

TRADING PLAN

Trading Philosophy/Psychology

1. I believe successful trading is a learned SKILL. It is a science, and consistent profitability is achievable and duplicateable.
2. I define success in trading as total financial freedom. The ability to stay home with my family. The freedom to choose my own schedule, and the ability to provide those I love with every excess, comfort, and opportunity possible.
3. My mental state is a major factor in my success as a trader. I will constantly assess and adjust my trading state in order to maintain a mindset conducive to greatness.
4. I accept as fact, that my success is unlimited. I can achieve anything. Where others see impossibility, I will see unlimited opportunity.
5. I will be disciplined in every regard, and at all times as it relates to my trading plan and execution. I recognize that I am in the markets to become a full time trader. I am interested in profit. Trading is my business.
6. I accept as fact that I will have losses. I will apply strict money management rules in order to limit those losses and maximize my profits.
7. Markets control themselves. My goal is to participate.
8. I am an aggressive day trader in the forex market. I use a Stochastic trading model on an 89T timeframe.
9. I will continue to educate myself on every aspect of trading, with the goal of broadening my market knowledge, and expand that knowledge into commodities.
10. Setbacks are expected, but failure is not acceptable. There is only one option, only one end.....Success.

Money Management

- The starting capital for my live trading account will be \$5000.00 USD
- I will use a fixed ratio money management system.
- The starting lot size will be .5 lots, with 1:100 leverage
- Lot size will increase by .1 lots utilizing a \$500 Delta.
- Initially, and until trading becomes full time all support tools such as esignal, any membership dues, books, training material, software etc. will be paid for utilizing non trading funds. This is to ensure the trading account balance sustains as little drawdown as possible in the early stages of trading.
- The risk/reward profile will be 1:1 at a minimum, with 1:2 being preferable.

Daily Routine

- Each morning I will wake no later than 0700 (Local time). This is 3 ½ hours after the Asia open.
- After a good breakfast I will conduct a review of upcoming news for the day, and review any pertinent news events that happened overnight.
- My trading day encompasses both the London session and the morning of the New York session. **I do not trade the Asia session.**

Rules of Engagement (ROE)

- Trade setup begins with a MACD crossover.
- Entry signal setup when Stoch goes over bought/sold
*Note: Only the %K must cross the 80/20 line for signal setup to be valid.
- When %K and %D lines on Stoch cross back over one another, buy open of next bar market.
- I only trade first strike buy/sell signals
- Initial stop will be a structure stop 5 pips above/below the last swing high/low.
- When price achieves a NSH/NSL stop will move in trail, 3 pips above/below the previous NSH/NSL.
- If at any time during a trade, the MACD crosses back over the signal line it will initiate an immediate liquidation of any open positions. Then look for a new qualified entry signal.
- If a trade setup is signaled before 1700 but the Entry signal setup occurs after 1700 the trade will be taken.

Support Platforms and Systems

My trading business utilizes the following trading systems and services for day-trading:

1. eSignal- for real time data and charting
2. [REDACTED] - for live trading help and education during the New York morning session
3. [REDACTED] - for account holdings, news and market sentiment.

Record Keeping and Review

Each trade taken will be documented in my trading notebook. Key information such as Entry, Exit, Stops, and Targets will be recorded as well as the pips won/lost.

At the end of each week I will print a weekly P/L report to review over the weekend. The report will include a detailed personal introspection on the week's events. Notes will be taken and suggestions/observations written down on any points of interest. This is designed to serve as a "no nonsense" critique of my weekly trading. Every effort will be made to identify areas for improvement for the following weeks trading.

At the end of each month, a monthly P/L report will be printed and reviewed using the same critical analysis as the weekly report. As trading progresses these reports

should provide a wealth of information on trading performance and potential improvements to the trading model.