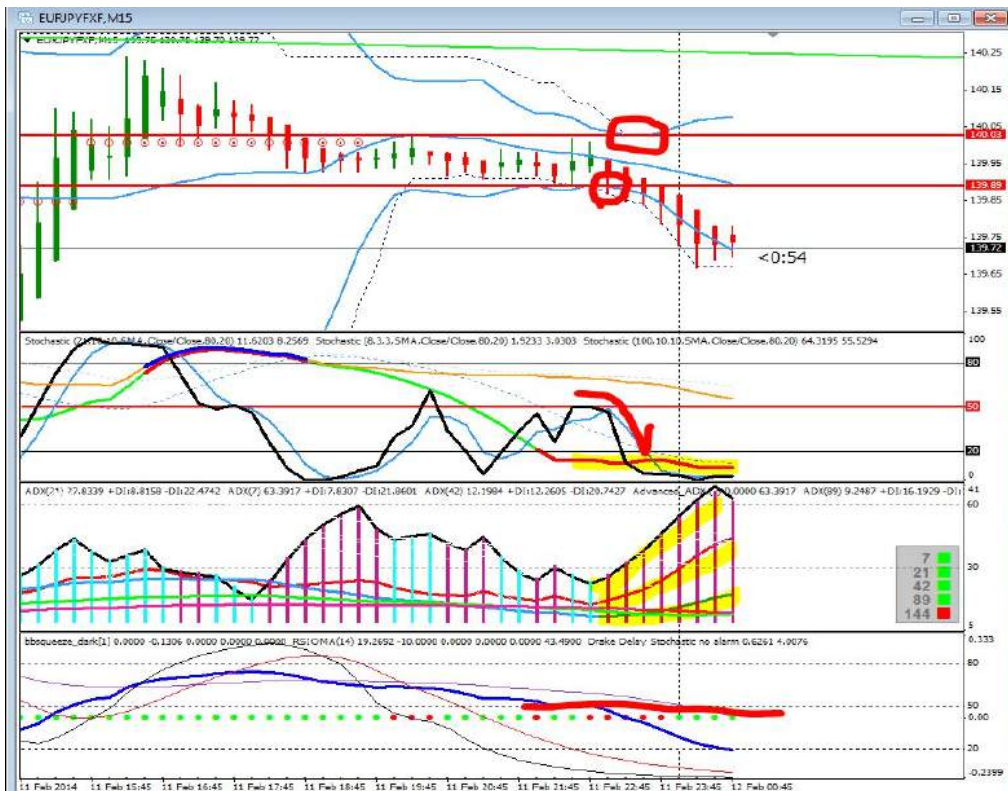
These are our breakout zones we are looking for. We are waiting for the direction of the breakout and **not trading inside these BBS's .**

Your account will get crushed if you trade inside these zones...........wait for a proper signal before you enter the breakout........

ANALYZING DIFFERENT TIMEFRAMES

The monthly is not as important if the weekly is showing strong..............

The Weekly is not as important if the Daily is strong...........

lower time frames, lead higher time frames...........

Soon we will learn how everything has a strong push in direction to it and then it rests and then we get in at the dip again. We have already learned some of this with the RSIOMA and delayed stochastic divergence, playing the delayed stochastic on the other side of the RSIOMA is the bottom of the next dip and then we enter.................

Don't forget to use the ADX 89 and 144 still powered up to stay in a trade longer , even though price is falling or resting...

This is what you look for , the bottom of small TF's to turn the same direction the larger Times Frames are already moving...

The blue and green 42 and 89 adx are the best exits or you will learn you will leave lots of pips behind...

If there is divergence on the Rsioma-DDS on the 1H TF (Long) and 4H and Daily are also Long but **Weekly/Monthly is mixed.**

If I want to trade that set up knowing its not grade A, do I then look to the 1M 5M and 15M and wait until all TF's are moving up before entering on the 1H.

it is OK to have mixed Month and week, you would just drop down the best trending TF's you have and trade off of that, we are using the ADX for momentum trading, we don't want to be in a trade sitting and wondering if it is going to take off, we want to know it is taking off and enter then.............

TIP: For those who trade higher TF's H1 and H4 and higher, consider the M1,M5,M15 as a group or <u>One</u> Time Frame, wait for all those small TF's to bottom or Top together before entering a trade. you will see more times that the H1 and H4 will make turns after this group has found their tops or bottoms together........

With the H1 we have a bollinger band squeeze and the 8,3,3 sto turned down and the green 21,10,10 chased after it fast and crossed the 50% line, at the very same time the ADX showed screaming Short ! I always cross reference all indicators to give me a clear signal to the direction to trade.

the ADX #1, I circled also shows a chance of strong short showing up, wave 1, and the wave 2.

TIP: When the ADX has a nice firm curve to it, it is a strong move happening, example is the 7 adx in the #2 circles area.

