

Simple Simon Balance Line Trading

06/06/2011

At <http://www.forexfactory.com/showthread.php?t=29741>

By Colostarr (Rick)

Posts Summary (ver. 0.2)

By Peretola (member at FF)

Simple Simon Balance Line Trading

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Simple Simon Balance Line Trading

This is just a compilation trading rules Colostarr (Rick) and some good friends have posted so far on the thread:
<http://www.forexfactory.com/showthread.php?t=297418> Simple Simon Balance Line Trading.

Basic Rules p.1 #1

Jun 6, 2011 13:07

[Colostarr](#)



Simple Simon Balance Line Trading

Before we begin I would like to go over a few basic rules:

1. Dignity and Respect at ALL times. Anyone not being respectful will be banned
2. If you don't like this method, please move on. Take your opinion to another thread in this forum.
3. Know it All's beware! Your opinion is valued here, but must be presented in a clear and concise manner. Please refrain from attempting to change the rules of this method because you think you know better. If you sincerely think you can make a suggestion that will improve this method, simply do that, make a sincere suggestion. Someone from the forum will look into it and get back to you.
4. If you are confused and need genuine help I ask that you PM myself or any of the other members that help me maintain this thread.
5. NO CONSPIRACY THEORY TALKS – TAKE THEM OFFLINE – NOT WELCOME HERE AT ALL
6. Please do not be negative in this forum. There are other people trying to learn, negativity breeds negativity. Negative posters will be banned.

Good luck to you and Happy Pippin!

This system is based on the "Balance Line" system (Dimension 5) of Bill Williams Trading Chaos system.

The system in and of itself is simple, yet very powerful.

The premise of the Balance Line according to Bill Williams is to think of the Blue line (balance line) as the top of a hill. As price approaches the blue line, it is moving up hill, therefore there is more resistance to GET to the blue line. Once at the top of the hill (the blue line) price moves away from the blue line easier (because it is now rolling down the hill).

My concept is this: Think of YOU as the BLUE LINE; You ARE the blue line. As the blue line, it is your job to react to price ONLY WHEN IT COMES TO YOU. When price moves away, take a nap (on that pair anyway) until it comes back to you.

Rules / tools:

Most effective on the 1H time frame and higher – I prefer 1H. Use pairs that trend well and have lower spreads

Tools: Apply Bill Williams Alligator to your chart. Change the color of the Red and Green lines to "NONE" within the properties. Save as template

What to look for:

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You want to look for pairs that are in “immediate or shorter term trends” (long trends are excellent for bounce or continuation trades). Ranging or wild patterns are not recommended. Price hanging ON the blue line also not recommended.

Bounce Trades

A bounce off the Blue Line is when price has retraced from a trend and “touched the BLUE line”. When it touches and “bounces” off wait for the candle to close and set a pending sell / buy stop according to the rules below. This is prices way of telling you that the long term trend is potentially still intact and is about to continue.

Rules for Entry:

Look for HOW price approaches the blue line. If the angle is steep, the potential setup is more powerful. If price “CLOSES” really close to the blue line, again – more powerful; stay away from poor or no angle trades. Plenty of examples can be found in this thread with regard to angle. Keep in mind you are watching the “closing price” of a candle – “NOT THE OPEN PRICE” very important

Buy:

When the candle closes above the blue line (the closer to the blue line the better) set a pending buy stop order at the high of that candle plus the spread, plus 3 pips. The same applies for your stop loss. Set your stop at the low of the candle minus spread, minus 3 pips

EXAMPLE: GBP/JPY closes above blue line at 131.61, the spread for this pair is 3 pips (for my [broker](#)), plus 3 pips = Buy stop at 131.67 ($131.61 + .03 + .03 = 131.67$)

Sell:

When the candle closes below the blue line (the closer to the blue line the better) set a pending sell stop order at the low of that candle minus the spread, minus 3 pips. The same applies for your stop loss. Set your stop at the high of the candle plus spread, plus 3 pips

EXAMPLE: GBP/JPY closes below the blue line at 131.61, the spread for this pair is 3 pips (for my broker), minus 3 pips = sell stop at 131.55 ($131.61 - .03 - .03 = 131.55$)

NEVER, EVER UNDER ANY CIRCUMSTANCES WILL YOU SET AN IMMEDIATE MARKET ORDER AT THE CLOSE OF A SIGNAL CANDLE. SET BUY/SELL STOPS ONLY!

