

The Paradox System

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1. Introduction

The Paradox System was built for one purpose: to make money and work from home. For me trading is a business and not a hobby, and I really dislike working more than 4 hours a day. My goal for each trading day is 40 pips profit compounding. And when I reached that goal; I am finished until the next day. One thing I have learned; and that is greed is a destructive force for any trader. So on the wayside this system is not for everyone.

The Paradox System has 3 charts; 1 hour, 2 hour, and the Daily. You do not need any chart below the 1 hour, or above the Daily. The 1 hour is your trading chart. The 2 hour is reference in changing of trends. The Daily is reference for long term trend and reference with support and resistance.

Meaning of Paradox:

something (such as trading) that is made up of two opposite things and seems impossible but is actually true or possible.

What this is referring too in trading is Support and Resistance. **And I do not mean** drawing lines. When the market moves from bar to bar; it is also creating new S/R. And in reality; Support/Resistance are two opposites and seem impossible to trade; but are actually true and possible to trade. And how is it possible? It is known as trading in the moment. The closing of each bar is past history and no longer has value. BUT each bar creates a new support and/or resistance. And this is what the Paradox is all about.

Support and resistance is a phenomenon for traders. Sure you can draw your lines for the highs and lows; but what happens between those lines is what matters. Between those lines is a constant support and resistance being created from bar to bar. And the Paradox is what creates those support and resistance between those lines.

I started with the Paradox in the mid-2000 with a platform called Intellicharts. I eventually changed brokers and went with FXSolutions which had AccuCharts. And with AccuCharts I was able to develop and create the Paradox as it is today. But eventually FXSolutions got tired of the entire BS in which the USA had implemented in how we were to trade; so they packed it all up and left the country. 2 months later FXSolutions Accucharts was history; unless you wanted to pay a monthly fee for it with the companys developer. Even then you got a bad deal because the companys AccuCharts are not the same as they were with FXSolutions. The reason was because of the programmer FXSolutions had; and he would program AccuCharts according to the traders needs.

The platform I eventually decided upon to recreate the Paradox was NinjaTrader 7. And it is the same today as it was on Accucharts.

But over two years ago I decided to try and create the Paradox on MT4. Since MT4 is very limited on programming in creating bases and other criteria for the Paradox it became a challenge. But eventually the challenge became a success. I had to leave out some criteria and added others for it to become a Paradox.

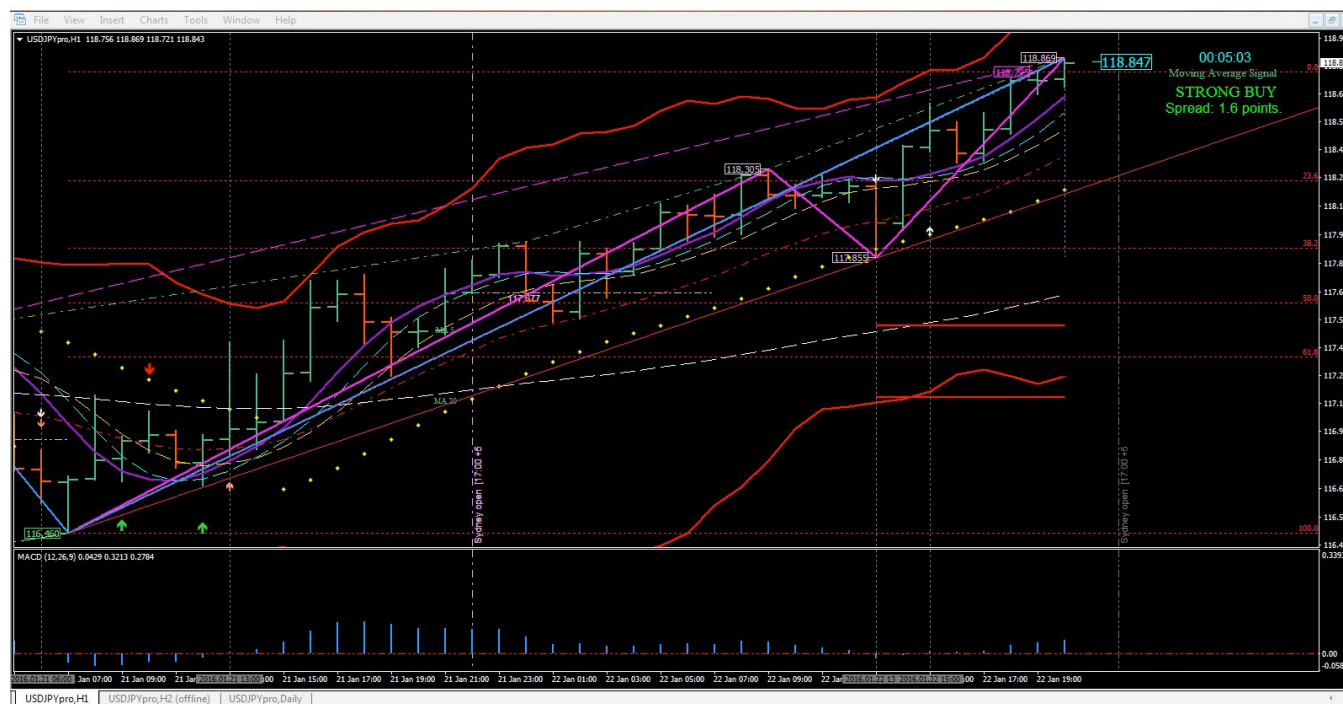
Through the years I have trained 100s of traders with the Paradox. And now I am in my old age, going on 71; and it is time to pass on the Paradox.

The version Paradox I am giving away is the MT4. If you follow the rules and not be looking for shortcuts you can become a very successful trader with the Paradox, and no longer need to be here on the FF forum; or any other form for that matter. The greatest rule for trading is in the moment; and the moment means — trading one bar at a time. Not what happened yesterday, or a year ago, not even the last bar. But on the 2 hour candle bar that is moving. That 2 hour candle is the actual Moment candle and you have 2 hours to trade it. This is not an overnight success as it takes time to learn how to trade in the moment. So be looking at 6 months of your time in learning to trade in the moment. If you give yourself time with patience you can trade the Paradox with at least 80+% weekly profits.

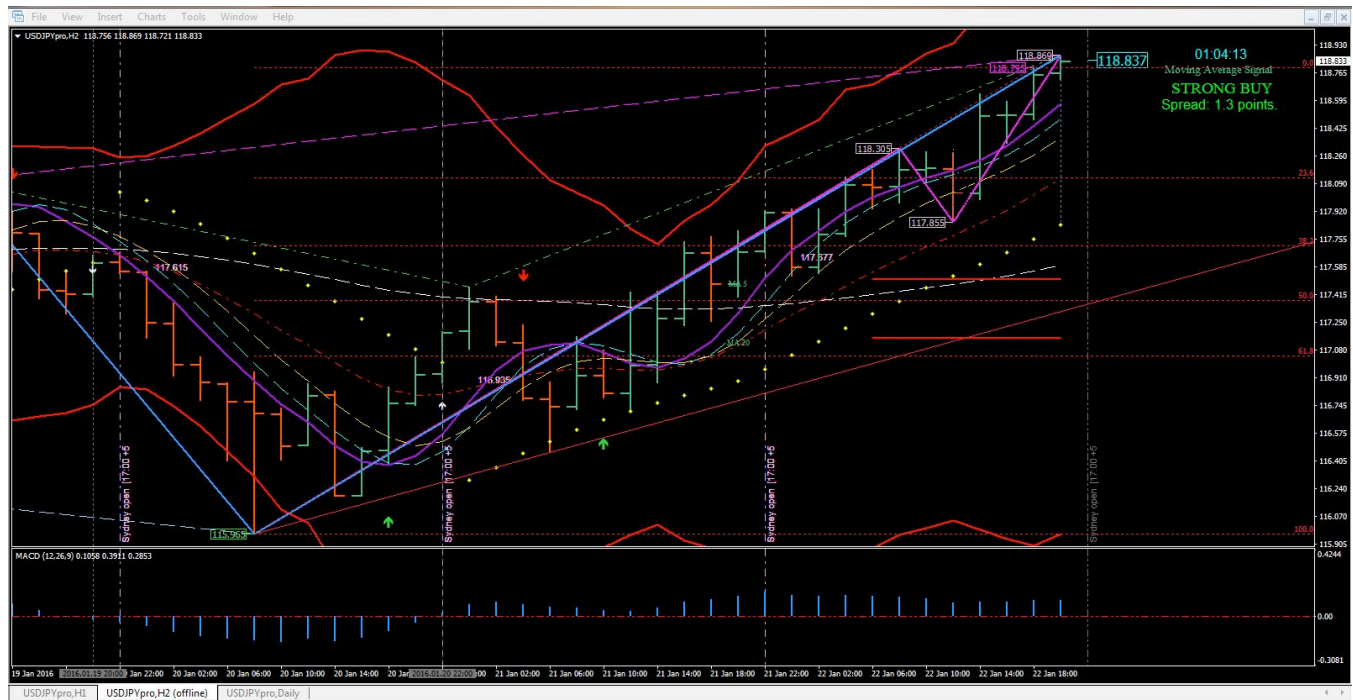
The Paradox is not a complicated system. In fact it is pretty simple provided you are patient and follow the rules. The problem with most traders is the garbage they had accumulated from other traders believing they have all the answers. It becomes evident of this fact when you have a trader wanting to change a proven system. What you do with this system is entirely on you. But if you want to become a trader that can virtually beat the market; then listen to my instructions very carefully.

To begin with here are the 3 charts in which you will be trading.

60 chart:



120 chart:



Daily chart:



And I know what you are thinking Oh no another Moving Average System. Well I hate to dispute your thinking; but it is far from a moving average system. This system is coded to create support and resistance as the market creates its own variations. And Moving Averages cannot create anything with its lagging; causing you to miss trade after trade. But The Paradox is set up to look into the future with a special coding along with multiple sound and visual alerts as not to be

missing those trades. And trading in the moment you can catch those trades according to support and resistance within the Paradox.

80% of the market is in consolidation. And most traders have no idea how to trade consolidation. But the Paradox can very well teach you according to (again); support and resistance. And the reason is; when the market is in consolidation then it is all about support and resistance. In fact I enjoy trading consolidated periods.

One thing I recommend very heavily on is creating a new sound for alert.wav in your MT4 sound folder. And you make this new sound with one of your favorite songs. The reason is because; that little beep you hear is not enough sound for notification if you were away from your computer. The lacking of not hearing the alert is enough for you to lose the trades.

OK Lets move on with installing the Paradox.

Below there are 3 zip files: **Indicators, Templates, and the Period Converter** for creating the 2 hour chart. In the Indicator zip file there is a word doc for installing and formatting the indicators; another word doc in the Period Converter for creating the 2 hour chart.

First thing I would do is create a Paradox Folder in your Documents. Then create 3 subfolders Indicators, Templates, and Period Converter in order to unzip each zip file. After unzipping the files in their folders read Installing the Paradox doc first thing; as it is the first step to installing the System.

[Paradox MT4 Indicators.zip](#)

[Paradox MT4 Templates.zip](#)

[Period Converter.zip](#)

2. Installing the System

Read all before installing the system.

This system was built on the MQL4 version 4.00 – and modify with Build 950 and never been tested with any other version. Also, it was built on Windows 7. So this may, or may not work on the MQL5 or any other version of windows.

Step 1

You need to bring up your MT4 platform. Click “File”, and then click “Open Data Folder”.

Once the Data Folder is open you will see the subfolders for your MT4. Open the Template folder and copy/paste the templates into this folder; then close this folder. Go back to the subfolders and open the MQL4 folder; then open the Indicator folder. Copy/paste all the indicators including the Period_Converter_Opt indicator into this folder. Close Data folder and exit out of your MT4 platform and then reopen.

Step 2

Go to File and click New Chart. Scroll down to USAJPY and click. A new H1 chart will come up on your chart Tap. I will spend a couple of weeks for training between the hours of 17:00 – 19:00 EST and we will be training with the USAJPY pair.

Next — right click on the chart and scroll to Template and click “Paradox_H1”. Wait a few seconds and your new 1 hour chart is showing.

This is very important: do not use any Template except of the Timeframe you are creating. If you do – you will run into problems. The H1 is for the H1, the H2 is for the H2, and the Daily is for the Daily. Each chart is set up for its designated Timeframe.

Step 3

Now we will create the 2 hour chart:

In the zip “Period Converter” was a word document in creating the 2 hour chart. Open this word document and follow the instructions precisely.

After you have installed the 2 hour chart come back to instructions for the Daily chart.

Step 4

Create the Daily the same as you created the H1 except changing the Timeframe to “Daily” before installing the Template.

After you had installed the charts then close and open your MT4.

After your platform is up and running then check with the charts posted on the thread to be sure they match each Timeframe as showing in the pictures.

Period Converter

Before you start, right click on your H1 chart and click “Indicator List” to see if this indicator is showing on the Paradox_H1 Template. It should be showing on the bottom of the list for the main Window. If it is showing then proceed with step 6. If it is not showing then proceed with step 1.

Be sure to read the instructions before proceeding.

If you have not done so, install this indicator into you MT4 “Custom Indicator” Folder then close and reopen your MT4.

1. Open your H1 “Paradox_H1 chart”.
2. Attach to this Paradox_H1 chart 'Period_Converter_Opt ' from 'Custom Indicator' folder.
3. On 'Common' tab check 'Allow DLL imports' – checkbox or it will not work
4. On 'Inputs' properties tab please be sure 'PeriodMultiplier' variable value is 2 (you'll get $H1 * 2 = H2$).
5. Click OK.
6. Open H2 chart in “offline mode” ('File – Open Offline'). H2 chart will be updated real-time (by default) while H1 chart with attached 'Period_Converter_Opt ' is running. Offline charts will open in new window and will take a few for it to format and show the charts. Scroll down to USDJPY and you will see the H2 chart. Click on the H2 and then click “Open”. The H2 chart will open on a new Timeframe tab. Right click on the 2 hour chart and Click “Template”, then click on the “Paradox_ H2”, and You now have the 2 hour chart fully loaded.

Features of Period Converter

1. Real-time updating.
2. Low CPU cost.
3. Works as an indicator, so can be saved and reloaded during restart.
4. There is no one converter per chart limitation as it is not a script.
5. Auto updating if there is new history block loaded.
6. PeriodMultiplier: new period multiplier factor, default is 2.
7. UpdateInterval: update interval in milliseconds, zero means update real-time. Default is zero.
8. Enabled: You can disable it without removing it with this option.

Make sure you have Allow DLL imports option checked in common tab or it won't work. The DLL is what updates the offline data automatically.

As long as you keep the source chart open (the H1) and the converter indicator running, the generated chart (H2) — including indicators — will always be updated.

If you want to quit MT4, you can leave that offline chart as other normal online charts. When you

start MT4 next time, those charts will also be loaded and updated.

Do NOT uncheck the "offline chart" option in offline chart common properties or after MT4 restart, it will treat that chart as online chart and request the data from server, resulting empty chart window.

The offline chart doesn't have a bid line showing in chart, but all data in the chart including the indicators is still being updated. Which means your trade executions must be in "ASK".

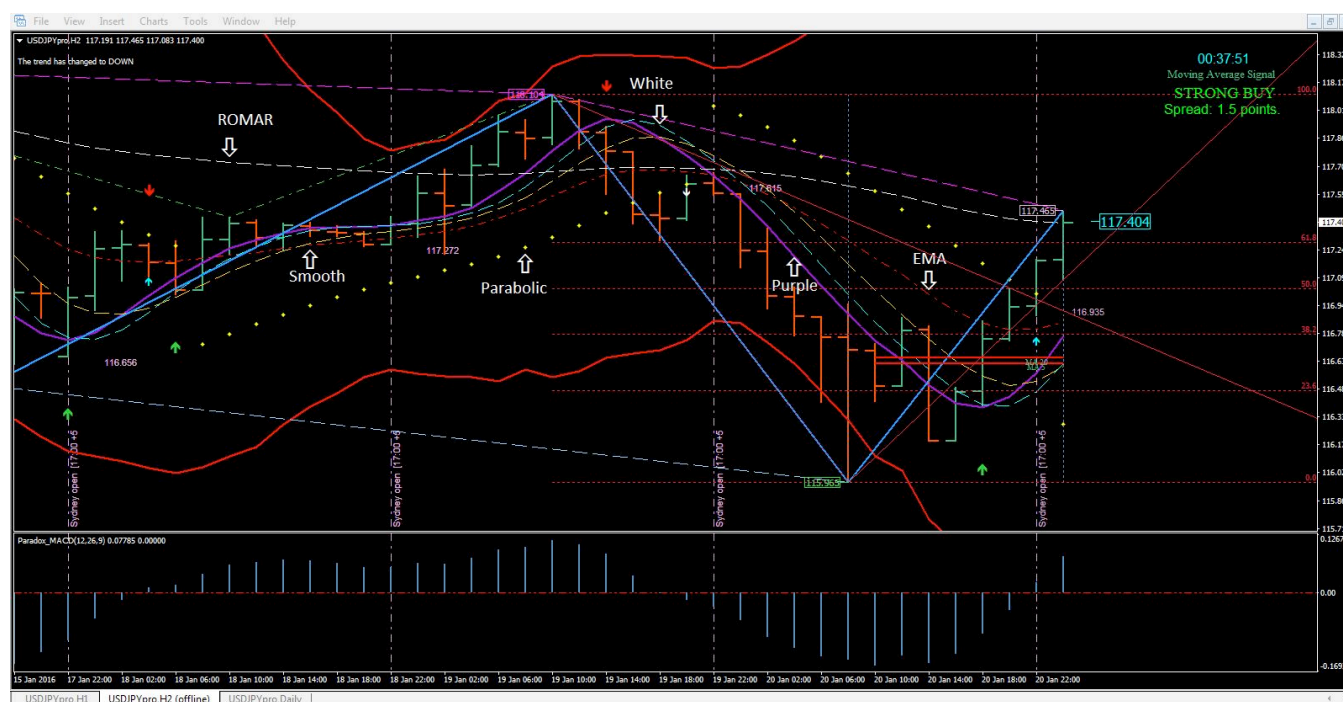
3. Indicators and Rules

Ladies and Gentlemen! Lets now move on and talk about the Indicators.

The Paradox System is very simple and very profitable provided you trade according to the rules. The system is for intraday trading, and set up for taking 40 pips each day. 40 pips compounding daily will guide you beyond your dreams. But the first and most important rule is NEVER trade against the trend. And what is trend? Your major chart trend is ROMAR. Your secondary chart trend is EMA; and your entry chart trend is Smooth.

Here is a picture of the 6 indicators for the Paradox:

- 1 ROMAR
- 2 Purple
- 3 White
- 4 Smooth
- 5 EMA
- 6 Parabolic



ROMAR

ROMAR is the key trend for the market. Above EMA the trend is down; below EMA the trend is up. You will never have to guess which way the trend is running. You now have a visual. When all 3 charts are in consistent — above or below EMA the market is in that trend. When one of the 3 charts is out of sync with ROMAR the market is in consolidation.

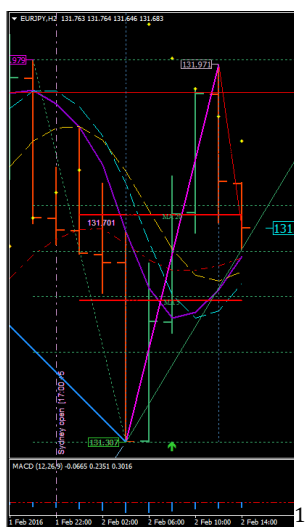
The 2 hour chart ROMAR is the true source for trading the trend.

When the 1 hour ROMAR is running through the center of the market you are pretty much in consolidation with the 2 hour trend.

The Daily ROMAR is the key when the market will turn direction. Once it crosses Purple the game is over and time to be looking at the opposite direction for long term. ROMAR is also both Support and Resistance on all three charts.

The Parabolics

The Parabolics with this system is a deadly weapon as they are not standard. And the reason is because they are not taken out with the candles but with a hidden LR. Which means; they are a heavy support and resistance. If the PSARs are in an uptrend and the market opens below a Parabolic, and the Parabolic did not flip; then the next candle will continue in the uptrend and vice versa. Signal for a parabolic flip is when the Parabolic is at EMA for the Purple crossing.



Purple and White

They are both the charts swing trend which accumulates 20-40+ pips on the crossings. They are also Support and Resistance and can hold the market in trend, and/or consolidation before the reverse takes place.

Smooth

Smooth is pretty sophisticated. It can hold the market in the short term trend by sliding under or over Purple according to the trend while in consolidation. If Smooth stays below Purple in consolidation then the trend is up. If Smooth is above Purple in consolidation then the trend is down. So be sure your chart is wide open horizontally when the three Purple, White, and Smooth are tight. Smooth is also both Support and Resistance.

And while I am thinking about it DO NOT SPREAD YOUR CHARTS OUT TOO ETERNITY **(VERTICALLY)**. Keep them as tight as they can be or you will never to be able to trade in the

¹ Illustration contributed by Cobra in post #1124.

moment.

EMA

EMA is your trend indicator with Purple for the swings. EMA below Purple the trend is up in the swings. EMA above Purple the trend is down in the swings.

EMA also separates uptrend/downtrend within the market. In consolidation EMA will decide what the market will do next. And it could get pretty nasty in a long term consolidation leaving no options for trading.

Lets say you have EMA holding support for the uptrend. And you have Purple, White, and Smooth holding Resistance and they are only a few pips spread between support and resistance. What would you do? The answer is waiting on the breakout. And again; EMA is both Support and Resistance.

Purple, White, Smooth, PSAR

Your four trading indicators Purple, White, Smooth, and PSAR are the resources for your profit. These 4 horsemen deliver the visual of each swing. White and Smooth must cross Purple before a trade can be taken. And in a slider (consolidation) EMA must also cross Purple for a reversal. If not; then the slider will continue in the original trend. And you use the 2 hour chart for this reference.

A consolidated market can be as much as 8-10 hours; sometimes — even longer.

Fibonacci

The Fibo is automated and drawn from the highest/high in the currently visibly bars to the lowest/low and vice versa. The contour lines are to show the basic range that the pair is trading in. Every time the Fibo flips the colors changes also; Red to Green and vice versa.

If you do not know how to trade Fibos, then I suggest in learning. The Fibos is a great assess for your trading.

MACD

The Paradox MACD is set up for the zero line. When the bars are above the 0 line the market is up and vice versa. Little White arrows with sound alerts will appear in giving you signals of the crossing.

Swings

Now lets talk about the various Swings in the market. Even in trend you have swings one after another. And what is good about swings they are either higher/high, or lower/low, according to the trend.

A major problem with swings is getting in a trade too soon; especially in a downtrend. Once the market is in a downtrend it can go on forever; as it seems. You constantly get retraces back to one of the Resistance (either Purple/white or Smooth), and it is off running downhill once again.

So there are two variations lines for the swing; DodgerBlue and Magenta. DodgerBlue is for the longer term of the swing and Magenta is for the shorter term known as the SAR. The SAR swing is a modify concept using lines instead of dots; which works very well in ranging. The SAR will take you in and out of a trade and back into the market with the trend. And the best way to trade these swing is always know the trend. If the trend is down you trade from the top if the trend is up you trade from the bottom. This way you never get caught in a losing trade.

Each highs and lows are tagged with a small rectangle box with the price showing. There are three color boxes: Lime, Magenta, and Thistle. Lime is the low and Magenta is the high of the swings. Thistle is the SAR High and Low within the primary swings of high and low.

You see 2 Dash lines: Magenta and LightSkyBlue. These Dash lines represent the high and low of the primary swings. You also see a Green and Gold DashDot lines which represent the Paradox divergence.

There is also a top and bottom Contour lines which is used as ranging for breakouts. They move according to support and resistance of the trend.

Also included is a thin Red CP (Central Pivot) line attached to each candle from bar to bar; generated from the top or the bottom of the candle. This line will disappear when one, or both, of the Swing lines are attached.

Alerts

This system is set up for 17:00 New York Time; which means after 17:00 EST you must reboot your MT4 platform (close and open it). If not you will run into problems.

There are variables as for alerts: You have the EMA alert (Green and Red Arrows); crossing zero of the MACD (Smaller White Arrows); and the market crossing of the MA (Smaller Coral Arrow) with STRONG BUYS and STRONG SALES. All these alerts are attached to the alert.wav in your sound folder.