When both the RSIOMA and delayed sto are high or low together and they start sweeping down or up together , you can go with the flow only when they are strong flows as in my H1 chart.

TRADING ON THE WAVES

Alien rides the waves, This is the reason for trending, trending is because the professionals can find the bottoms, tops, or turns, **as we can**, Alien seems to get in before the larger moves happen as you can see.

Using the TOP down method, you can start to see the larger turns on the monthly, week and daily in advance by looking at the reactions of the H4 and lower as they slowly make their turns.

As in the beginning pages of this thread , Alien shows examples of Price Divergence with the RSIOMA, this is Important to learn as you can get in to the exact reversal with little going against you.

Alien likes to trade using where price can't go anymore, examples to come.................and the one on page 1 is a good one to look at closer............

Now back to your question , we find a daily or week turn, we then find H4 dips for the daily, or daily dips for the weekly to add positions, you can take this all the way down to H1 dips for the H4 . The pros start a position, and add all the way up as the trend goes, every dip where they can see a new bottom.

Using smaller time frames , some of the bottoms come sooner then expected, the M15, M5, M1 may turn in just a few hours , never giving the H1 a chance to fall further , but the RSIOMA and ADX should keep you on the good side.

The other day we had a great example of this , Vspatrick pointed out an EJ trade he wanted to go long on, using the RSIOMA delayed stochastic system on a M15 that had not turned up yet, and he asked if it was too early to get in, and I replied yes, I then proceeded to show the thread how I follow the M5 and the M1 down to the turn long again. We found the bottom being patient like an Alien, not the fast button pushing humans...........LOL

Below is where this conversation started and it is a good one to review, and keep reading forward all my comments as I called the move out before it went to the moon.............This is what the pro's look for, Alien is not a Pro, but a simple Alien looking to succeed at Forex. I think we beat the Pros to that turn by the way...

Retail traders can only see the small waves and counter trend trade against the large trend and they blow up their account, when it's time for the pros to add another pile of money to the trend after the retailers are lulled into an opposite trade because the market is resting before the next big move.
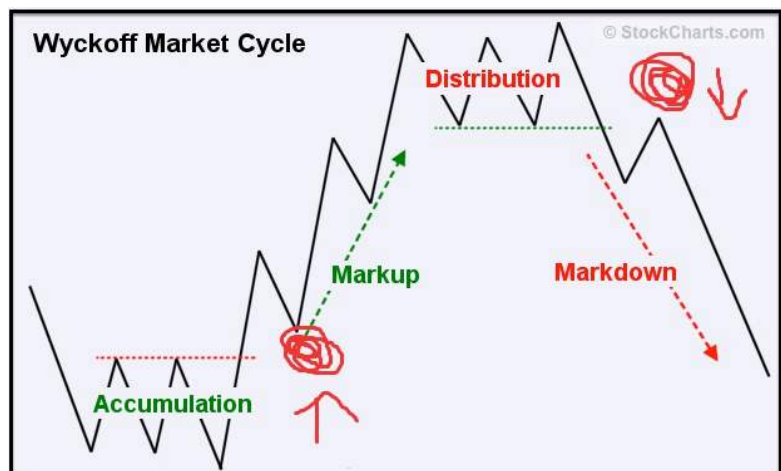
TIP : Do not counter trend trade when the market is resting and not moving , this is death !

As time goes on , I will spot these out and we will keep one going and the reasons why..

TIP: The market is at rest when the RSIOMA stays long above the 80% and the delayed stochastic slowly drops away to the other side of the chart, before the next push long in price action.

Tops and bottoms always seem to have that push one more time higher or lower, and you can follow this in the lower TF's.

