



# TLATOMI



## THE COMPLETE GUIDE TO THE TLATOMI TECHNIQUE



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# **ACKNOWLEDGEMENTS**

**To OrangeRoshan**

**for his input on the moving averages signal**

**and**

**to all of you following the thread on ForexFactory**



# SETUP



### SHI\_SilverTrendSig-3:

- AllBars: 0
- Otstup: 30
- Per: 9.0

### Vegas Currency Daily 1 Hour:

- Alerts: False
- RiskModel: 1-4
- MA1: 144
- MA2: 169

### MA\_Crossover\_Signal:

- FasterMode: 1
- FasterMA: 5
- SlowerMode: 0
- SlowerMA: 9

### FX\_Sniper's\_Ergodic\_CCI\_Trigger:

- pq: 4
- pr: 8
- ps: 5
- trigger:4

### Alligator:

- **Jaws** - Period: 26 / Shift: 16
- **Teeth** – Period: 16 / Shift: 10
- **Lips** – Period: 10 / Shift: 6
- Smoothed
- Close

### Moving Average #1:

- Period: 9
- Simple
- Close

### Moving Average #2:

- Period: 5
- Exponential
- Close

### Vegas Risk Model :

- EURUSD: Risk Model 1
- GBPUSD: Risk Model 1 or 2
- USDCHF: Risk Model 1
- USDJPY: Risk Model 1
- AUDUSD: Risk Model 1
- USDCAD: Risk Model 1
- EURJPY: Risk Model 1
- GBPJPY: Risk Model 1 or 2