Now when the alert goes off for the market crossing EMA one of three things will happen:

1. The sound alert will activate before the arrow shows because the hidden target has not been hit yet.
2. With retraces off the MA and EMA Indicators the arrow will disappear but does not mean the arrows are not there.
3. The arrow will stay if the market continues on with the trend.

The small White Arrows are for the zero crossings of the MACD.

When the Market is crossing the MA lines the sound will alert you with a small Coral Arrow. As for the MA alert it is set up on the 1 hour chart only, The MA are identical on both the 1 and 2 hour

charts.

There is no repainting on these Arrows. Once they are there they are there.

There are only 3 alerts with EMA, MA, and the MACD zero.

The 1 hour has all three; the 2 hour and Daily has only EMA and the MACD.

So check all three charts to see which alert had been activated. During consolidation those alerts will keep you busy.

In context the alerts will happen on the 1 hour before the 2 hour.

The Bollinger Bands

The Bollinger Bands are also a deadly weapon during consolidation; it will do one of two things when the market hits the bands. It will either retrace back to EMA or retrace back to the opposite band; this happens when the bands are flat which places the market in consolidation. If you do get a hit on one of the bands during consolidation then get in and take profit at least to EMA

In a downtrend is a different story. Once the band is hit retrace are generally to Purple, White, or Smooth. When it gets ready to turn then the market will hit EMA and go into consolidation.

On an uptrend retraces off the band are generally to EMA for profit.

Trading in the moment

Trading in the moment means trading a one bar 2 hour candle. A lot can happen within a two hour period. I have seen many times a 2 hour candle give up between 60+ pips. That's not bad for a day's work of only 2 hours. When the 2 hour chart is in trend then all you need to do is find a good resource point off the 1 hour for your entry. If the 2 hour is in consolidation then trade the 2 hour off support and resistance for your entries. But I recommend you trade the ROMAR trend in consolidation or else, you may get caught in a wrong trade with a breakout.

I also highly recommend to never trading multiple pairs with this system. One reason the alerts will drive you crazy and another it is impossible to trade multiple pairs because you no longer have focus. Trading multiple pairs is like shooting at a target in the dark and hoping for the best.

The Rules for This System

Rule 1 — is the 40/40 or 20/40 rule. This means your trade profit and trade lost. Which are 40 profits and a 40 stop and/or, 20 profits and a 40 stop? In the beginning you should use the 20/40 rule. Your goal is 40 pip profits per trading day, and with the 20/40 rule you are looking for two trades per day. You always use a 40 pip stop and you never move it. Now if you are trading in the trend then that 40 stop will never be hit.

Rule 2 — is when you have accumulated your 40 a day pips, you then leave your trading station and do not return until the next day. If you get greedy you will become a loser. Compounding 40

pips Daily can make you very wealthy; so do not get greedy.

Rule 3 — Do not ever anticipate what you **THINK** is going to happen in the market. If you trade the indicators you will always be a winner. If you anticipate you could very well end up in a losing trade.

Rule 4 — Never, ever trade in a volatile market. Once you get the Spread in a 1.8 2.0+; is because of some unknown reason and you could be in trouble with the wrong trade. I recommend to never be trading in a major news release. If you are in a trade before a major release then take profit at the minimum of 5 minutes before the release.

Rule 5 — Always trade a demo until you have reached at least an 80% profit with this System. Learn to trade this System before you even think of trading a live account.

Rule 6 — before you start to trade always create a trading plan. The question is: How could you trade without knowing what the market is doing? When I am on this forum I always see these questions. What do you think is going to happen next? Are you trading long or short? Do you think it will break this price, or that price? I believe this down, or up, is finished; what do you think? And such questions just keep being posted. These are traders that do not have a trading plan.

Creating a trading plan is simple and not complicated. Your plan would be consistent with the trend on the 2 hour chart. And according to the plan your entry point would be created within the sync off both 1 and 2 hour charts of the trend. Not complicated at all.

Example Trading Plan

2 hour chart
ROMAR down or up
Smooth down or up
EMA down or up

1 hour chart
ROMAR down or up
Smooth down or up
EMA down or up

Daily chart
ROMAR down or up
Smooth down or up
EMA down or up

If the 1 hour is in sync with the 2 hour then you have a short trend. If the 1 hour is not consistent with the 2 hour then you are in consolidation. Then you wait until the 1 hour is consistent with the 2 hour before you get into a trade. This is how you learn where support and resistance is located according to the Paradox.

The Daily will give you the reference of support and resistance within the Daily as to where they are located.

You create notes with your plan on the point of entry as the market is moving. Retraces are valuable as they will hit the trend indicators and is a point of entry for at least 20 pips if the trend has already bloomed. Or 40 pips if the trend had just begun. Provided you do not counter-trade you will always make money in the trend.

Templates

Each chart is set individually. And there are 4 indicators must be set true for each chart:

1. Paradox_Trend_EMA_Alert; the Input tab with SoundOn is true and the TimeFrame is for the chart it is designated for which is in minutes.
2. Paradox_MACD_ZeroCrossing; the Input tab with UserAlert is true.
3. Paradox_Session_Indicator; the session lines are for all 4 of your sessions (Sydney, Tokyo, London, and New York). The charts are set up for Sydney which is 17:00 EST. How you set up the correct session on your charts is according to your broker. And checking your time bar on your chart below will give you the brokers time in GMT.

My time zone is EST and my brokers chat time is set 22:00 GMT at the 17:00 EST NY mark; which is 5 GMT ahead of New York. So that means that the label gmtServerOffset is set for the number 5; which is +5 behind of GMT. This also means you must change the Offset according to how many hours your charts are behind; or in front of NY 17:00 Eastern Standard Time.

Example Time Zone Setting

Lets say you are in PST Pacific Standard Time zone and your brokers time on the MT4 is 22:00 GMT at 17:00 EST. That places your chart time +5 hours GMT **PLUS** the 3 hours behind New York which is +8. So that means you will change the gmtServerOffset — in the Inputs tab, to number 8 in order to get the 17:00 New York time on your charts for ending of the trading day.

I believe if you are already in the GMT zone your number will have a minus.

So you may know the forex market closes and reopens at 17:00 EST all across the globe for the exchange rate during each day of trading. And it matters not what time zone you are in.

In order for this to work on the chart; the label max Timeframe — under the Inputs tab, must be set for the chart in minutes. 1 hour is 60 minutes; 2 hour is 120 minutes. The Daily is not set up with this indicator.

The reason I do not have all the sessions showing with -1 is not to clutter the charts visually. But if you want all the sessions showing then change the sessions in 24 hour period and not 12 hours. Such as; Tokyo 19:00: London 03:00: and New York 08:00.

4. Paradox_MACD; the Input for the MACD is the TimeFrame in which the chart is set up for. And again; the TimeFrame are in minutes. The Daily is 1440 minutes.

Common Tab

The DLLs in the Common tab for all the indicators are checked and must remain checked.

Housekeeping

I suggest very strongly not ever add anything to this system especially indicators or any kind of meters. If you do then you have corrupted the system. This is a proven system and will make you very wealthy or at least a very good living if you leave the system as is. This system will bring your dreams to reality if only you follow the rules.

This system is set up to work with any pair in the market. But for all purposes on this thread, we will be using the USAJPY in answering questions and for trading. I usually trade the EJ but because of its volatility the UJ is a choice for learning. So please for all questions, and posting charts is with the UJ. Any others but the UJ will be disregarded.

FYI the candle countdown indicator shuts off at 17:00 ET on Fridays when the market closes; and will show again at 17:00 ET Sundays when the market reopens. And also the Market Price is showing according to your brokers spread.

Since this is the weekend; be sure to reboot your MT4 after the market opens on Sunday.

OK I believe this is it for now. Spend the weekend studying everything I have posted here today. Back test the system over the weekend, and if you have questions then post them here and will answer as soon as I can.

4. Entries off Support and Resistance

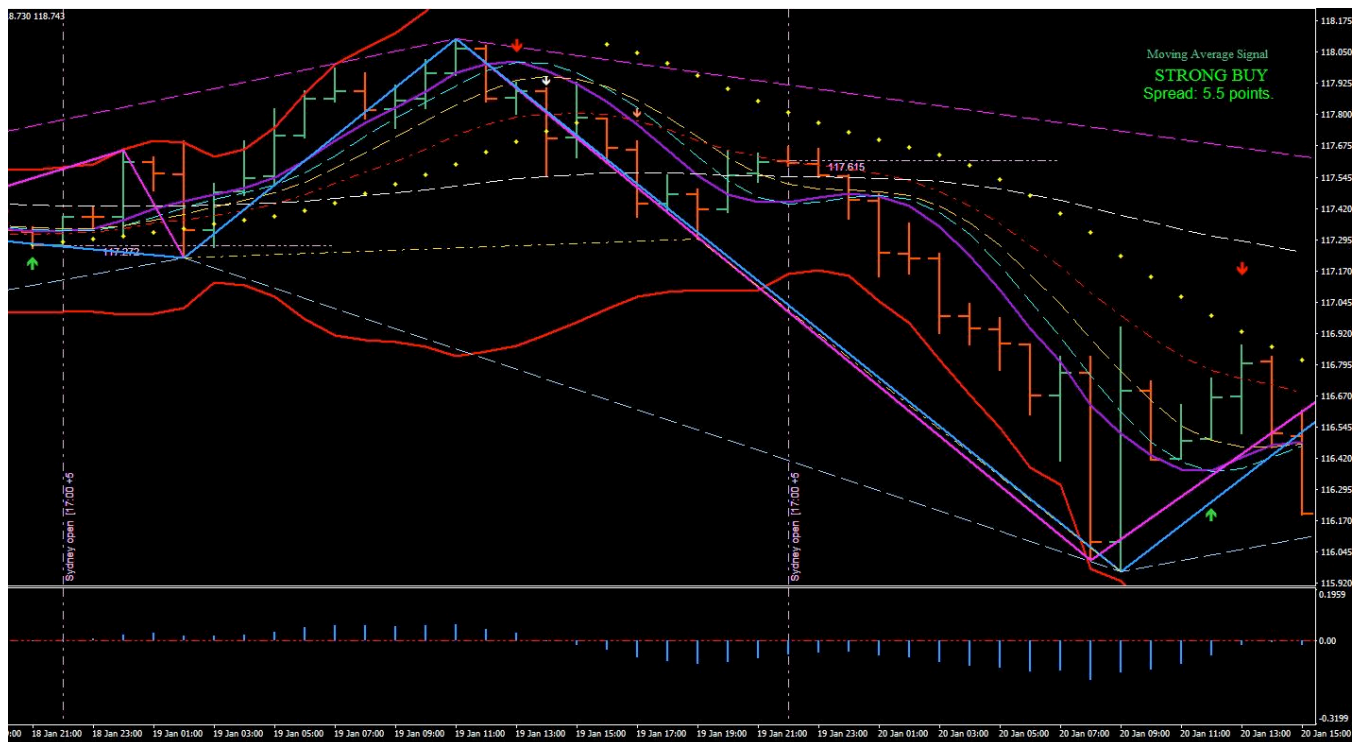
On this post I will talk about entries off Resistance in a downtrend; and entries off Support in an uptrend.

I recommend highly in using your 2 hour for downtrends and using your 1 hour for uptrends. Because of the volatile market in a down trend the 2 hour is pretty stable with the volatility and is constant. Doesnt mean you cannot use the 1 hour provided you catch the top on a reversal.

So with this scenario on a downtrend I will go back to Tuesday at 17:00 EST in an uptrend changing over to a downtrend at 17:00 Wednesday. Pay a close attention in how I use support on an uptrend and resistance on a downtrend.

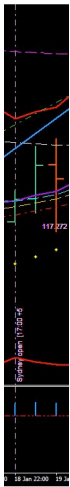
Here are the charts for the time period:



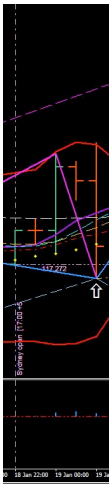


Now I am going to use snippets representing the moment.

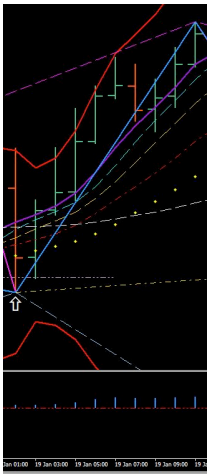
This first snippet is the 2 hour chart after opening of the 17:00 candle and what is showing? First we recognize the trend with White Smooth and EMA had crossed Purple for the uptrend with the Parabolic in trend; in which all four are supports. Next we have ROMAR as resistance.



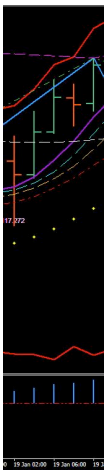
The 1 hour: On the same two hour candle we have the same trend: White Smooth and EMA in the uptrend trend with the Parabolic in trend. We also have ROMAR crossing Purple as a signal of changing trend for this swing. You also had the SAR attached to the previous two candles at the upper band. This attachment means a retrace back to support; and the SAR did reattached on the second 1 hour candle. And this is where I took my entry as low as possible at the Daily Open line at 117.272. Because of taking the entry as low as possible ROMAR was no longer a threat of losing my trade in using B/E.



This next 1 hour is showing the market getting above ROMAR which is now support and crossing EMA for the change of trend. And Traders that was an easy 40 pips.



And here is the 2 hour.



Next Trade:

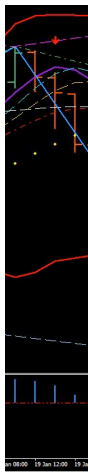
One thing you have to always keep in mind and that is the Daily supports and resistance. On the trade above in the uptrend; the market also hit the Daily EMA resistance. This is why you always have a trading plan right there at your trading station.

Showing here:

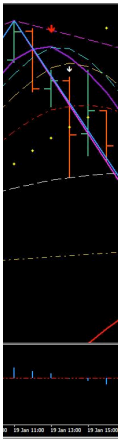


The Daily trend is down but also in consolidation. Both ROMAR and EMA are still in the downtrend. And this trend will not change until EMA crosses Purple and then: Well ROMAR will be one tough wall to break until EMA is within striking distance. So be looking at a lot of up and down days.

On this next trade you have the 2 hour showing the turn back into the downtrend and especially with the hit on the Daily EMA. You have showing a Red Arrow with the market breaking EMA and the Open Candle below Smooth. As support you have ROMAR and the Parabolic.

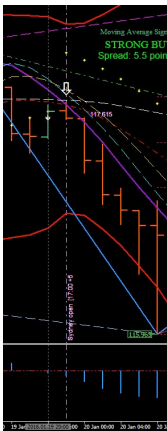


On the 1 hour you also have the Red Arrow and also the White Arrow for crossing the MACD zero. You have the open candle below Smooth resistance with ROMAR as support and the Parabolic had flip as resistance. My question is: Would I trade in this situation and the answer is not at this time. The risk for retraces is more than I want to chance.



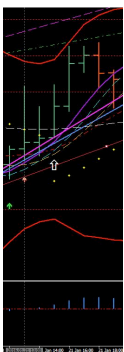
But what I will do though is wait on the Parabolic to flip on the 2 hour before I risk any money on a trade.

And here is the entry with the Parabolic flip and open at Purple with the EMA crossing. Take note of change of trend with the four horsemen in trend. This is trading in the moment catching the trend at the top; and just letting the market give up the pips: Another 40 pip trade compounding.



Lets look at the retraces with the 1 hour in using the uptrend closing Friday:

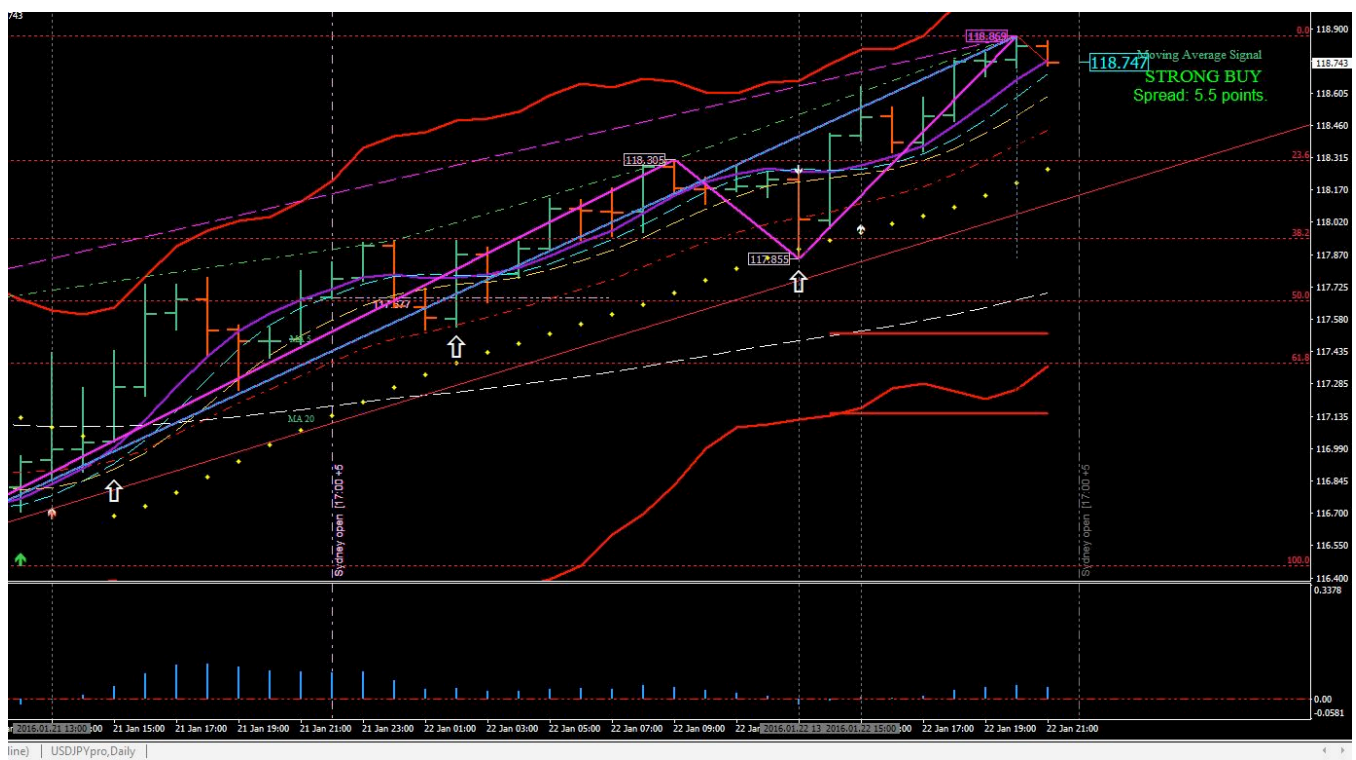
We have an entry at Purple with the four horsemen in the uptrend; with 40 pips before retrace to Smooth for another entry into the trend.



Next Retracement is EMA for an entry.



You had the SAR attached with the candle at the Parabolic for another entry to finish the day and week.



That was 3 easy entries in a trend. Imagine what you could have done in this trend; or any trend within the Paradox. If you had taken the first entry at the bottom you could had rode this trend to the top.

5. Theory and Psychology

The Paradox System is totally coded and based upon the LR. The linear regression relationship is between two variables by fitting a linear equation to observed **data**. One variable is considered to be an explanatory variable, and the other is considered to be a dependent variable. This method calculates the observed data by minimizing the sum of the squares of the vertical deviations from each data point to the line (if a point lies on the fitted line exactly, then its vertical deviation is 0). Because the deviations are first squared, then summed, there are no cancellations between positive and negative values.

So, in order to deviate the slacking of an indicator this method had been modified as a simple linear regression to eliminate the least squares of a linear regression model with a single explanatory variable. In other words, simple linear regression fits a straight line through the set of n points in such a way that makes the sum of squared residuals of the model that is, vertical distances between the points of the data set (price momentum) and the fitted line as small as possible.

Trading with standard indicators is always subjected with Resistances and Supports. When you trade with indicators that are no longer subjective, and have been mathematically lined with a linear regression base, then you eliminate errors-in-variables as a true support and resistance within the indicators. This approach gives the most important application with this system which is in data fitting.

This also means at the end of the day (17:00 EST) you have to reload the data if not; then the data is not correct for the next day of trading.

Trading Objectively vs Subjectively

"Whoever trusts in his own mind is a fool, but he who walks in wisdom will be delivered."

Objective

- A. Based on facts rather than feelings or opinions: not influenced by feelings.
- B. Expressing or dealing with facts or conditions as perceived without distortion by personal feelings, prejudices, or interpretations.
- C. Limited to choices of fixed alternatives and reducing subjective factors to a minimum.

Subjective

- A. Of, relating to, or characteristic of one that is a subject especially in lack of freedom of action or in submissiveness.
- B. Characteristic of or belonging to reality as perceived rather than as independent of mind.
- C. Arising out of or identified by means of one's perception of one's own states and processes.
- D. Lacking in reality or substance.

There is a fine line between the both. Being objective is taking something that "is" and turning which "is" into what defines truth (which is facts). And your reasoning is in the way you think. You cannot take what "is" into anything else, because what "is" belongs to facts. And if you stay within

the truth of facts then you are being objective and new doors are being open into a realm of a new thought process you had not experience in the past. Being objective is also being totally opened minded with what "IS". If you are not open minded then what "IF" becomes a delusion.

Being bias means you are subjective. Being bias defines the difference between a winner and a loser. The biasness of ones mentality is also the conqueror of ones destruction leaving nothing in their wake. This is the main reason traders blows accounts after accounts and it makes no difference if you are Bull or a Bear.

Being bias is planting a seed that will harvest and eventually be a destructive force in your trading. It is the same with fear; fear is an acronym for **False Evidence Appearing Real**. Understand this — fear is a lie. It plays on your emotions in taking control of your instincts without gaining knowledge.

Biasness and fear is the control of your thinking. When you start to think in terms of trading — then you are walking in deep water which is holding you back. Using your intellect in trading this system is far weaker than the Paradox Trend. It is only through wisdom can you use the power within the Paradox Trend. Knowledge is gaining Wisdom. It is the very solution to overriding the context of any element, and letting your instincts flowing free in gaining knowledge through understanding.

Then there is your ego

With the mixture of biasness, fear, mixed with ego you then have the elements of destruction. It is your ego keeping you from gaining the 3 elements of success (understanding, knowledge, and wisdom). The bottom line: Biasness, Fear, and Ego are the reason why all traders fail. Those 3 elements is the very control of living your life in nothingness.

The Power of Confluence

What is confluence and why is it so important when trading the Forex market? It is important because you can integrate it into your current trading strategy to help put the odds in your favor.

What is Confluence?

Essentially confluence represents two or more things coming together at the same time. In terms of trading, we can say that confluence is when two or more factors come together at the same place on a chart or two different charts.

Examples of these things might be a key support or resistance level, moving average, price behavior with buy or sell signal or even something as simple as a strong trend. All of these things form what we will call Confluence Factors. In other words a strong trend might be one factor; support or resistance might be a second factor and so on.

Putting the Odds in Your Favor

I think I can be so bold as to say that consistent profits are the goal of every serious trader. So why then do only a small portion of traders make it to this level? It all comes down to the use of

confluence. Those traders who can be called consistently profitable have found a way to identify and harness the power of confluence in a way that puts the odds in their favor.

The ability to put the odds in your favor is what trading is all about. Figure out a way to do this over and over again and you'll be well on your way to becoming profitable. This is where the combination of various Confluence Factors comes into play. In other words; the more Confluence Factors present on any given setup, the greater the odds are that the setup will move in the intended direction.

Putting the Power of Confluence to Work

We all know that trading with the trend, or path of least resistance, is always a good idea. At the risk of sounding cliché, the old saying, "the trend is your friend" is absolutely true in my experience. Even in consolidation placing the Confluence Factor into place is very profitable.

How The Paradox Will Boost Your Forex Profits

Perhaps you remember one of the most impact movies of our time, the Matrix? Morpheus believed totally in Neo to the point where he almost sacrificed his life to save him. Yet Neo did not believe in himself at the beginning, he was most uncertain about whether he was the one or not. So when he went to see the Oracle, she told him that being the one is like being in love, nobody tells you that you are in love, you just know it. The Oracle pointed to a sign hanging on the door: "Know Thyself".

Still Neo didn't believe in himself but when agent Smith captured Morpheus and a member of his crew suggested pulling the plug so the agents of the Matrix won't get access to Zion, something in Neo changed and he began to believe.