The best way to trade is wait for the Meat of the trade, and not to trade tops and bottoms, wait for the reversal, then wait for the retracement and enter on wave 3 when it continues the same direction of the reversal, these are always the sure fire areas to trade...............
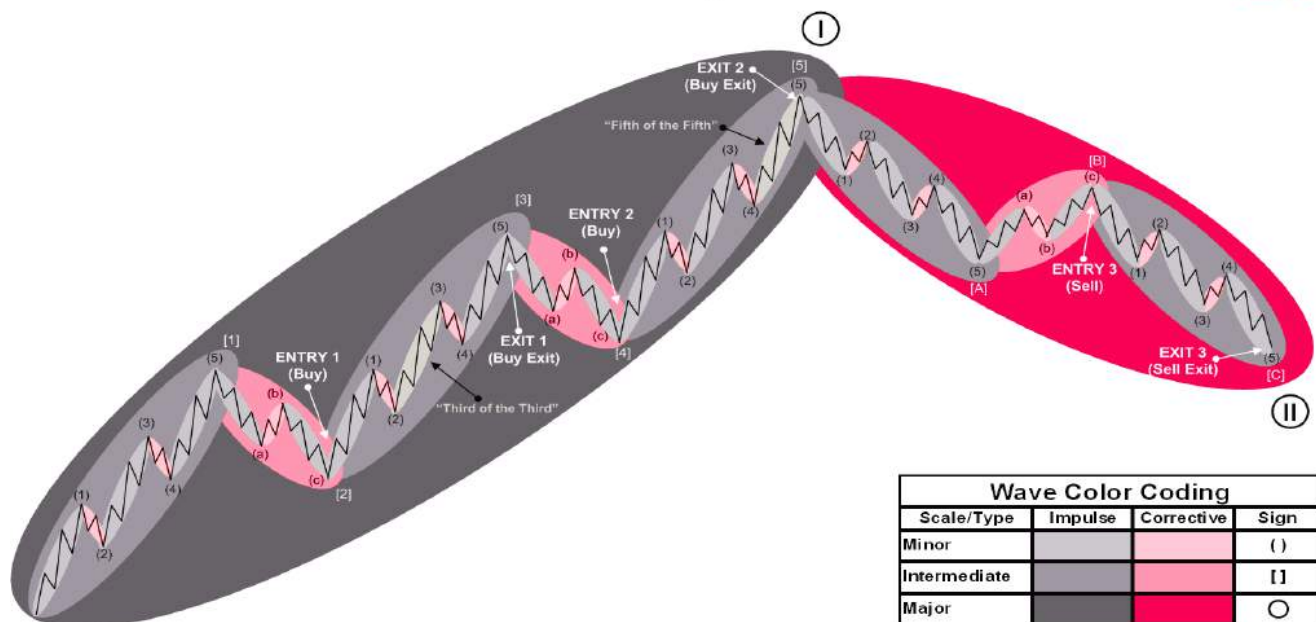
your green stoch, black stoch, rsioma and DS all have a thinner or dotted line. this is a moving average of the indicator itself and is called the signal line. when the DS crosses the signal line it means the DS has reversed direction = price started moving in the direction of the 'slingshot trade'. this is the moment ADX strength should be building on the lower TF.

Yes, I always look from the Top Down, month down to the TF that is going **against the Month and week and Daily and then I look to see when that TF might go the same direction as the Month, Week, and Daily and join in for the fun**
A visual of waves, within waves, within waves...........

Elliott Wave Trading Plan

Wave Color Coding			
Scale/Type	Impulse	Corrective	Sign
Minor			( )
Intermediate			[ ]
Major			O

Relationship between Trends and Elliott Waves of Different Degree

Wave Color Coding			
Scale/Type	Impulse	Corrective	Sign
Minor			( )
Intermediate			[ ]
Major			O

