

Disclaimer

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Please do not construe any information in this video or notes below as advice or recommendation of any kind. You can lose money trading. If you cannot afford to lose money you should not trade.

Remember to practice with a paper trading or demo account with any new concept of strategy until you really get to know and understand the risk and reward potential.

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Wavy Tunnel PLUS

MODULE 1

Welcome to the Wavy Tunnel Trading Method

Over 30 years trading Forex, Futures and Options using Elliott Wave Analysis

One of the best Fibonacci and Elliott Wave based Trading Systems

This System can be traded on its own or in combination with other methods

The Wavy Tunnel Plus combines Elliott Wave Analysis with a methodology that elaborates on 4 Trend Trade Setups and 2 End of Trend Trade Setups

The Course Outline

The Wavy Tunnel

Module 1: Introduction and Overview

Module 2: Trend Following Trades – **NEW Examples!**

Module 3: End of Trend Trades – **NEW Examples!**

Module 4: Trade Management – **NEW Examples!**

Module 5: Trading Live with 3 Time Frames

Module 6: Elliott Wave Connection

Module 7: Wavy Tunnel PLUS – **NEW!**

Module 1

Learning Objects

- ≈ Introduction
- ≈ Trading Market Cycles
- ≈ Wavy Tunnel Chart Setup
- ≈ Overview of Wavy Tunnel Trades

Objectives

1. Understand the background behind the Wavy Tunnel
2. Look at the Market Cycles to see how the Wavy Tunnel Tracks the Cycles and Waves
3. Get a broad overview of all the Wavy Tunnel Methods and how they apply to each Market Cycle
4. Begin picturing yourself Riding the Waves and Cashing in on Profits using the Wavy Tunnel PLUS system