THE DAY YOU STOP CHASING YOUR ENTRY, IS THE DAY YOU BEGIN TO REALIZE ACTUAL PROFITS.

LET PRICE COME TO YOU, YOU ARE THE BLUE LINE!



[usdcad1h.bmp](#) (800.7 KB, 4564 views)



[usdipy 1h.bmp](#) (800.7 KB, 1831 views)

"Rule #1: Have patience, let Price come to you...stop chasing it!" 🧐

Last edited Jun 21, 2011 7:16 | Reason: Refining of Rules

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[Bill Williams Alligator settings p.107 #1602](#)

Jun 29, 2011 11:39

[Colostarr](#)

From MT4 simply insert "Bill Williams Alligator" go to the colors tab, change the colors of the red and green bars to "none". Click apply, the settings are already in.

Quote:

Originally Posted by **arianptc01** 

*Hello all,
thank you for your system.*

*I had a system and I changed alligator setting so I dont have the default setting.
please help me and tell me the setting for Jaws - teeth - Lips (I need periods and shifts in parameter section in properties).
and which one you are using for your system.*

*many thanx
ARIAN*

[Template p.1 #3](#)

Jun 6, 2011 15:58

[Colostarr](#)

Template

Here is the template. The examples will take some time. i am getting ready to head home just now, and will upload some from there if I get time. The system is pretty self explanatory though!~

Attached Files



[balance line trading.tpl](#) (2.1 KB, 2220 views)

Simple Simon Balance Line Trading

Preferred pairs p.1 #7

Jun 6, 2011 17:57

[Colostarr](#)


Low spreads

I prefer the low spread pairs, and the ones that trend nicely.

GBPUSD; EURUSD; USDCHF; AUDUSD; NZDUSD

Really it's up to you!

Quote:

Originally Posted by **3thPri** 

which currency pairs you trade with ?

Trades examples on GBPUSD and EURUSD p.1 #8 and #11

Jun 6, 2011 18:12

[Colostarr](#)

GBPUSD

Here are the trades I took on the GBPUSD (currently have one open right now).

1st trade signal formed and price triggered short at 1.6465 stopped out at 1.6439 = + 26 pips

2nd trade signal formed and price triggered short at 1.6451 stopped out for loss at 1.6475 = -24 pips

3rd trade signal formed and price triggered short at 1.6377 stopped out at 1.6337 = +40 pips

4th trade signal formed and price triggered short at 1.6338 stopped out at 1.6311 = +27 pips

5th trade signal formed (after NFP) and price triggered long at 1.6371 stopped out at 1.6416 = +45 pips

The last of these trades were how I closed out my weekend:

+26 pips

-24 pips

+40 pips

+27 pips

+45 pips

Total= 114 pips and a nice end to my week. Questions?

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Jun 6, 2011 18:41

[Colostarr](#)

One more

Here is one more chart before I go for the night: EURUSD from last week (starting 1 June):

1st trade: signal triggered short 1.4839 stopped at 1.4329 = +60 pips

2nd trade: Signal triggered long 1.4390 stopped at 1.4447 = +57 pips

3rd trade: Was a bounce trade thanks to NFP release: Triggered long at 1.4525 stopped at 1.4616 = +91 pips

+60

+57

+91

3 wins, 3 trades = 208 pips.

Good night time for this kid to crash out 🤪

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Alert indicator p.16 #230

Jun 13, 2011 19:07

[jmw1970](#)

Alert indi

Hi Colostarr, Others

here is an indi you might find useful.

It is the Smoothed MA 13 Shifted 8 based on Median (ie. Alligator)

It has alerts for buy & sell

It calculates the Entry price & stop loss

Buy Stop Entry = High + Spread + Buffer

Buy Stop SL = Low - SL.Buffer

Sell Stop Entry = Low - Buffer

Sell Stop LS = High + SL.Buffer

It will either send an alert for buy / sell or mixed (when close is on MA)

Regards

John

Attached Files

 [ISS Balance Line with Alert.mq4](#) (8.1 KB, 308 views)

Simple Simon Balance Line Trading

Add on trades p.26 #385

Jun 15, 2011 10:45

[Colostarr](#)

Add on Trades

No trades to be had right now, so let's put school into session and talk about add-on trades.