A little further down the path of the one, Neo "accomplished miracles" because he learned how to believe in himself fully and completely. And remember Neo had a mentor who believed in him beyond any doubt and who taught him how to use his mind to defeat the Matrix and its dangerous agents. Neo's mentor, Morpheus, showed him the path and helped him empower his mind, yet Neo walked the path to his own success after he started believing in himself and mastered his own mind.

Perhaps you were wondering what has this to do with trading the Forex?

"Know Thyself"

Forex trading, or any trading for that matter, is a mind game in the first place. Some people spend a lot of time and efforts perfecting certain trading skills and knowledge like reading the charts and data, entry and exit skills, but any normal intelligent person can learn these skills; they are the easiest part of the trading game. They are no doubt necessary tools for your success but they don't make the biggest difference between a really successful trader and the one who is not successful. So what does make the difference?

Let's ask the question: what is your goal in trading the Forex? It is to make money. Period! Surely, while you're making the money and great profits you can have fun too and you should. But what

you really need are specific mental attitudes and strengths to become a successful trader. These mental states are an asset that will help you in many other situations and contexts of your life.

The major three mental and emotional frames of mind that characterize the majority of successful traders are:

1. Discipline & Passion
2. Confidence & Courage
3. Patience & Smart Persistence

We'll touch upon all three briefly to make it as clear as crystal to you so you succeed in the Forex market. Like trading a Pair of Currencies these mental and emotional mindsets go hand in hand.

Discipline & Passion

Discipline is really important! It helps you be more effective in planning your trades and in sticking to the good plans you established before entering the trade. Always have an action plan for stop and limit levels for the trade before you enter it, your analysis of the charts should cover up the expected upside and downside.

Passion means commitment and love for what you do. It is your passion for something that keeps you going, improving, constantly learning (remember Morpheus mentoring Neo) and persist beyond the ups and downs of the business. You need to know why you are trading because it is an awesome opportunity that you have to take, so develop a passion for it. Simply do what it takes to be successful and learn from the best. Do not make trading a hobby. Treat it as business.

A word of Caution: Never mistake your "passion" for emotion that you might feel while trading and trying to enter a trade without using clear and sound entry/exit indicators and rules. Have fun, learn, and stay tuned for future developments and grow as a person in strength and character while remaining emotionally detached when you get in and out of a trade. If you do, you are bound to incredible success in your trading.

Confidence & Courage

Successful traders believe in themselves and their abilities to learn and grow, to acquire more competence learning from a mentor. There is no reality only perception, the Matrix can trick you but you can have your own special Matrix inside your mind that empowers you with an unwavering belief in yourself!

Have the confidence and courage to stick to your plan and stay within rules or trading even if others are doing the opposite. Keep your vision (end result) that you can make it in the market in your mind until you are successful in it.

If you experience a situation where you know exactly how a currency pair will go and have a sound trading plan then go for it! Sometimes people fail to follow their own good plans because all sorts of emotions get in their way, emotions like greed and fear. Stay calm and act with confidence and courage otherwise your planning, analyzing and information gathering will be totally useless to you.

You become more competent when you educate yourself about the markets and learn from successful traders. Self-develop: "Know Thyself", get into the habit of monitoring your emotions and questioning your limiting beliefs so that your mind works for you and not against you. Don't take things too personally, if you make a mistake then consider it to be valuable feedback so you become more successful, never a failure!

Patience & Smart Persistence

An Indian wisdom says: "Life is always right!" we say: "the market knows much better than you do!"

Learn to listen and read the signs the indicators are giving you. Learn how to wait, observe and only enter a trade when it is the right time to do so and do not hesitate. Hesitation is a failure of becoming successful.

It can be hard to wait before your charts jumps into action. But a successful trader will enter a trade according to the direction of the prevailing trend or will wait until a new trend shows up and establishes itself. Even if you day trade and are not a long-term or position trader, you still are well advised within the indicators from ruining your profit chances. Also be patient means you stick with winning trades.

Practice "Know Thyself"; and you will be on the path of Neo, the one himself!

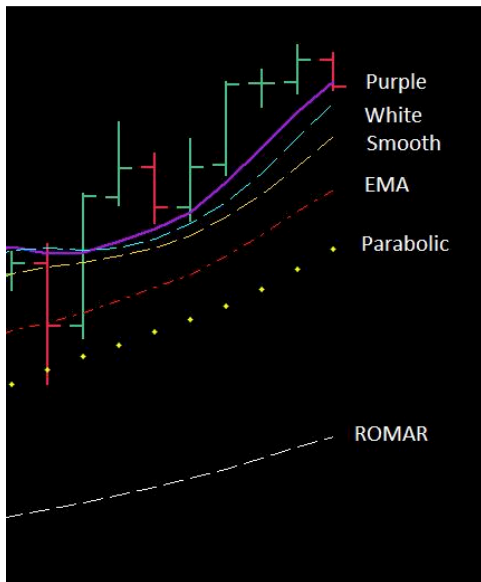
Mindset is Key

Trader: psychological and mental training is very important and you will not succeed in the long term without the right mindset. Once you have the right mindset however, making the correct entry into the trend with the paradox system is possible and one can achieve a near perfect success rate. The system may not be for everyone, but those who seek understanding and have faith will succeed

Dove: And that my friend; is the secret.

6. Summary of Indicators

Here is a picture for end of day Friday with the name of the Indicators:



Each indicator is both support and resistance. The Purple, White, and Smooth are the 3 leaders in reversing trends. ROMAR is the Primary trend indicator. EMA is the Secondary trend indicator. And the Parabolics sets the trend.

On a reversal White is your first indication of a reversal by crossing Purple; then follows Smooth.

Smooth is a great indicator for you letting you know if the trend will reverse. If Smooth crosses Purple then you have a beginning reversal. If Smooth slides under Purple on an uptrend; or above Purple on a downtrend; you have what is called a slider and will continue in the trend and not reverse. EMA will also stay in the slider for the continuance of the trend. But if Smooth crosses Purple then EMA will cross Purple and the reversal is set provided the Parabolic had also flipped.

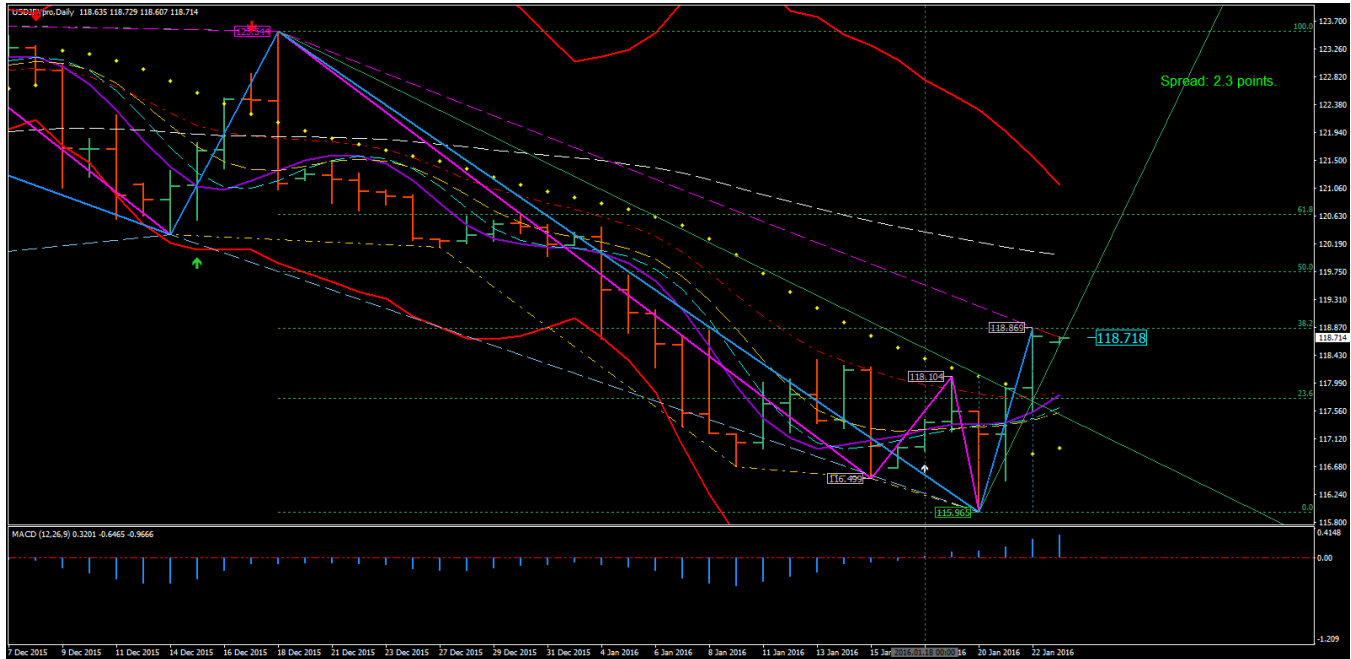
Now this picture above is from the 1 hour chart and lets says a reversal is in the makings and the Parabolic had flipped. This only means the 1 hour chart is set up for the reversal but does not mean the 2 hour is also set up for the same reversal. So you must check your 2 hour for the Parabolic flip. If it has not then you must wait on the 2 hour Parabolic. Otherwise you will have continuance retraces on the 1 hour until the Parabolic on the 2 hour had flipped. This is known as Confluence Factors.

ROMAR is your leading trend indicator for the market. In this picture you see ROMAR as the leading trend for the up. The reversal for ROMAR is with crossing EMA.

Do not ever anticipate these crossings. If you do you could possibly be running into a SLIDER.

7. Trading Discussion

Traders today begins a new week and a new trading day. Which means what happened last week is obsolete within The Paradox? We are also in consolidation with the Daily ROMAR down; the 1 and 2 hour ROMARs up.



The name ROMAR is a considering doctrine but to simplify it means: **Reference Open Market At Reversal**. And the market reverses when ROMAR crosses EMA.

To move on: We have the Daily EMA crossing of Purple for a reversal. Smooth had slid under Purple for the trend up and the Parabolic had flipped Friday. So the Daily is up with ROMAR holding resistance at 120.086..

This statement above is on my daily trading plan. So now you understand why a trading plan is imperative. Without a trading plan you would not have noticed what the Daily chart is telling you. So towards the end of the week we will get more into trading plans. The only problem with the Daily portion of the trading plan with MT4 is the time table. The Daily does not switch over to a new candle until 22:00 GMT on my chart after Sunday's opening. That is one of many reason I dislike the MT4. You cannot program it for your time zone. And for traders like myself; all timeframes needs to be set at 17:00 EST for the end of day. And there is nothing I can do about it; unless one of you gurus knows of a way.

The Daily chart is pretty much a standalone. So it can be traded as a position for long term traders. For those who know nothing about position trading it consist of a 100 pip stop from top of the last high candle on the Daily for the down; and vice versa. And you let the trade run for days, or even weeks if you get into a long period swing trend. There is a lot more to position trading but that is the basics. As for me it is like robbing the piggy bank to add more funding with each swings of the trend. Which means; what I had lost on the SAR reverse swings is regain within the trend swing. And I do not mean hedging; but only with the trend itself.

And there are times I will do the same with intraday long trends. If I see the trend is holding, then on the retraces I will add more money; but never more than my safety margin.

The 1 and 2 hour charts do have visuals with the 17:00 EST Sidney opening with the Session Indicator. Provided you have it set up properly.

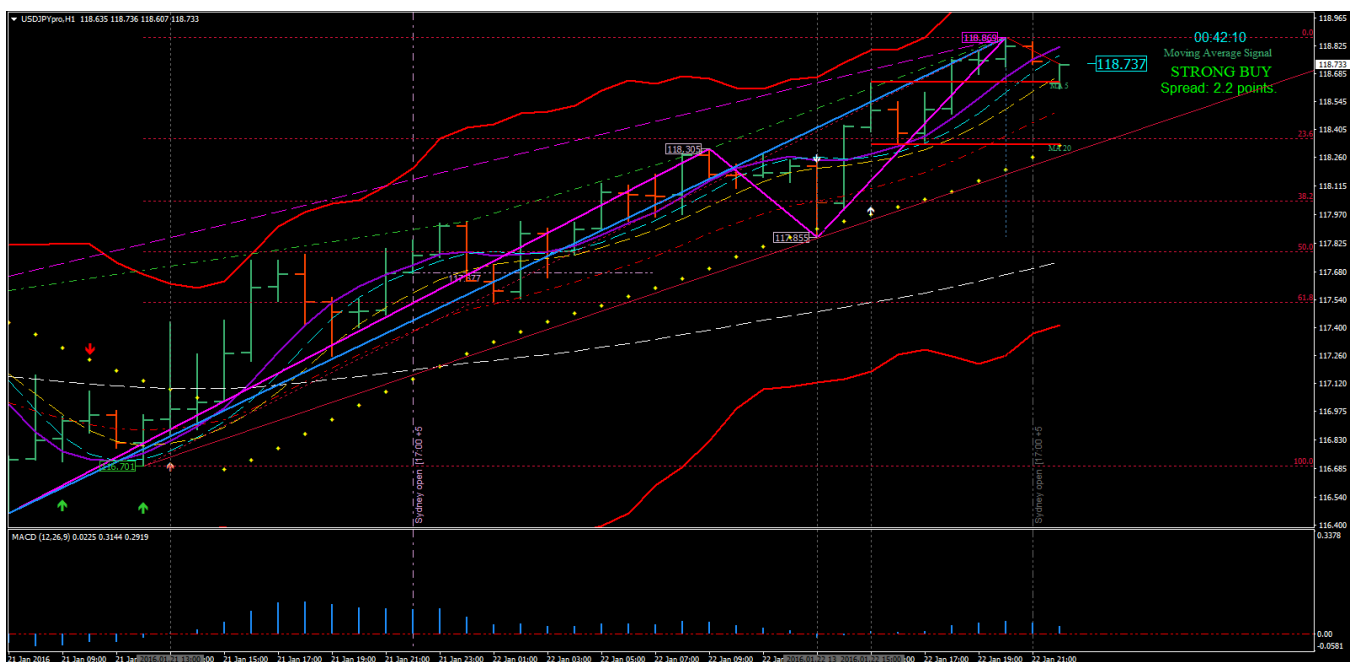
What most traders do not realize is the main Forex Computer which brokers use to feed off of; is set with the New York Stock Exchange for ending of the day. Trading volume is then concentrated at the beginning and end of the day; which is exactly at 17:00 EST for both beginning and ending within the Forex. This also includes the reason why your brokers spread widens just before the 17:00 mark because of volume. The end of day data is crucial for all that had happened during the previous 24 hours as regards with currency exchange. The previous data is then obsolete as the new day data being reset. This means the news release is a forest which is never accurate because of the new data. Have you ever wondered why the MT4 platform does not offer the H2 chart? The reason is because prop traders uses the 2 hour chart. The data on the 2 hour is very accurate.

One thing I had learned in becoming a trader and that is trading is defiantly a mind game. The more knowledge you gain gives you a greater opportunity of being successful as a trader.

For todays opening I like for everyone to spend the time concentrating in watching the System; especially in how support and resistance works within the Paradox. You may have questions as the market is moving so please post your questions and I will answer. Tomorrows opening we will get more into detail of how support and resistance works in the moment, and not the "whys".

Data Resetting

If you had rebooted your MT4 terminal your 1 hour would show resetting of the data as on this chart below:



When the market opens on Sunday's the data must reset itself to be correct. As shown below you have the session line showing at the opening of the market which is incorrect. So the market must wait on the next candle at 18:00 to close to set the session time right:



8. Trading Plans

Trading is a threshold of owning your own business. It is your life; your profession, and no one is going to take care of your business except for yourself. To be successful with your business you must have rules and a passion in seeing your business making profits.

Owning your business in a new profession you must first learn the structural components of that business in such a way; that profits can be accumulated to be successful. And trading is no different. You may have the passion but it too is useless if the desire in learning is lacking. Your own intellect can only accomplish with what knowledge you have gain with the structural components of trading. If you are lacking knowledge then your future with the business is a failure.

There are several components with the structure of trading. And today I will start with the first one.

A Daily Trading Plan

A daily trading plan is the most important element for the start of your day, as you sit down with your trading station. And the question I ask: How can you trade without knowing whats happening in the market? And the answer is you cant. You can sit there for hours on end and miss the entries without the knowledge of what is truly happening. Your own thinking and intellect is powerless without the knowledge first.

I will give several trading plans as scenarios so you may gain the knowledge in what you are looking for. To begin with; place your plan on word or note pad so you can print it and place it right there next to you on your trading station. This plan is your reference and you will need it until you reached your profit.

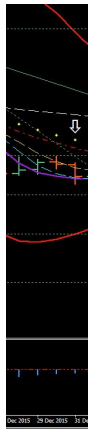
This is what my template looks like to create my plan.

DAILY CHART - DATE: ROMAR: EMA: Parabolic: NOTES: 2 HOUR CHART: Opening: ROMAR: EMA: Parabolic: NOTES: 1 HOUR CHART: ROMAR: EMA: Parabolic: Notes: Entry:
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To be fair I will be using my actual trading charts for the MT4. My charts are with ROMAR, EMA, the 4 horsemen, and Fibo with only the MACD zero crossing for an alert. And the reason is; because I can read into the future. And you need to get to that point with your charts so you can also do the same. So until then; leave your charts as is.

Downtrend Example of Daily Plan

We will start with the Daily. The Daily chart is only reference for support and resistance.



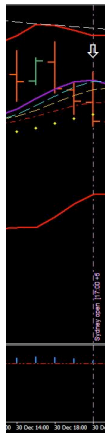
DAILY CHART - DATE: 12-30-15

ROMAR: Resistance

EMA: Resistance

Parabolic: Resistance

NOTES: All three support/resistance are in compliance for a strong downtrend.



2 HOUR CHART:

Opening: 120.499

ROMAR: Resistance

EMA: Support

Parabolic: Support

NOTES: The 2 hour is in a swing with White at the crossing of Purple and eliminates the Parabolic as support. Smooth and EMA are shallow for the crossing with Purple. The daily is showing a strong trend and the 2 hour is showing the crossing of purple with opening at EMA.



1 HOUR CHART:

ROMAR: Support

EMA: Support

Parabolic: Resistance

Notes: The 1 hour had finished the upswing with Smooth in the daily downtrend. The signal for the zero crossing had shown with the previous candle. The Parabolic is already in the downtrend as resistance. Both ROMAR and EMA are at the crossing of the Purple that is already strong for the downtrend.

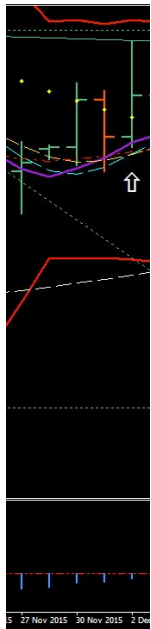
Entry: The 2 hour is showing the parabolic as support but also eliminated with the White / Purple crossing. It will take the hidden LR to flip the parabolic and with the down being strong I will take entry with the next 2 hour open candle and/or, the retrace toward the parabolic.

And on the next candle is where I made my entry for 40 pips.

Now my question is: Would I have seen that entry without my trading plan? The answer is no because I would not have seen it without my trading plan. I would have still been looking for an entry.

An Uptrend Example

OK let's move on to an uptrend.



DAILY CHART - DATE: 12-01-15

ROMAR: Support
EMA: Support
Parabolic: Resistance

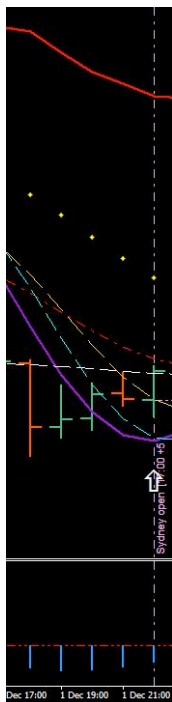
NOTES: On this daily is showing an ending of a swing consolidation with ROMAR as support. White/Smooth had crossed Purple and is support with EMA at Purple for support on the uptrend. The Parabolic had been eliminated as resistance with the White crossing Purple. The upper Bollinger Band is within striking distance for a hit.



2 HOUR CHART:

Opening: 122.848
ROMAR: Support
EMA: Support
Parabolic: Resistance

NOTES: The market opened on top of ROMAR support with EMA on top of Smooth/White in a consolidated shallow swing. The parabolic is also holding resistance.



1 HOUR CHART:

ROMAR: Support
EMA: Support
Parabolic: Resistance

Notes: ROMAR is sliding under EMA in holding EMA as support with the white crossing.

Entry: According with the Daily chart the swing had ended with White, Smooth, and EMA crossing purple for the ROMAR uptrend. The 2 hour is very shallow with EMA, Smooth, and White very tight. And the 1 hour is finishing up its swing. With ROMAR holding support just under the 4 horsemen and resistance being tight above ROMAR; the best entry would to wait for an open candle above either Smooth or EMA. Which ever come first? That places market above purple for the uptrend.

It was the 2nd 2-hour candle after my trading plan that opened above Smooth and took entry. And that was a 40 pip trade.

A Consolidated Example

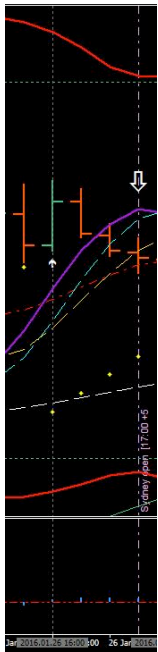
Let's move on with a consolidated trading plan.



DAILY CHART - DATE: 01-26-16

ROMAR: Resistance
EMA: Support
Parabolic: Support

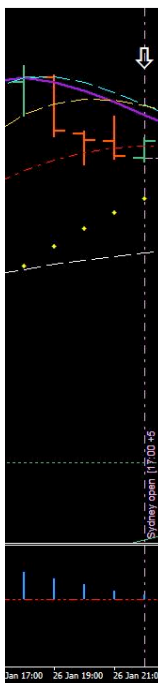
NOTES: The Daily has ROMAR as resistance with EMA crossing purple as support which places the daily in consolidation. The 4 horsemen are in the uptrend in this consolidation.



2 HOUR CHART:

Opening: 118.398
 ROMAR: Support
 EMA: Support
 Parabolic: Support

NOTES: The 2 hour is turning for a swing in consolidation with opening at Smooth. Open candle below purple.



1 HOUR CHART:

ROMAR: Support
 EMA: Support
 Parabolic: Support

Notes: The 1 hour has White/Smooth crossing for the down with open below EMA and in the swing.

Entry: This consolidation could very well go on for hours; especially with ROMAR holding support on both the 1 and 2 hour charts. The risk for a short is more than I desire to take because of the Daily 4 horsemen in the uptrend. The entry would be between the hit on the 2 hour ROMAR or; waiting for the reverse of the swing for an open candle above EMA in trend. Counter-trading ROMAR at this time with the Parabolics as support but eliminated still places the risk of not hitting ROMAR.

So — on this plan I will wait until after I have rested and see what tomorrow brings.

The next day I was blessed with the entry on the 2 hour 07:00 EST candle with the open ABOVE the EMA support; 40 pips taken.

As you can see a trading plan is a weapon in beating the market. All you have to do is make your plans just as I had shown in what to look for. You get your supports and resistances in place with all three charts; on each chart - under notes - you write what is happening in the moment. And then put it all together in what the charts are saying to you.

Also notice the plans are made at the 17:00 EST with the new data. This does not mean you cant

make a plan with either London or the USD opening. But be sure the data has been running since the 17:00 EST.

Last month I had switched from the EJ to the UJ in preparing for training with the UJ. So these trading plans were in real time.