**All the charts are on a 4hr time frame  
They should look like the following...**



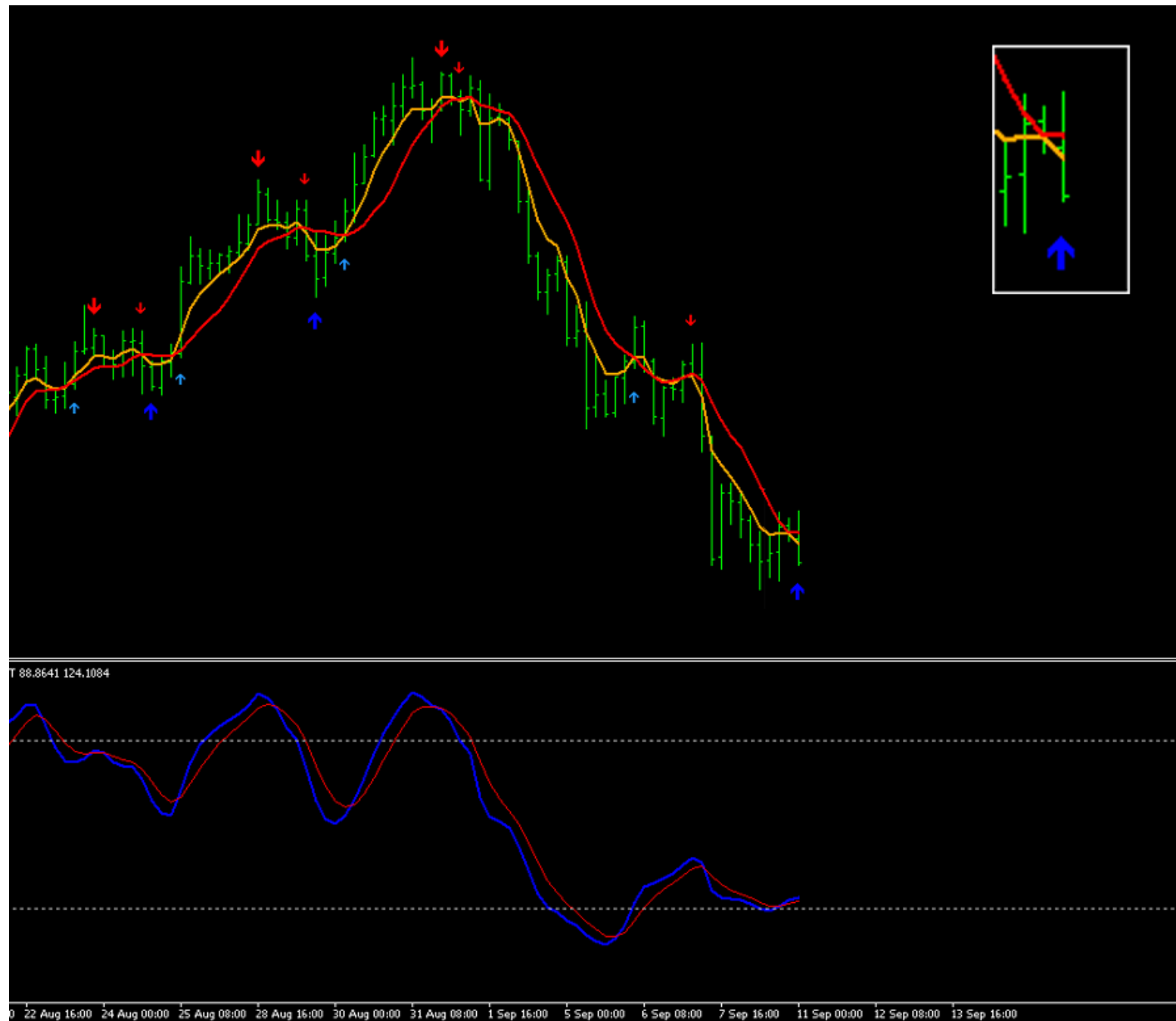






