

Special Forex Thoughts #2

①

God bless → " peace be with us all "

Thanks to Online Trading Academy for helping

An expert on the Global economy says the world is purging credit → A good example are the US and EU system where the credit market that created what everyone thought was productivity was debt fueled → New times will be less lending / borrowing and less velocity of money through systems (how fast money moves) → thus a Bear market will continue and will present opportunity for Forex traders → Anyway now that a place like the US does not have currency pegged to Gold (that has intrinsic value),

and EU for example did not have a way to control debt as a % GDP systematically

→ currency values are based on economic strength ... and that'll be about all for economics talk because I ain't no economist, but interested in the business of discovering the art of Forex trading → We are expecting a wide trading range for another decade so be careful of those 61.8% retracements. (that bounce back) price levels (long time periods will show this/past) So checking the monthly charts can help us understand what kind of price swings we are dealing with " So we can just pray for people as business cycles continue →

Faith is more precious than Gold - 1 Peter 1:6-6

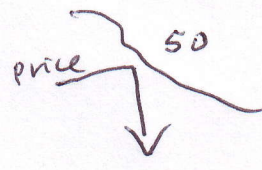
→ This next section is about risk management:

We generally don't trade in a supply/demand range because the struggle between supply/demand is there and unless we have clear strong impulses ... we "as detectives" will find opportunity through patience ... even checking another currency pair for moves.

Again → the bigger time frame is our guide 4 hour and 60 min can start with 4 hour, then work with 60 minute analysis and refer to 15 for room again - we are seeking 1 minute clarity for opportunity (same analysis) reminds us room for movement what hasn't reached next opposing force area ("struggle area" of supply/demand) (speed bumps, clusters)

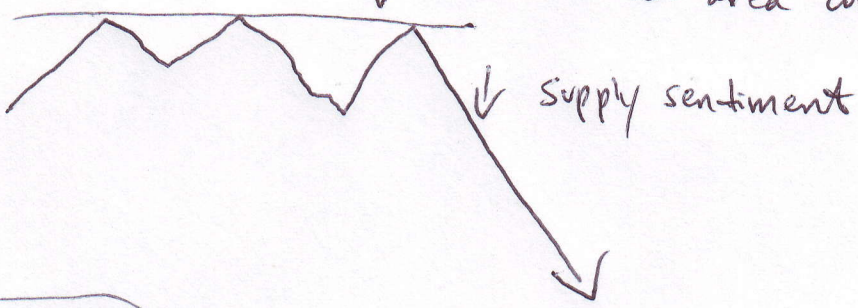
(Remember trend: "Higher low, or lower high")
ad 3, 2 (countertrend 2:1)

An interesting thought on whether the trend will re-engage:
we should research if a trend re-engages when price hits
50 EMA and bounces back.



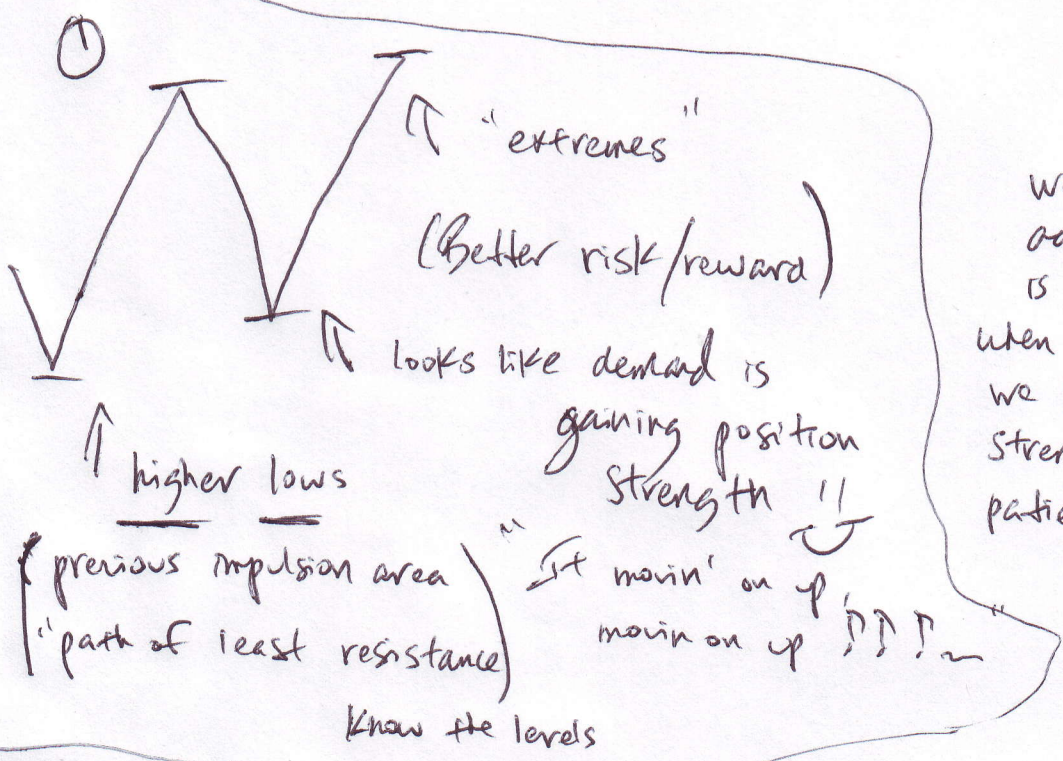
Here is "sentiment":

retests to an area continue to weed out the buyers.