9. Bringing It All Together

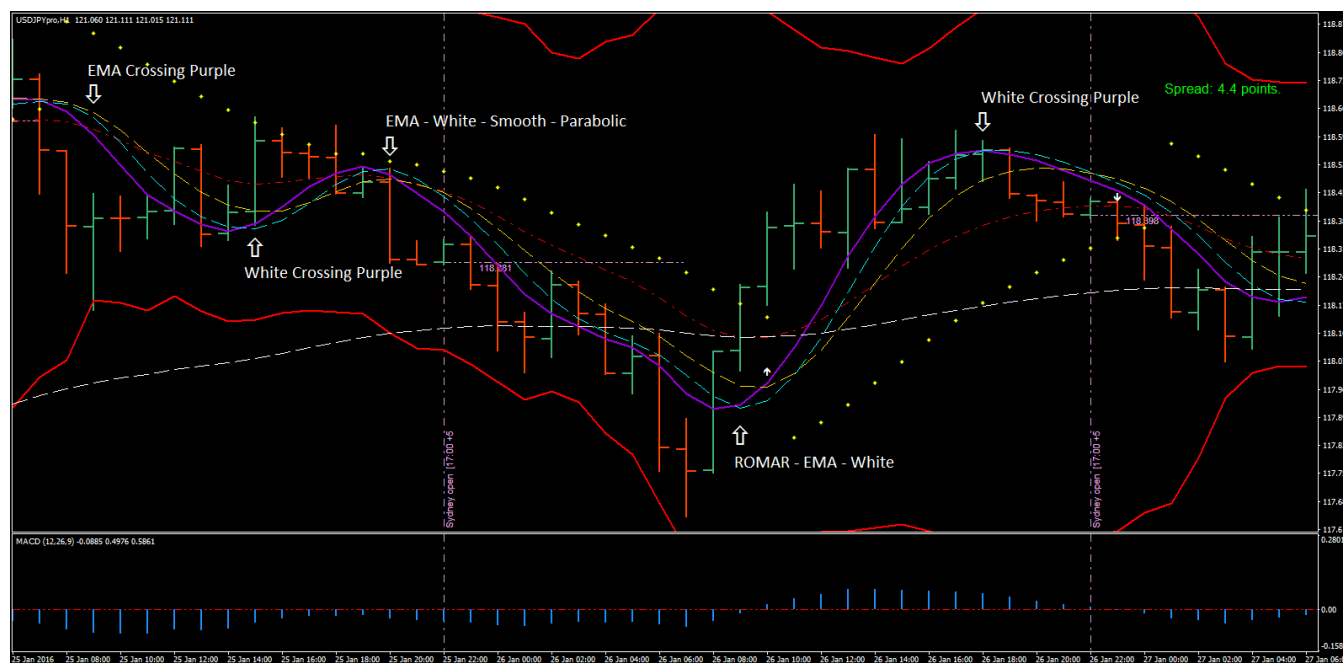
Let me now try to bring it all together as a visual on the charts. You have to always remember That ROMAR is trend on all charts.

Long term trend is ROMAR on the DAILY. And what determines ROMAR as trend (on all charts) is when ROMAR crosses EMA. So lets say ROMAR is holding support for the UP and then crosses EMA; ROMAR then changes from Support to Resistance; such as on the Daily. If you look on your Daily you will see where ROMAR crossed over EMA from Support to Resistance.

In order for the Daily ROMAR in becoming support once again; it must cross over EMA for that to happen; this also true on all charts. And because the Daily ROMAR is Resistance and the 2 hour is Support we are in consolidation. Which means the market is in a continuance swings of ups and downs.

EMA is the secondary trend with the swings for the charts. And with a consolidated market EMA is always in and out of support and resistance. And what changes EMA from support to resistance and vise-versa; is crossing Purple. And it is a daily routine with EMA in consolidation with continuance swings.

The picture below is the 1 hour and gives a detail example of EMA. And the 4 horsemen will give you the opportunity for entries.



"EMA Crossing Purple"

Starting from left of the chart you have "EMA Crossing Purple." And when you are trading keep in mind what the Daily is saying to you with your Trading Plan.

Coming out of the upswing you already had Smooth as a slider over purple with White crossing

into the downswing. EMA is tight with an open candle below EMA changing from support to resistance in crossing purple. You also had the lower band with ROMAR as SUPPORT and ROMAR is out of the trading area. Trading area is between the bands. Which means it would be almost impossible for a hit on ROMAR being outside the trading area in consolidation. So it hit the band and retraced back to resistance.

"White - Crossing - Purple"

[Next] you have the White crossing Purple for another swing. EMA is resistance and so is the Parabolic's. But the Parabolic is ELIMINATED.

Let's get a better understanding of what it means for the Parabolic to be eliminated. Once White crosses Purple with the parabolic opposite of the crossing; one of two things will happen in consolidation:

1. It will bounce off the Parabolic.
2. The market will break the Parabolic with an open candle on the other side of the Parabolic.

If it bounces the Parabolic will stay in trend. If the market breaks the Parabolic the Parabolic will flip on the next 1 or 2 candles. That is what being eliminated means. You do not know what will happen with the Parabolic until it happens.

"EMA - White - Smooth - Parabolic"

The Parabolic's held as resistance with the market bouncing off the Parabolic's and is now in the downtrend against ROMAR support with ROMAR coming back into the trading area. You have an open candle below both EMA/Smooth as resistance; and the 4 horsemen are set for the trend down.

This is the 1 hour chart and is not the same as the 2 hour. This means the 1 hour ROMAR will be hit first and then the 2 hour will be next. If the market bounces off the 1 hour ROMAR then that is it; if the trend is not strong enough for the continuance of the 2 hour ROMAR. In this situation the 4 horsemen are strong in the trend with White showing no crossing. So the market continues on for the 2 hour ROMAR. In this trade the market got below the 2 hour ROMAR as SUPPORT and closed as support. On the next 2 hour open candle the retrace back across the 2 hour ROMAR Support was automatic. And the reason is because the 2 hour ROMAR **(IS)** support until crossing its own EMA.

"ROMAR - EMA - White"

You now have the White crossing Purple to end this swing. ROMAR is still Support and the market must get above ROMAR as support. EMA is resistance and sliding over ROMAR for the support. The Parabolic was eliminated with the open candle above the Parabolic and flipped on the next candle. The entry for this 1 hour was with the 2 hour open candle below the 2 hour ROMAR **SUPPORT.**

"White Crossing Purple"

The White crossing Purple had **ENDED** this swing up. The next open candle was at the crossing and was also entry for this swing down to ROMAR. And the reason is because White had automatically changed from support with the Purple crossing to resistance; and the Parabolics had then been eliminated as support.

Final Note

Spend a lot of time with this post and structure what is happening with these indicators. This post is the only way you will beat the consolidation. And that is understanding what the Paradox is saying to you. Gain the knowledge and use it.

10. Assorted Discussions

An Entry Quiz

Lets look at trading in the moment:

The two hour is still up with the Parabolic and EMA sliding under Purple and Smooth.

The 1 hour Parabolic flipped with with sync of the 2 hour and an MA Arrow for the buy.

So you have the buy and the question is: where do you make an entry for the buy?

Trader 1: At the high of the bar on which the SAR flipped?

Dove: The answer is waiting on the 2 hour Smooth Crossing. You are still in consolidation between the 1 and 2 hour charts.

Trader 1: When white crosses smooth?

Dove: No — when Smooth crosses Purple.

Trader 2: Ok I get that. But we could also have the possibility of a short trade back to the ROMAR on the 2 hour if the 2 hour parabolic flips?

Dove: That is true — but without the Smooth crossing Purple the trend can stay down and the Parabolic will verify that statement. And the question is where do you ENTER for a BUY.

A Support/Resistance Quiz

Cobra: When ROMAR is out of sync in one of the three charts the market is in consolidation. When the market is in consolidation it is all about support and resistance.

Dove: These supports and resistances will do exactly what they were created to do. And that is to stop the market as you have been witnessing all week.

Lets take a look at the moment and tell what you see as for support and resistance.

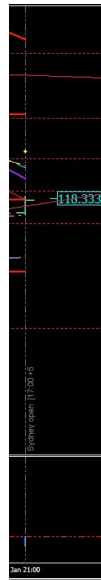
The Daily:



The 2 Hour:



The 1 Hour:



Trader 1: Daily has started a retrace at least, H2 and H1 could be meeting resistance at the 4 horsemen and coming back down. H2 and H1 are in sync but Daily is not. So we are looking at a swing in consolidation on the H2/H1?

Trader 2: I think im starting to see what you mean. Both 1 & 2 hours are on the last consolidation before continuing up?

Trader 3: Daily resistance is yellow box. Support is ROMAR:

Trader: As far as entry goes on the H1, do we wait for the candle to touch the 4 horsemen or for an arrow or does it matter since the potential number of pips is relatively high?

Dove: If I give you the answers to such questions you then will not learn a thing. That is what a demo is for. Make the trades as you THINK is the right answer and learn from your mistakes off the demo.

Which Broker to Use

It is fair to say across the globe there are brokers that compromise the MT4 with their demo accounts. It is sad but true. The only way you can get the correct data is with a brokers live account. This is not say that some brokers will even compromise there live account MT4. This is why it is highly recommended to use an honest broker. And the reason they never get caught because, percentage wise; there are much more losers then winners.

Here is my suggestion for a broker that has the right MT4 platform for trading this system:

[FOREX.com](https://www.forex.com)

Trader: The charts on another demo broker, [FXCM](https://www.fxcm.com), looks the same as Dove posted. It all has to do with the provided data.

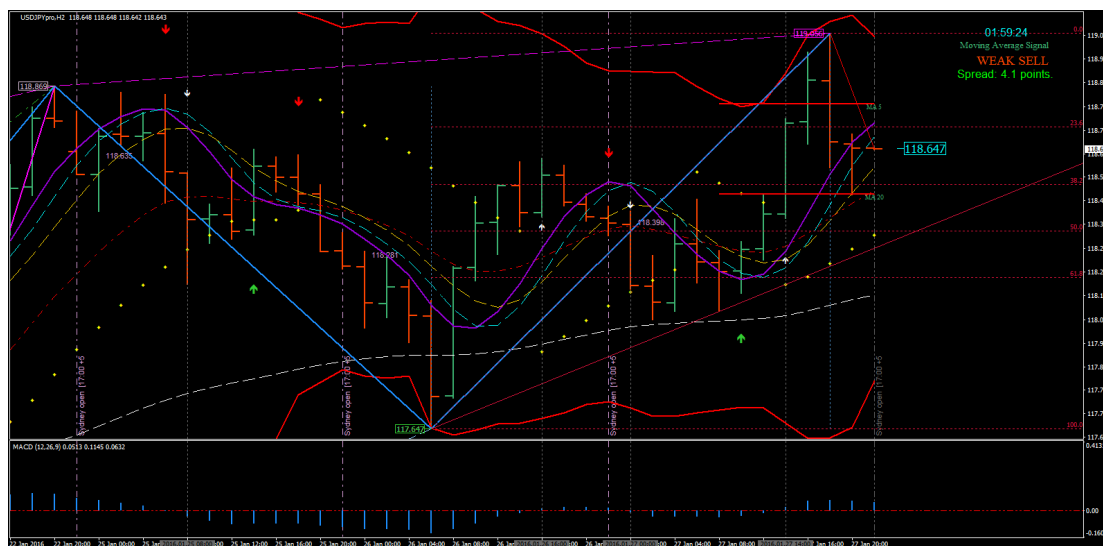
Fixing MT4 Fibonacci Lines

I think some people also have Market Watch, Navigator, and Data window open on the left side of charts. These must be closed to see full chart as you intended. Otherwise, red and green fibo is not showing correctly.

Trader: This fixed my fibo. It was showing green with the lime price box attached at 0 so I bought.

Rebooting MT4

It is after 17:00 EST and time to reboot. And here is the new data for the next 24 hours. One thing I suggest is after you have rebooted your platform do not reboot until after the next 24 hour 17:00. If you are finished with your MT4 then minimize it to keep it open. If you reboot after 17:00 and then reboot again later — then the data is not correct.



Which Pair to Trade

Each pair has its own structure according to the pairs and also the market. Some pairs are highly volatile and others are not. And the UJ is one that is not. But for training purposes it is the choice because the pair lacks the volatility and gives more time for the visuals. So next week we will train with the EJ. It is my pair that I trade with and very volatile. And the structure with the EJ is not the same as the UJ.

Basically the trading is the same but the volatility can really put a squeeze on the way you think in terms as a trader. Your thinking has to be recondition in such a term as being "objectively" with support and resistance. If you are subjective with volatility then it can cause a major confusion. And the reason is because your entries are BEFORE the fact with the EJ. Which means you will be looking into the future. And we will get more into that fact next week.

Q: We are only trading EURJPY next week, and in the future u only recommend just trading one pair right?

A: Under no circumstances will I EVER trade multiple pairs. If you want to bankrupt yourself then trade multiple pairs.

The Bottom Line

The bottom line traders is recognizing the difference between consolidations and trends. And the basics of recognizing the difference is ROMAR with all three charts. Once you have one of the 3 ROMAR's out of sync with the other two; then you are in consolidation. And unfortunately — the Daily ROMAR is what keeping us in consolidation. So that means you have to use the 2 hour ROMAR trend for the consolidation until the 2 hour ROMAR is consistent with the Daily. Then — you are in trend.

What ROMAR is For

As I have stated when ROMAR is in sync with all three charts the trend is down and I do not recommend counter-trades. But — if one or more of the ROMAR is out of sync you are in consolidation and you can trade BOTH ways. All you have to remember is ROMAR is both support and resistance and you have the 40 pips before hitting ROMAR in the counter-trade.

I hope this clears up the confusion.

I also stated this system is not for everyone. The reason is you are looking at a 6 month period of learning to trade this system with great profitability. If you do not have the heart or the patience then it will be difficult for you.

Traders — do not ever disregard the 2 hour ROMAR for either support or resistance.

ROMAR / EMA Scenarios

OK Traders — let me give scenarios with the ROMAR vs EMA. And the 2 hour chart is the TREND CHART. Not the 1 hour. The 1 hour is your trading chart for the entries. Support and Resistance determines your entries between the two charts:

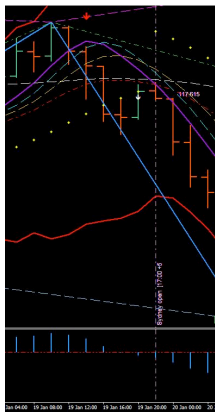
These scenarios are with the 2 hour chart and you use the 2 hour chart to determine what is happening with the trend. This picture below is showing the market getting above the ROMAR DOWNTREND. This means ROMAR is above EMA for the down and the trend is down.



This scenario is showing ROMAR sliding over EMA and the entry was at the OPEN candle below EMA.



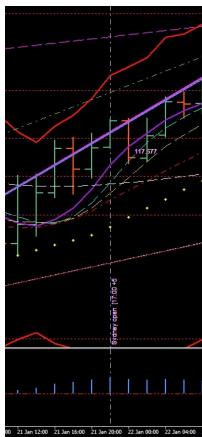
In this scenario is the same as the one above. ROMAR sliding over EMA for the down and the OPEN candle below EMA is entry for the downtrend.



In this scenario you have the same situation but ROMAR is at the crossing and just sliding over EMA for the down. Take note of two things.

You have:

1. Purple/White crossing and
2. with an open candle below SMOOTH showing the crossing of Purple. And that is not anticipating because it is showing the crossing before it even happens.



In this scenario it is showing the change of trend from the down to the up with ROMAR. Notice ROMAR at the PURPLE WITH the 4 horsemen in the uptrend. The entry was with the open candle showing ROMAR at Purple.

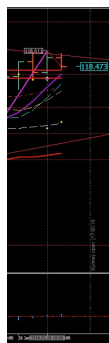
The variables with this system for entries are countless. And those variables relate with support and resistance. So try not in getting emotionally depress because you are not seeing it. And those who are trying to make a fast buck with their live account is on the track of disaster. You are letting subjectively control your intellect of learning.

To understand completely — you cannot trade the 1 hour without the 2 hour TREND. If you are trading the 1 hour trend and the 2 hour is not in the same trend — then you are counter-trading. For example:

1 hour chart



2 hour chart



The 1 hour is turning for consolidation and the 2 hour is in the uptrend. That means your trades are from support and not resistance on the 1 hour to be in trend with the 2 hour.

More on ROMAR / EMA

There are some of you that are learning and others are not. For those who are having problems — all you need to do is study, study, and study. Eventually a light bulb will go on. It is like going to college working for a masters degree. It does not happen over night. It takes time.

On your Daily chart take note:



Last week it had created a new low with the Fibo flipping for the up. The Fibo is a very good source of information for entries and targets. This up had hit the 38.2 resistance of the Fibo and bounced and did so again yesterday; and continue down for the Smooth support and also the 23.6 support of the Fibo and bounced again.



On the 1 hour it got below the ROMAR support and became resistance. It then created a new low and turned. But also take note of ROMAR sliding just under EMA. It did not cross EMA so the trend is still up. With this new low there were three entries going up. 20 - 40 pips depending on entry.



The 2 hour is still under EMA for the uptrend which means that 2 hour candle had broken the rule and must return back to trend on retrace; or on the next candle.

Also note the hit on the lower BB of the 2 hour.

Trader 1: Not seeing price under EMA on H2. Where am I messed up?

Trader 2: I believe he means the EMA is still above ROMAR.

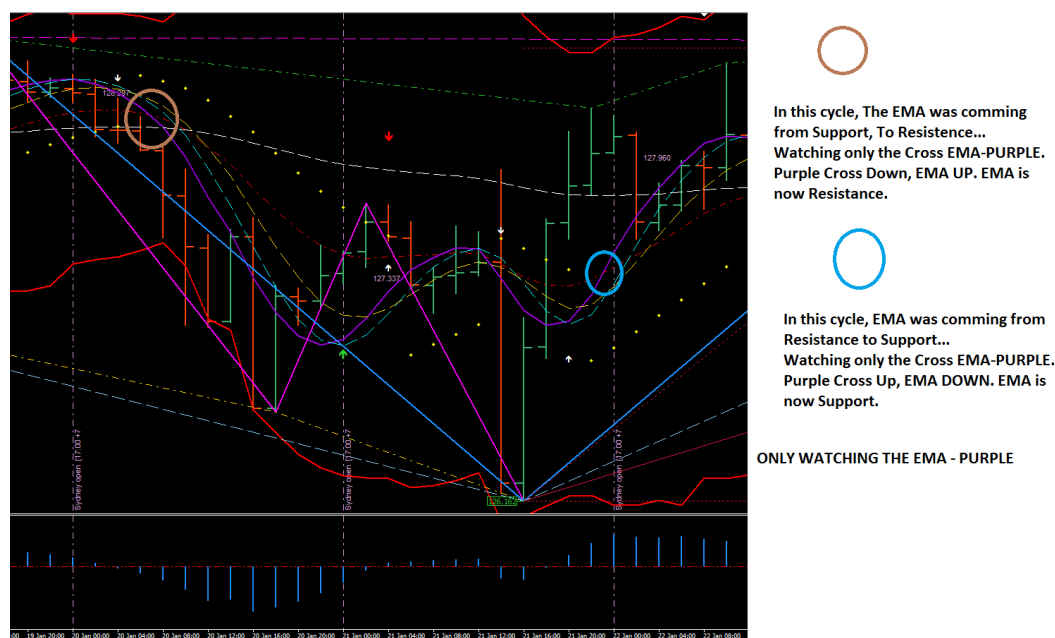
Trader 3: Does the first "it" refer to the EMA and 2nd "it" to Price on the chart?

Dove: I will answer that question — have you ever heard me mention "price" in my training? The answer is no; and the reason is because price has absolutely nothing to do with trading.

Traders — when you make your plan be sure you take a very good look where the 2 hour EMA is located. Some of you are reading EMA wrong in trend against ROMAR — which means — EMA crossing purple for the down; EMA is RESISTANCE and not support with ROMAR going up. Just like the 4 horsemen are resistance with the trend down, and vice versa. EMA is your secondary trend according with the crossings of Purple.

Trader: Ok that was a good answer to a question that I had these days.

Purple Changes EMA from Support to Resistance, and Resistance to Support.



Dove: Yes — correct.

An ABC Triangle

Right here we have an ABC Triangle. A for beginning; B for the top; and C for the finishing.

What this means it could very well keep going to break the pattern by getting below the "A". On the other hand — it could retrace from the "C" and continue up and down until it reverses or break the "A" of the pattern. This is only for future reference.



H2

And by the way — the pattern had been broken on the LOW of the "C".

As you can see it hit ROMAR and bounced right off it. And that my friend, is where I took profit from the first hit off the Parabolic earlier today to the 1 hour ROMAR.



Just keep in mind that the Daily does have EMA crossing Purple. But there is one major problem — and that is the Daily EMA has not crossed Smooth for a full blown uptrend. This means consolidation is still on going.

So what this means is the Daily EMA is still in consolidation for EMA to slide over Purple/Smooth for the trend down on the next Daily candle. And this is possible with the 1 and 2 hour in sync for the down.

The entry for this down was the SAR hit at 118.644 on the 1 hour: Since the candle was developing at the time the SAR was attached to the candle — the entry was right at the Parabolic. And there were (4) 1 hour candles with the Parabolic hit.

Just remember what I had said about the Parabolic hit and that is on any chart. You take entry with the hit and there are times you will have a great visual with the SAR.

The Effects of News

Posted 29 Jan 2016, 10:14 PM EST

Good morning traders — for over 24 hours before the BOJ release the market stayed in a very tight consolidated ranging mode with both the 2 hour EMA and ROMAR in the up trend. ROMAR support trend held and the market could not get below it. And I must say — it has been some time since I have seen a 280+ spike in this market. The probability for this ranging was because of this release. The banks were already set up for the release; and for this kind of spike to happen - it had taken 50-60 billion USA dollars for it to happened. For me — it was very surprising at the release it did not retrace 50 or 60 pips before the spike. It hit ROMAR and that was it for the retrace. So it is very important to never be in a Major news release. So those who were in trade with the release was very fortunate and blessed in not being take out.

There are at least 3 Major news releases you are never to trade in: The NFP release, the USA rate release, and the BOJ release.

Let me give you the scenario of what would have happened if not for the BOJ:

Last night you had the 1 hour SAR attached to the 1 hour chart. And on the second 1 hour chart from the SAR was when hell broke loose with the BOJ. If not for the BOJ the 2 hour would had gotten lower/low of the 1 hour SAR and the SAR would had hit the 2 hour candle and the reverse would had happen with the 2 hour ROMAR and EMA support. That is what would had happened if not for the BOJ. So — it was going up one way or the other.

So everyone knows — 85% of the news release is with the 2 hour trend. And the reason is because your Prop traders uses the 2 hour chart for trading. And no — I am not a Prop trader. But I do have friends that are Prop traders.

Trade Management

Trader: The way I see it, once you understand the system, the most you could have to check the charts is at the close of each hourly bar for less than one minute. Even then you will get a feel for if it will be several hours for the possibility of the next setup. Once you have a trade on, you set your SL & TP. So taking this into account it seems a great system for someone who cannot or does not want to watch charts all day.

Dove: This is very true. You are trading a 2 hour trend chart; which means you have 2 hours in finding a trade. If you check the 2 hour bar at opening and you see no opportunity at that time;

then you leave and go do something else and come back to your charts about 5 minutes before opening of the next bar — and you just may see an opportunity at that time when you scan both 1 and 2 hour charts.

Trader: For the 2 Hour Parabolic, I need to wait 5 minutes before a new 2 hour candle appears right? I mean I can go outside and go back to the monitor in that time.

Dove: Yes.

Trader: Do you set the stop loss at 40 pips and just leave it there, or do you bring it to break even at some time, if so, what is the criteria of bringing the stop to break even?

Dove: The B/E is set after 15+ pips of profit because if you are less than 15 pips the chances of being taken out with B/E is greater than above. And with the E/J I would go 20 profit before B/E because of the volatility.

Trader: I have a question about the trade management once we're in: So we:

1. Open the trade with TP (20 or 40 pips) and SL (40 pips).
2. If TP is set to 40 pips then when the trade is +20 pips we move SL to BE.
3. 5 min. before important news release we close the position.
4. When there is White/Purple crossing we close position even if we are in the negative territory. (in which chart 1H or 2H?)

Are there any other rules for trade management?

Dove: With the 2 hour. And yes with management — be certain you are trading exactly what is being said on your charts. In The Moment.

[If] you have a minimum of the 20 pips to the Parabolic then it is a safe trade. If not — then don't even try it. The alert is how you judge for accumulating the pips to the Parabolic. So if you're late on entry for the Parabolic then just wait — there will be plenty more to trade.

Alerts will continuously go off until the consolidating is completed. So you have to recognize the breakout between both charts.

Trader: Normally at what time u trade? At 17:00 NY Time, from that hour u start looking for a trade? or u like to trade in the morning?

Dove: My routine is turning in between 9 and 10 in the evening and up around 4 in the morning. I check my charts for any possibility of any trade. And then get ready for taking care of any business that needs taken care of for the morning. And like this week — I get back and check and read all the postings and give my comments. And then prepare for any training for the day.

And yes — we will start with the EJ next week. Bringing up the EJ is the same as bringing up the UJ. This time — all you have to do is go to New Chart under file and click EURJPY and a new 1 hour chart will appear. Right click on the new chart; then click Template; and then click the Paradox H1 and you have the Paradox EJ chart.