# ENTRY

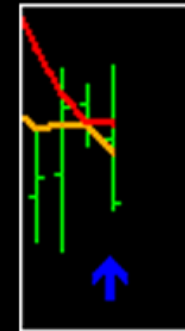
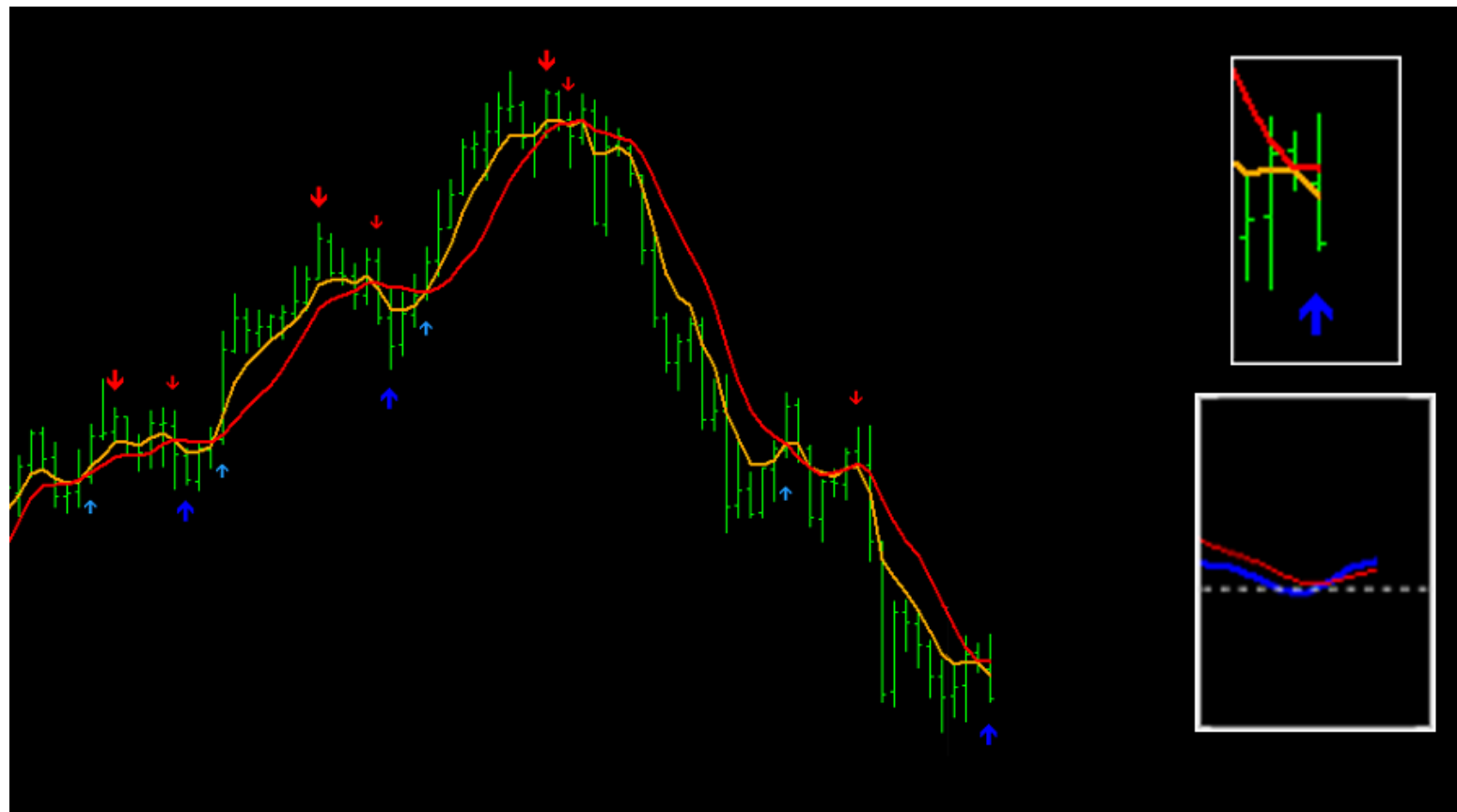