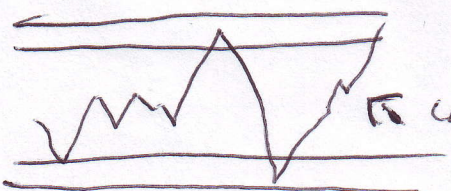
And 4 hour or 60 min
is our "significant"
structure to plan intraday
from: remember 15 and 1
min. must be in a
strong impulsion moment or
don't bother.

Working between the "significant"
and the smaller time frames
is where confusion happens.
when we notice the opportunity
we have to learn to recognize
strength in smaller time frames
patiently.



Know the levels

2 "Aggressive" wide range trading (though we generally don't trade in a range)
at least 3:1 risk/reward "High probability turning points"
(not advisable but possible)



careful of any resistance Not strong moves here

Special Forex Thoughts

(3)

Targets : Now we can set profit targets and move our stop to at least breakeven, which is still a win.

3 targets : #1 = ~~safe~~ = Break even = 2:1 risk/reward
 (move stop)
 #2 = ~~comfort~~ = profit target = 5:1
 (move stop)
 #3 = ~~let it go~~ = may go to next supply/demand area

"profit and get out is fine"

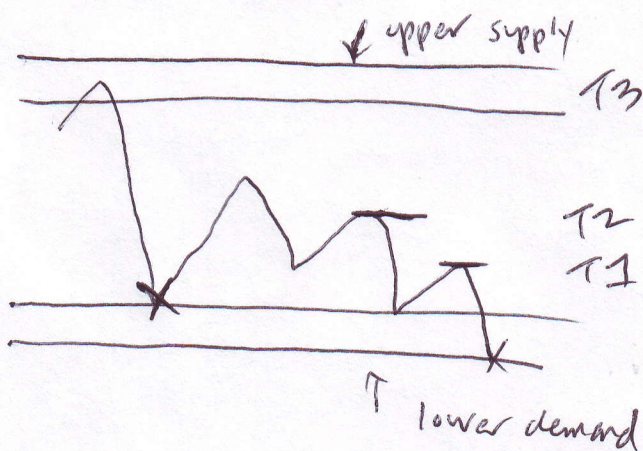
if good stop loss risk management (protective stop) we should be fine

So T1, T2, T3

The targets were named different to respect online trading Academy ...

"Main' right along ..."

"Keep it realistic"



So let us ① write down / mark levels where there is resistance to our lovely clear impulses so we can optimize ...

Speed bumps: | drop / base / drop (dbd)

rally / base / rally (RBR)

check for patterns (asc. triangle etc)

② If we move our stop to protect the position, if we have any speed bumps it will break even (entry) then just might break through.

"O.K. Autobots ... roll out" "3 candles or less"

ex: If we have a good MBO, and 2nd higher low, we have a higher probability trade

measure risk at pullback

(if trend, not counter-trend, so be careful) (3 up, 2 down) (2 up, 1 down)

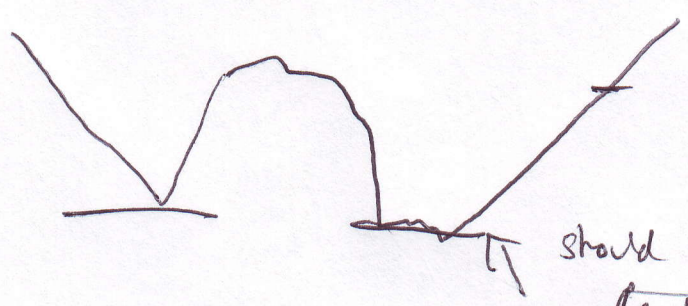
"Keep the wheels turnin'"

Special Forex Thoughts

The less speed bumps the better, because it shows a "slowing" of direction and "resistance" of buyers or sellers.



A Drop / Base / Rally is better risk / reward



"Targets"
Make notes above of resistance levels (mark w/ horizontal lines) to demand

should be previous strong demand area (and even better if level was retested which tells us less sellers around)

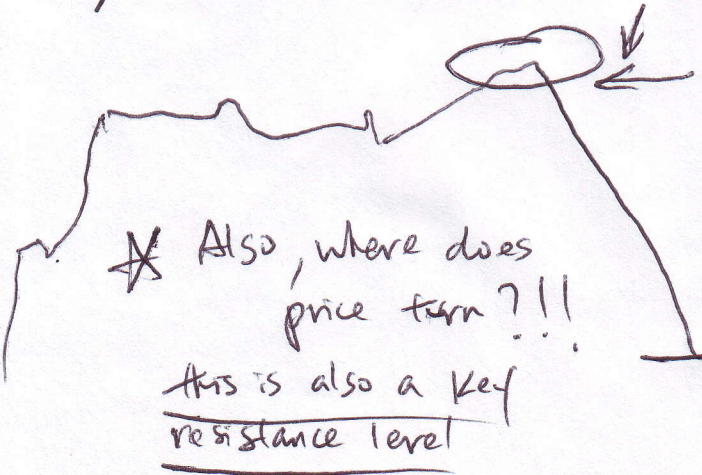
or Rally / Base / Drop

😊 oh yeah!

Price has a memory

Again, make marks w/ areas of previous strong resistance occurred to sellers / buyers ... and also don't get attached to these levels.

* Also ! what is the origin of the strongest move?



this is a strong place to remember. this would be an important area.

(remember also previous resistance tested can become strong support)

and note the next and other areas showing resistance to the impulsion.

😊