Bringing up the 2 hour is on the "Open Offline" under File. The Converter is already on the 1 hour template and is in real time so the 2 hour chart for EJ is already there for the offline. Then finish up with the Daily template.

Trader: So you always entry at H2 new candle. You only check 5minutes for 2H candle close and looking for setup.. 10 minutes after.. 5 minutes after a new 2H candle appears if there is nothing.. u just leave and comeback 5 minutes before 2H new candle right?

Dove: I trade the 2 hour bar. If I see the an entry on the 2 hour then I reference the 1 hour to see if the 1 hour is in consistent with the 2. If they are then I will take an entry off support going up on either chart or — down off resistance on either chart (depending on trend). BUT again; the entry has be within the last 10-15 minutes of ending the 2 hour candle. If too early could cost me the retrace (drawback) of the entry. In other words — The 2 or 1 could hit either support/resistance and keep going lower/low or higher/high with the entry and leave me in the hole instead of B/E. Most times I will wait for the next 2 hour open bar.

What the 1 Hour is For

To begin with traders — the 1 hour chart is a reference chart and the only reason it is included with the 2 hour is because the 1 hour was needed for the converter. Originally I was **not** going to include the SAR_Swing or the SwingHighLow with the 1 hour because those two indicators do not belong with the 1 hour. But thinking about it I decided in cramming 6 week into a 2 week period may help those who have problems recognizing S/L. I can see I was wrong. The SAR_Swing and the SwingHighLow is to be deleted from your 1 hour chart. There is too much confusion with most of you. And they truly do not belong on the 1 hour.

To give an example of the SAR on the 2 hour chart; and by the way — the 2 hour is the only chart I trade — here is my entry and profit for my entry from the SAR.

At 2:20 PM (my time) this afternoon (1 Feb 2016); I arrive back home and notice the SAR just being attached. I immediately pull the tiger for the short. and here the results with a 40/40 trade

Entry was at 131.969; and notice 1 trade for this date.

Performance	All Trades
Total Net Profit	\$3066.67
Gross Profit	\$3066.67
Gross Loss	\$0.00
Commission	\$0.00
Profit Factor	99.00
Cumulative Profit	\$3066.67
Max. Drawdown	\$0.00
Sharpe Ratio	1.00
Start Date	2/1/2016
End Date	2/1/2016
Total # of Trades	1
Percent Profitable	100.00%
# of Winning Trades	1
# of Losing Trades	0

And here the Limit and Stop:

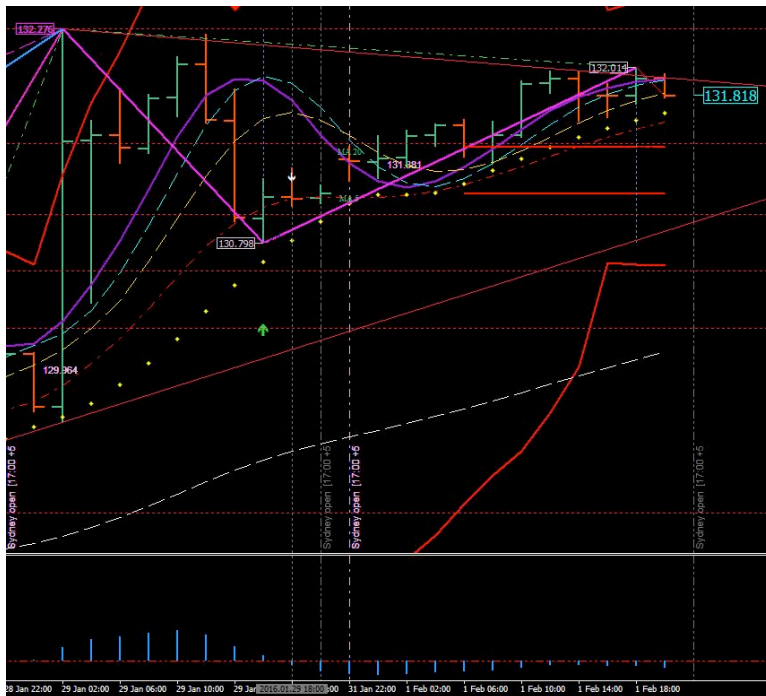
Limit	Stop
0	0
131.56'9	0
0	132.36'9
0	0

Traders — I suggest very strongly to place more value on the 2 hour chart then the 1 hour.

To be honest — I do not trade the 1 hour. The 2 hour is the only chart I trade. During training I give reference with the 1 hour in seeing a trade with the 2 hour.

What SAR Is

The SAR is the Magenta Line running from the 132.276 to the low at 130.798 and then back up to the 132.014.



Trader: I think some people are confusing SAR and PSAR. In this system, they are different.

Dove: That is correct — the Parabolic's ARE NOT STANDARD as I have said over and over again. Nothing on this system is standard and you must get out of your old school thinkings. The Parabolic's is trend and not SAR's.

SAR and Long Term Swing

The SAR and Long Term swing indicators are your two resources for support and resistance in the Paradox. There are times the SAR will disappear after the Long term is connected. At least it seems so but the SAR is still there behind the Long Term Swing. It never disappears. Any time either one connects with a candle — the next objective is the opposite way. If the DB (Long Term Trend) is connected on Top of a candle then the next connection is on the Bottom of a candle somewhere down the line. And it is the very same for the SAR; and vice versa. So, at this moment you had the DB on top of Friday's spike. Which means the next connection with the DB is on the bottom of a candle on the downside. This is also true with the SAR. It is connected on top of a candle and the next connection is with the bottom of a candle on the downside.

SAR Does Not Repaint

Let's get one thing straight. The SAR DOES NOT REPAINT. But what does repaint is the DB (daily bar). You are trading on one scenario alone without seeking the big picture which is "in the

“H1: 4horsemen is in downtrend. ROMAR is Support.
H2: 4horsemen is in downtrend. ROMAR is Support.
So we are right now in Downtrend inside of the Consolidation. Right?”

But; once the 1 hour had ended its trend then you start all over again. Those traders were in — you have your 40 stop. This is the reason for the 40 - from mistakes in not seeing the big picture.

This 1 hour is showing nothing but a very strong trend down. But also the Fibo flip is holding back the trend from bar to bar. Until finally it bumped lower. Can anyone remember what I have posted about the bumps with a Fibo flip??????

SAR and the Daily Bar

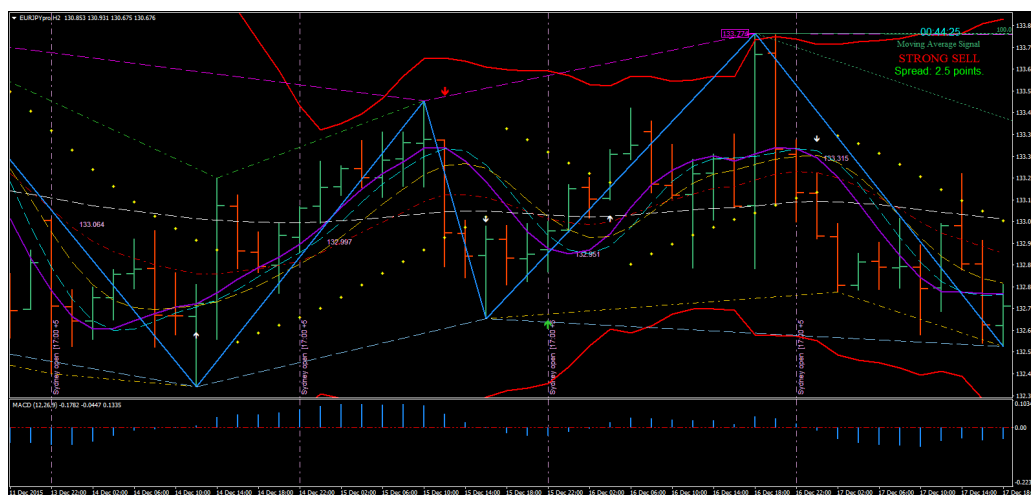
I'm going to try and explain SAR and DB again:

The SAR is the swings in between the high and low of the Fibo (Lime Green; low and Magenta; high). The DB is your long term swing in trend and will change the Fibo at the higher/high and/or lower/low. There are times the Fibo will flip on a Swing. But is still an entry with the flip.

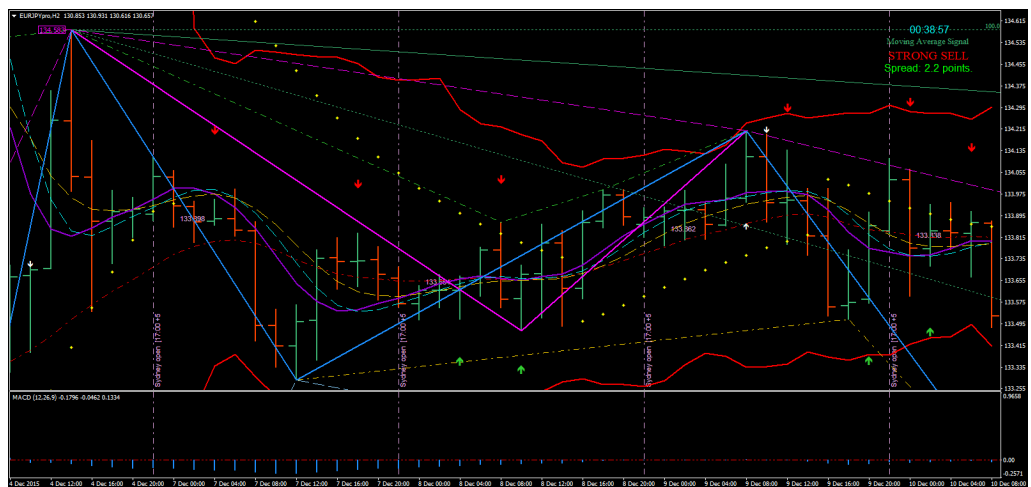
The DB can and will mix with the SAR - as it is now. Once the DB and SAR are attached with the same bar then the DB has the control. In trend the DB will move from bar to bar in trend with the SAR following. And at times the DB is on top of the SAR where the SAR is not showing. And you will see this happening. But once the SAR breaks out from the DB it is then projecting its own swing once again.

Let's say the trend is down. The SAR leaves DB and reaches for the top of a candle. That is entry back into the DB trend and vice versa. And then reattaches with the DB.

Here is an example with the SAR and DB together with the SAR under the DB:



Here a great example of the DB went from the top to the bottom to create a new swing going UP:



From the top was DB first attaching to the bottom — then on the way up in trend the SAR attached to the bottom of a candle from the top and placed you into the trend. And then reconnected with DB to end the Swing. But notice on both points for entry and exit of the SAR the next candle tried it best to get lower/low for the entry and higher/high after the exit. But could not do it.

In this situation we are in now — the 2 hour is in trend going from bar to bar with both the SAR and DB. And this is what happens in trend. And it will continue in trend until the 2 hour White has crossed Purple. I hope everyone is beginning to see the bigger picture.

More SAR and DB

As you notice last night, early this morning, you had the Long Term (DB) attached without a label (rectangle price box); and then shot back up to the resistance Parabolic. And back down again for the DB and still without the label. The SAR is still holding for the down. If you go to page 40 and top of the page is a post for the reason. ("If SAR attaches to the low of a candle (for example) and the next candle closes lower SAR will jump to that new low.")

Now — once the SAR attaches at the bottom WITH the DB it will go up as it will then have the label.



A SAR Mystery (Unsolved?)

Dove: One thing I have not heard a word on is the 2 hour SAR on the low side? Everyone's trading plan should be consistent with the 2 hour SAR. And the best of it all is with the SAR in plain sight.

Now — I have brought up the 2 hour SAR and no responses in what is being seen?????

Trader 1: Stop and Reverse on high 132.304. That's my understanding.

Dove: What is the SAR saying to you?

- **Trader 1:** Look for opportunity to go short.

Dove: No trader — this is not what it is saying. What is happening with the moment on both the 1 and 2 hour charts???

- **Trader 2:** Potentially moving down towards parabolic and EMA support and on a very similar angle to previous SAR swing down. However it now has a greater distance to ROMAR so the potential for further downside to the swing is there?

Dove: No — lets see if someone can get it right. But nice try.

Trader 3: I'll honestly admit I have not yet grasped the SAR. When or how it determines the swing has ended. Attaching to the parabolic seems to be one.

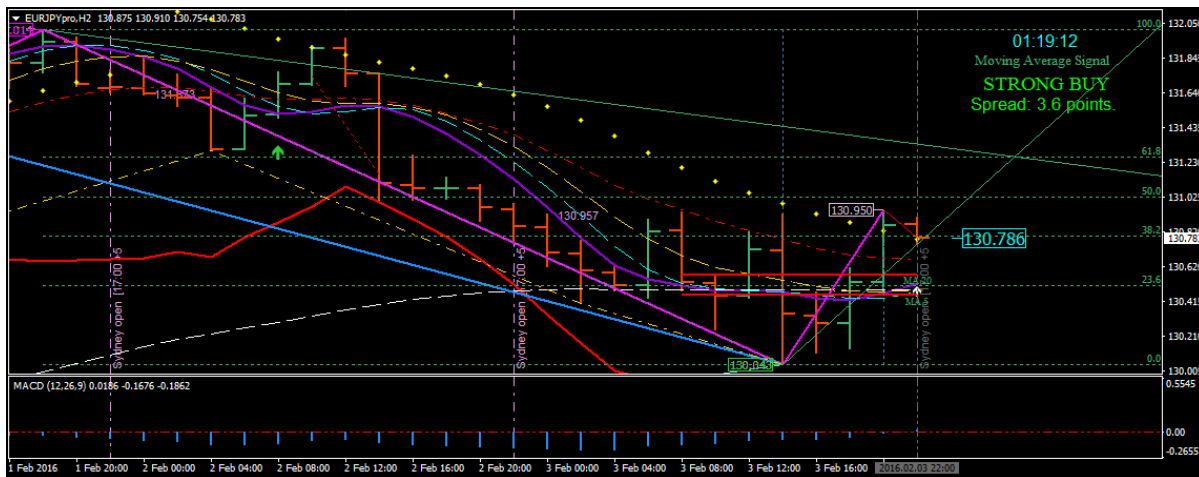
Dove: Stop And Reverse.

I am having a problem with WHY no one can see what is happening in the moment after everything we went through with last week; and also what I had posted over the week-end. Can someone tell me what the 1 and 2 hour charts are saying? Anyone?

Trader: Has anyone figured this out???

When SAR Disappears

The SAR and Long Term swing indicators are your two resources for support and resistance in the Paradox. There are times the SAR will disappear after the Long term is connected. At least it seems so but the SAR is still there behind the Long Term Swing. It never disappears. Any time either one connects with a candle — the next objective is the opposite way. If the DB (Long Term Trend) is connected on Top of a candle then the next connection is on the Bottom of a candle somewhere down the line. And it is the very same for the SAR; and vice versa. So, at this moment you had the DB on top of Fridays spike. Which means the next connection with the DB is on the bottom of a candle on the downside. This is also true with the SAR. It is connected on top of a candle and the next connection is with the bottom of a candle on the downside.



I have been waiting for this to happen so everyone can see it. You had the SAR on top of the previous BAR. The market got higher than the SAR and once that happens; the SAR disappeared and the DB took over. This is what I have been trying to explain but only when it happens and you see it can you understand.

Once the SAR is attached with the DB and leaves the DB and connects with another candle; is when the entry is made back to the DB.

But you have to have the DB in with a trend FIRST before this can happen. And this happens on the reversal.

The SAR disappeared but in reality it is still there. The next move for the SAR is the retrace in connecting with the Bottom of a candle for the trip back up to the DB in the uptrend.

Trader: So when we had the SAR and DB attach for the low before, because the market wasn't in trend is that why the SAR and DB still attached?

Dove: That is correct — the market had hit the bottom and working for the trend back up.

The Big Picture

Traders — if you do not trade in the moment you will never see what is happening at that time. You have to see the WHOLE PICTURE before making any trade decisions. If you depend entirely on one thing the other will surely disrupt what you are depending on. And I don't care how you trade — it still remains the same. You have to see the big picture. This is one reason why traders fail is because they never see it.

[A practical note on seeing the Big Picture]:

One thing I have always recommended: NEVER use a laptop for trading.

Repainting

There is one thing I like to touch on with the word most traders use and that word is — "Repainting"; which has been used many times with this system and what does repainting mean? It means again, and again, and again.

There is only ONE indicator with this system that repaints; and that is the Long Term Trend (DB). And the reason is because it is a trend indicator and nothing more. So, it does repaint from bar to bar in trend. Even when the signals go off — they do not repaint. They go off once and that is it; and they remain until the next opposite signal; and that too remains until the next opposite signal. So, the bottom line there are no repainting's with the Paradox except for the DB.

As regards with the SAR: It is pretty much set in stone once the SAR has attached itself with a candle that had ended; and stands alone without the DB attached with it. There has been a few times through the years I have witness the market trying to retest the SAR; especially in high volatility and bump the SAR a few 10th of a pip and reset the SAR (without the DB) with that bump. But that is it.

"If" you trade this system by the Paradox rules then you will become 100% on your trades. **The "RULES" are set in stone.** You break one of the rules then you will be burnt. And I cannot make it any clearer than that. We already have traders' 90% profit with this system. The reason is because of patience and abiding with the rules. So take their example and learn from them.

Review of Variables

Within these two weeks of training you have the variables for the Paradox:

- 1 – Support and Resistance as the market is moving.
- 2 – How swings are developed according to Support and Resistance.
- 3 – The importance of the Fibo according with the 61.8; and how the Fibo is flipped for the trends.
- 4 – Using the 4 horsemen in the swings.
- 5 – Entries and Exits according with the 4 variables above.

I have dictated the rules for all the variables and how to apply the rules separately; and in conjunction with each other. As I have said – this is a 6 month program and will take time for studying. There are some that will catch on quickly and others will take time. So, if your desire is to become a full time trader constantly in profit; then take the time to study, and study, and study.

Backtesting

Back testing can be done anytime by turning off the chart's automatic scroll.

Where Patience is Required

1. (24 Jan 2016, 21:21PM EST)

OK traders — the most critical aspect of trading is the word "patience". It is also known as a virtue. You guys had entered at the top going long in consolidation. That is a very bad trade. At the first Parabolic hit was the trade getting back into the 2 hour trend. Now, because of consolidation the market is moving up and down but the 2 hour is reference for the trend. So the 1 hour parabolic was the entry because the SAR did not appear. This does not mean you will not get profit. But the question is: with your goal of 20 pips would it be there with entry at the top of the consolidation. That will entirely depend if it goes higher/high.

(21:46) In this scenario with White/Purple crossing on the 1 hour you have a change of support to resistance. Study that change and you will see why two traders got into a bad trade.

(22:00) One thing you have to realize is EMA. That is the indicator that will make the choice of changing a chart trend. At this moment White/Purple is now resistance. And on the next candle if Smooth cross Purple then you are the first stage of a reversal. And then EMA and Parabolic will follow. But — you cannot anticipate this all will happen. For one — Smooth can slide under Purple to keep the trend up: Or — EMA slides under Purple to keep the trend up. Consolidation is a reckoning for reversals or sliders.

So what I am saying — gain the virtue of patience because consolidation can reckon with you.

(23:08) OK traders — this consolidation can very well turn into many hours. The 2 hour chart is on the verge of consolidating — but not there yet.

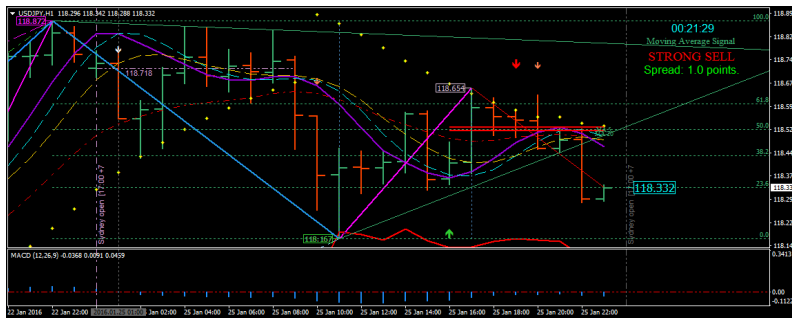
2. It is very tough to wait out a situation ... with small ranging. And what causes this? To begin with — the traders in this market could not even budge this market. The market belongs to the Central Banks. And the Central Banks prop traders are the ones that moves this market. Each prop trader is assign when to trade and how much to trade according with the data. And with their trades, depending on much currency they are trading, moves the market. And if the prop traders are not trading then market goes sideways. That is basics.

On one class I had we ran smack into a Daily consolidation. And the problem with that one was it being totally flat lined. That one lasted for 3 months. One thing I can say — they learned how to trade a Daily consolidation. If this going to break south we need the Parabolic flip on the 2 hour.

3. Like I have said — this is a 6 month process and not overnight. The very first step is learning to trade in the moment which is the very bar the market is on with the 2 hour chart. Once you have visually interpret what is happening on that bar in using all three charts you then are on your way of beating the market by applying the rules. You cannot interpret what you THINK is happening but what is actually happening in real time. And the indicators will tell you what is happening in real time; in the moment. Once you have conquered this quest you will then be looking into the future of is happening; before the market even knows. Some will get it and others will not.

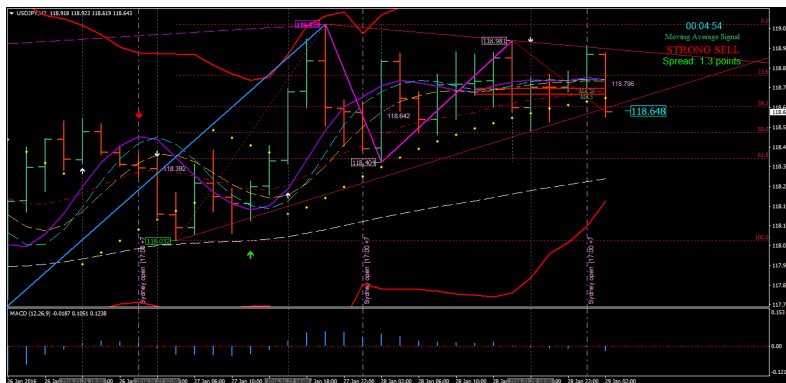
Do Not Anticipate

Traders — as you notice on your charts the bar before the 17:00 the market created a new high at 118.869 — and from that point; the market went into consolidation. During consolidation the 2 hour Smooth had crossed Purple and stayed above Purple during the consolidation for the change of trend. You had the 2 hour Parabolic flipped and EMA had slightly crossed Purple. and heading to cross Smooth. Until EMA crosses Purple you are still in consolidation. EMA/Purple crossing is the breakout. Until then do not anticipate.



I have said it once and will say it again: 80% of the market is totally about consolidation.

Trader: I am in on the sell at 118.64. The parabolic should flip at end of 2hr bar in 4 mins, right?



Dove: Anticipating will get you into big trouble. The 1 hour ROMAR was the ending for the short. You are in consolidation and you take the first support down and the first resistance on the up for profit. If you anticipate the market will go further will only hurt you.

Do Not Hesitate

Hesitation is a big stopper for traders. The fear factor. Because of fear you hesitate in pulling the trigger and there goes your trade and nothing you can do it about but letting emotions take control. And once emotions take over you on the path of destruction. Being patient is a virtue and once you see your trade — you hesitate. The fear just took over because your own is money on the line. That is something every trader has to conquer. And the only way to beat it is pulling the trigger.

Do Not Be Greedy

Getting greedy is a terrible mistake. You do not get out of a trade and jump right into another. You need time to recuperate. Continue to trade as such will eventually break you.

You have to remember traders — you are after 40 pips a day and that is it. And there are thousands of pips running every 24 hour. If you really think about — 40 a day is squat in comparable of how many are running.

While I am thinking about it — in consolidation there are 1; or possibly 2 trades in a 24 hour period. And if the trend is up then the trade is off support. If the trend is down then the trade is off resistance. Just like today. The only opportunity was off the 2 hour ROMAR with the open candle below ROMAR support. That is way it works in consolidation. And remember — the market is 80% consolidation.

In trends with all three charts is a different story (which is 10% of the market). In a downtrend you can get in a trade many times with hits off the 4 horsemen resistance. In the uptrend is the same — off the 4 horsemen support.

This why traders go broke because they have never learned how to trade in an 80% consolidated market.

And I have never heard another trader, on any forum, teach this very fact; especially for beginners so they can recognize just what they are getting into.