Different TF's
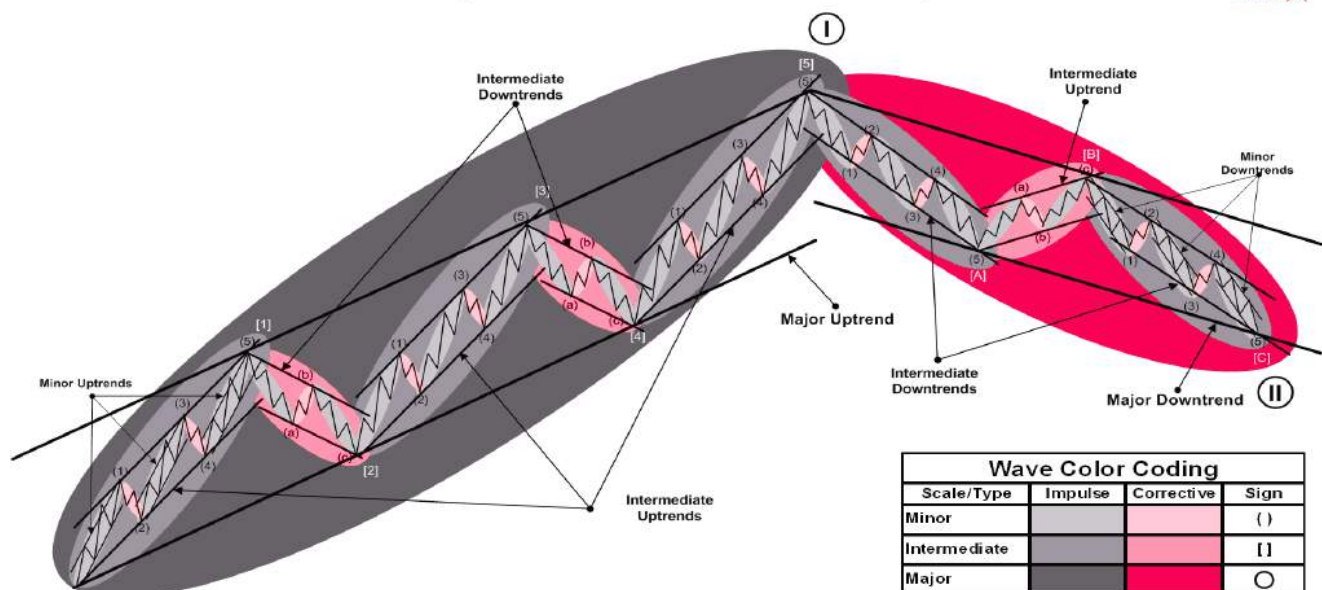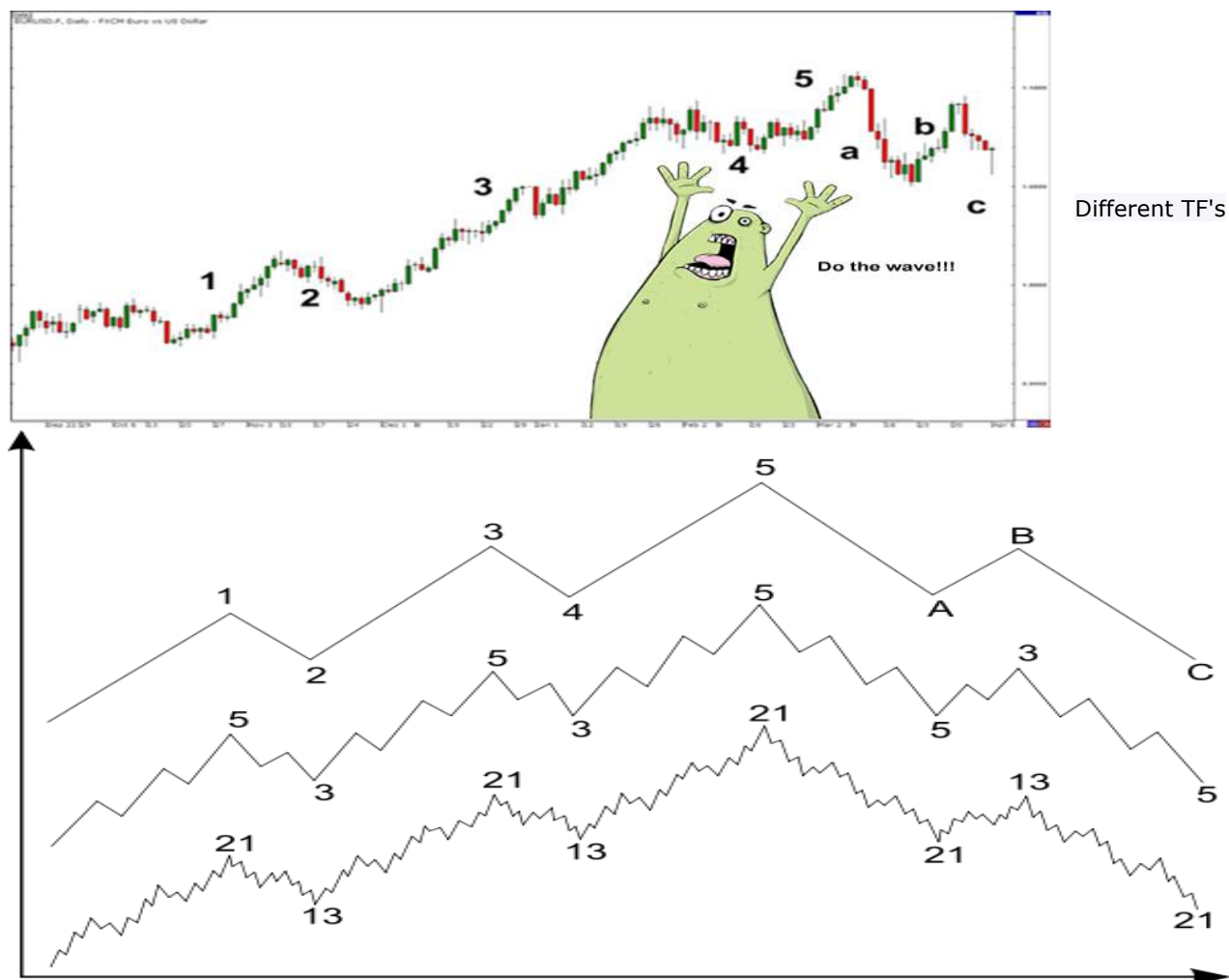
In time you can align TF's to where you can enter with no or little pull backs,

A DS on the H1 setting up, **then go to the M15 and M5 and M1 and wait for the turn,,,,,,,,,,,**

See the turn enough times and you will be able to pick the turn out , within pips of that turn.

Best to let M1 start down the first time (wave 1) and let it retrace, (wave 2) and enter on the 2nd wave down (wave 3) and you just can't go wrong.............

I point out the wave to enter for each TF in diagram below...........

