

Backtesting 4MACD-system from week to week (22 July – 28 July 2013)

From week to week back testing the 4MACD-system. In this document I backtesting 22 July till 28 July

- I try to follow the “default” rules of the 4H MACD-System.
- For now I only trade this system with the 4H-entries. (So I’m not using the H1-chart/entries in this pdf!!)
- SL: last swing high/low
- TP: TP == SL (if I trust it I will decide to take a higher TP)

Score for this week (**WITHOUT** noticing the for me tradable times):

- MACD gives 13 times a signals
- With 3 tradable signals
- With 2 profitable trades
- With 1 lost trade
- Total possible pips were in my way of decision: 20 pips

Score for this week (**WITH** noticing the for me tradable times):

- MACD gives 13 times a signals
- With 3 tradable signals
- With 2 profit trades
- With 1 lost trade
- Total possible pips were in my way of decision: 20 pips

In this document I tried to explain my way of decision....any comments are great!!

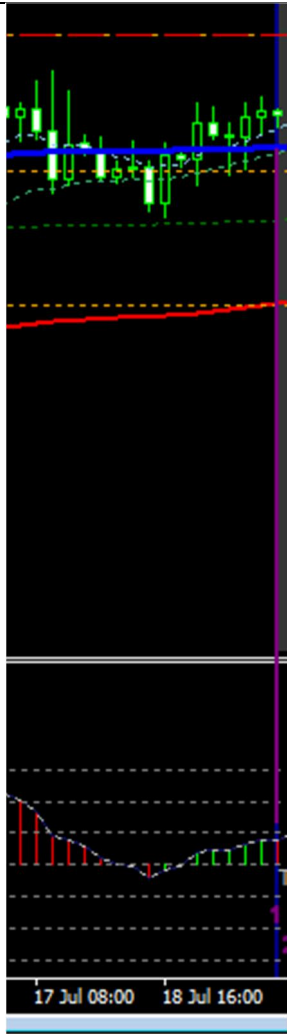
Best regards,
HappyMe

Ps: I’m not a profi and I still need to learn a lot of this system so please don’t accept everything 100% for sure!!!



Legenda:

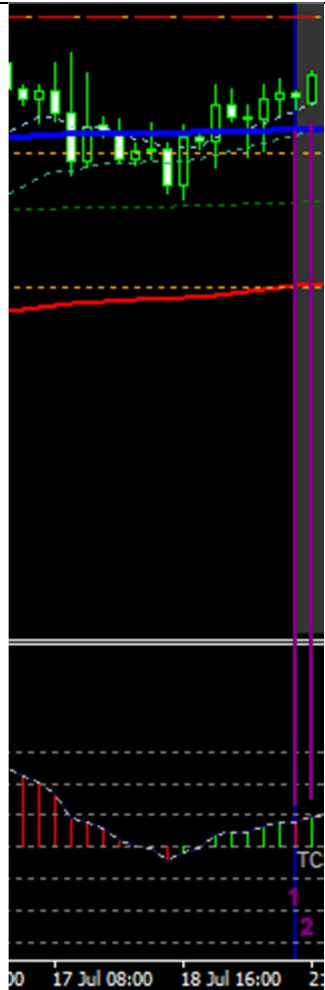
- Blue vertical line start of the week
- Orange horizontal line price level
- Grey vertical block/lines for me (mostly) not tradable times
- Violet vertical lines with numbers MACD gives signal (possible entry)



Deal 1:

- MACD gives signal, it's a small signal!! (sell)
- Price below 89sma (mood = uptrend)
- Where are we in market Rhythm? Price broke 89 also tested it already. After that it broke the 200....also tested it and a few candles back we broke again... Looks we have here a possible start of a new trend
- Price is around 8ema
- We need to wait until price below the 8 or is around the 21 before we can buy