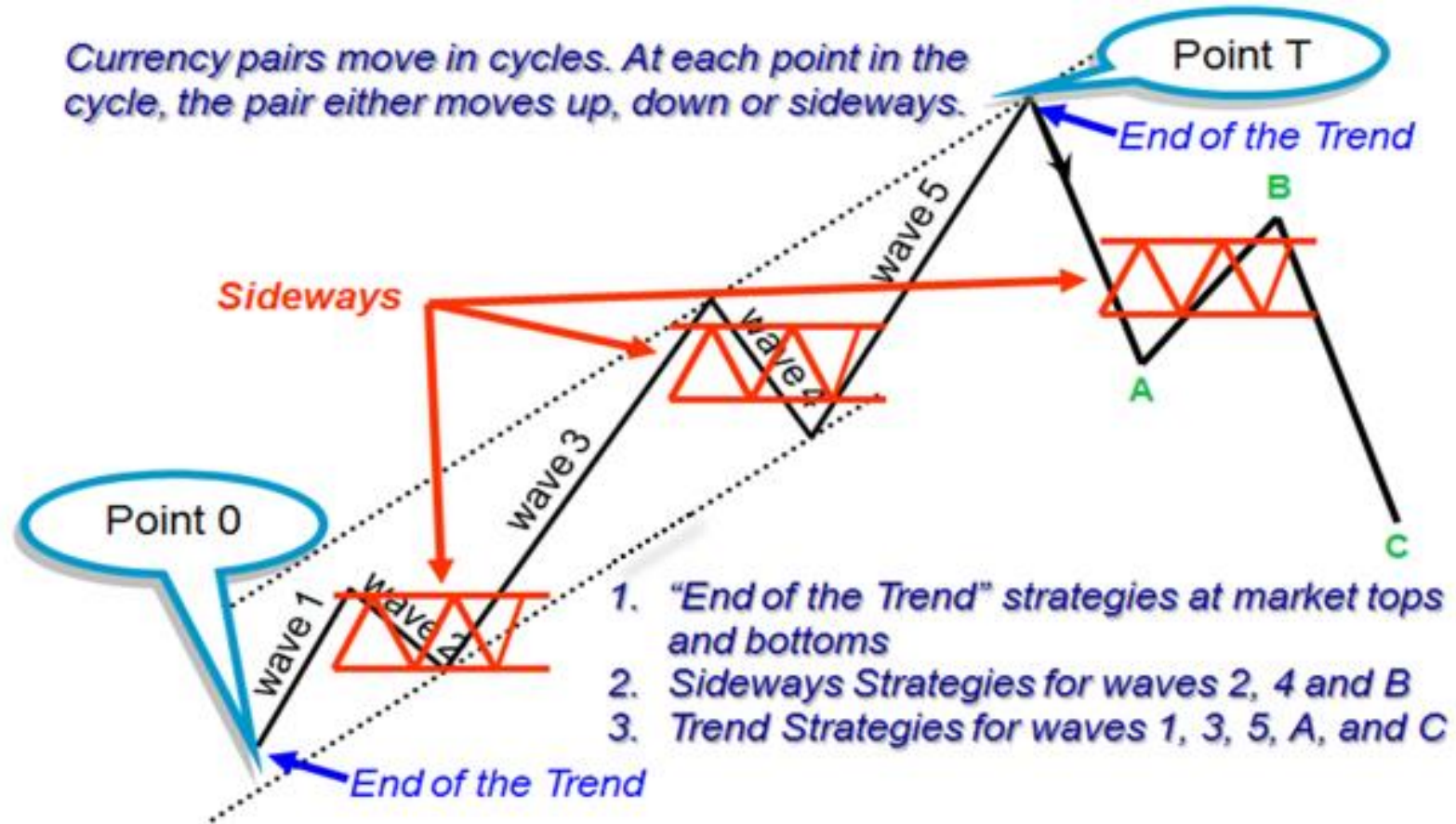
Technical Analysis Training

1. In technical analysis training courses you learn to identify trends and sideways markets
2. Trend and Sideways markets comprise the market cycles and require different strategies and mindsets to trade
3. Once the cycle is identified, the trader learns which strategies to use to trade each cycle
4. The analysis tools learned are combined to create high probability trading strategies
5. But without Elliott Wave Analysis and Harmonics traders do not have the complete picture yet

The Elliott Wave Modules and The Wavy Tunnel

1. In The Elliott Wave Modules, we label these cycles and call them waves. We learn about sub-waves too
2. We learn how to find the End of the Trend, and what a Trend, Correction and Reversal Pattern truly means in the context of the big picture
3. Finally, we bring it all together and introduce a powerful trading strategy which addresses all market cycles – the WAVY TUNNEL
4. Once we learn how Harmonic Patterns complement Elliott Wave Analysis, we will then revisit The Wavy Tunnel to tie it all together

Trend and End of Trend



Trend and End of Trend

Learn the setups to trade pullbacks, breakouts and breakdowns during trend moves.

The FX Trader's EDGE Trained Trader uses 3 types of strategies:

1. “End of the Trend” strategies at market tops and bottoms
 1. Learn how to buy and sell at market tops and bottoms in any time frame
2. Sideways Strategies
 1. Range trades
 2. Look for Breakouts and Breakdowns
3. Trend Continuation Strategies
 1. Momentum trades
 2. Breakout and Breakdown trades
 3. Retracement trades

The Wavy Tunnel Captures all of these Strategies!

“Wavy Tunnel” strategy

- ≈ Moving Average Crossover System
- ≈ Combines Vegas Tunnel (“Tunnel”) and Raghee Wave (“Wave”) with Bill William’s Awesome Oscillator (“CAO”)
 - ≈ Provides excellent entry and exit points
 - ≈ Visually appealing

Ideal for day, swing and position trading

- ≈ Use with an Elliott Wave overlay for confirmation

The WAVY TUNNEL SYSTEM has Evolved over Time!

Key Elements

- ≈ Moving Averages
- ≈ Tunnel
- ≈ Wave
- ≈ 12-period EMA Filter or “12-EMA”
- ≈ Awesome Oscillator or “CAO”

Swing Time Frames

4-hour
1-hour
15-minute

Take trades on the
middle time frame
or the lower time
frame

Day Trading Time Frames

1-hour
15-minute
5-minute

We will learn a top-down approach to trading using 3 time frames.

