

Hi ladies and gents. I'm just stopping by at nighttime and in the mornings as an extra pair of eyes for Jim. If you are to follow his trades, you'll easily see that this method for making money in the markets (say that 5 times fast) works. It's plain and simple price action being put to use here. There's really nothing going on at the moment for me as I do not place trades from this time of day on unless they are on the daily.

For now, we'll just see where price has gone since last night on a few pairs if you were to trade them.

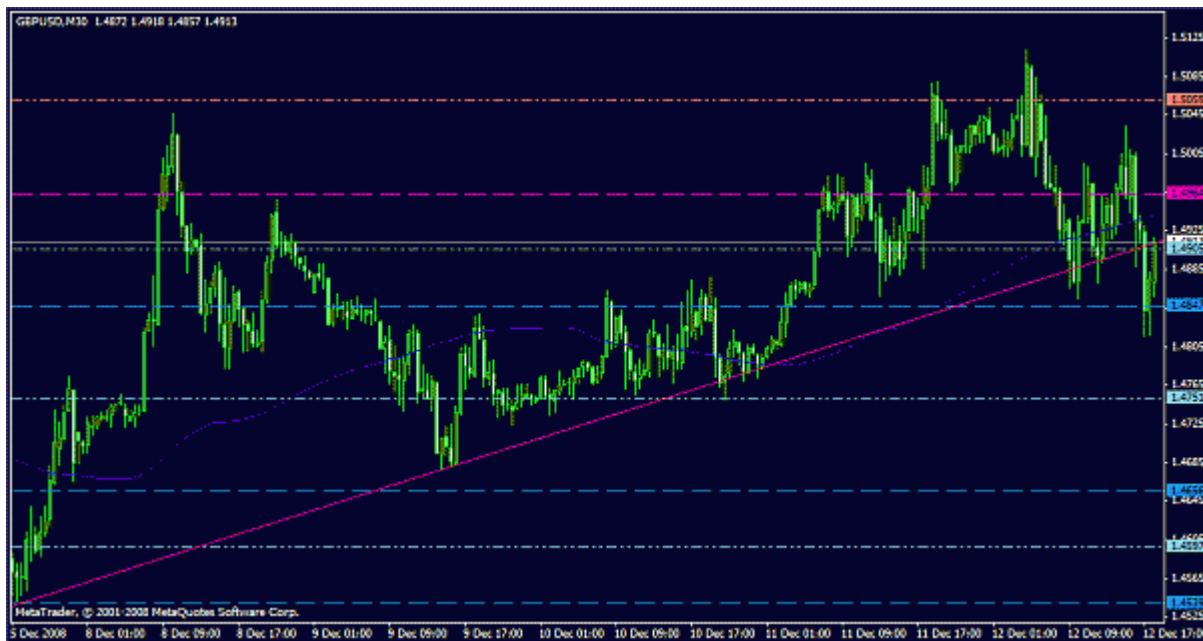
First, the gbp/usd moved nicely. You can clearly see on the third touch of that trendline, we had an IB following a reversal bar to the upside. This move set up incredibly nicely and is still

running- depending on how you traded it.

Next is the euro. We are seeing the same exact setups being tried all night and morning long. You DON'T trade short when above the 89 area. Leave that to the pigs getting slaughtered.

Trading when the market is like this is just asking for it. I have quit for the weekend as I don't trade on Friday after 8 AM EST.

Right now, we're seeing a test of the trendline after we broke it on the gbp/usd. I would look for an IB to short in this area. We are under the 89 sma as well, so this would be a primo trade if triggered off.



Originally Posted by **SeaPip**

*I think you can play both right??? I mean, we can use the 2nd IB for 1 entry with the SL on the side (this is a small trade). And when the 1st IB broke, put SL on the other side of that 1st IB for a bigger trade or TP....I mean that is what I would do.*

I suppose you could if your money management allows it. In fact I can see the benefit--one confirming the other. Close out the first entry a little sooner to take the risk off the second. This thread just started though, and we're still keeping things as simple as possible. A good topic to come back to after the thread evolves a little more.