Twice in the last few weeks I've had a triggered trade go against me, not take me out, but appear to go against me. One time price came to within 5 pips of my stop loss and reversed. Each time price graciously offered up an opportunity to double my profits.

This is a prime example of how price means business when it comes back to you more than once.

See the attached EURJPY chart. Notice the first trigger? Look at the first red arrow, that signal was TEXT BOOK.

Sharp angle, close to the blue line, set the bait and start to fish. Triggers in the next candle (Fish on!)

But then suddenly the next candle is bearish (very bearish) – scary.

Sit on your hands folks, sometimes this method can take you for a bumpy ride.

I do NOT recommend removing your stops or moving them farther away, that is just a BASIC CARDINAL RULE.

You enter the trade with rules, you should also exit the trade with rules – Here is why:

Same trade – 8 hours later, price dipped below the blue line, your stop level was never in any danger and price magically reversed. 😊

Notice the next time price closed just above the blue line? This is price begging you to enter again – why? Because there is a subsequent entry per the rules of balance line trading – that's why. 😊

1. 1st trade triggered and then moved against you (for 8 hours), went as low as -27 pips against you. All is lost right? Not so fast fishy!

2. Price retraces for you, creates another buy signal

3. Enter buy stop #2 – which triggers in the very next candle

4. 2 trades now active

5. Once you have 20 pips locked (actually now it's a combined total of 40 pips) let the trade progress.

6. Notice the next bearish divergent candle – move stop to low of that candle squeezing every drop out of that move.

7. Next candle takes you out. Here's the results of your efforts:

a. Trade #1 closes at +79 pips (after going against you for 8 hours and 27 pips) 😊

Simple Simon Balance Line Trading

b. Trade #2 closes at +86 pips (Never goes against you) 🤖

c. Combined take: 165 pips 🤖

Questions?



Catalogue trades p.36 #532

Jun 16, 2011 13:50

[jrushing](#)

Catalogue Trades

Colostarr,

I been trading for about 6 years now. I have been following this thread since the beginning. Throughout my trading experience, I have been through over 200 different indicators, and about 80 different trading methods.

As an Engineer, (which is a detriment to my trading) I try to break down every trading method I come across to try and make it better, look for the possible pitfalls, or those little quirks that could get you into trouble while trading.

I look at 12 pairs and trade daily.

You got this trading system as perfect as I have seen any other, as far as entry and exit. The success ratio on the major pairs is 88%, minors is 87%.

Using your rules and trading the way I trade (using pin bars and pivot points) the following are: (From June 1st to present)

All 1H time frame unless otherwise noted

Majors:

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EurUsd- 10 trades- 1 stop loss hit- Total of **1082** pips in profit
AudUsd- 13 trades- 2 stop loss hit- Total **668** pips in profit
GbpUsd- 9 trades- 1 stop loss hit- Total **696** pips in profit (30M)
UsdChf- 8 trades- 0 stop loss hit- Total **550** pips in profit
UsdJpy - 8 Trades- 1 stop loss hit- Total **207** pips in profit (30m)
UsdCad- 16 Trades- 4 stop loss hit- Total **564** pips in profit (30M)

Total Major Pairs (this includes all losses) **3767** pips in profit.

Minors:

NzdUsd- 8 trades-4 stop losses hit- Total **448** pips in profit
AudJpy- 14 trades-3 stop loss hit- Total **639** pips in profit
EurJpy- 17 trades-3 stop loss hit- Total **926** pips in profit
GbpJpy- 11 trades- 3 stop loss hit- Total **702** pips in profit (30M)
EurChf- 13 trades- 0 stop loss hit- Total **1073** pips in profit
EurGbp- 8 trades- 1 stop loss hit- Total **400** pips in profit

Total Minor pairs (this includes all losses) **4188** pips in profit.

Total all pairs: **7955 pips in profit since June 1st 2011.**

Not to take away from Colostarr method, TF were changed based on the way I trade and what is comfortable for me.