Wavy Tunnel Chart Setup

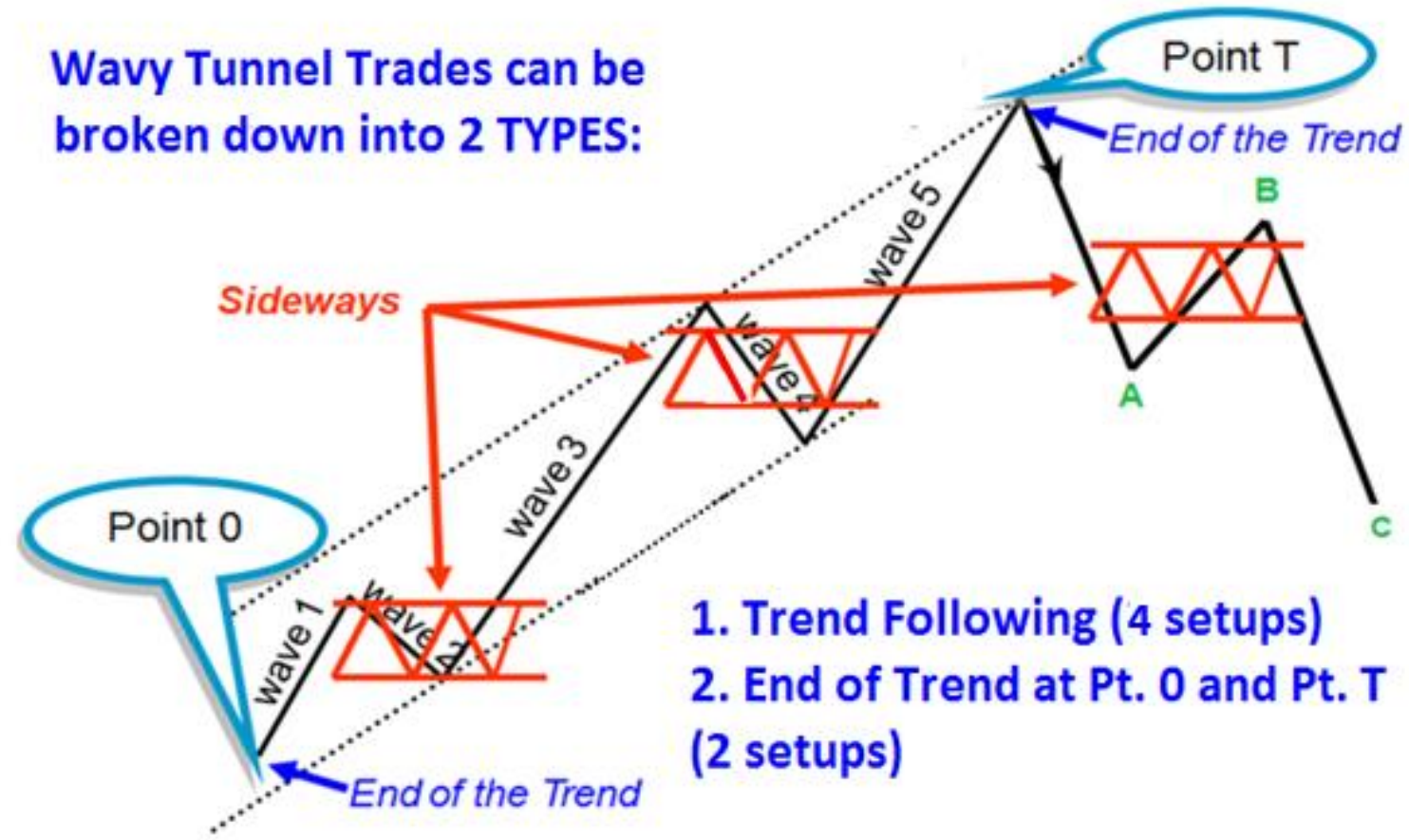
Wave EMA Parameters	Upper	Middle	Lower	Awesome Oscillator
EMA Period	34	34	34	SMA
On	High	Close	Low	5
Color	Purple	Purple	Purple	34
Thickness	Medium	Medium	Medium	5
Tunnel EMA Parameters	Fast	Slow	Filter	(CAO)
EMA Period	144	169	12	MACD
On	Close	Close	Close	histogram
Color	Black/White	Black/White	Green	
Thickness	Medium	Medium	Medium	

Wavy Tunnel Chart Setup



Overview of Wavy Tunnel Trades

Wavy Tunnel Trades can be broken down into 2 TYPES:



Break out Trade 1 (BO-1)

Wavy Tunnel Trades – Trend Following



Break out Trade 2 (BO-2)

Wavy Tunnel Trades – Trend Following



Break out Trade 3 (BO-3)

Wavy Tunnel Trades – Trend Following



Break out Trade 4 (BO-4)