## First signal:

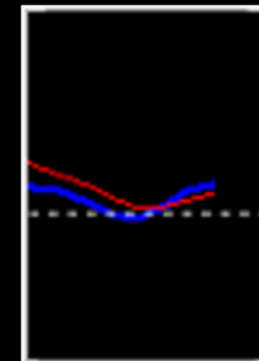
A big arrow or a dot from the ShiSilverTrend indicator





**First signal:**

A big arrow or a dot from the ShiSilverTrend indicator

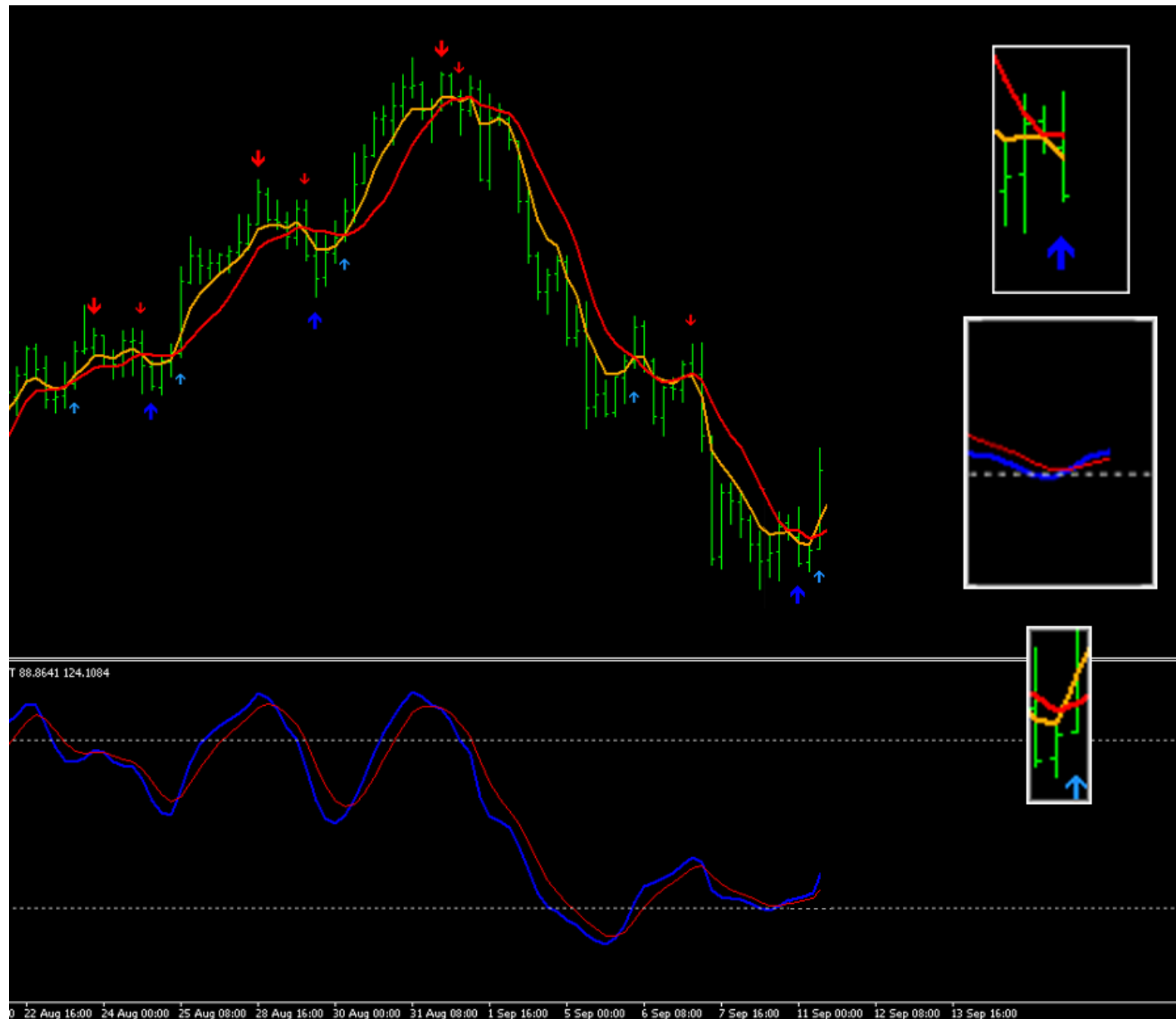


**Second Signal:**

CCI cross



**NB:** the first and second signal may interchange 9



### First signal:

A big arrow or a dot from the ShiSilverTrend indicator

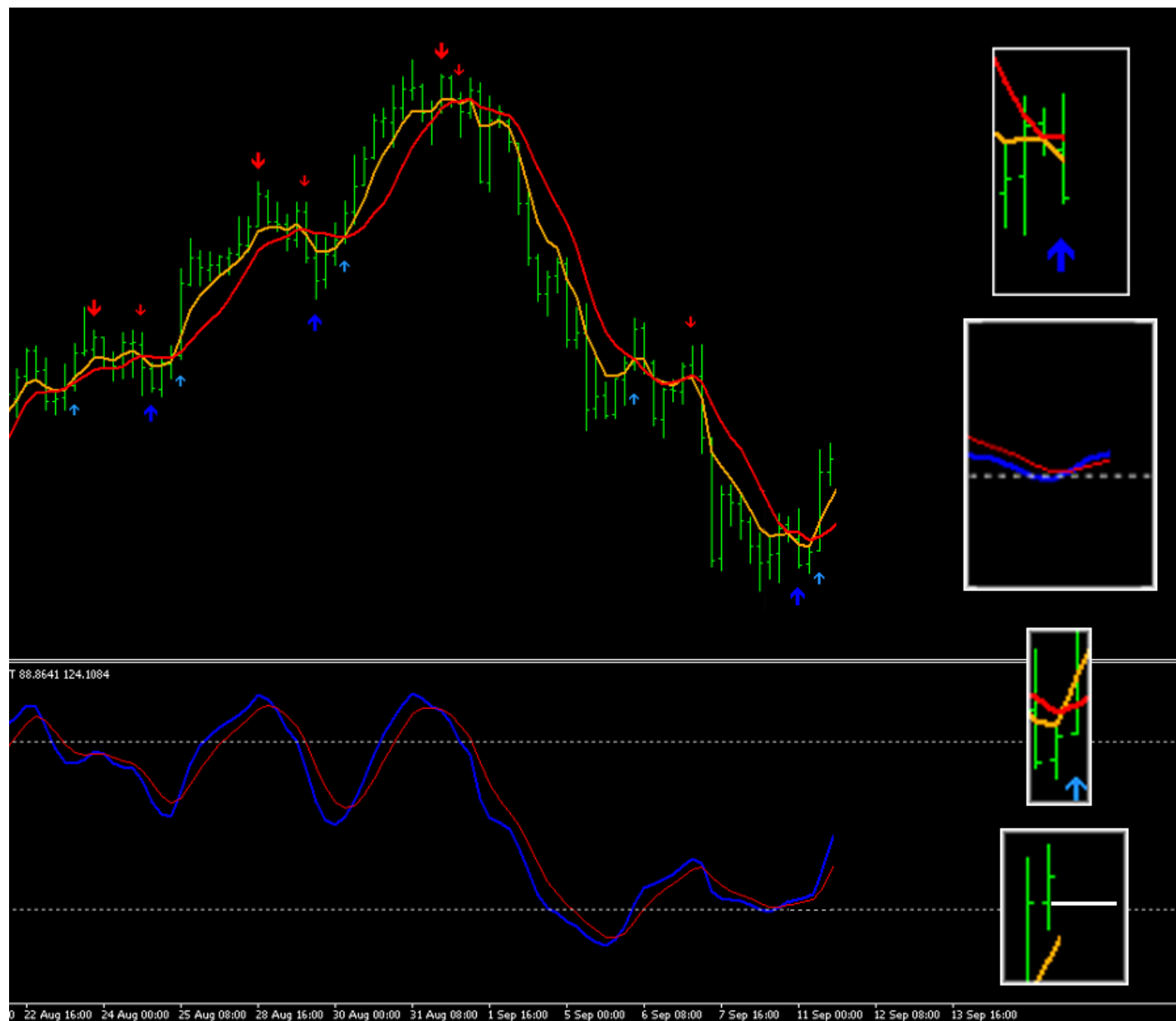
### Second signal:

CCI cross

### Third signal:

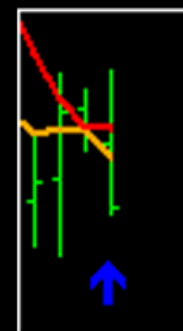
5/9 MA cross

**NB:** the first and second signal may interchange 10



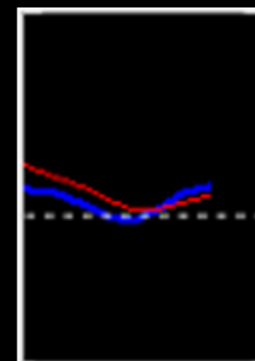