NEWBIES-DO NOT TRY TO TRADE 12 PAIRS, ONLY TRADE 2 OR 3 UNTIL YOU GET CONSISTANT, THEN MOVE TO MORE PAIRS AS YOU FEEL COMFORTABLE.

Colostarr- I would highly recommend to take this method into competition, you would most certainly win. Thank you for showing this method, as you have changed my outlook in trading.

[Asking two questions p.47 #698](#)

Jun 18, 2011 10:51

[Colostarr](#)

Fantastic questions brother!

"1 If you get a signal to trade and insert your order spread plus 3 pips how long do you wait for the order to be taken, another hour or 2 or 3 hours?"

A: If the trade doesn't trigger by the completion of the next candle, I close the order; especially if PA is around the blue line still.

"2 You say your stop loss is the size of the candle Do you have a maximum stop loss as you could have an hourly candle 50 + size. Also if a candle is less than 5 pips your stop loss would be only 5+3+spread which doesn't give much room for the trade to develop

Not a criticism but just a query"[/quote]

Simple Simon Balance Line Trading

A: 2 things here. If you decide to place a buy or sell stop at the completion of a large candle, then you assume the risk of the trade. Calculate the potential pip loss (2% - 5%) and enter your lots accordingly. Once the trade triggers, let it progress naturally, especially if it moves against you. If it is meant to hit your stop loss - so be it.

2. When PA candles are small but signal a trade is coming, I generally won't use the rule for stop loss placement. I'll use the closest fractal high or low as my initial stop - the high / low of that fractal candle +/- 3 pips. Entering a stop at the high/low of a small candle places the initial stop too tightly and does not allow the trade (or price) room to breath

Hope this answers your questions!

Quote:

Originally Posted by **raylin** 

great system but i would like to pose two questions

1 If you get a signal to trade and insert your order spread plus 3 pips How long do you wait for the order to be taken ,another hour or 2 or 3 hours?

*2 You say your stop loss is the the size of the candle Do you have a maximum stop loss as you could have an hourly candle 50 + size. Also if a candle is less than 5 pips your stop loss would be only 5+3+spread which doesnt give much room for the trade to develop
Not a criticism but just a query*

[Exits p.55 #816](#)

Jun 20, 2011 17:14

[Titch](#)

Exits

Quote:

Originally Posted by **RickF** 

I was interested in the exits for the system.....looks like it's a one-bar trailing exit, but I didn't see anything confirming that. Can you clarify?

Thanks for your help!

Hi RickF

There are no hard rules for exit. Manage the trade the way you would normally manage and exit. I personally use S/R lines for exit points of partial profits and then I move my stop to the previous one or two bars low depending on how much the price is moving. I hope this helps

Simple Simon Balance Line Trading

No TP level with this method p.65 #966

Jun 22, 2011 8:32

[Colostarr](#)

AdAt,

Welcome to the thread. First of all an entry at +10 pips is a little outside what I would be comfortable with. You might consider changing brokers if they have wide spreads.

Second thing is - there is NO TP level with this method. The intention is catch a wave and ride it, up or down incrementally moving your stops to the previous candles high/low, squeezing every drop out of a move.

Some moves may only result in 15 pips (especially if you enter from lower tf's), so placing a TP might be contradictory to making money.

For purposes of this method, use your stop loss level as your TP. Move your stop until it gets to a level you are comfortable with and just let it be.

For me - this level is 20 pips. Once I have locked in 20 pips on a move I sit on my hands and let the trade progress.

You'll be surprised at how many times this can result in capturing 50 - 100 pip waves in your favor.

Hope this answers your question.

Quote:

Originally Posted by **adat** 

Hi,

Two questions:

1.- I'm using MPTM to put BE+3 at 10 pips and TP at 40pips. My last 6 trades are closed on BE. Maybe it's better to close all trades at 15-20pips and not be greedy?.

2.- five candles ago I see a rebound. It's good idea put a buystop and Stoploss on that candle?

Thanks from a rookie trader.