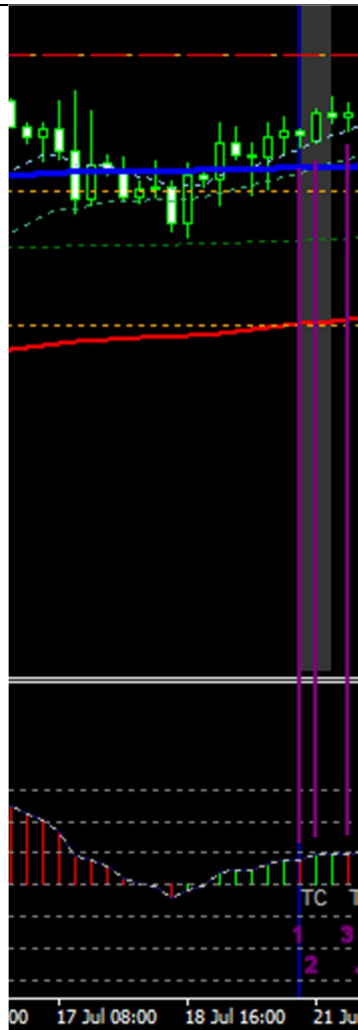
No Deal



Deal 2:

- MACD gives signal (buy)
- Price below 89sma (mood = uptrend)
- Rule: if price above 8ema it tends to pull back to it
- We need to wait until price below the 8 or is around the 21 before we can buy

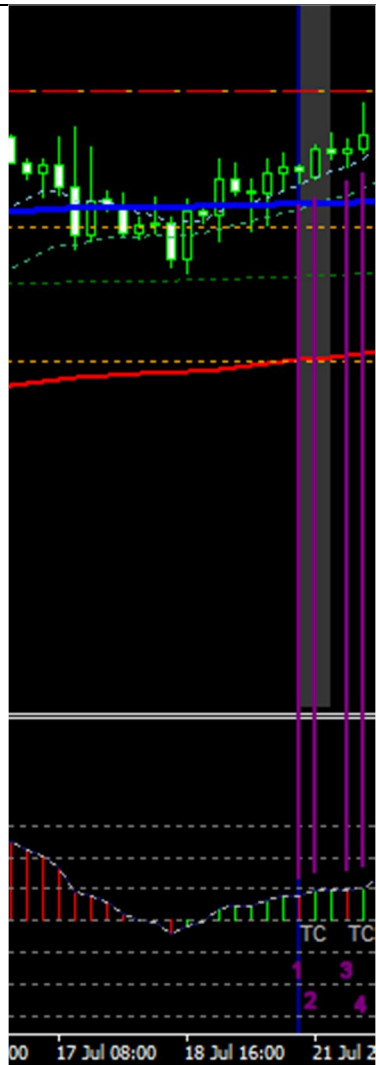
No Deal



Deal 3:

- MACD gives signal (sell)
- Price below 89sma (mood = uptrend)
- Price came back to 8 and is moving away
- For now price is around 8
- We need to wait until price below the 8 or is around the 21 before we can buy

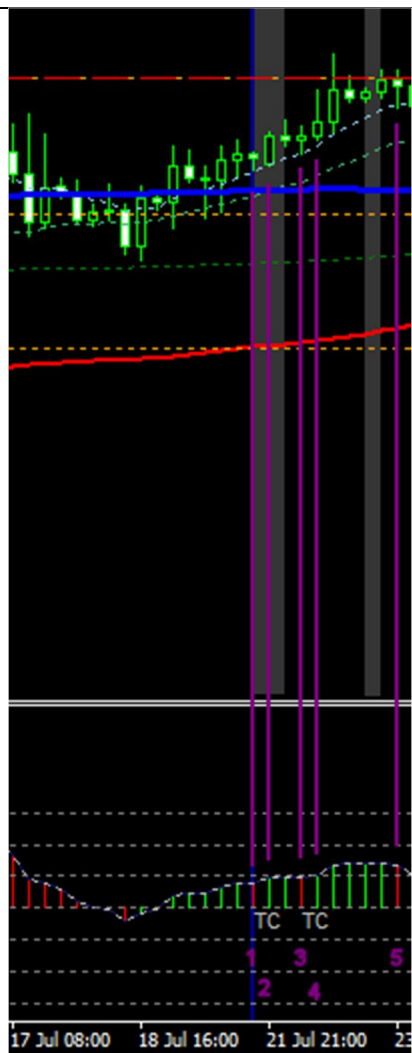
No Deal



Deal 4:

- MACD gives signal (buy)
- Price below 89sma (mood = uptrend)
- Price came back to 8 and moved away: Rule if price away from 8 then it tends to come back before it moves away
- We need to wait until price below the 8 or is around the 21 before we can buy

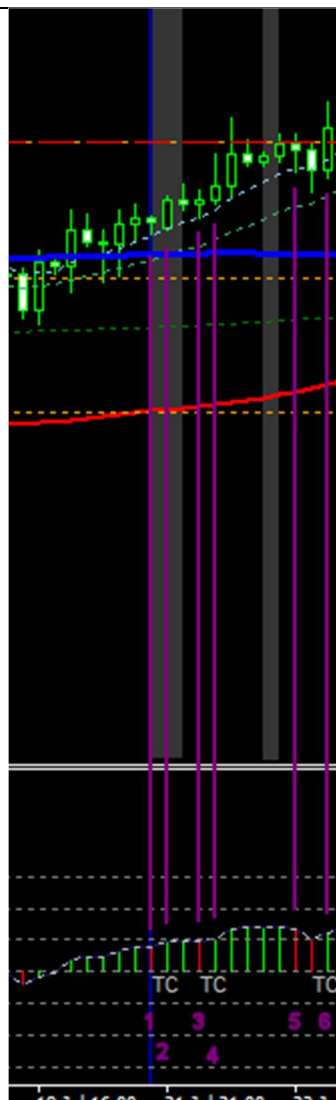
No Deal



Deal 5:

- MACD gives signal (sell)
- Price below 89sma (mood = uptrend)
- Price halted at pricelevel 1.32
- We can put a countertrend here
- SL = just above last swing high => 15pips
- TP = SL or max. halfway 8ema/21ema => 20pips or 25pips

Worked out => 20 pips

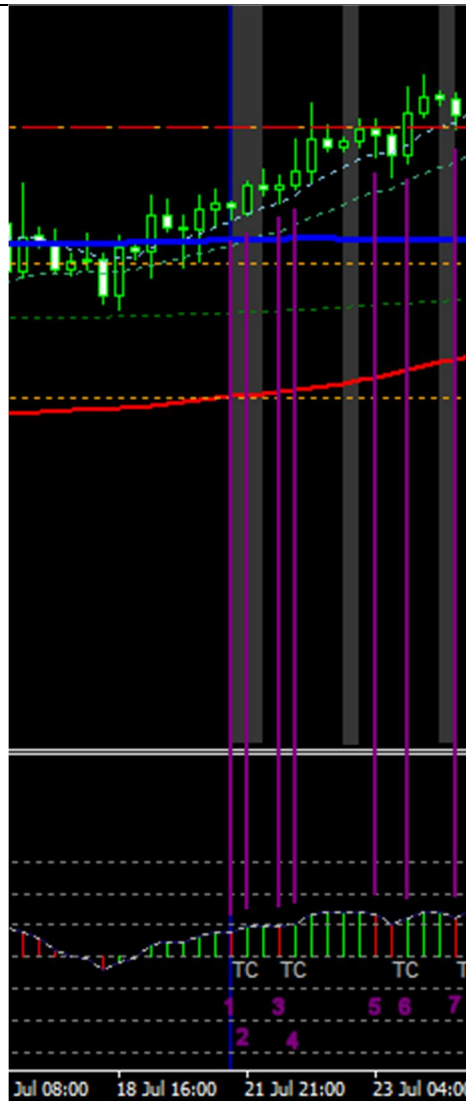


Deal 6:

- MACD gives signal (buy)
- Price below 89sma (mood = uptrend)
- We broke the price-level 1.32
- SL = just below last swing low => 55pips
- TP = SL or resistance =>
 - next resistance = around 1.3250 => 40 pips
- R:R = 0,72 (I thought this was bad!!)