The original question asked which of the two consecutive IBs would be the preferred bar to use as the signal. So if I had to choose, It's my opinion that the most current is the most valid and

gives the best entry. That is, unless Jim or Mike have a rule that disagrees. If so, I'll go with their rule.

Edit: Jim did cover the consecutive IB question in the first post. The example is the 3rd IB on the 3rd chart. Jim's rule is to use the longer trigger bar. It is so decreed. This invalidates my two posts on the topic.

Ok everyone, I will try to explain what I am seeing here before the market opens. I have drawn some lines on the chart and I am not going to get into this too deeply as not to confuse anyone. I am seeing Hidden bearish divergence on the E/U 30 min. chart. I am also seeing a classic Triple Top and this kind of tells me that a short is in order. We could see this pair head back down toward the 89 and maybe back through it. That is not saying that we are definitely going down. I am just trying to get a handle on what I want to do if and when this gap happens. I am looking for a lower high here and if we can break the 3310 area, that would confirm the bearish trend of the moment. I am hoping for a gap up and that would play into my hand. Lets see how it works out. We also have an IB and a break of that low and I may take the counter in this situation.



Just for heads up. That trendline at the very top of my chart is a Daily trendline.

After adding this UTL I have changed my mind. I will not take a short here until this pair shows me another lower low.



I got some real data for you all. I went back to December 1st on 1 Pair, EUR/USD on the 30 minute T/F. I looked at every trade available VIA Inside bar, taking only longs above the 89 and only shorts below the 89. This is not including the Trend of the moment counters that could have been taken. There were 21 possible trades that fell under these criteria and all but 3 generated at least 20 pips. Of the 2 that didn't 1 was for 7 pips and resulted in a 20 pip loss and the other went 4 pips and resulted in a 17 pip loss. They were both at times when the market was consolidating.

On the other hand there were a total of 1595 possible pips. Now there is no way we could have caught all those, it just goes to show you how accurate this method is. The key is the 3 pip wait before we trigger our trades, because a lot go just to that trigger top or a pip over and go the other way.

**THIS IS JUST ONE PAIR GUYS AND GALS!!**

Don't believe me, check it out. There were plenty of counters that were against the major trend but could have been gotten VIA Trend of the Moment, also.

These Daily trend lines don't really play a part in this method unless the price get close. I just like to keep track of where they are at all times.

That alert is audible already. If a user wishes to change the file that the alert plays they may do so in the mt4 'tools' 'options' 'events' tab. There you can select any wav file you want played. If desired additional sounds can be made selectable by copying files into the actual /sounds folder in the installation directory.

Back to the system EU just signaled an IB. Thoughts anyone?

Like this chart says.

Originally Posted by **hard1head1** [▶](#)

*I would not trade that all the way to the DPP, because if you look to the left of the break up through the DPP you got a high there a few pips above the DPP. That is where I would have taken profit.*

*Jim*



You have to watch trading IB's this early on Sunday night. Most failures occur on Sunday night and Friday afternoons. Just a word to the wise.

One thing to keep in mind, the 1.5000 is a psyc. level and I would never trade into them. Just a word to the wise.

Aussie has an IB setup off the UTL with the trend of the moment and the overall trend is up. This may be a nice trade if we get a break of the .6702 level. The high is only 10 pips above the entry point so trade at your own risk.