Do Not Automate (while learning)

Trader: I realize I have passed too much time to try create automated trading. The manual way with good indicator is unbeatable.

Dove: That my friend is very true. I always ask myself — how can a trader trade an automatic system if they can't even trade manually? Just doesn't make sense.

11. Trading Plan Reviews

Proposal 1

Trader: Here is my trading plan for 20160201.

Because of my location I made my trading plan @ 07:00 CET = 01:00 EST
Romar on Daily in downtrend,
Romar on H2 in uptrend
Romar on H1 in uptrend
So market is in consolidation.

DAILY CHART - DATE:

ROMAR: Resistance
EMA: Support
Parabolic: Support

NOTES: 4 Horsemen in a uptrend. EMA crossed purple so acting as Support
Romar still above EMA so ROMAR is still resistance.
EMA just crossed SMOOTH.

2 HOUR CHART:

Opening: 131.99
ROMAR: Support
EMA: Support
Parabolic: Support

NOTES:
White crossed purple upwards.
EMA still below purple. Possibility it will continue sliding below purple, what would mean a continuation for uptrend.

1 HOUR CHART:

ROMAR: Support
EMA: Support
Parabolic: Support

Notes: 4 horsemen aligned for swing uptrend.
Smooth en EMA still below Purple and could become a slider

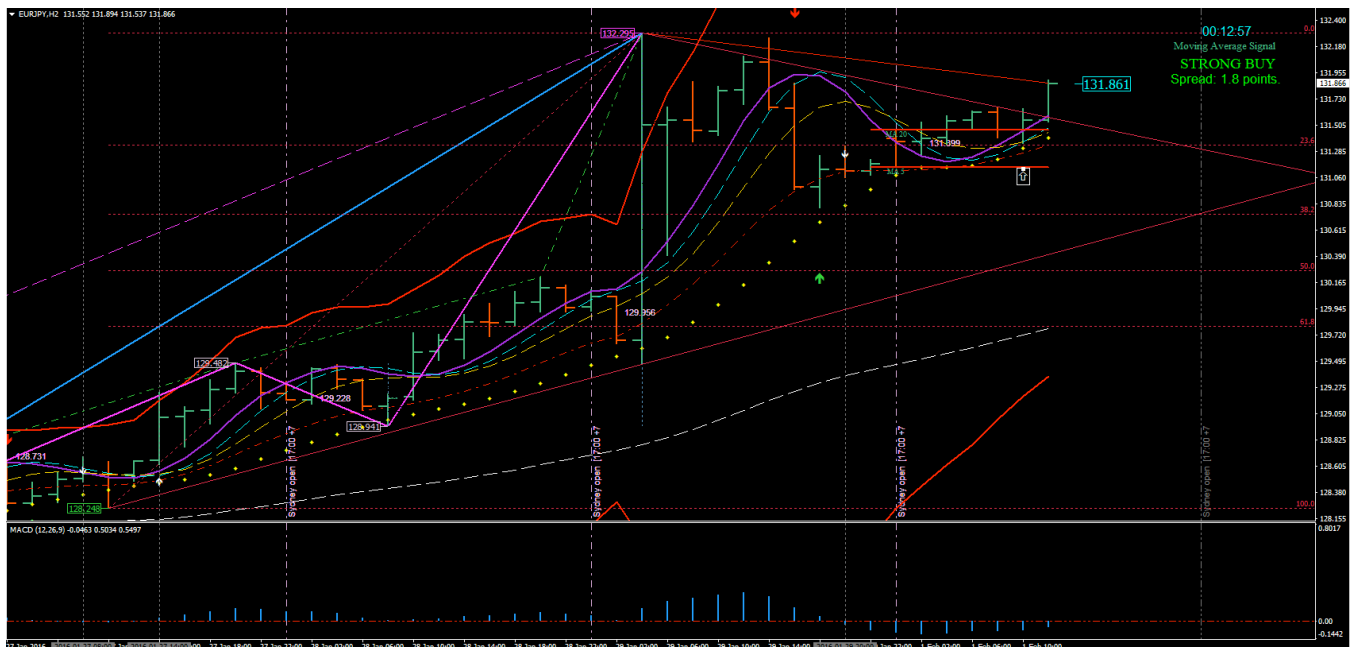
Entry: On 2Hr open above EMA and SMOOTH and the fact that EMA looks like sliding below purple
entry candle open @131.46 (03:00 EST)

Lesson learned:
After my entry market went down and found resistance at the 2Hr SMOOTH.

On the 2Hr chart the 4 horsemen where still pointing upwards, also the 1Hr EMA and SMOOTh where staying below Purple.

Finally I got my 40 pips, but it looks like I could had a better entry, when candle touched the SMOOTH on the 2HR chart.

Could you comment my way of thinking?



Dove: This is an exceptional trading plan; you had listen and did a very good job. Congratulations.

Proposal 2

Trader: Got back to homework...now things are clearer, I think.

EJ Daily

- 1) Romar above EMA= trend down
- 2) PSAR below price for 3 TF= **trend up**
- 3) Purple and White below prices= up trend
- 4) Smooth below prices= up trend
- 5) According to last Sar swing down at 130,796, next move should be upper than 132,276
- 6) BB Upper band has been touch (don't know what to expect next...)

H2

- 1) Romar below EMA= trend up
- 2) Purple and White below prices= up trend
- 3) PSAR below price
- 4) Smooth below prices= up trend
- 5) According to last Sar swing down at 130,796, next move should be upper than 132,276
- 6) BB (don't know what to expect next...)

H1

1) Romar below EMA= trend up Resulting a consolidation

but H1-H2 agreed for a possible buy

2) PSAR below price

3) Actually Purple is crossing White

Then according to "Trading in the moment"

Look H2

1) Romar below EMA= trend up

2) Purple and White below prices= up trend

3) PSAR below price= up trend

4) Smooth below prices= up trend

5) According to last Sar swing down at 130,796, next move should be upper than 132,276

6) BB (don't know what to expect next...)

For all these reasons I think my "buy" of this morning was my best choice. We will see.

Mr Dove, Shinny: Are you able to validate my homeworks... is this a correct one?

Shinny: That looks better, what do you think guys? When Dove says that the market is in consolidation 80% of the time, you can see why/what that means now too.

Dove: Yes — you are on the right path.

Trader: On H2 now that Sar have point out 132.012...And purple /white are almost crossed ...Is this a signal to quit any buy position or better to wait for a possible higher high???

Dove: You clean your trade up as soon as the SAR hits. Or else you will be losing your profit.

Proposal 3

Trader: My Plan as of 22:00 GMT (1 Feb 2016),

Daily ROMA - Down

2 hour and 1 hour ROMA - Up

Therefore, the market is consolidating.

Daily Chart

4 Horsemen are up however price has touched the BB and crossed the 61.8 Fibo Line recently so approach going long with caution

2 Hour Chart

Parabolics above the EMA so the bullish trend could be coming to an end (Matches daily chart notes)

White is crossing purple but smooth is still below purple.

No clear direction to trade on the 2 hour chart.

1 Hour Chart

Parabolic support being tested

White and smooth are above Purple

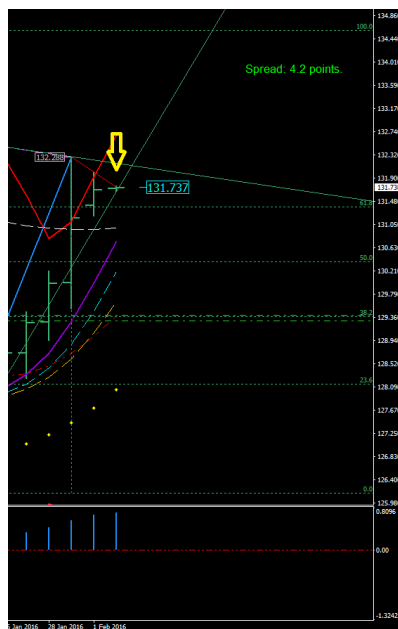
EMA hasn't crossed Purple yet.

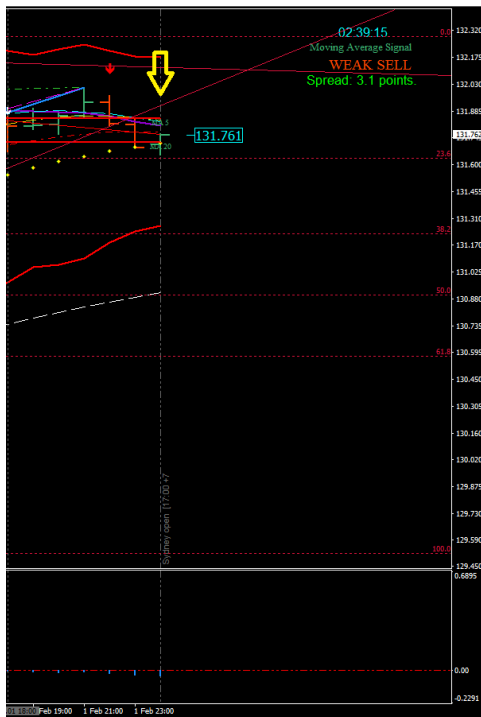
Looks like downwards trend is starting to me but I'll have to wait to confirm.

Dove: I need to see your entry prospective for the plan to be completed.

Proposal 4

Trader: Here is my plan. I wait for ur comments, Master. Thank you.





H1 02 FEB 16

Romar: Support
EMA: Support
Parabolic: Support
SAR: Printed TOP.

Notes: Purple already cross White and Smooth.
Parabolic has been ignored. The Horsemen is pointing to cross EMA too. Preparing for the downswing trade.

Im going to looking for a short trade when Parabolic flips to Resistance and Purple Cross EMA. In This H1.

My target is going to be in the BB line because ROMAR is out of the trading zone.

Im going to wait for the H2 parabolic flips with purple cross smooth too before i entry.

Dove: Very good trading plan Daniel. You are in waiting mode with the down and using caution for the 2 hour Parabolic flip. That is a very good trading plan. Very good insight.

Proposal 5

Trader: My daily plan looks like this (1 Feb 2016):

Daily plan 2016.02.02

ROMAR on Daily - down

ROMAR on 2H - up

ROMAR on 1H up

Market is in consolidation

2H chart

Opening at 131.75

ROMAR - support

SMOOTH - resistance

EMA support

NOTES

Four horsemen are in uptrend but Purple crossed White. First sign of reversal/ weakness.

1H chart

ROMAR - support

SMOOTH - resistance

EMA - resistance

NOTES

Purple crossed White and Smooth. All 4 horsemen are very close in a tight range.

Daily chart

ROMAR - support

SMOOTH - support

EMA - support

NOTES

All 4 horsemen are in uptrend. And Purple is very close to ROMAR. Looks like its going to cross it.

Dove: OK — Now where is your projected entry? A plan is no good without an entry point.

Trader: I wanna make buy entry but as now there are heavy resistance on 1H around 131.85 (Smooth, Purple, White) and on 2H around 131.90 (Smooth, Purple, White) that I'd better wait untill market breaks trough it up and then comes back so that all 4 horsemen would be support.

Dove: Why think up when the market is down?

Trader: Ok, down scenarios:

I'd like to take short when:

1) 2H Purple crosses Smooth

2) 1H Market retraces back to EMA (or at least very close)

Dove: I like to know your reasoning on looking for the up?

Trader: I guess it was just old thinking habit — to think based on intuition that the market could go up and then making this scenario about uptrend.

Dove: Thank you for you honesty. I have great respect for those who are. I figure it was an old habit. And habits are very hard to break; especially with intuition. If able to learn to trade in the moment then that habit will be broken. When the moment says down then down it is and vice-versa.

Proposal 6

Trader: My plan for today 2/1/16

Market in consolidation, Daily still down, H2 up and H1 up

Daily: ROMAR resistance

EMA and Parabolic Support

with Purple and EMA approaching fast, all 4 horseman in uptrend

H2: Opening 131.723 .

ROMAR: Support out of the trading range

EMA Support and Parabolic invalidated for the Purple/White cross down

Smooth is sliding under purple still as support

Notes: SAR marked a top in previous session ,I will be looking for short opportunities in this

consolidation period. Will wait for Purple cross Smooth and then an open below EMA or flip of Parabolic.

H1: ROMAR: Support out of trading range

EMA: Support right under Purple

Parabolic invalidated for Purple/White cross

Notes: I want to see a Purple/EMA cross on H1 before considering entering short

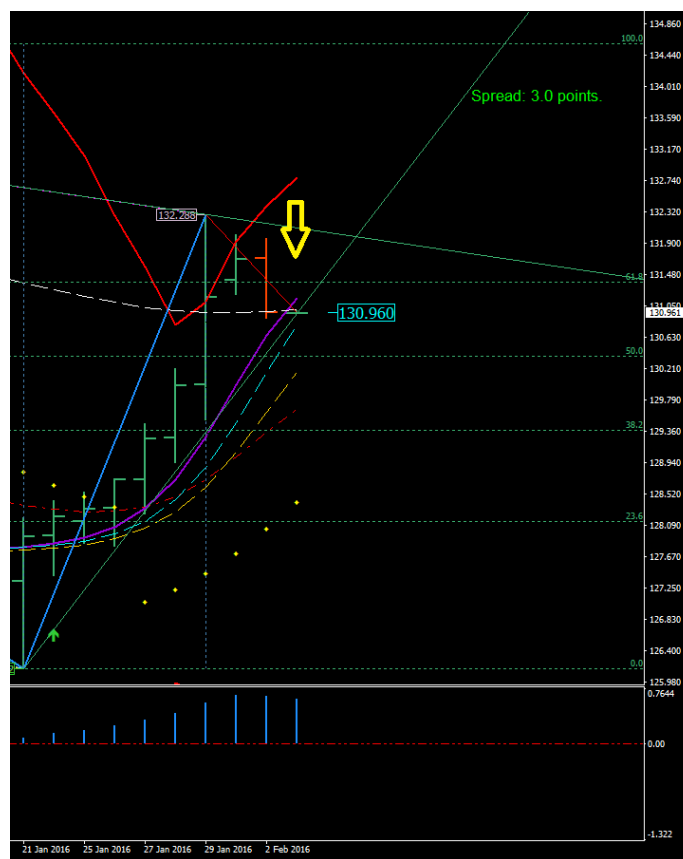
Dove: So your entry projection is off which chart?

Trader: It will be off H2, after a cross Purple/Smooth I will be looking for a market open below EMA or flip of Parabolic.

Dove: Very good — right choice.

Proposal 7

Trader: Ok Master, this is my Daily Plan for 03/02/2016 Broker Time. I must accept that Thanks to God the market change completely and now im little confused. Please i wait for ur comments for i can still learning... I dont know if is good the entry for the buy and for the sells. And i dont know if is a real cross the Romar with Purple in the daily.



3 Feb 2016 D1 eurjpy

Romar: Resistance

EMA: Support

Parabolic: Support

Notes: We have Purple crossing Romar, Sar is pointing Top and the 4 horsemen is in uptrend.

Our master says: "Once it crosses Purple the game is over and time to be looking at the opposite direction for long term. ROMAR is also both Support and Resistance on all three charts."

But i think we need to wait another day for see if the purple really cross or not maybe?



3 Feb 2016 H2 eurjpy

Open Price: 130.958
 Romar: Support
 Ema: Resistance
 Parabolic: Resistance

Notes: 4 horsemen in downtrend, The SAR is pointing bottom. The next stop is probably the next support that is the ROMAR.

***After i made my H1 Chart Plan, and looking this H2. Im going to check the market.. maybe is going to take a time before the setup appear.. but im going Long in H1 Chart if White Smooth cross Purple and after it if appear the SAR pointing TOP in H2 and H1 cross again for the down, im going to take a short.... ***

Really im little confused :D Remember traders dont follow me haha....



3 feb 2016 H1 eurjpy

Romar: Support
 Ema: Resistance
 Parabolic: Resistance

Notes: Already Purple, White and Smooth Crosses the Roma. The 4 horsemen is in downtrend.

White is trying to cross Purple and Ema is in direction for cross Romar.

When White and Purple cross: is for a new swing and opposite parabolic is eliminated.
 When Ema cross Romar: Romar is going to be from Support to Resistance. Probably for a new swing downtrend.

Right now we are in completely Consolidate Market with the D1 uptrend horsemen and H1 H2 downtrend horsemen... So probably my next entry is going to be when Purple Cross White, check again the market and if cross Smooth too, i entry looking a buy. In this H1 Chart

Dove: Your Daily is wrong with Purple crossings. There is nothing posted about a trend crossings with Purple.

Trader: Sorry for my mistake. But i read this:

“ROMAR is the key trend for the market. Above EMA the trend is down; below EMA the trend is up. You will never have to guess which way the trend is running. You now have a visual. When all 3 charts are in consistent - above or below EMA the market is in that trend. When one of the 3 charts is out of sync with ROMAR the market is in consolidation.

The 2 hour chart ROMAR is the true source for trading the trend.

When the 1 hour ROMAR is running through the center of the market you are pretty much in consolidation with the 2 hour trend.

The Daily ROMAR is the key when the market will turn direction. Once it crosses Purple the game is over and

time to be looking at the opposite direction for long term. ROMAR is also both Support and Resistance on all three charts."

Dove: Right now the 4 horsemen are straight up for the consolidated uptrend. The 2 hour chart is in a downtrend. When ROMAR crosses Purple is saying EMA will be the next crossing provided there is no slider. With the Daily being long term and 2 chart is short term and opposite of one another; What do you see?

Trader:

Daily: Romar is Above Ema = Downtrend with 4horsemen in Uptrend.

H2: Romar is Bellow Ema = Uptrend with 4 horsemen in Downtrend.

In here to be honest, i see completly consolidation... Is like inside of a Finishing Wave... If u dive in there u are going to do cycles to nowhere...

Watching Daily H2 plus:

H1: Romar is Bellow EMA = uptrend with 4 horsemen in Downtrend... But in a few hours EMA can Cross Romar.. and now we are Romar Above Ema = Downtrend.

With this if the downtrend is hard... This is the begining of a new downtrend swing isnt?.

We are in consolidation mode... So i think is going to do Lower Highs and Higher Lows with the SAR.

In this with my very less knowledge, i should wait until H1 SAR is pointing TOP for make a short position if other horsemen still lined up for the down.

Proposal 8

Trader:

Daily plan 2016.02.04

ROMAR on Daily - down

ROMAR on 2H - up

ROMAR on 1H down

Market is in consolidation

2H chart

Opening at 130.89

ROMAR - support

SMOOTH - support

EMA support

NOTES

PURPLE has crossed WHITE and SMOOTH. MACD flipped positive.

Just PSAR hasnt flipped yet.

1H chart

ROMAR market is very near

SMOOTH - support

EMA - support

NOTES

Market has turned up. PURPLE has crossed WHITE, SMOOTH and EMA.

WHITE has crossed SMOOTH.

Daily chart

ROMAR resistance (very near 13 pips)

SMOOTH support (near around 30 pips)

EMA - support

NOTES

All 4 horsemen are pointing up. PURPLE has crossed ROMAR.

I'll take long when:

1) 1H retrace back to PURPLE

Dove: This is a very good plan provided; the SAR wasn't there on top of the previous 2 hour bar. And nowhere on your plan did you mention the SAR. And by the way - the 1 hour ROMAR is resistance no-matter where the market is.

Proposal 9

Trader: Posting my first Daily Trading Plan:

DAILY CHART – DATE: 04.02.2016

ROMAR: Resistance

EMA: Support

Parabolic: Support

NOTES: Daily is in consolidation with the 4 horsemen in an uptrend.

2 HOUR CHART:

Opening: 130.875

ROMAR: Support

EMA: Resistance

Parabolic: Support

NOTES: Market is currently in consolidation with the 2H showing a current upswing. The 4 horsemen are showing an uptrend. This uptrend will strengthen once EMA crosses Purple and becomes support.

Opening: 130.875
ROMAR: Support
EMA: Resistance
Parabolic: Support

NOTES: Market is currently in consolidation with the 2H showing a current upswing. The 4 horsemen are showing an uptrend. This uptrend will strengthen once EMA crosses Purple and becomes support.

1 HOUR CHART:

ROMAR: Resistance
EMA: Support
Parabolic: Support

Notes:

Entry: The 4 horsemen are showing an uptrend. EMA has added support when crossing Purple 2 bars ago. I will take my long entry on the next bar open to take 20 pips with a 40 SL.

Dove: A very good thought out trading plan

12. Position Trading the EUR/JPY

Here are the three charts for EJ.

At this time I am giving away the secrets of positioning trading. Positioning trading is done on either the 2 hour; or the Daily; or even on both charts. The reasoning is because you have both alert and visual on the charts for entries and exits.

Positions trading are done from the high to the low and vice-versa. And there are a couple of ways to trade positions.

Position trading takes a lot of heart in watching your profit being taken on the retraces. And most traders will take their profit as they are watching it being taken; and have no idea what to do next. The example of position trading is on both the 2 hour and the Daily of the charts below.

On the 2 hour you have a Low at 128.240 and a High at 132.276; for a total profit just over 400 pips; and taken in a 2 day period which is two weeks profit for trading 40 pips a day. And I admit; we had a 271 pip spike on the EJ; included between the high and low. But the fact is it did happen. So, it is included.

Also take note of the SAR on the 2 hour. When it showed 129.467 as a high; you could do one of two things. Take profit and reenter at the low of the SAR at 128.93; and you're back in for the long. Or; let it ride on the retrace to the low of the SAR and add more funds (provided you did not use up your margin) for another entry long. This way you regain the loss on the retrace.

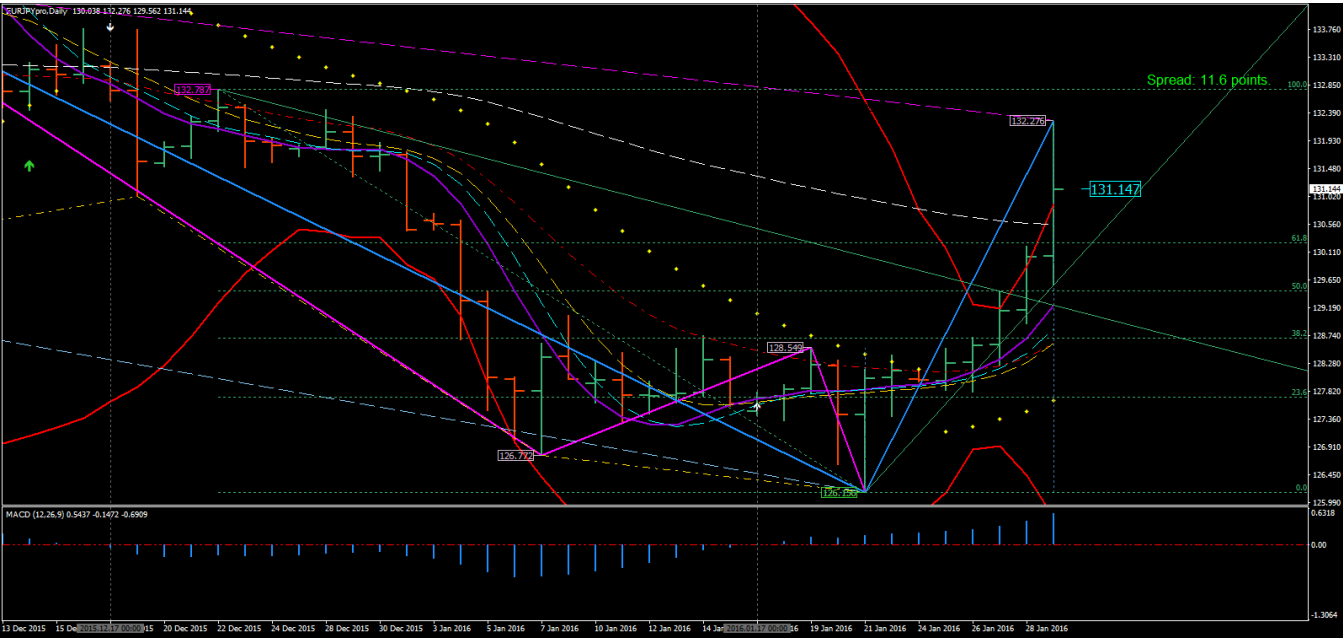
If you want to be a real lazy trader with nothing but free time; then on the Daily you have a high of 132.787 and a low of 126.156 with a profit of 663 pips. I believe you now have the big picture. And you work the SAR with the Daily as the 2 hour.