## First signal:

A big arrow or a dot from the ShiSilverTrend indicator



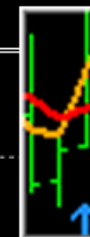
## Second signal:

CCI cross



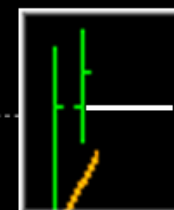
## Third signal:

5/9 MA cross



## ENTRY:

**At the opening of the new candle**



**NB:** the first and second signal may interchange 11



# STOPS & LIMITS





# STOPS

## STOP #1: Previous bar low

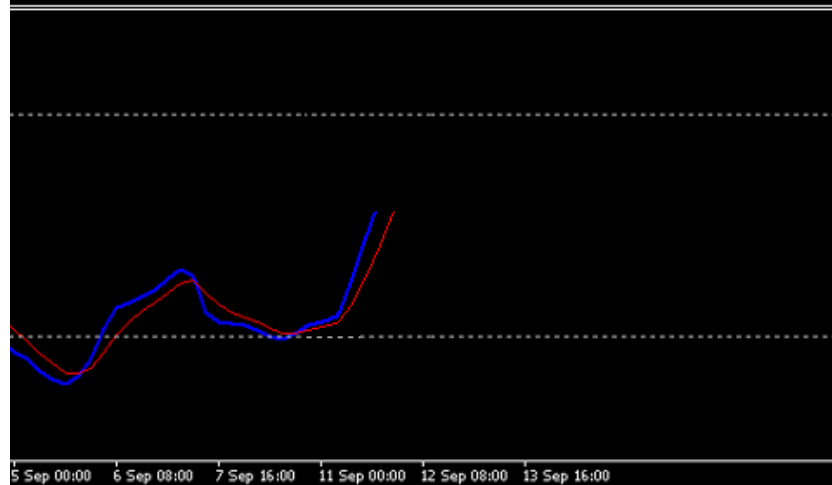
This is the smallest stop possible. Unless you enter your trade at the perfect time, it's very risky because sometimes the entry price is really close to the stop. Avoid this kind of stop if:

- you are trading a volatile pair
- you are near to the market opening (essentially the London opening)
- the distance between your entry price and the stop is less than 30 pips



## STOP #2: Past Support (in this example: 18/08/2006)

In general, it is a very good level for your stop if there are significant supports not too far away (max 1 month).



## STOP #3: Lowest low

If you don't like any of the other possibilities, you can place your stop at this level.



# LIMITS

To determine my limit targets, I use a wonderful indicator : the Vegas Currency Daily 1 Hour

In general, I always trade with 0.2 lots so I only have 2 limits to reach: Limit 1 and limit 3.

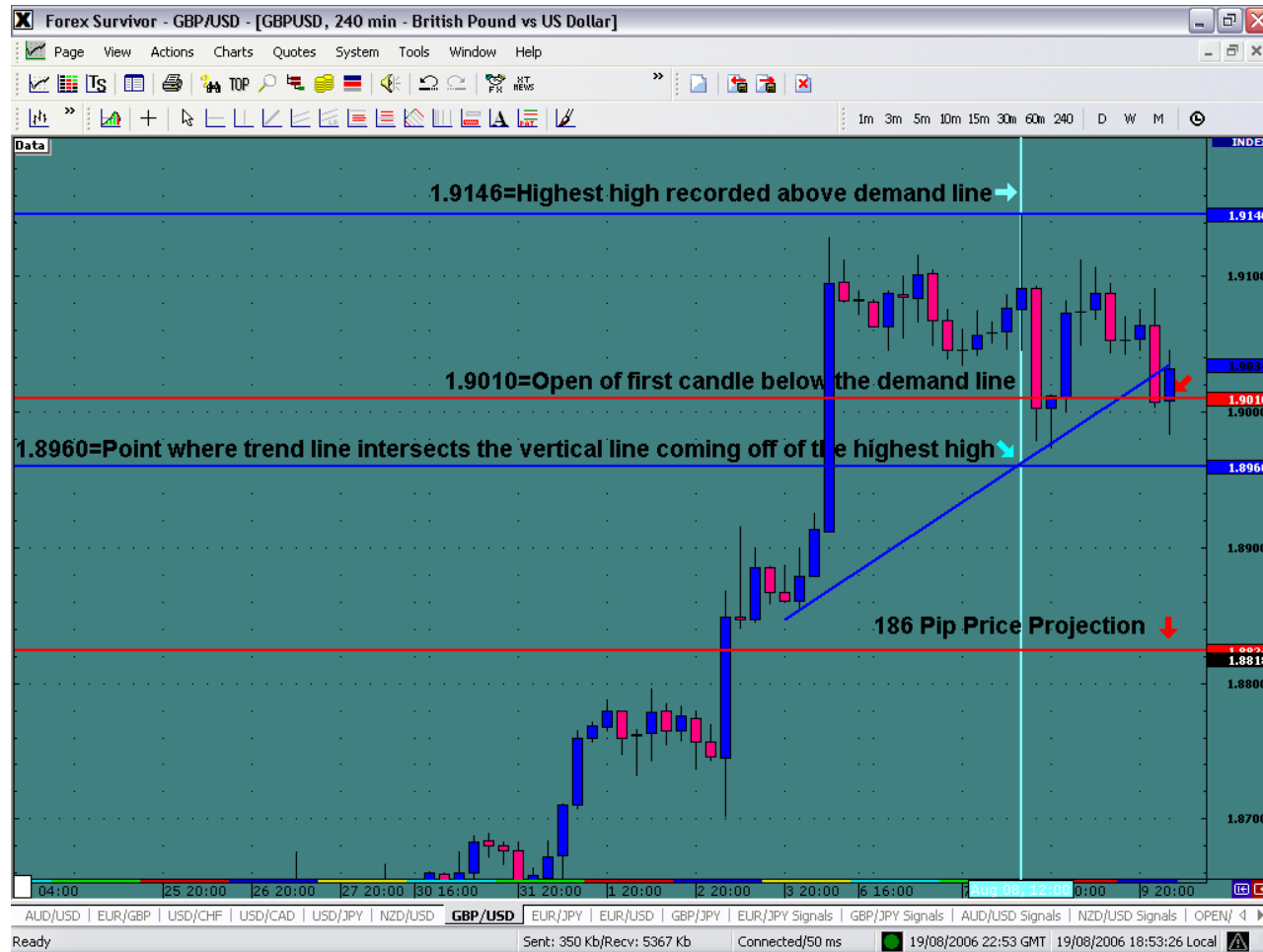
**LIMIT #1:** When the price reaches this point, I close half my positions and I pull up my stop to breakeven