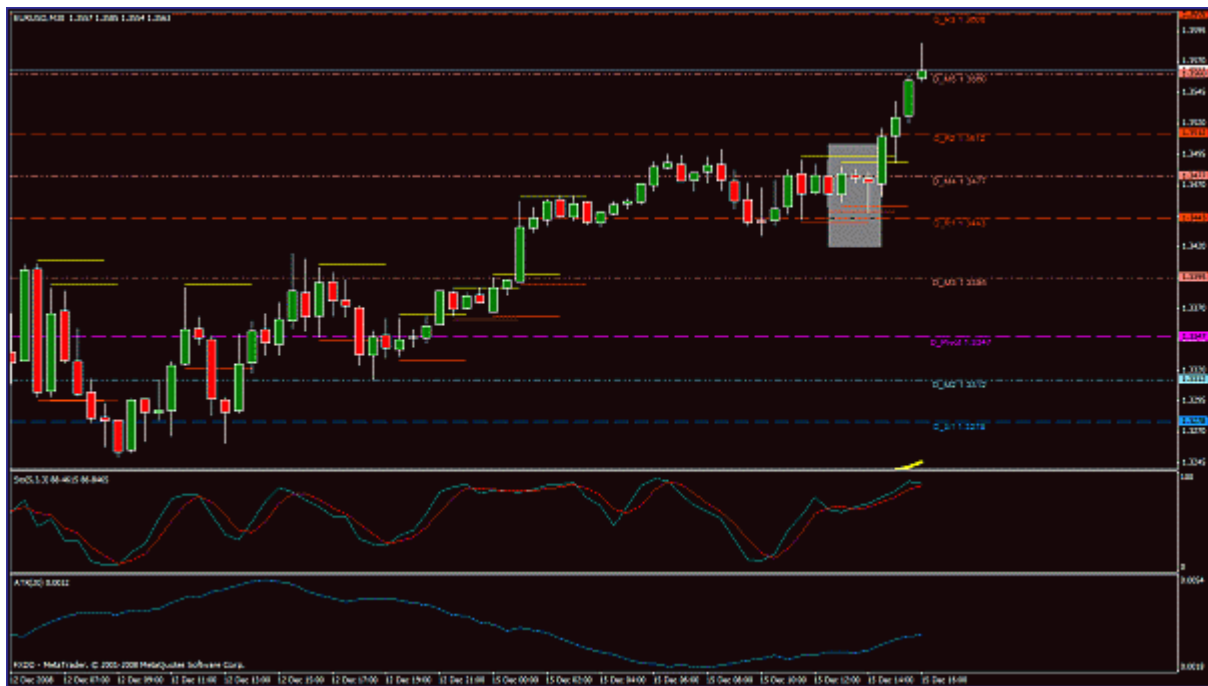












If you can draw a trendline from 2 points with 2 lower lows or 2 higher highs, then that would be your trend of the moment no matter what time frame you are on. The break you are showing is a good way to keep track. A major trend change would be a cross of the 89 and then at least 2 waves. This is just a guide, news movement can push a pair below or above the 89 temporarily.

Jim

Quote:

Originally Posted by **Abnormalone** [▶](#)

*I'm a little confused on how you define your trend of the moment.*

*Would you consider this downward movement a change in trend? If not what would you need to see to call it a trend change? Would it have to cross Pivot point line or would the 89ma have to change direction or is there something else you look at?*

I have an entry at 1.3730 for IB on E/U



What do you think of GBP/USD IB

Entry 1.5322

TP 1.5380

SL 1.5286

### Risk 36

Reward 58



Its an old IB, kind of like I am watching with the E/U. I usually discard after 3 bars fail to break the IB. But since there is consolidation, I will wait this one out. Plus the strong uptrend we are in helps.

Like I said before, I can not tell you what to trade, you must do that yourself.

US/JPY IB setting up for Sell

But there is a low only 10pips from entry but if it goes to the support at 90.04 is good for 30 pips?

Entry 90.34

TP 90.05

SL 90.61

Risk 27

Reward 29

RR 1-1



way to go, keep it up

Jim

Nice IB Short set up on UCad 5.00GMT

Sitting at SR area so if it breaks short could run down to the S1 at 1.2236 which is also the previous low.

Ent 1.2300

SL 1.2323

TP 1.2243

Risk 23

Reward 57

RR 2.5/1





If we get a trend of the moment short, we can. News coming out, lets see what happens.