This is known as Positioning trading. And it all begins with the flip of the Fibbo. This is something I suggest beginner traders take a good look at; and even the old timers that are still struggling. This may be your answer for trading.

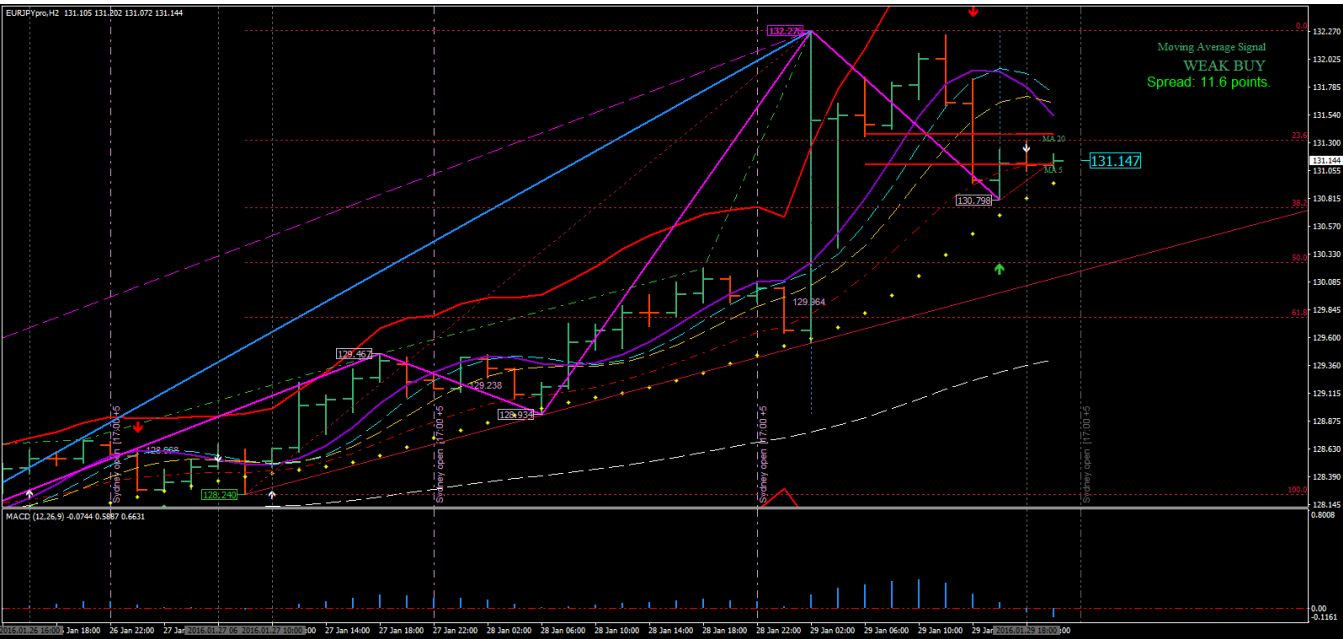
I have two trading accounts one for intraday and another for position trading. After the end of the week I will become strictly a position trader. I will become one of those lazy traders.

And by the way I do not watch the profit being taken I just let it ride with my charts close and check it daily with the 17:00 EST Daily candle.

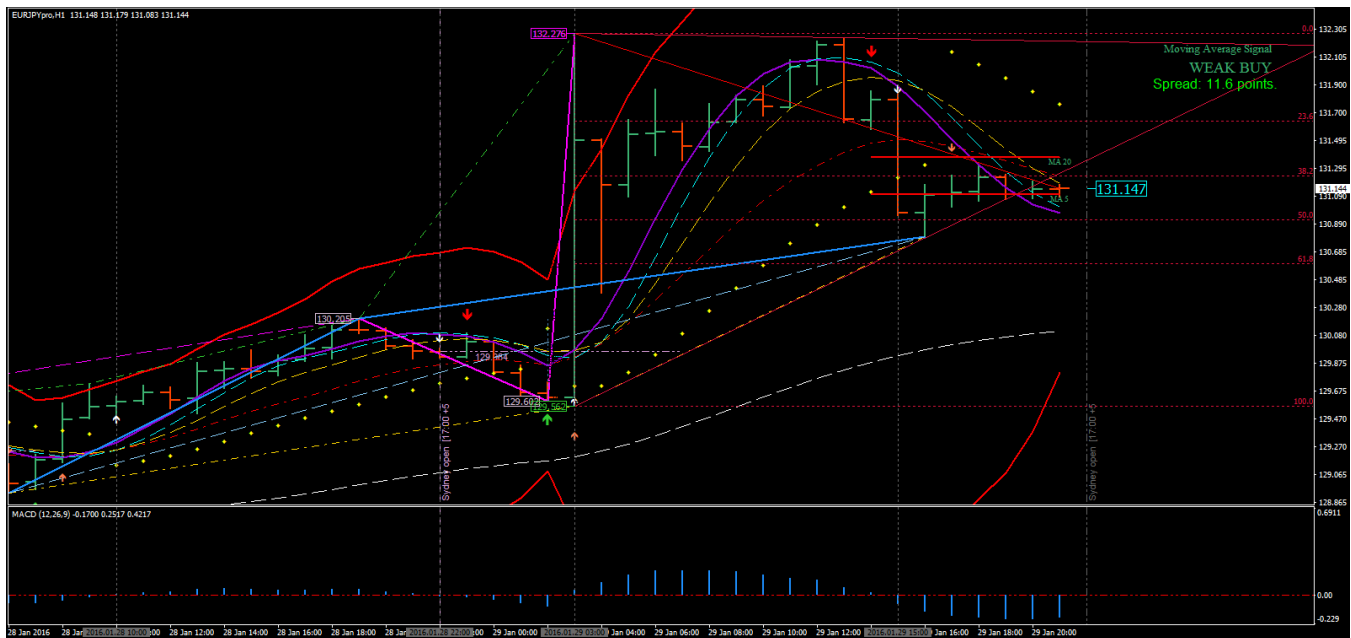
Daily



2 Hour

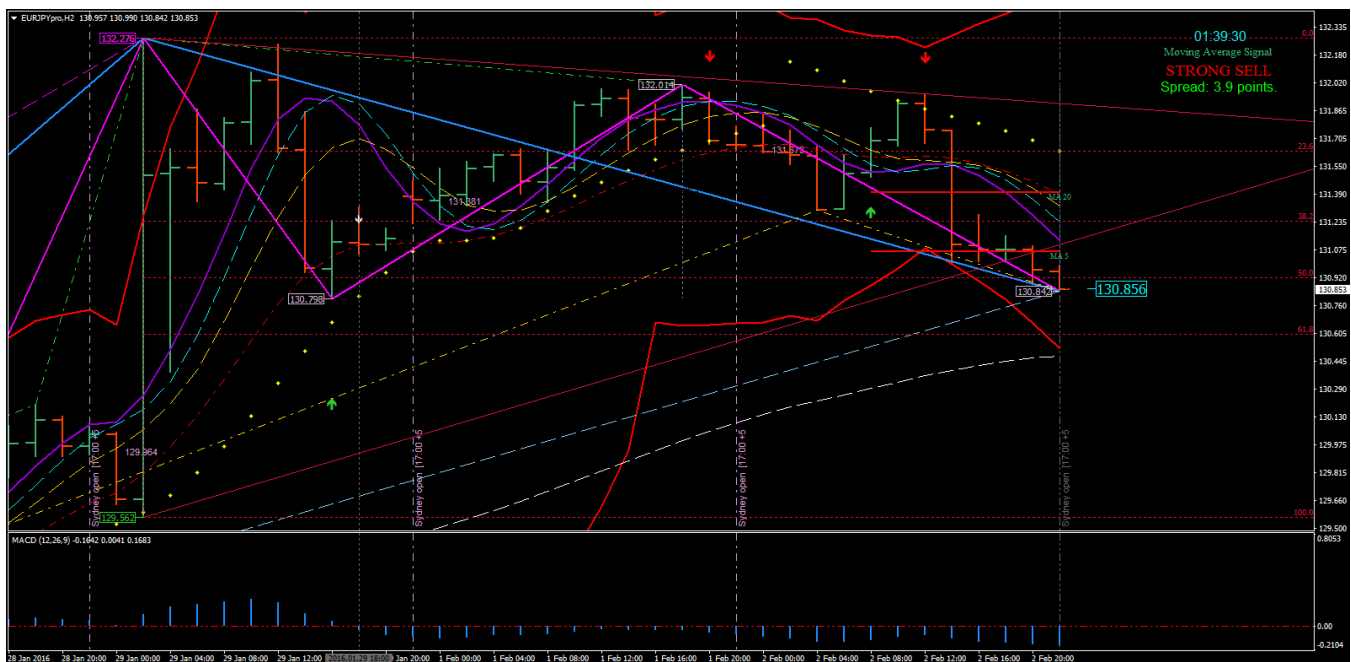


1 Hour



Position vs. Intraday Trading

I'm not discouraging anyone from position trading — but it is not consistent with intraday trading. Positioning is a total different way of trading.



Looking at this screenshot of the 2 hour you have the SAR swinging for the low. And the Reason is because the DB is on top and the DB next target is the Low. From this point on with both the SAR and DB attached; the DB will be making the decisions for the new low. And ROMAR as support you

can visually see various swings getting into that new low and once the DB had created its new low the Fibo will flip with a Lime Green price box.

Trader: The recommendation for the position trading was still to wait for flip of fib **and** Parabolic wasn't it? If we do that we're not generally entering with just the label appearing on DB. It could be quite a lot higher with the current 2H...

So in reality could be when Purple crosses EMA again??

Dove: As I have said — the Fibo with the Parabolic in place with the Fibo is your best entry.

Trader: What about exits then.. at the first set of the DB?

Dove: All depends if you use the SAR or DB — So, I imagine you are looking at the DB and that will exit you out with the Flip of the Fibo.

Trader: Stupid question. If the fibo has red lines, which way should we be looking to trade, and vice versa when the lines are green?

Dove: The '0' is on top and '100' on the bottom. You have the DB on top showing the high. The DB is now on its way for a new low. Once the DB has hit the low target it will change to Lime Green. And this is the same for the up. Red is down and Green is up.

Indicators Used in Position Trading

Q: When you are Position (Swing) trading you can ignore everything except the Dodger Blue and Magenta SAR on the H1 and H2 and Daily Charts, correct?

A: That is pretty much in saying it. But eliminate the 1 hour chart. Just the 2 hour and Daily.

Q: (Follow-up) That would mean we still require the fib and Parabolic wouldn't it? Just trying to understand where to know the best entries if only using the Dodger Blue and Magenta SAR? I do like the simplicity of just those!

A: When I position trade I use the 2 hour. Sometimes the 1 hour will give a position and it is short lived. The flip of the Fibo is your primary source of information for the position. Now — if the 2 hour is still in trend for the flip the consolidation is very well expected. Not always - but more consistent for consolidation. And that is why I said the Fibo flip with parabolic is the entry.

Volatility of EUR/JPY

You are now trading a very volatile pair (EJ). The EJ is in consolidation because the Daily ROMAR is resistance and not support. And if you was paying attention you would know why. Last week there are traders that had made substantial profit without any losses. But I must admit — they are traders that has been around for awhile. But the main objective is they paid attention in was being taught. So, they were able to get it.

13. Questions and Answers

Q: Could we trade every session, or only a specific one (e.g. New York or London)?

A: Yes you can. For training purpose we are training during the UJ session.² The UJ is more relaxed than any other pair with more time for the visuals.

Q: [You wrote] "To move on: We have the Daily EMA crossing of Purple for a reversal." Did not understand this from post. EMA appears to be a considerable distance from purple. What am I missing?

A: I see where I stated a confusion because I was thinking as I would trade. But the correct statement is: "The Daily EMA is under the Daily Candle and heading for Purple for the crossing". I'm sorry about that — I been trading this system for so long I already know what is to happen before it happens.

Q: Do i really need the Paradox Sessions Indicator on my chart? I know where my day opens and close.

A: It depends when your day opens. You should at least have the Sydney showing so you know when the data changes over. The other sessions does not need to be on your chart, and they weren't when you open your charts. So that is on you what you decide.

Q: On the H1, it looks like purple is crossing the white indicator. On H1, what will that mean? Pullback to EMA perhaps?

A: The White crossing Purple is indicating a beginning of consolidation. Provided it does make a clean crossing and not slide on top of purple. As you can see the market is retracing for the consolidation and the White arrow had shown indicating the MACD crossing zero. The market is now in consolidation for 1; reversal or 2; a slider for the continuance of the uptrend. And only time will tell which of the two it will do.

Q: Based on the 2 hr chart and the fact that price has not hit the SAR on the H1, we are still in a retracement and trend will continue up. If the price hits the SAR on the H1 then I would close my long trade. Is this about right?

A: The SAR is not even showing yet which means the trend is still up and could very well consolidate back into the trend. The Parabolic is a deadly stopper. Just remember that. (10 minutes later): You always close your trade with the White/Purple crossing. That trade is finished. You then wait for the next indication of an entry — either with the reversal or the slider.

² A currency pair's *session* presumably means its hours of highest trading volume. In the case of USD/JPY, this is about 23:00 ~ 17:00 GMT.

Traders — at this time the 1 hour is in consolidation for a reversal. But that reversal will not happen until you have the four horsemen on the other side of Purple with the 1 hour chart.

Q: Template looks ... not the same with the picture post by Dove. The bars seems different too. Do i make a mistake setting them?

A: As I had stated with my first post at opening yesterday concerning the Daily — it all depends on your broker's GMT time on the chart. The Daily is not a trading chart but only reference with the trend. I had included the Daily as reference and positioning trades for anyone who is into position trading.

Q: I have 2 different brokers open. It shows up on one, and only shows up briefly on the other, when I load fresh H1 chart. On H1 chart it show's about 2.5hrs until candle close. But this is a one hour chart, so not sure what this indicates.

A: You need to change the “Broker_Time_Offset” field within the indicator to display the right time, depending on your broker.

Q: Since the ROMAR is under price on both the H2 and H1, we can trade long on the H1 as soon as the SAR flips under price?

A: OK — for one do not entirely depend on the 1 hour for entries. This will get you into trouble. You also have to depend on the 2 hour for the reference on your entry. Right now the 2 hour is still up with the Parabolic and is in a slider with EMA going under purple. Look at the big picture just not a portion. The actual entry for the long was when the market hit the lower BB this morning on the 1 hour; which was in trend with the 1 hour ROMAR.

Q: If we get conditions for a buy on 2 hour, we could buy a pullback to 1 hour EMA?

A: Yes you can — EMA then becomes support. PROVIDED EMA is support with both Smooth and EMA had crossed Purple.

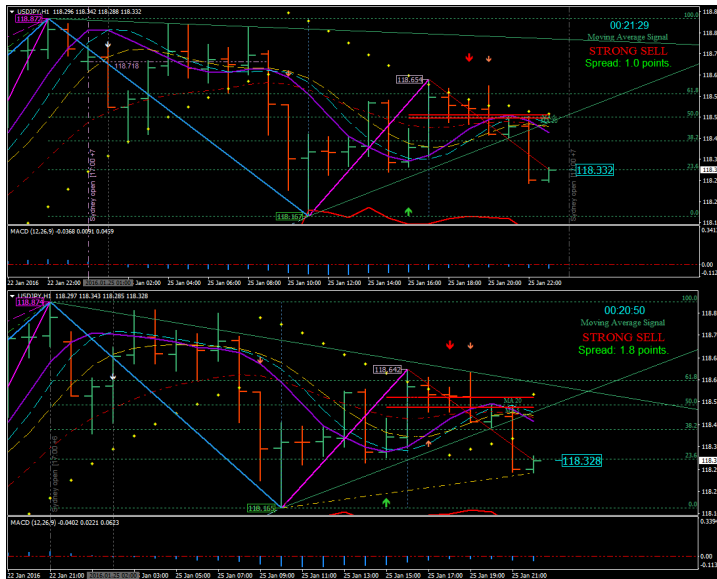
Q: (Follow-up) Would the pullback need to be all the way to the ema or can we buy if a bar is in the 4 horsemen channel?

A: The 4 horsemen channel is the trend. If the trend is up the 4 are support; if the trend is down then the 4 are resistance. Once the variation with one of the horsemen crossing Purple, you are in consolidation with the chart and trading is both ways.

Q: [Why is my H2 chart different?] I did period convert by H1 template by running on H1 again. I deleted previous H2 offline and again H2 offline has been made by H1 template again.

A: I think the reason is your broker. I've got two brokers. When I apply all the templates on broker 1 I get the same charts as Dana. But if I apply all templates on broker two, then my charts look the same as yours. (Parabolic on 2h flipped). The difference between the brokers is GMT offset, but it probably has to do with the datafeed.

Q: Which of the following H1 charts is OK?



A: The top one.

Q: So far, I have not seen any steps/rules as to how and when to trade this system. Until then, I will just keep watching as obviously, I do not have a clue.

A: The entries do have rules according to support and resistance. Apparently you are not paying a close enough attention.

Q: Is there any possibility to place pending orders?

A: NOT in consolidation. Your pending order can very well go against you for a lost.

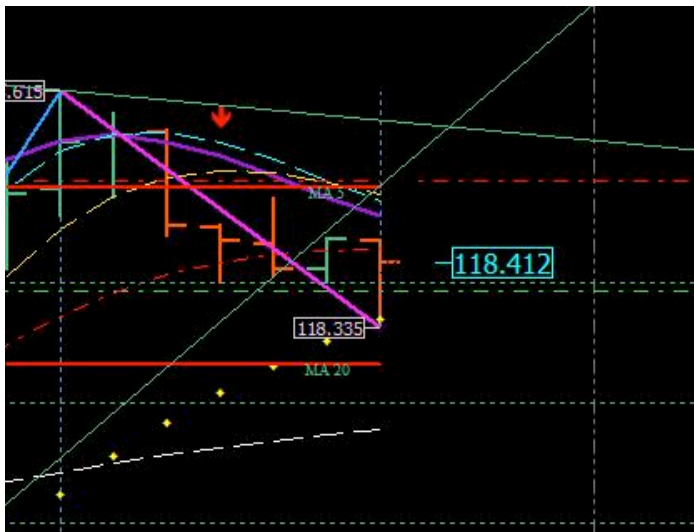
Q: Do you mean you would be looking for retracements on the 1hr for buy opportunities, so as to be in sync with the 2 hr trend correct?

A: In consolidations is pretty much what it means. Your trading from support to resistance and vice versa. When both the 1 and 2 hour are in trend then you trade strictly the trend.

Q: Mr. Dove, Currently, we are in consolidation, as all three charts are not in alignment. As such, we are trading off of support and resistance. This being the case, would a bounce off the upper 2h Bolinger Band be a valid trade? It would be a short and H1 and H2 indicators would be stacked up. However D1 is still in down trend. If I understand this correctly, we would take the short trade, provided we had 20/40 pips back to support (2H EMA) Is this correct?

A: In reality yes. But waiting on the BB hit could be a long wait and much can happen between now and the BB hit. Trading in the moment from bar to bar is the objective. This way you are trading what is happening in the moment and not waiting on something else. The Daily ROMAR is down for the Daily. But you have the 4 horsemen are in trend waiting on the EMA crossing Smooth. So that means ROMAR is the Resistance for the Daily and the 4 horsemen are working for the Resistance. But that too can change from day to day depending on Purple/White. I hope this answers your question.

Q: I use on H1 the touch of the PSAR and the parabolic as entry pont for a long. The H2 is always in uptrend and the pair goes below the EMA support. [Was this correct?]



A: This was a very good thoughtful and insightful entry. The reason is because he tagged the 1 hour Parabolic and also the 2 hour EMA being tagged in the uptrend. The 1 hour is also still in the uptrend with EMA below Purple. Will he get 20 or +?. The possibility is not great but probability is a consideration. And the reason is because the 2 hour market is below Purple working on a consolidating situation.

If [your] entry was in a volatile situation then yes — the probability was great for 20+.

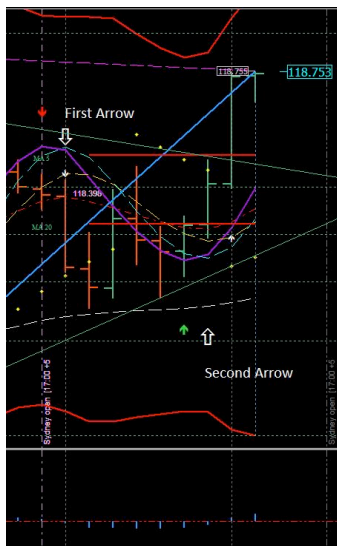
You had the right insight but you did not consider the market being under Purple on the 2 hour for a consolidated turn. Like I had said; if the volatility was there at entry you would of taken at least 20.

Q: Please correct my analysis now price show Long and maybe my analysis was good (???) but what stopped me from entering in the trade, was the PSAR on 2 hour chart that flipped to the other side when it's too late.

A: Being a teacher I have always learned in order for knowledge, wisdom, and understanding to be applied it begins with basic. First I must give a complete revolution of how the system works; and this step is applied with a continuance of references. The next step is witnessing mistakes from the references and make corrections in the direction which the mistake should had not been made. And believe me; this is not easy because of the way people think. So a continuance of corrections or forth going.

This system was built to trade in the moment which is also looking into the future. And the question I always get is how do you trade looking into the future?

Believe it or not — this is not complicated at all. It is the same thing as ROMAR vs EMA I had recently posted. And it is also the same reference as Consolidation vs Trends. So take a look at this tight consolidation we just had after opening yesterday:



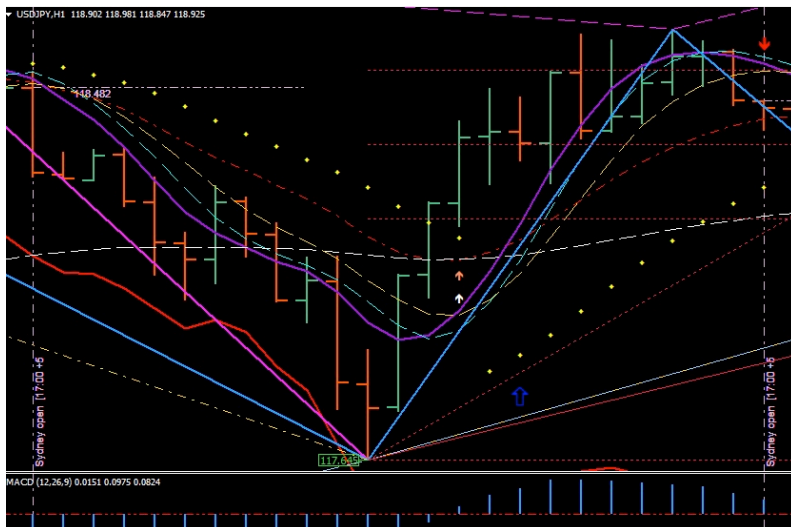
The very first step for a consolidation and/or trend is the White crossing Purple. From that point you are looking into the future. The first thing you notice is if the crossing is with the ROMAR trend or is it a counter-trade. This also eliminates the Parabolic support/resistance because in consolidation with the White/Purple crossing; you then have a market up and down. On the picture with the first arrow you had the White/Purple crossing with an open candle below Smooth and just above EMA which was a counter-trade against ROMAR. On the second arrow you had the White/Purple crossing with an open candle above both EMA and Smooth and into the trend with ROMAR. The parabolic's had been eliminated with the White/Purple crossings and that was an entry going into the future.

Q: When you say "out of sync", are you referring to whether or not the 3 ROMAR's are angled or sloped in the same direction or not? Not to mention whether they are placed in all three charts above, through, or below the Purple?