ENTER
Relationship between Trends and Elliott Waves of Different Degree
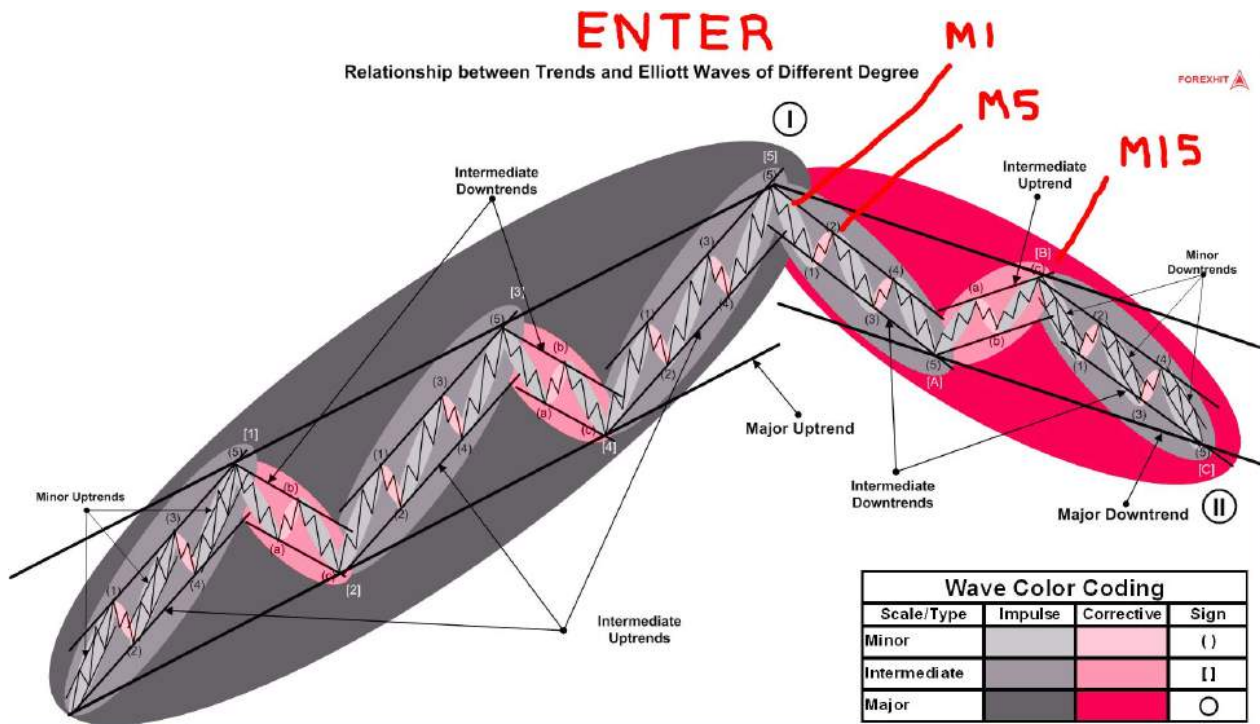
1. **What time frames do you consider important, related to the entry time frame?** I look at month to H1, time frames.............., the Time Frame you are looking to trade, I like to at least look at the one higher and the one lower to the setup Time Frame. But I normally like to see as many time frames traveling the same direction so the trend is stronger. It is good practice to start with the Month and work your way down to the H1, you will then see if you have a trend to follow. Find the examples already posted and follow the new ones to yet be posted and you will get the ah ha moment soon.

2. **Do you consider it important to have rising ADX's on the M15 TF then?** If you do some back testing on the pairs you are interested in, most RSIOMA delayed sto trades have the ADX's climbing, at least the lower 3 will climb the 7,21,42,. You need to decide the quality of the trade you are going to take. no adx's rising might give you a few pips, 3 adx's rising might give you 30 pips , ALL the ADX's rising will give you 50 pips and beyond. learn to grade your trades. do you want to take a grade C trade or a Grade A trade ? in time you will learn the suttle differences you can get away with , but when all the rules are in place, your trade will go well.

3.**Do you consider it important to have rising ADX'son the M15 TF then?** yes

4. **And what about the 1H and 4H ? I'm guessing if you are seeing strength on H4 and H1 you would try to buy the bottoms on the M15?** yes .
But do you enter only if you are seeing rising ADX's in the M15 at the same time? if you can find the bottom of the M15 using the RSIOMA as I did a few days ago, no you don't need the ADX's to be climbing, but they will climb in time if the M15 , H1 and H4 are all long...........
The ADX's all climbing is the safest trade to take, this is not to say there are other ways to trade this and still make pips. Sometimes price will scream and our system will not give us a clear setup, then we stand aside and let the pips go by...

ADX has nothing to do with the trend. It shows Momentum (Strength of the trend) .