Quote:

*I was going to ask the same thing. On my EUR/USD chart, the 89 is around 300 pips down, should that influence whether we take a short should it come up, or should we never take shorts above the 89.*

We got one trendline broken and its gonna test the bottom now. All this news, we may be heading for a retrace back to the 89



I have a support line on EU at 1.3686, after that we got plenty of room to get some pips. I prefer pairs with small spreads when trading against the major trend.



On a day like today you really have to watch the market close. With news coming out every half hour from 3:30 through 6 EST it's rough. I look for bounces and found one here. Cable bounced off the DPP and broke the IB long, which was the major overall trend, and I got in and out.

Jim

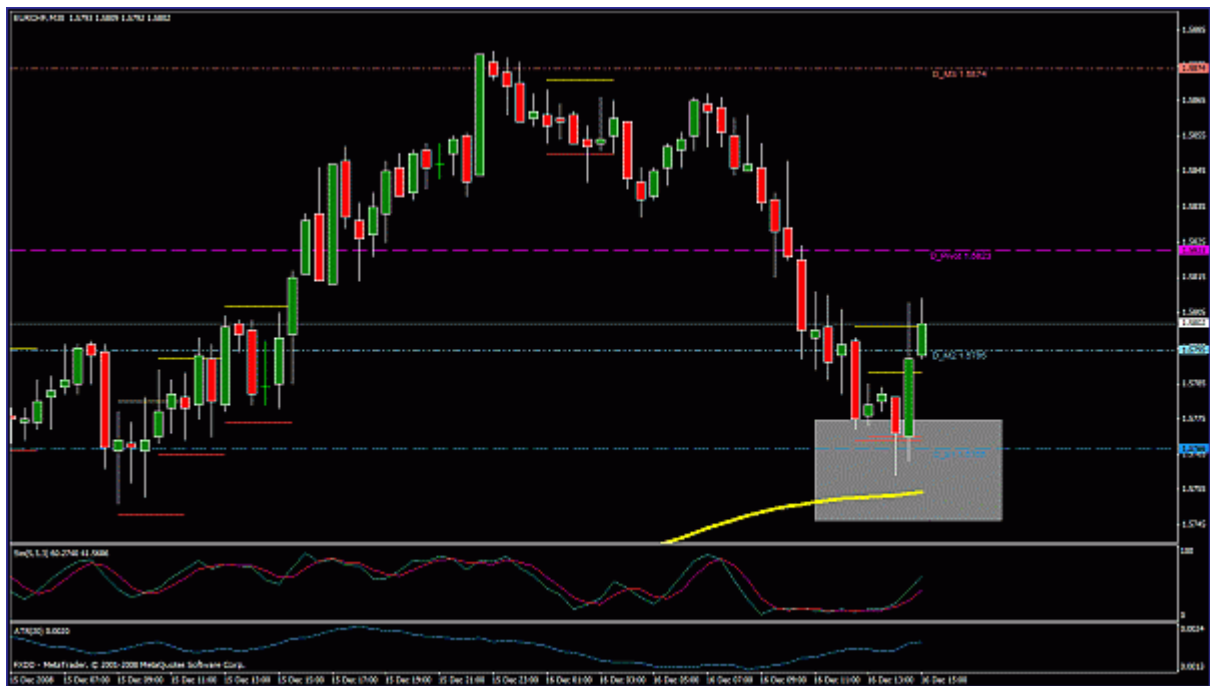
Quote:

Originally Posted by **mackus** 

*Just got stopped out. Was there something wrong with my setup or assumptions? Or did this just go the wrong way?*



If it was this pair, you went against the Major trend for one thing. And you traded into the 89 SMA for another thing, and the third thing I can see, you opened up a trade to close to the opening of the session. Pairs have been known to spike at or close to opening bells. You are also trying to go short right after a 100 pip move in the same direction.



Look how the EUR bounced off that key low support area in the grey rectangle complimented with that UTL. These trade usually go for some nice pips.



You take the ATR and use it for your TP, ONLY IF THERE IS ROOM, Then you take whatever number that is for your TP2, Or you can use that Pip for PIP trail I put in here and just let it roll after you take profit.