No Deal

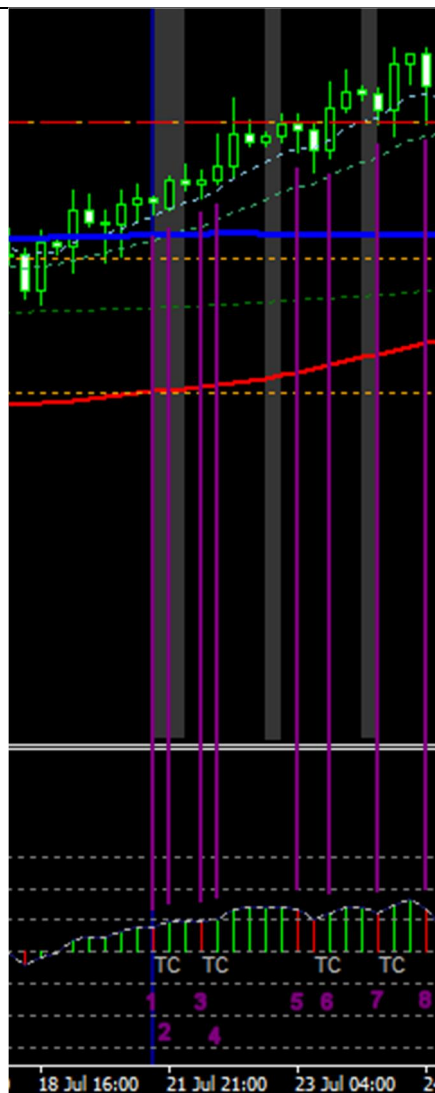
(well it could worked out with 40 pips)



Deal 7:

- MACD gives signal (sell)
- Price below 89sma (mood = uptrend)
- Price is around 8ema

No Deal



I see between deal 7 and 8 we also had a signal!!

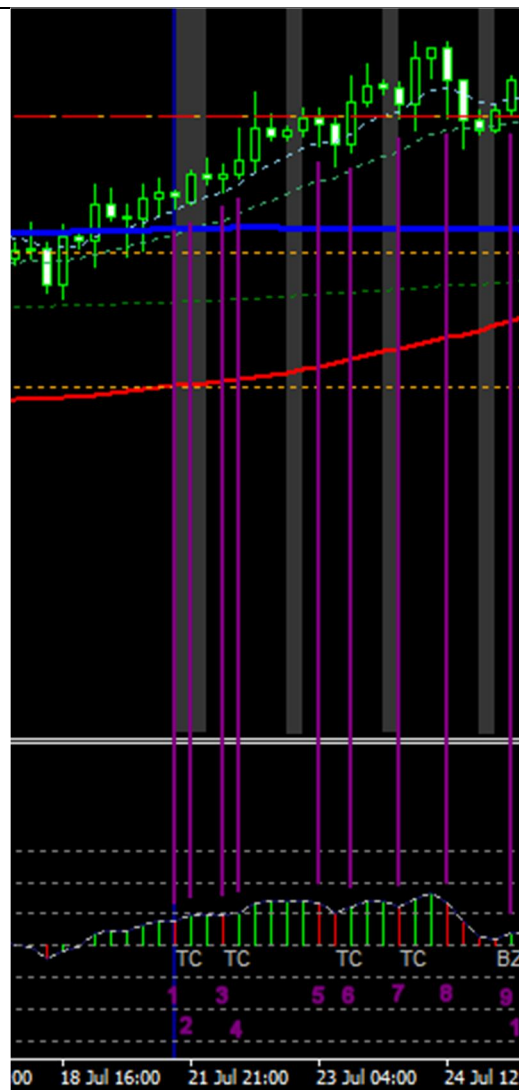
- MACD gives signal (buy)
- Price below 89sma (mood = uptrend)
- Price was around 21ema
- We broke the price-level 1.32
- Price is now 35pips away from 8ema...price tends to go back first?!