**LIMIT #2:** Stop at Limit #1.

**LIMIT #3:** I close the rest of my position.

**NOTE:** Don't forget to watch a bigger time frame. Sometimes, we have a trendline acting as a resistance, located between the price and our limit. In this case, the trendline should be our first limit.





Lately, I have been studying the possibility of using the Mouteki Trading Method to set up my limits.

I'm not going to explain the method because you can find all the info on ForexFactory already:

[ForexFactory Thread](#)

**Note:** Most of the time, the Mouteki Method will give me a smaller limit than the one I originally selected first. You might want to use it in the beginning because you will end up taking your profits more often and you won't have to wait as long.





# EXAMPLES





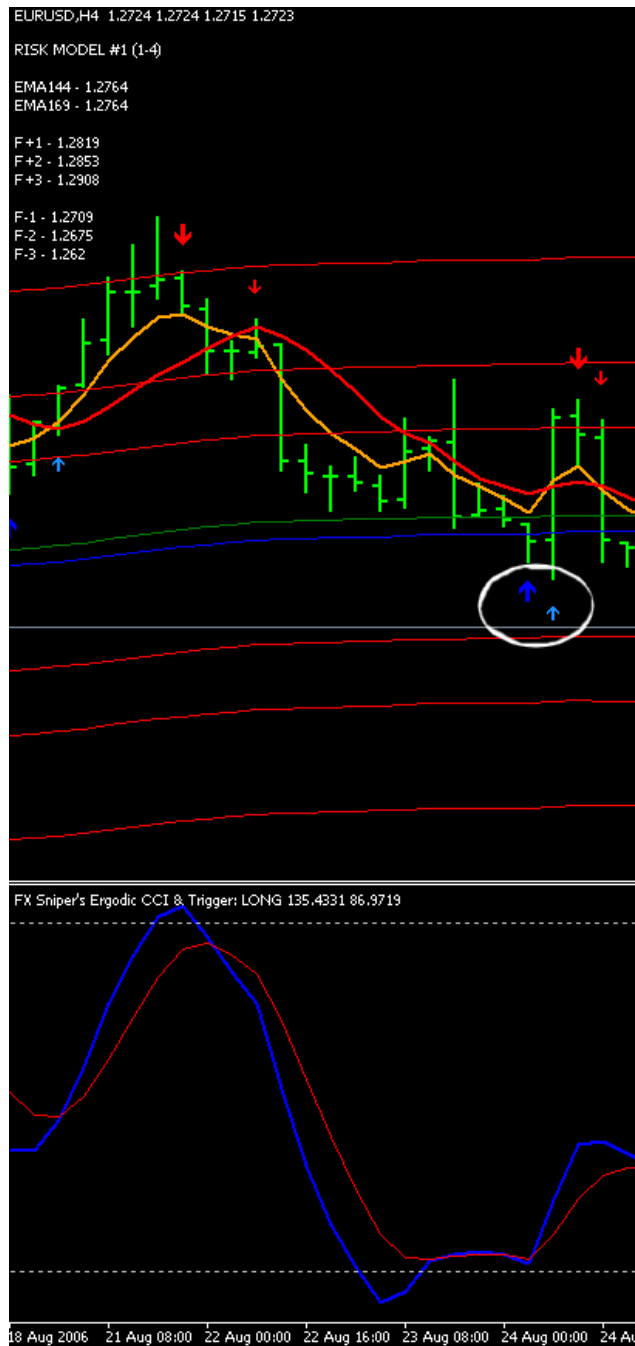
- Vegas line acts as a good resistance
  - A small pin bar
  - Price is above the middle lines
  - CCI was above 200
  - CCI cross down
  - ShiSilverTrend dot appears
  - MA cross
- **We have all the ingredients for a good trade !**