AdAt

Simple Simon Balance Line Trading

Use of AO and AC Oscillators p.69 #1030

Jun 22, 2011 11:27

[Colostarr](#)

Bill Williams

Maybe worth looking at this. The way I see it, it is prime for a good drop in my opinion.

According to Bill Williams Chaos theory you can use the AO and AC Oscillators together. When the AO changes from Green to Red the Bias is about to change (generally 2 consecutive same color bars is optimum with the AO).

The AC on the other hand is the acceleration of PA. When the AC changes color, it signals that the brakes are about to get put on the current bias. When the 2 oscillators turn the same color then you are now trading in what Bill Williams calls "The Zone".

When the 2 oscillators are the same color for 2 complete bars this strengthens the zone.

The USDCAD is currently trading in the red zone, and only short trades should be taken. According to Bill Williams anyway.

I've set a sell stop, because these 2 oscillators are same color and correlate nicely with where the previous bar closed to the blue line.

Lets put Mr Bill Williams "Zone Theory" to the test shall we?



Simple Simon Balance Line Trading

Divergence p.69 #1035

Jun 22, 2011 11:43

[Colostarr](#)

Just pulled another page out of the book here.

Divergence, this is a RARE, RARE patten Especially for the daily Tf.

Check the divergence between the price action and the AO. Price continues up at one point, but the AO fails to make new highs.

There is an entire chapter dedicated to this topic in the Chaos book. This setup just popped out at me.

I would definitely be on the lookout here!



Importance of the 50EMA p.75 #1122, p.114 #1709 and #1710

Jun 23, 2011 11:10

[Colostarr](#)

50 EMA

Ladies and Gents. I would like to re-introduce the importance of the 50EMA.

Case in point the EURGBP setup for potential short today ON THE 1h.

Without the addition of the 50 ema (thank you Neil!), this trade would have resulted in a loss. I WOULD HAVE TAKEN THIS TRADE 50 TIMES OUT OF 50 TIMES!

See attached charts

Simple Simon Balance Line Trading

So to be sure and to allow for the addage of letting price come to me, I needed price to break that 50 EMA and it did not. The result? If you took this trade per the rules - you would be stopped out now.

50 EMA can keep you out of trouble!



Jun 30, 2011 5:04

[Colostarr](#)

Sure thing,

Look at the attached chart. You will notice that I placed a buy stop just above the resistance level where it broke out.

In the trading world this is known as a "Breakout" trade. See how price was rangebound between support and resistance, just before it broke out??

This is from another method I trade (formerly posted here as Small Hours).

I actually had a buy and a sell stop placed. With the addition of the 50EMA, I placed the buy stop just above that level (plus spread, plus 3 pips). I had a sell stop below the support.

I was simply waiting for a breakout - I anticipated a breakout up, and that is what happened.

Simple Simon Balance Line Trading

The Balance line method is one of many tools in my trading arsenal. Although is my favorite to use!

This method is not only powerful by itself but it compliments other systems well also!

Hope this answers your question!

Quote:

Originally Posted by **Tal1983** ➤

Hello colostarr!

Can you please show in which price you entered (in the picture on post #1608)?



Jun 30, 2011 5:08


[Colostarr](#)

>insert>indicators>trend>Moving average

- Change Period to 50
- Change MA Method to "Exponential"
- Change "Apply To:" High
- Click apply>click ok
- Create template

Quote:

Simple Simon Balance Line Trading

Originally Posted by **FxReX** 

Hey Colo,

I'm diggin this system. Made my first trades with it today and I'm up 55 pips, Not bad 😊

Just have one question. I see you made adjustments to the rules and added a 50MA. I have tried to find the settings for the 50ma but with over 200 posts its kind of difficult. Could you let me in on the settings for the 50ma when you get a chance?

Thanks for sharing and showing this system, its legit.

Rex.

[YOU are the Blue Line p.88 #1310](#)

Jun 27, 2011 7:42

[Colostarr](#)

My general rule for staying with a signal candle is one to two bars. If it hasn't triggered by then, I usually delete it. The example given, not exactly sure but I did have one signal that I placed last week, but forgot about it. When it did trigger, I was fortunate enough to have it go to positive pips for me.

There is no hard and fast rule with regard to how long you should leave your signals up. Every trader is different, if the chart is showing signs that it won't come back to your trigger signal, wait one or two candles and delete it. If it looks like it may come back, then leave it.