Green when Momentum is increasing, Red when Momentum is decreasing.
All red , no power or momentum behind the move....... all adx lines are falling away to earth....
**7 green only, could be the start of a new direction change as all the others are falling to earth still**
7 or 21 green the possible start of momentum while 42,89,144 are still red
7,21,42,89,144 is strong momentum when they are all green or climbing

7 or / and 21 red and 42,89,144 are still green means that price is resting short term but the momentum is still strong longer termand to stay in the trade.

the last bar on the advance ADX histogram will give you price direction, red for sell as in this example or green for buy..
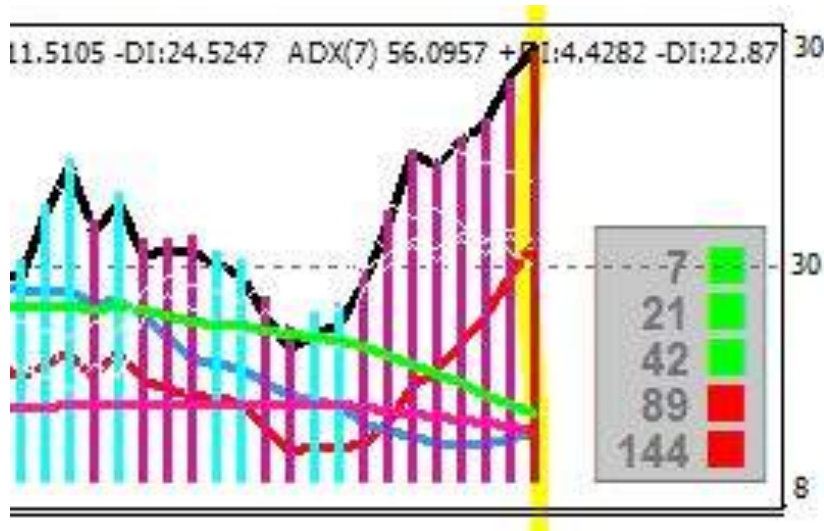
The 5 speed ADX was created by Alien to help him to **"Stay The Trade" To try and remove the panic of losing the profit he already had too soon**

A lot of the pairs have the H4 and the H1 RSIoma's pointing opposite to each other for ranging , when they are against each other , little happens..........

This goes for all TF's to watch, M15 against the H1, M1 against the M5, the Weekly against the Monthly, try to scan the RSIoma on a regular basis, it will help improve your trading.............try and pick trades when 3 or more RSIoma's are side by side going the same direction in MT's, M15 , H1, H4 ....M1,M5,M15............ ....Daily,weekly , monthly and so on................you get the picture now............

The 8,3,3 has to be moving down or up with the same direction as the 21,10,10 or green sto, I will post more of these in the future...........

There is a front side to the wave and the back side to the wave to catch these...............

The back side of this wave shows the best example because price is moving downward....................Lower highs..........on the M5 chart

This next example is like the Cross trade, but the 8,3,3 never makes the cross, it reverses instead, the black 8,3,3 turns the same direction as the green sto and you can see price action picks up from there............
A adx compression and then expansion is with it also.......
DS crossing the 50 line long also........

All the stos's bottomed, the 8,3,3 starts long, wave 1, a retrace down with the 8,3,3 is wave 2 , then long again is wave 3 the money wave.........

AGAIN ON TRADING WAVES

Alien wave trades and tries to anticipate the turns, he looks for the searching for the bottom on smaller TF's for the turn.

Example : AUDUSD H4 - green sto is the trend direction, Price was holding (red Line), the 8,3,3 had come against the trend for a retrace and then when it turns long the same direction as the green sto of the trend, a move normally happens, the DS was slowly dropping looking for a place to turn long again with the RSIoma.

This has been posted many times, you go look at the lower time frames H1 or M15 and find their bottoms............

You can see on the H1 the same red line where price is holding, it retested the bottom from last Thursday, you can see all the stochastics bottomed out a second time in the red circle **(I always wait for the second bottom , then you are sure it will go Long on you)** , then all of the sto's fanned out, you had almost 10 hours to get something on this trade................
ADX compression and expansion,
DS and RSIoma turned up , but were not considered long yet, but you can fins the turn on lower TF's.............
and BBS

On a bigger scale, the month , week and daily charts are moving short at this time. the H4 is nearing a bottom for a bounce long , but may retest the bottom again, it's best to scan all TF's and find the one that is going the wrong direction and wait for a reverse so it matches **> On a bigger scale, the month , week and daily charts are moving short at this time.** Like now wait for the H4 to top again and short it with the **> On a bigger scale, the month , week and daily charts are moving short at this time.**

Most of the time pairs retest their tops and bottoms and then change direction, keep this in mind and you will not get in too early...........always try to enter wave 3 and you can't go wrong. There may not be a good trade every day and this must be remembered...........

As far as finding tops and bottoms, when the 21,10,10 crosses the 50 line with good ADX power ,these are good entries after the tops or bottoms, look for the wave 3 X cross trades, and most times when the RSIoma come out of the 80 or 20 areas and you see the angle of the RSIoma is steeper then 45 degrss, good movement is happening at these points. I would only try these on M5 or larger as the M1 does not always move enough..........