**PS:** This trade gave us a nice 200 pips move



- Vegas line acts as a good resistance
- A pin bar
- Price is above the middle lines
- CCI was above 200
- ShiSilverTrend dot appears
- CCI cross down
- MA cross

**PS:** A very nice 300-400 pips move



- Price is near the middle lines
- CCI is between -200 and 200
- Near the end of the trading week

**STAY AWAY FROM THE MARKET**

**"I'd rather miss a profitable trade  
than to get into a bad one."**



**ALLIGATOR**





In principle, the Alligator Technical Indicator is a combination of Balance Lines (Moving Averages) that use fractal geometry and nonlinear dynamics.

- \* The blue line (Alligator's Jaw) is the Balance Line for the timeframe that was used to build the chart (13-period Smoothed Moving Average, transposed by +8 bars);
- \* The red line (Alligator's Teeth) is the Balance Line for the value timeframe one level lower (8-period Smoothed Moving Average, transposed by +5 bars);
- \* The green line (Alligator's Lips) is the Balance Line for the value timeframe one level higher (5-period Smoothed Moving Average, transposed by +3 bars).

The Alligator's Lips, Teeth and Jaw show the interaction of different time periods. As clear trends can be seen only 15 to 30 per cent of the time in any market, it is essential to follow them and refrain from working on markets that fluctuate only within certain price periods.

When the Jaw, Teeth and Lips are closed or intertwined, it means that the Alligator is going to sleep or is already asleep. As it sleeps, it gets hungrier and hungrier — the longer it sleeps, the hungrier it gets. The first thing it does after it wakes up is to open its mouth and yawn. Then the smell of food drifts up to him, whether it be the flesh of a bull or that of a bear, and the Alligator starts out hunting. Once it has eaten enough, the Alligator starts to lose interest in the food (price) (the Balance Lines converge) — this is when you want to lock in your gains.



# USING THE JAWS...

- How can we use the Alligator Indicator to prevent a possible bad trade?

Once you have all the signals to enter a trade, just switch your chart to the one with the alligator indicator.

Spot the bar where you have the MA cross signal. Now, we have 6 possibilities:

For a long signal:

- |  |                      |
|--|----------------------|
| 1) The bar is under the three lines of the alligator indicator.  | → <b>GOOD SIGNAL</b> |
| 2) The bar is above the three lines of the alligator indicator.  | → FALSE SIGNAL       |
| 3) The bar is inside the three lines of the alligator indicator. | → FALSE SIGNAL       |

For a short signal:

- |  |                      |
|--|----------------------|
| 4) The bar is under the three lines of the alligator indicator.  | → FALSE SIGNAL       |
| 5) The bar is above the three lines of the alligator indicator.  | → <b>GOOD SIGNAL</b> |
| 6) The bar is inside the three lines of the alligator indicator. | → FALSE SIGNAL       |

**NOTE: To validate the signal, the bar must not touch the alligator's jaws.**





The bars in orange are the good signals