If price has moved too far away from the original signal, then I usually delete it and wait for the next signal.

Just keep in mind the rules for entry. YOU are the Blue line. If price moves away from you, you take no action. If price come back to you (my personal favorite!), then you take action.

Sorry for the vague response, but take is ultimately no 2 traders are alike!

Use this forum to ask your questions!!

Quote:

Originally Posted by **nawlins51** 

Yes I saw the same thing and he does use the indies on his chart. So maybe thats why he saw it but from the looks of it only 3 candles later but I still get what you are saying.

He has experience so he may see things that keep him in. Personally i have been allowing myself to stay in longer than 1 candle but it depends on what I see at the moment. He likely made the rules that way so its easy for anyone to pickup and gives you a high percentage trade. Thats why he says close after 1 candle. I can't answer for him, he will have to but I am almost...

Simple Simon Balance Line Trading

TF's p.92 #1367 and #1370

Jun 27, 2011 13:12

[Colostarr](#)

Jules you didn't miss anything. The 15tf is doable from this methods perspective, however you need to manage the trade and be careful of your entries.

I use the 30TF to confirm my 15tf entry. When trading the 15tf, the most important thing is to move your stop to BE as soon as you can.

This may result in getting stopped at BE more frequently, but also helps to scalp a few pips here and there.


The primary TF for this method, is and shall remain the 1H TF. I even took a signal from the 4H tf today (EURAUD) currently at +40 pips

Regardless of the TF you trade, this method works.

The lower TF's are not recommended for newbie traders though!

Hope this helps

Quote:

Originally Posted by **Jules9** 

is everyone using 15 tf now. I thought this system was for the 1 hour tf

Jun 27, 2011 13:17

[Colostarr](#)

I have found that the 15tf is prime for grabbing a daily wave at the beginning of the new daily candle.

Price generally goes sideways until EUR and London Open. The daily candles haven't formed their bias yet.

I have found that the initial entry into the next day's candle is beneficial in that, if trading the 15tf, you can catch the initial spike, or jump towards that day's bias.

I've watched the 15tf ride the blue line in the mornings before EUR and London open. Once they open, price comes alive.


You'll get to where you can see the initial jump off the blue line, around 70% of the time, will allow you to ride that daily bias sometimes for +100 - +200 pips

Later in the day, when price action is more volatile, I tend to stick to the 1H charts.

I hope this clarifies things a bit for you

Quote:

Simple Simon Balance Line Trading

Originally Posted by Jules9 

Is the system working better in the 15 ef. Are you having better results?

Important concepts p.92 #1374

Jun 27, 2011 13:31

[Colostarr](#)

Jules you've come to the right place.

When trading this method, just remember to stick to the rules for entry, and ALWAYS place your stoploss per the rules.

Let price come to you, and when it does - SIT ON YOUR HANDS!

Wait until you can move your stop to BE, and then Manage that trade into profit.

If the trade is going to go against you, there is no amount of praying or cussing that you can do but to watch the trade.

Keep the trade alive until price takes your stop out.

I once had a trade go to within .5 pips of my stop loss, it reversed and I rode it for about +110 pips.

Remove emotion - manage your trade, sit on your hands when your trades look like they might go against you, move your stops when price moves for you.

Remove your emotions and your confidence will increase!

Quote:

Originally Posted by Jules9 

I just cancelled a subscription to Auto Pips Profits. It is a service that copies trades from a guy who says he is a pro trader. I tried it on a demo account for 3 months just to see. It started off good but ended up in the last couple of weeks getting hammered. I just ended service. The only way to trade is to do it yourself. Everthing else out there is bull. I have been watching this thread and trying to build some confidence with it. Been trading on and off for a few years without success, Hope this method works because i love trading and learning....

Simple Simon Balance Line Trading

Bill Williams "angulation" p.98 #1457 and p.101 #1508

Jun 28, 2011 5:18

[Colostarr](#)

Bill Williams Angulation

I set this trade up on Friday. I used a few different indicators to confirm this trade (both oscillators).

This is called the "Angulation Trade" and is one of Bill Williams favorite trades.