Wavy Tunnel Trades – Trend Following



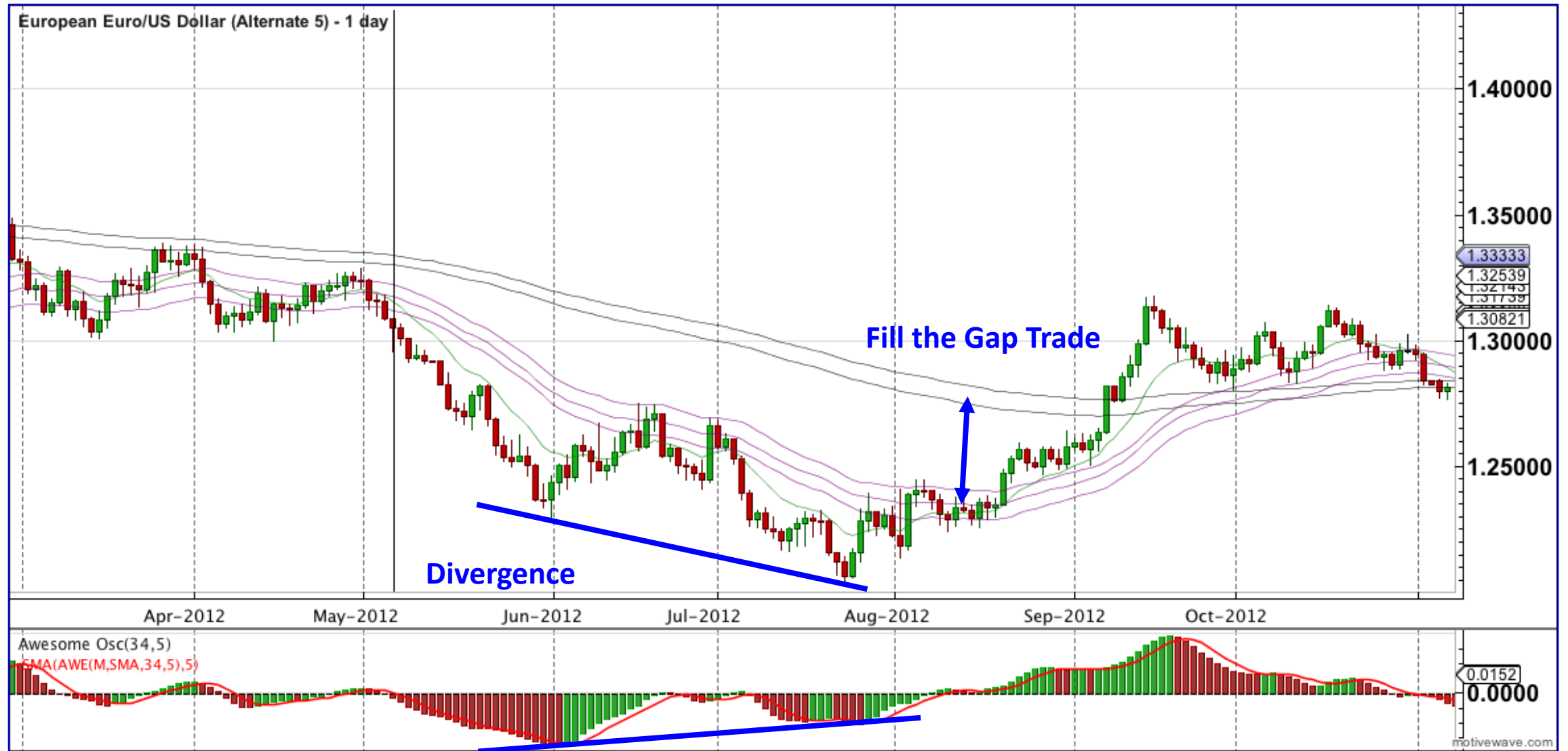
Price to Wave Trade (PW)

Wavy Tunnel Trades – End of Trend



Fill the Gap Trade (FG)

Wavy Tunnel Trades – End of Trend



Summary of Wavy Tunnel Trades

SUMMARY – SIX TRADES:

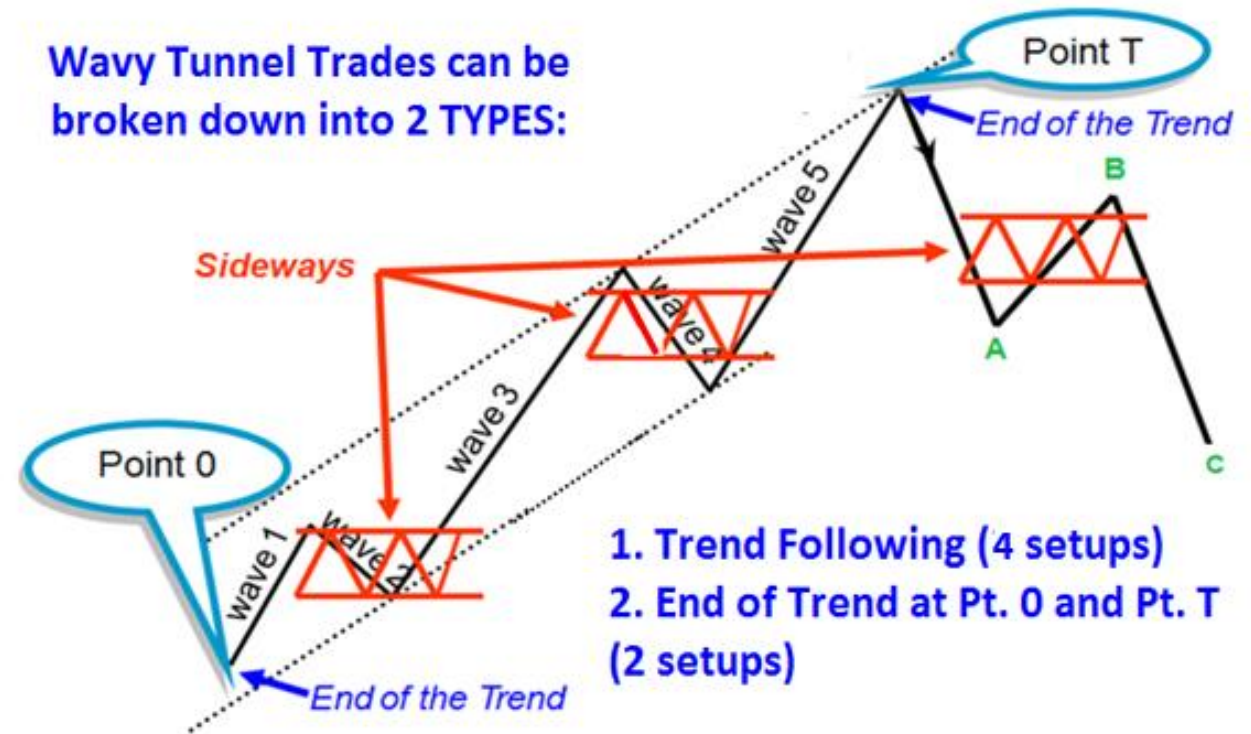
FOUR Trend Following Trades:

BO-1: Break Out
BO-2: Break Out
BO-3: Break Out
BO-4: Break Out

TWO End of Trend Trades:

PW: Price to Wave
FG: Fill the Gap

Wavy Tunnel Trades can be broken down into 2 TYPES:



SUMMARY – Questions:

Why does the Wavy Tunnel Use Six Trade Setups?

- ≈ The markets offer different trading opportunities, depending on what part of the market cycle or Elliott Wave pattern we are in
- ≈ Wavy Tunnel trading tunes our visual sense to find the trend trades and the trend reversal trades
- ≈ With the Wavy Tunnel traders will be able to profit no matter what part of the market cycle we are in

SUMMARY – Questions:

What is Required to succeed with the Wavy Tunnel?

- ≈ Mastery of at least 2 of the Wavy Tunnel setups
- ≈ Consistency with Time Frames traded (day or swing or both)
- ≈ Proper risk management (setting stop losses)
- ≈ Good money management (determining position size)
- ≈ Excellent trade management (taking profits and moving stops)

SUMMARY – Questions:

Are there specific rules to follow with the Wavy Tunnel?

≈ Wavy Tunnel Trading is a System which has rules. It is designed to be used by following the rules without emotion

≈ Define the Trade Plan to avoid emotional trading. Most trades are unsuccessful when they don't have a trade plan or when they don't follow it

≈ So, learn the rules, follow the plan, and practice, practice, practice to internalize the Wavy Tunnel Setups

SUMMARY – Questions:

How should I get started to build confidence with this method?

- ≈ Find these trades over many days, until you internalize the setup
- ≈ Try to understand the theory behind the system
- ≈ Take positions on a demo account until a track record of successful trades is established
- ≈ Implement the method correctly
- ≈ Do not guess where the market is headed until the setup takes you there
- ≈ Do not think, just act in executing the trades
- ≈ Think only at the end of the trading day or week, when reviewing the setups
- ≈ Document every trade with a screen capture