Jim

If the market is not doing what it usually does for you, sometimes you need to stop as I did earlier. Now I know why everything looked wrong, or backasswards to me, and I had a sneaky suspicion that something was rotten in Denmark. Heres what happened. The whole world was expecting a move up at the U.S. open and then a stiff shot down as the FOMC statement was supposed to strengthen the \$. I closed up shop and hit the sack telling my better half that she needed to get me up at 1:45. My plan was that the consolidation would give me a IB at the release. It happened on E/U and I was rewarded with 290+ pips because the B/E never even came close. Actually there were 2 pairs that gave up strong pips with the IB, the E/U and the A/U. Happy camper here.



If I get a red candle close below the close of the candle above it, maybe. I just took the E/U short because I got so many pips on the long trade, however, I would have never taken it any other time. My guess is we are going to 3960 area which is 50% fib, but logic dictates so.

Quote:

Originally Posted by **Abnormalone** [➤](#)

*After large moves like we have seen in some pairs today do you give more consideration to trading counter trend than you would under normal circumstances?*

Check out this classic double top on the Aussie Daily chart. If I had known this before the counter triggered I would have taken this trade because it could go awhile. This is when it is safe to trade counters, when you absolutely know for a fact its gonna go.





There is no set amount, I just see how the price action is going. If I was to put a number on that, I usually like to see them trigger within 3 or 4 bars, but I have taken them with 7,8 or 9 before..

Jim

Quote:

Originally Posted by **FOURX** [▶](#)

*yes jim ,i see that.*

*as i asked although the ib was broken to the bottom, you will trade the long break afterwards?*

*How many bars before you would disregard it?*

*thanks*

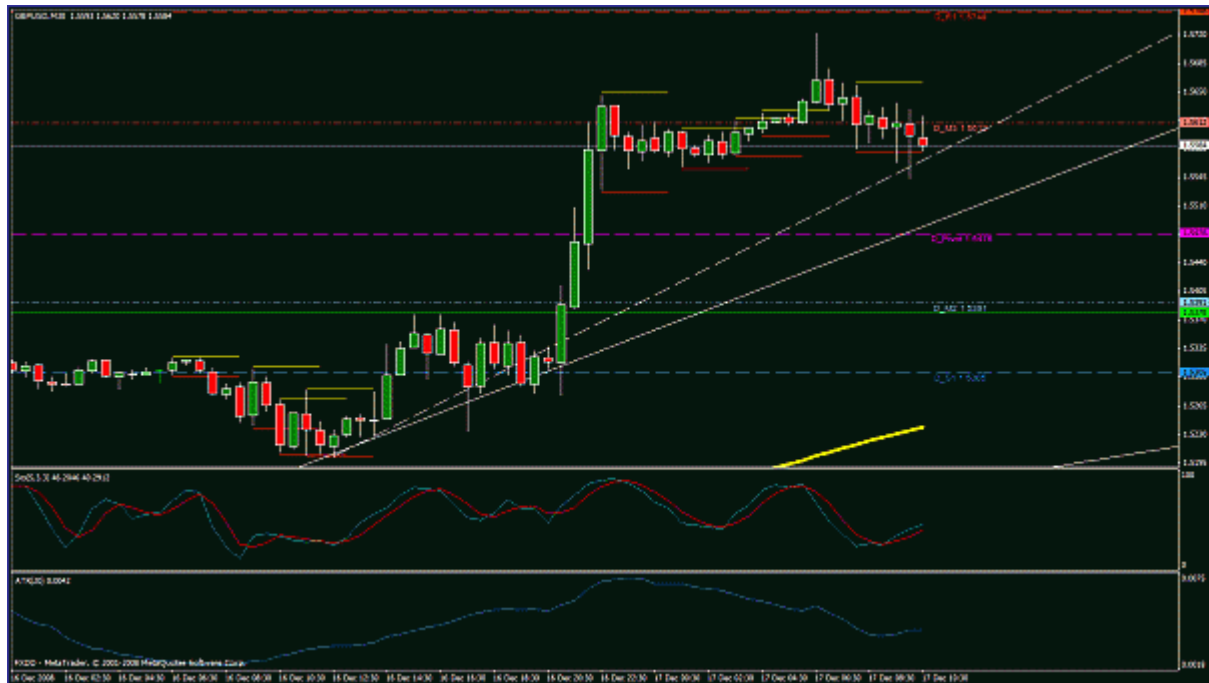
I have an old UTL there.