No Deal

Deal 8:

- MACD gives signal (sell)
- Price below 89sma (mood = uptrend)
- Price already back to 8...and also tested pricelevel and actually also the 21
- Rule says: if price away from 8 then price tends to go back to 8 or 21ema before continuing his direction

No Deal

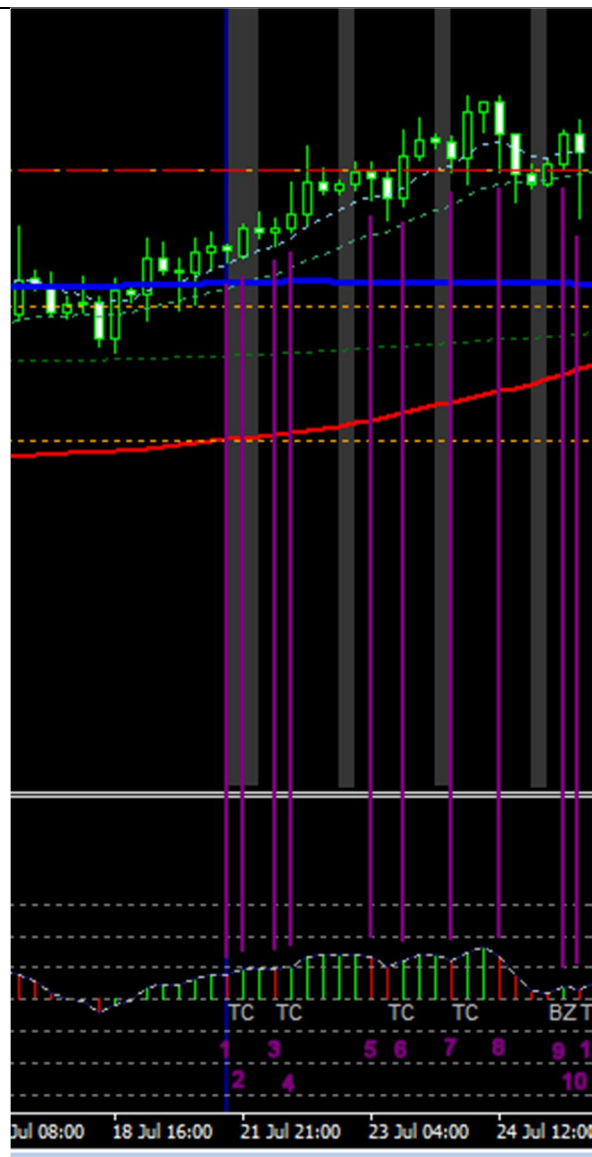


Deal 9:

- MACD gives signal (buy)
- Price below 89sma (mood = uptrend)
- Price went back to 21ema => Rule say if price away from 8price tends to go back to 8 or 21 befor carry on his direction
- We also tested the pricelevel 1.32
- SL = just below last swing low => 60 pips
- TP = SL => 60pips

Lost => 60 pips lost

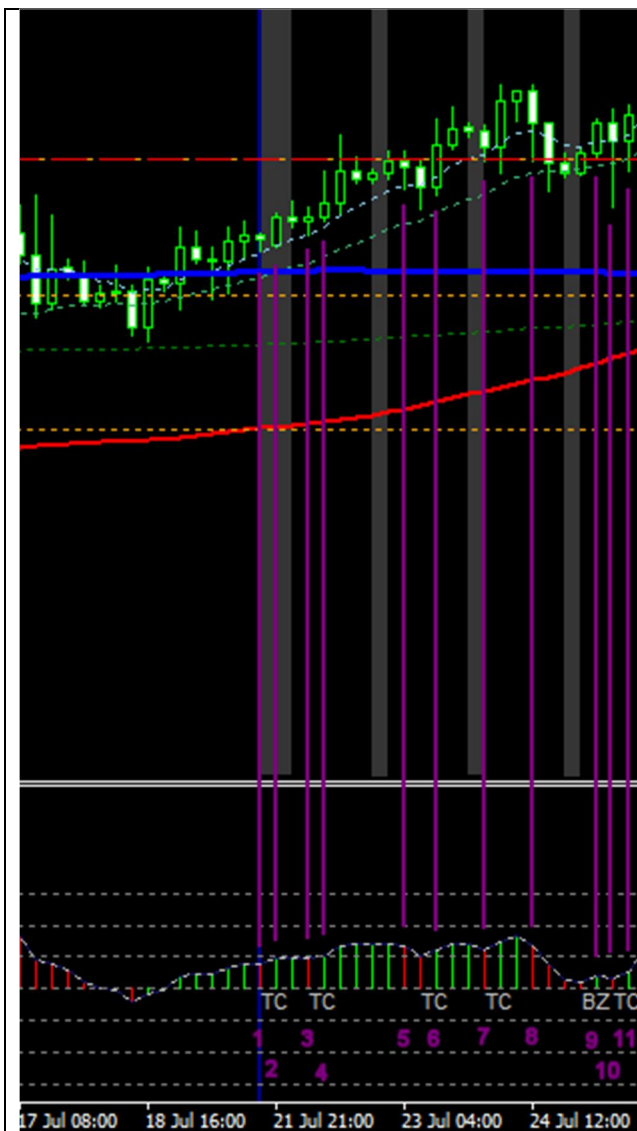
Well well....we just were caught her with +/- 1 pip!!!