The tops and bottoms we do not trade, it's after they retrace wave 2 and then further with wave 3 the money wave, patience is a must with FX, most humans trade too soon, too early and too many times in a day. Swing trading is the best, and then you have a life also............
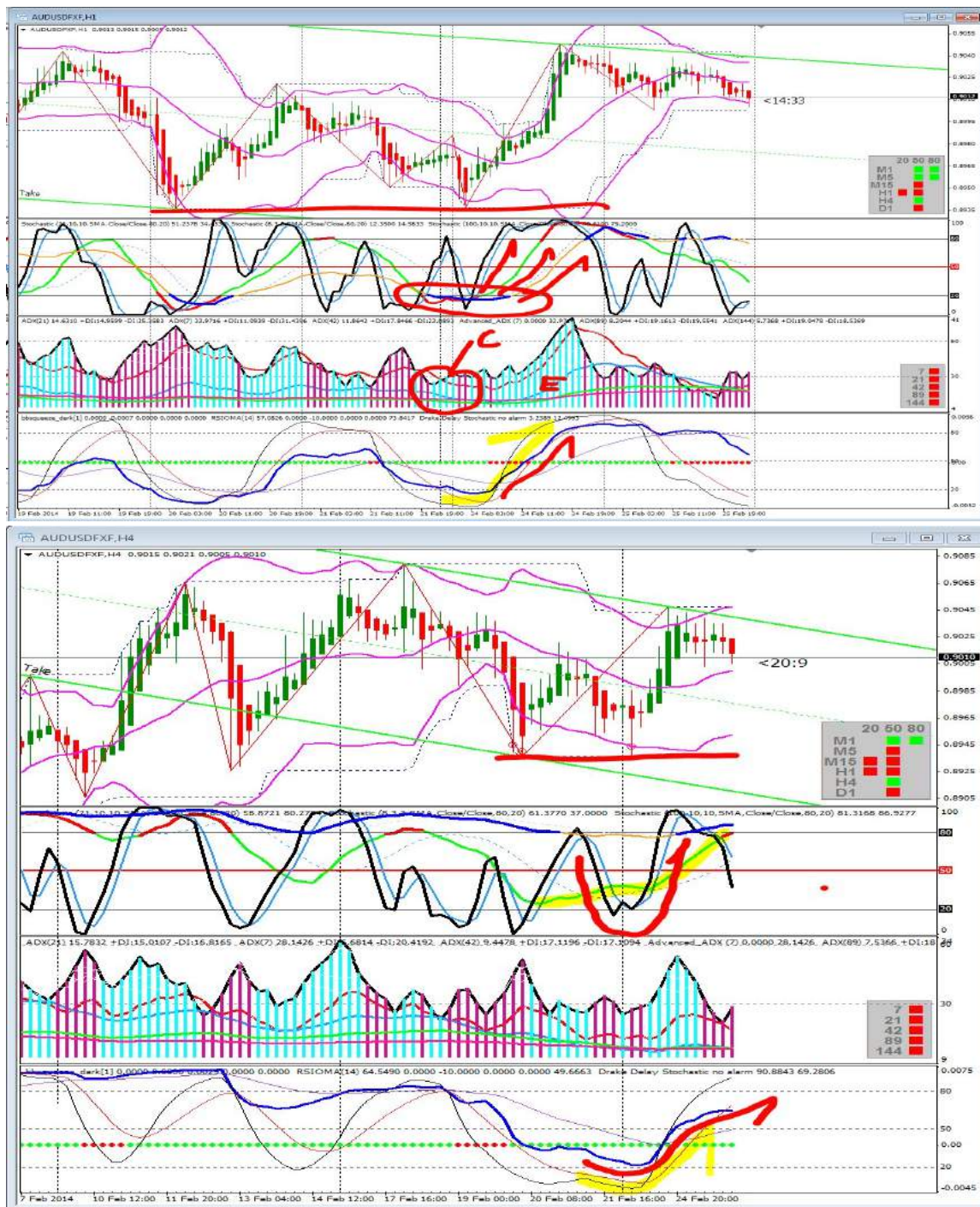
If you take the time to understand the motions of one TF, you can then see the action in the other TF.

Both TF's tell me the same thing.............

H4 RSIoma is long, the Green and Blue Sto's are flat and high, the 8,3,3 black sto is to the other side of the window. getting ready to jump long again.