Jim

Quote:

*Nice IB in GB 30 m TF...*

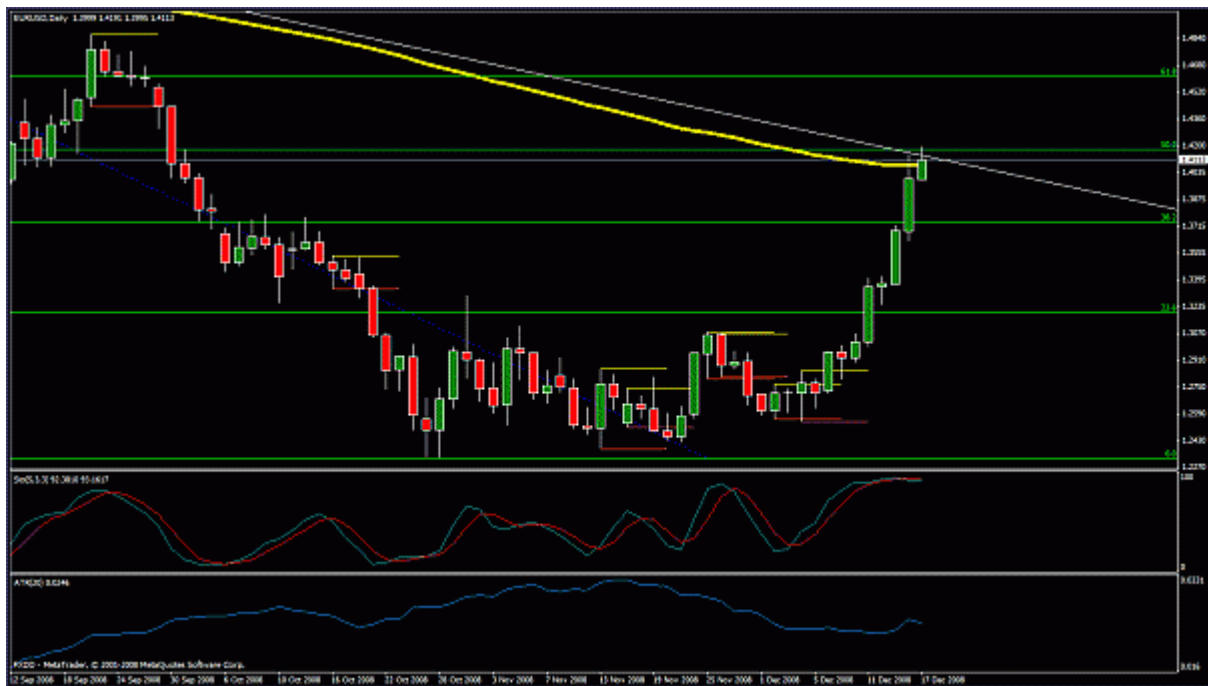
*Sonic*



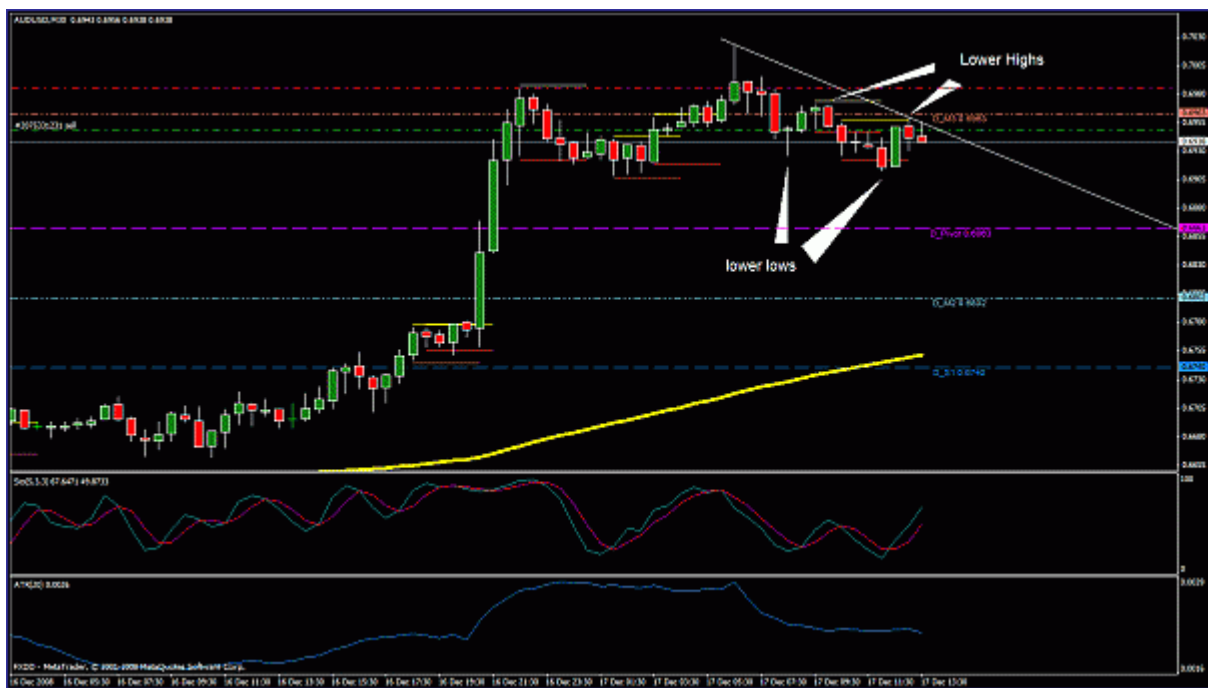
I just saw something to add to the Daily E/U. It has hit the 50% Fib level from the July to October move down. I will be looking for a return to the 38% at the 3700 area.







Here is how you determine the trend of the moment when pair is in an overall uptrend. Lower highs and lower lows.



Hi everyone

Great thread H1H1

Hi juicyt

Only thing I didn't like about EJ was price near huge round number 125.00. I've been burnt a few times trading into these, and I think I remember H1H1 mentioning something similar. I'm no expert but I thought this might help explain loss

If conditions are right. You all really need to learn to trade with the trend first, because its a lot different against the trend. You have to be ready to pull out at anytime, even with only a couple pips profit.

Jim

Quote:

Originally Posted by **FOURX** ➤

*jim*

*so you will go against the 89 with the trend of moment ?*

I never would have considered it. To close to Midpivot M3. And too close to the open.

Jim

Quote:

Originally Posted by **juicyt** 

*ok that EJ trade obviously was no good but I still have about 17 wins with 4 losses so all in all that's pretty good. I know it can get better than that though because a few of the losers were probably on the slightly risky side of a good trade.*

*Keep patient I will.*



Had I been here, I would have taken this one. A sweet assed bounce off the DPP and drove it all the way down where it gave the 89 a nice little kiss. The correct exit would have been S1 Pivot.