This is also the premise of the approach to the balance line. Look for divergent candles that close at a steep angle from the Blue line. Set your pending order (which in this case for me - took 2 trading day!)

It triggered last night - currently at +26 pips with 10 pips locked in.

If you haven't already done so - Get the book Trading Chaos Second Edition!



Jun 28, 2011 14:21

[Colostarr](#)

Right idea - candle isn't far enough away from the blue line. Generally Angulation trades happen when price has gone up or down really fast and continues for 8 to 10 bars, and then signals reversal with a divergent candle the other direction.

The best advice I can give about learning angulation trades is to read Bill Williams Book "Trading Chaos" second edition

Simple Simon Balance Line Trading


Jun 29, 2011 9:47

[Colostarr](#)

No - I was NOT whipsawed look at the attachment and see "Entry candle"

This is a BOUNCE trade

Quote:

Originally Posted by **Pip Assassin** 

Hi, am I right saying, that your entry on EURUSD was whipsawed for loss at first and only on the second candle you entered for +100 pips run ?



Simple Simon Balance Line Trading

Patience has its rewards. Mission Accomplished!! p.131 #1953

Jul 7, 2011 6:53

[Colostarr](#)

Termination!

I had 2 reasons for starting this thread.

1. To FORCE myself to stick to a trading plan and trading rules - Mission accomplished!
2. To help as many people as I could - Mission accomplished 138,831 views and growing!

I will never forget where I came from, I will never forget how much I struggled with the Forex Market, and I will never forget how lonely it can be to look for help, guidance and support.

I am glad that I had an opportunity to reach to and help so many people; I never dreamed that this thread would have gotten so popular!

This thread seems to have taken on a life of its own. There are still many valuable and experienced traders posting in this thread! Learn from them, learn from each other. This is a trading community – I ask that you keep it alive.

Never forget where you came from! If you have knowledge that you can share, please do the right thing and share your knowledge.

I will still be available via PM and I will pop in from time to time to say hello.

Don't be strangers – send me a PM, if you like I will even give you my personal e-mail address, but I think for the most part you all have a decent grasp of this system!

I have grown comfortable enough with this method that I have gotten to where I achieve close to a 90% win rate. I did that by concentrating on my trading.

When I first launched this thread, I found myself answering PM's and questions that often pulled me away from my trading, while it was personally fulfilling to help others it often happened as a detriment to my own trading!

I would still jump at an opportunity to help someone, so if you need help please reach out to me via PM!!

I will be in and out for the next 5 or 6 days, if you have any questions please feel free to contact me, If I don't reply immediately give me some time as I have 6 years worth of personal collections to get packed and mailed home!

Good Luck to you all!

"Rule #1: Have patience, let Price come to you...stop chasing it!" 😊

Simple Simon Balance Line Trading

[Set S/L to BE when you can p.145 #2165](#)

Jul 19, 2011 15:53

[Colostarr](#)

Jules this is always a judgement call. If the trade looks like it will continue, then when your BE gets taken out, set another entry at your original price.

Often what I will do is to use a "limit" order to set a trigger at BE of the original trade. When the original trade hits at BE then the limit order triggers and I am right back in the trade.

I ONLY DO THIS WHEN I FEEL THE TRADE WILL CONTINUE IN MY FAVOR

keep in mind that by setting to BE you have removed ALL of your risk.

Setting a limit order is risky in that the risk you just avoided from the original trade is right back in your face when the BE gets hit and limit is triggered in.

Bottom line, set to BE when you can. My rule of thumb is +20 pips for BE.

Last week I must have been taken out at BE 10 times. It's frustrating, but I lost nothing.

Again this is a judgement call on your part.

RULE #1 REMOVE THE RISK!

Hope this helps

Quote:

Originally Posted by **Jules9** 

How fast and what point would you set break even? Sometimes I set it when I get to 20 pips then I get stopped out just to have it turn and go in favor of the initial trade. I think I am setting it to early. Any ideas on this would help.

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Jul 19, 2011 15:59

[Titch](#)

For anyone who has not joined the facebook members area here is the link.

<http://www.facebook.com/groups/210608625643756?ap=1>

We have had some great live chats recently on different topics.