Deal 10:

- MACD gives signal (sell)
- Price below 89sma (mood = uptrend)
- We have a tail here!!
- Looks there is buy pressure in the market!!

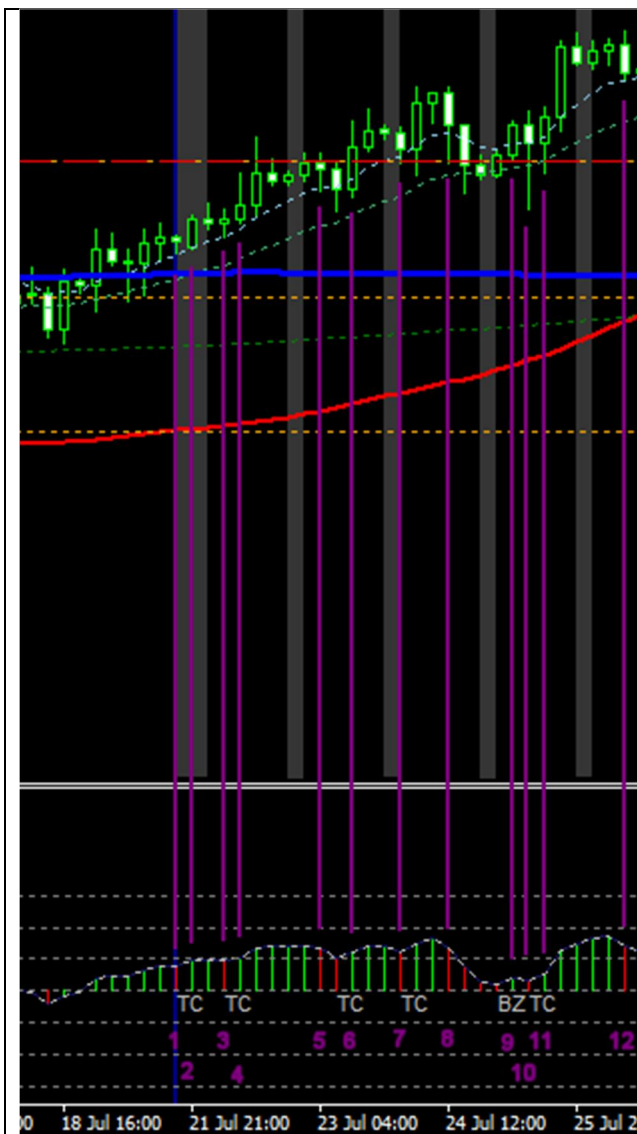
No Deal



Deal 11:

- MACD gives signal (buy)
- Price below 89sma (mood = uptrend)
- Last 5 bars we were tested the ema21...in all cases it was holding!
- Three bars back we were caught just with 1 pip!!
- Again this is a setup!!
- SL = last swing low => 65 a 70pips
- TP = SL => 65 pips is at pricelevel 1.33...just below 1.33 => 60 pips

Worked out => 60 pips profit



Deal 12:

- MACD gives signal (sell)
- Price below 89sma (mood = uptrend)
- Rule: if price away from 8 it tends to come back to 8 or 21 before carry on his direction

No Deal