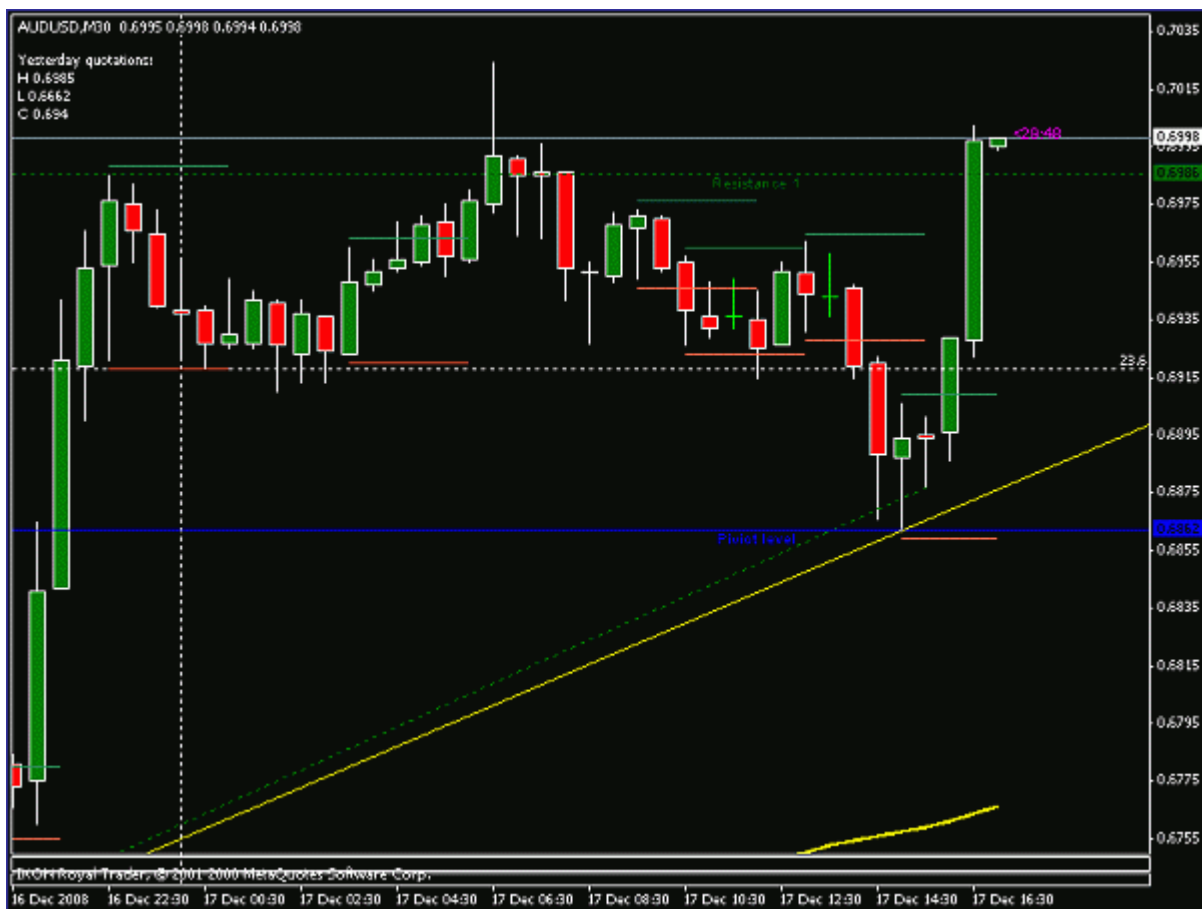
M2 would not have played a part since 1 candle went straight through.

Quote:

Originally Posted by **1ka** [View Profile](#)  
*IB on AUDUSD. Possible long?*

This was a very nice trade going long with the UTL.





Originally Posted by **croesesFX** ➤

lyn

*whats your maximum SL?*

I only like to have a max of 60 but ideally smaller.



Quote:

Originally Posted by **mackus** ➤

*He has said not to trade the open or close of a session. Does that mean 1 or 2 hours before and after?...*

I would suggest that if an IB forms 30 minutes before the session opens, then you may want to wait until 30 minutes after the session has begun before placing a trade. Why? Well, as far as I understand it, when a session opens there could be a lot of activity that causes small spikes and one of these could hit your SL. Worse, perhaps, is that it could trigger a pending trade and then the trend goes the other way.