To confirm this, the H1 has a compression ADX, a DS trade setting up, **but the most important thing is the H1 Green sto that is at the bottom , is the black sto on the H4 at the bottom........**

They are one in the same, but on 2 different TF frames, I built this system to read like this...............
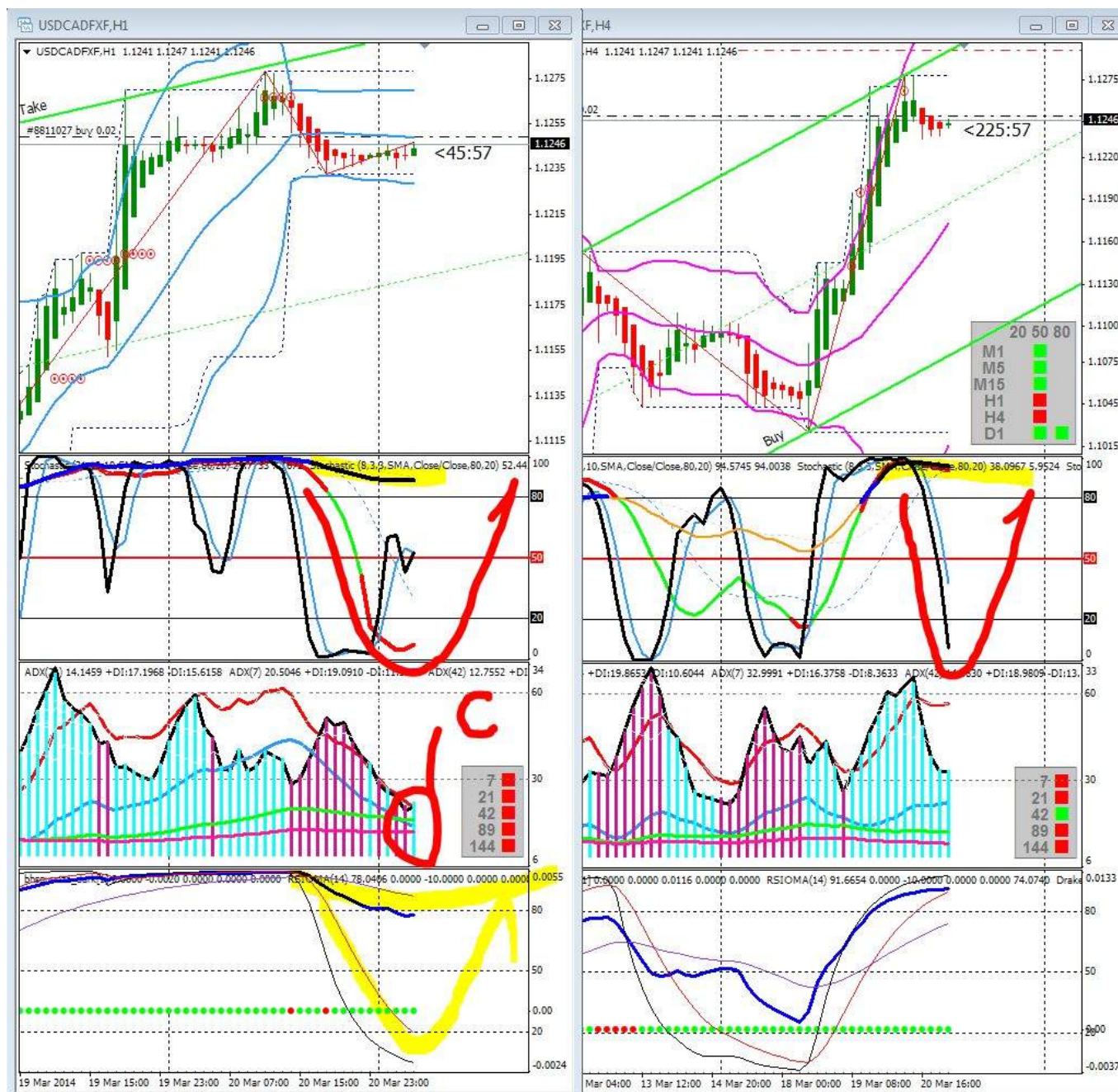
always start with the month and work your way on down, look for which TF's are the trend (using the RSIoma and Sto's) and which TF's are in retracement mode. (Like the DS pulling away from the RSIoma)

Trade the trend and not the retracement, also trade the direction of the larger TF's when using lower TF's to trade off of, this way the trade may go against you, but will always come back your direction............

The black sto cutting 90 degrees through the green sto shows momentum, like the 2 marked on the left of the chart.

3rd wave half cross are great !

DS trades are great ! with confirming direction.

Notice everyone of these trades starts with the bollinger band squeeze..............!!!

The 8,3,3 sto breaking over or under the 80 and 20 lines are good confirmation also.............

Helpful TIP:

Always check which side of the 50 line the RSIoma is on, for buy and sell, and note which direction it is traveling.

over 50 and traveling Long is the trend - Long,

under 50 and traveling short is the trend - Short

If over 50 and pointing down , a reversal may be taking place,

If under 50 and pointing up , a reversal may be taking place,

Always confirm with lower TF's...........

EU H1 looks ready for a *CROSS long,* the Money wave, **But look for adx power to build up First...........**

H4 is still short - the RSIoma is down and the slow stochastics are still flat to the bottom yet........

H1 has a sto Cross on it for more long , possible DS to the short side, so I am getting mixed signals for now until the trade comes to you..........

M15 is mixed and at a turning point also, RSIoma tells me it can go either direction at this time, stochastic are telling me the same right now, wait for the trade to sort it's self out...............