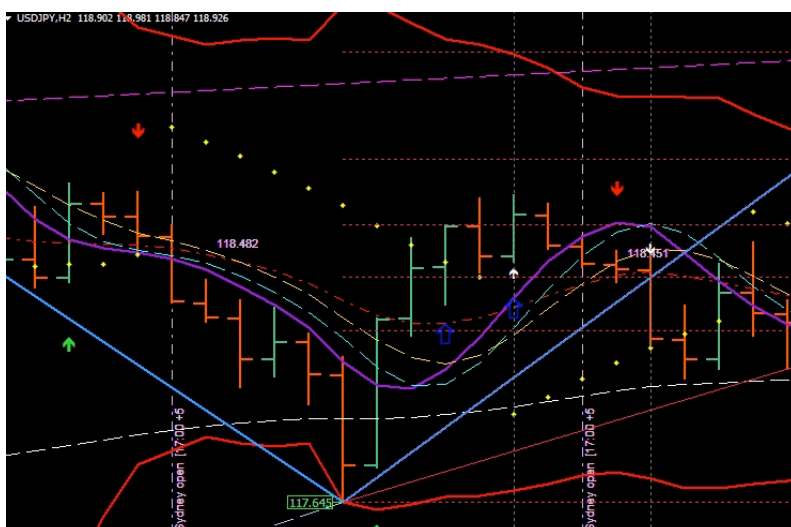
A: Sync refers to all three charts. Such as; ROMAR is the trend indicator representing support and resistance. It has nothing to do with "slope" or "angle" either way. It has to do with support/resistance with the crossing of EMA. If ROMAR crosses EMA and the market is below ROMAR - then ROMAR is resistance and vice-versa. Using ROMAR as an example; then the three charts must be in sync with ROMAR as resistance for the trend to be down. Otherwise, the market is in consolidation when one of the charts ROMAR is not sync with the other two.

Sync also refers with the 1 and 2 hour charts for trading in consolidation. They must be sync (consistent with one another) for a trade to be good. Either in trend or counter-trading.

Q: Do you think this is a good position? Because as I see all the requirements are met, but it has not reached 40 pips.



H1: As per my understanding PSAR has flipped, white cross purple and smooth market above EMA, EMA above ROMAR.



H2: PSAR had not flipped, but white and smooth has crossed purple, I think it is bad trade because EMA is above ROMAR.

Do we have to wait until it touched PSAR?

A: In this scenario — with the 2 hour is the same I had posted yesterday. And I will explain again. To begin with the trade is a counter-trade because the entry is against both Parabolic AND ROMAR support. Which means if you have a least a 20 pip spread between the first support, which is the parabolic, and your entry then the chances — with a risk — you might get the 20. counter-trading is risky no-matter how you look at it. On the trend chart — H2 — the parabolic is eliminated with the White/Purple crossing in either direction.

Q: So the lower swing high and the close below the EMA on the 2 hour gives us a valid reason to trade down to the next support i.e. the ROMAR, as we have negated the PSAR right?

A: That is correct provided you also negated the 1 hour with consistency.

Q: I admit that i am a bit confused about your system. Don't find any slur in my question: In a classic trend following using MA, we look at higher TF and enter in the side of the bigger trend with MA as suppoort end resistance. What do your system bring more? I really don't understand.

A: What you're not understanding is the word "consolidations". Using this system below a 1 hour chart is like placing a gun to your head and pulling the trigger. Even scalpers have a very difficult time trading below a 1 hour. The signals for smaller charts are completely out of limits and give no true resources for a profitable trade. I hope that answers your question.

Q: (Follow-up) I understand that. But even without trading lower than 1h, it is a MA system, what is different?

A: That is where you're wrong — this is not an MA system. Standard MA's are lagging and not true until after the fact. This system is before the fact. A big difference.

Q:

Trader 1: I short at the contour line. I don't see any evidence sign of new trend:

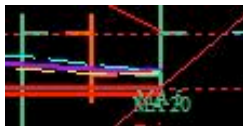


Trader 2: Strange. I don't have that contour line on my chart. I have everything else that looks exactly like your chart, but no contour line.

Trader 1: It's a kind of projection of the last swing to infinity. FiboCountourDown? I see this line as a resistance.

Trader 3: But why u short it? Horse is lined up, parabolic boottom, Romaar Bottom. The only thing that i see is in D1 we are in resistance of Purple. But well i only have reading this a few hours ago haha. So i wait for Dana tell us his comments.

Trader 1: me too... lol. I short beacause i think we always in consolidation. (15 minutes later): The H2 give the trend... how can we see evidence of new trend in that?? Every line at the same place.



A: So why the trade from the contour line? The answer is because of the Daily 38.2 Fibo. The market has been bouncing off that line since the 22nd of the month. And that will take a missile from a prop trader dropping in 2-3 billion of currency to break it. That is how you get through that wall.

That reminds me. Some of the old timers will probably remember this:

Back in 2005 the Central Banks were pretty radical when it came to trading. It was nothing to catch the E/U in some very sophisticated trends. A 150 pips one in a session and another 100+ pips going the other way in another session. You could catch those trends 2 or 3 times a week. Back then, trading was a dream coming true.

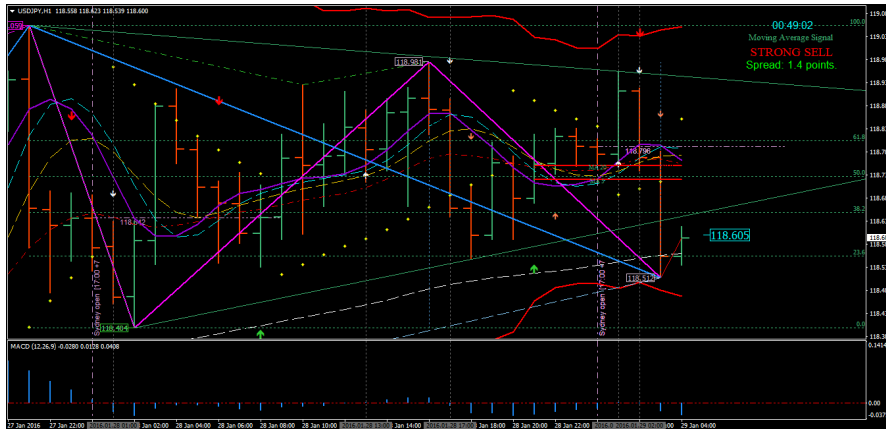
One Friday with the NFP (Non-Farm Payroll) was getting ready to announce; precisely at 08:30 ET the market shot up 372 pips in a blink of an eye; and then back down to the starting point in the next blink; and dropped another 289 pips in the next blink. That was only the beginning this went on for over three hours from one 1 hour candle to the next 1 hour candle for three straight hours. No one has never seen anything like it. This happened every first Friday of the month for NFP at 08:30 EST for over 6 months. And all we could do as traders is kick back; and watch the show. After it was over we then could get in and pick up the pieces.

One day at 08:30 EST with the NFP show; The banks got so radical with over a 600 pip lightning streak blew up the Main Brain of the Forex. The market was down for 2 days for repairs. That was the ending of the NFP show time.

Q: Ok so it was a good shot because the Daily Fib 38.2 and i imagine that Purple Resistance too. Why in there wasnt a good buy trade? because the Daily answer?

A: Yes — resistance on the Daily. In time you will come to believe in the supports and resistances of this system. They are stronger then anything you have ever witness.

Q: Ouch. The 2 hour chart looked like a juicy trade with resistance behind me and ample room down till I reached the romar. When I just switched to the 1 hour after your comment it presents a very different picture. Now it looks like I traded into sar major low point swing. aren't we supposed to be trading primarily off the 2 hr? Where did I go wrong?



A: You was looking for a trade and did not trade in the moment — if you had, you would have seen ROMAR support.

When you trade in the moment with the 2 hour you see a trade in the making you then scan the 1 hour and Daily for support and/or resistance going the other. If you don't — then the possibility of getting caught brings in the risk factor.

Q: Now we need to wait for next possible setup. Next possible setup is when purple cross white again right? or if the price still go down, we need the ROMAR go above of the market and line up the 4 horse.

A: The market is down with the 2 hour parabolic. But again — the 2 hour EMA is still up and doing a fine job of holding that up. You just have to wait and see what this 2 hour candle will do.

Q: My computer went into Hibernate. Do we still have the same H2 USDJPY chart? And if for some reason I lose my internet conection and back maybe in 20 minutes, but I don't shut down the computer, did I lose all the data and I need to wait for the next day?

A: That I do not know about losing Internet. I imagine it would be the same as turning off your computer because you no longer have Internet feeding the charts.

Q: See Purple on the chart measured by crosshair compared to data window "paradox Purple" value. Notice first picture is ok, second picture (3 candle after) shows almost a 10 pip difference in data window vs. crosshair reading?

Also notice that ROMAR readings in data window are about 10/11 pips away from what it look on charts (somewhere 118.110 versus data 117.9533 and 117.9437).



A: (Trader) Hope the following helps you:

Paradox_Purple DataWindow:

Value2==>EMA Line Data

Value5==>Purple Line Data

Paradox_ROMAR DataWindow:

Value1==>White Line Data

Value2==>Smooth Line Data

Value3==>ROMAR Line Data

Keep in mind that the indicator places the lines based on PRICE and TIME. Not based on Screen Pixel locations. So many times our EYES will see a line touching a certain level yet that is only the PIXELs on the screen, but the indicator places the lines at PRICE and TIME coordinate.

Q: (Follow-up) Now is clear. However on my chart is somewhat different [?] but at least now know where to look. Thanks again.

Paradox_Purple DataWindow:

Value2==>EMA Line Data

Value5==>Purple Line Data

Paradox_ROMAR DataWindow:

Paradox_ROMAR==>White Line Data

Value3==>Smooth Line Data

Value2==>ROMAR Line Data

A: Nope, it should not be different cause we all have the same indicators. I will check the white line data myself to make sure I didn't make a mistake.

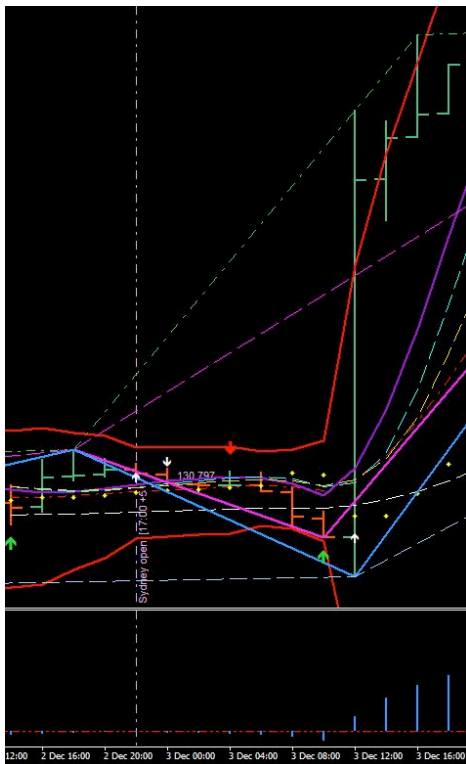
Q: I am trying to tie in the SAR_Swing and SwingHighLow lines/indis together with everything else. To me they feel a bit distracting as I might end up relying on them as "absolute" indicators of swing levels. But anyway, does either or both of these "repaint" for that matter?

A:

Trader 1: I was just scanning the thread for answers to this. I think it has the option of repainting onto the next candle. Can anyone confirm this? I have never been present to actually witness the painting of a SAR.

Trader 2: Dove says that if SAR attaches to the low of a candle (for example) and the next candle closes lower SAR will jump to that new low.

Dove: To answer the questions over the weekend about the SAR here is an example of the so call repainting. With Both the SAR and Long Term Daily Bar (DB):



If you noticed — the SAR did not repaint with the DB.

That's just it — there is no repainting in consolidation.

Q: Since the price bar is above the ROMAR on the Daily and the 4 horsemen are in uptrend, wouldn't that make the Daily ROMAR support now?

Dove: Come on traders — you should know that by now.

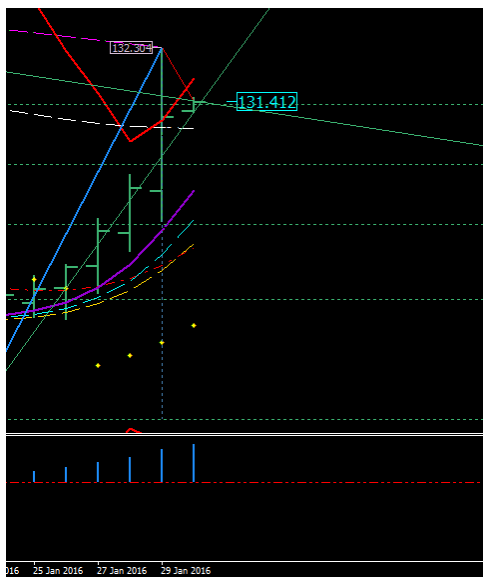
Trader: I think not, because EMA has not crossed ROMAR.

Dove: There you go — a trader paying attention.

Q: Since the price bar is above the ROMAR on the Daily and the 4 horsemen are in uptrend, wouldn't that make the Daily ROMAR support now?

A: And you need to get away from price. Price has absolutely nothing to do with this system.

Q: Shouldn't the daily parabolic be support? (EURJPY)



A: You are correct.

Q: What is the difference, if any, between Ninja 7 and MT4 system. Do they both give the same results with your Paradox System?

A: There is no way the NT7 can be duplicated on the MT4 because of lacking programming with the MT4. But — the modify version of the MT4 is programmed in a different way so the structure is in similarities with the NT7.

Q: Thanks heaps for the Daily positioning post. I do hope you will expound some more on this and the 'flip of the fib', entries etc. Also how much of the previous rules we need to be using or not using?

A: The flip of the Fibo happens with either a new high or a new low and is automatic. Once the Fibo flips (in consolidation) may bump up on the top side an 8-10 pips; and on the down side 10-15 pips but not always. It can reverse right there at the Fibo flip. And the rules apply as for the trend once the the high or low is hit with the 2 hour chart This is the reasons for the bumps. It could consolidate at the flip and continue to bump until the beginning of the turn.

As for trends — the market will continue with the low or high from candle to candle until it does turns.

Q: (Follow-up) Currently we have a longer term downtrend with ROMAR as resistance and Parabolic as support. The next fib flip could be expected either here at 50% or above at 61.8%? The flip occurs at close of daily candle? For H1 trading consolodation is determined by H2 ROMAR being support while daily it is resistance. How do we determine if daily is also in consolidation... or is it the same?

A: Let's take the Daily. The Daily can very well consolidate sideways for the ROMAR/EMA crossing; especially after the spike we had Friday. But — we just don't know that yet — it is too early. On the other hand - if the market is waiting on the ROMAR/EMA crossing then be looking for a good trend going upstairs. With the 2 and 1 hour being support this could very well happen. And this is what caused the consolidation with the Daily ROMAR being resistance and the 1 and 2 hour ROMAR being support. All three charts must be sync for a trend. Otherwise you are in consolidation.

Q: (Related) By Fibo flip, do you mean the changing of the colors of the fibo lines?

A: This is correct — the Flip was with the '0' at top and is now at the bottom and changed colors.

A Fibo constitutes the VERY HIGH and the VERY LOW of a swing. The DB will display this with a Lime Green tag and the high will be tagged with the Magenta.

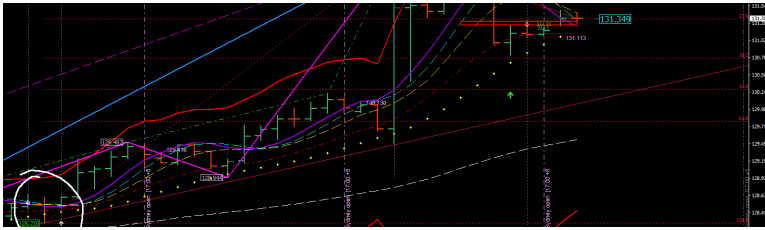
Q: (Follow-up) Is there a way to be sure the rectangular boxes with the price in them at swing highs and lows will remain at that high or low and not move higher or lower? I, as well as many others here, were under the impression that when the zig line attached and a rectangle appeared with the price and that bar closed that that high or low was supposed to be concrete and not move. Could you clarify, please?

A: I never said that - I said once the Fibo flips with with the DB; either a new high or low that it can bump up a little higher - or lower - depending on the flip because of market pressure. But on the other hand - it cal also turn on the next candle and keep right on going. When I position trade on those new highs and lows I always use a 60 stop and never had one take me out with the E/J.

Q: Dove could you please comment on my reasoning of current situation: we are in tight consolidation, breakout will decide what short term trend is, if breakout to up possible H2 EMA sliding for forward up move if breakout to down possible H1 EMA sliding for forward down move (or it is early for any kind of conclusion yet?)

A: One thing I have not heard a word on is the 2 hour SAR on the low side? Everyone's trading plan should be consistent with the 2 hour SAR. And the best of it all is with the SAR in plain sight.

Q: (Follow-up) By 'the low side' do you mean the green SAR price box at 128.250?



A: You need to study everything — I have posted what the Green and Mag boxes are for.

Trader: The last low SAR was at 128.944.

Q: It's the first time I see on the chart (H2) PSAR between EMA and Smooth... is this a particular aspect?

A: No it's not; once the parabolic gets in between EMA and Smooth the trade is coming to an ending. Either a turn or a slider.

Q: What are the 2 horizontal lines labelled b1 and s1? What are they meant for?

A: They are your MA signals: They operate closely to the nose level of an ADR indicator.

Q: (Related) What is usage of MA5, MA20 lines?

A: When a trader uses an ADR indicator (Average Day Range) it also has what is known as the ADN (Average Day Noise) which most traders have no knowledge of. On the Paradox this average day noise is displayed at the very beginning of the 17:00 EST Daily candle. This is one reason you reboot your platform after 17:00: If you reboot then; and reboot again on closing your platform - then the ADN has changed position from the previous data.

Q: If when new candle appear, and the parabolic has been flipped and aswell the Purple cross Smooth.. but the price already move too much and is very close of the next support or near of BB (less of 15 pips of distance) I should ignore that trade, and looking for a new one. Right?

A: The market doesn't move like that unless of volatility. But if it does; then the answer is yes.

Q: On the H1, it looks like purple is crossing the white indicator. On H1, what will that mean? Pullback to EMA perhaps?

A: The White crossing Purple is indicating a beginning of consolidation. Provided it does make a clean crossing and not slide on top of purple. As you can see the market is retracing for the consolidation and the White arrow had shown indicating the MACD crossing zero.

The market is now in consolidation for 1; reversal or 2; a slider for the continuance of the uptrend. And only time will tell which of the two it will do.

Q: Based on the 2 hr chart and the fact that price has not hit the SAR on the H1, we are still in a retracement and trend will continue up. If the price hits the SAR on the H1 then I would close my long trade. Is this about right?

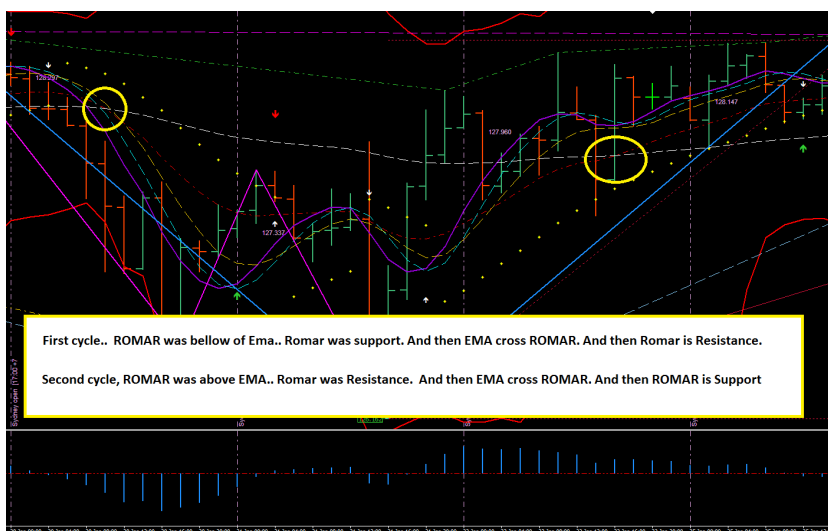
A: The SAR is not even showing yet which means the trend is still up and could very well consolidate back into the trend. The Parabolic is a deadly stopper. Just remember that.

The Red Arrow was the alert for the market crossing EMA. It hit the Parabolic and retraced back above the signal indicator and disappeared. In the data the signal is still there. But will show again on the next market crossing of EMA. The White Arrow is for the MACD zero crossing and will reappear on the opposite direction pointing up. This is known as trading in the moment. Also take note of the Parabolic stopping the market on the down.

The Average Day Noise is consider the noise of the traders trying to position for a trade with the opening Daily Candle. And the ADN indicator lines never moves but remain as they are from bar to bar (accept squeezing towards one another) as the market is moving.

So the MA is the ADN of the ADR. In between those lines is Weak Sales or Weak Buys depending on trend at opening. Strong buys are above the MA 20 and Strong sales are below the MA 5. That is what the MA means and what it is for.

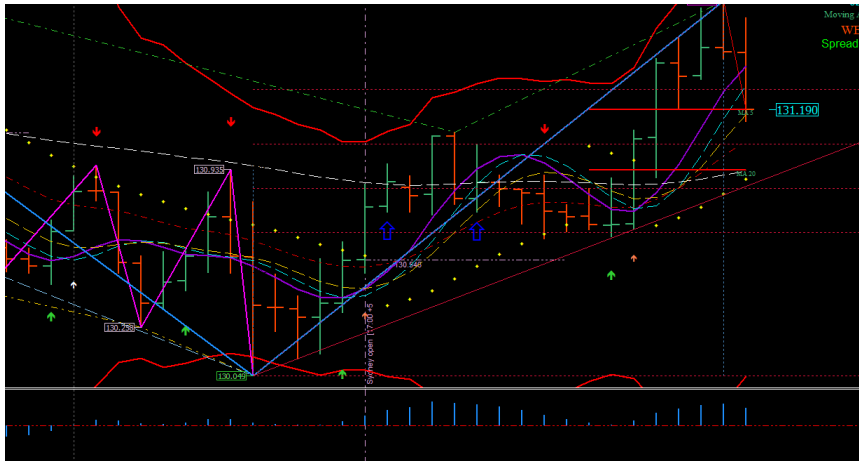
Q: Is this correct?



A: That is good — you can leave it.

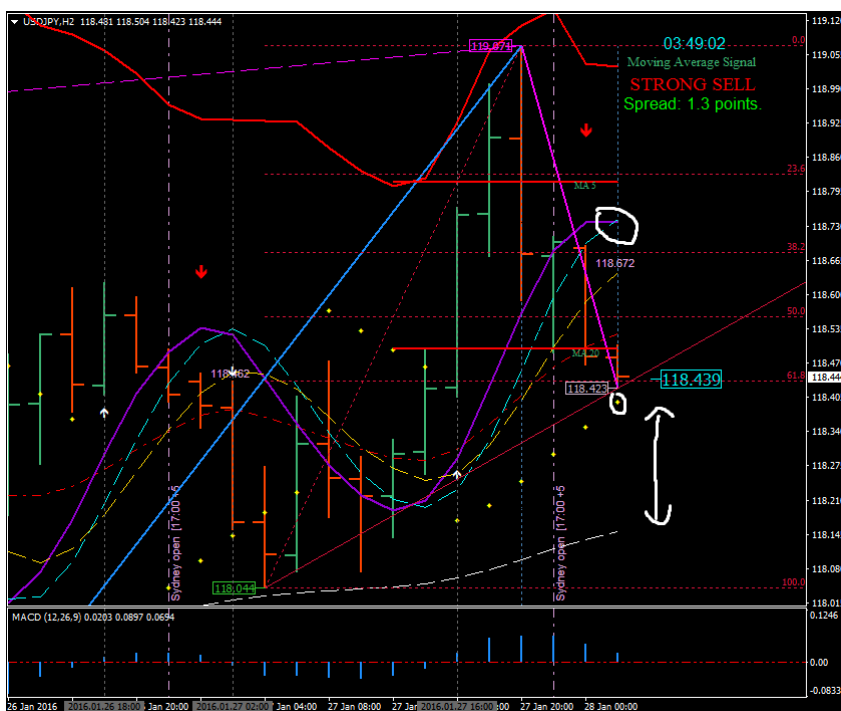
Q: shinny which candle did you use on the 1h when you took the long position?

A: (shinny) I entered on the first blue arrow close. PSAR flip, 4 horsemen lines up for trend. Look at the 2 hr and how it turns off the ROMAR, with the purple/white/smooth setting up to trend. You could of entered on the other arrow also. It isn't the best as I prefer the entry bar to be touching the ema, but even so.



Usually, these trades move a lot quicker upwards, but I haven't lost a single one of these types of trades yet. That's trading in the moment, getting on the turn before the market even knows about it. They vary of course, this one had some drawdown, but I was never concerned because I was trading WITH the 2 hour trend.

Q: We have purple potentially crossing white for the trend down. If so parabolic would flip and entry could be on next candle, correct?



A: My question would be: what are you seeing for your entry according on my postings from just today?

(27 Feb 2016, 13:31PM EST)

Traders — we have a new high resistance and the Fibo had flipped for the down until consolidation that new high can be bumped up a few times.

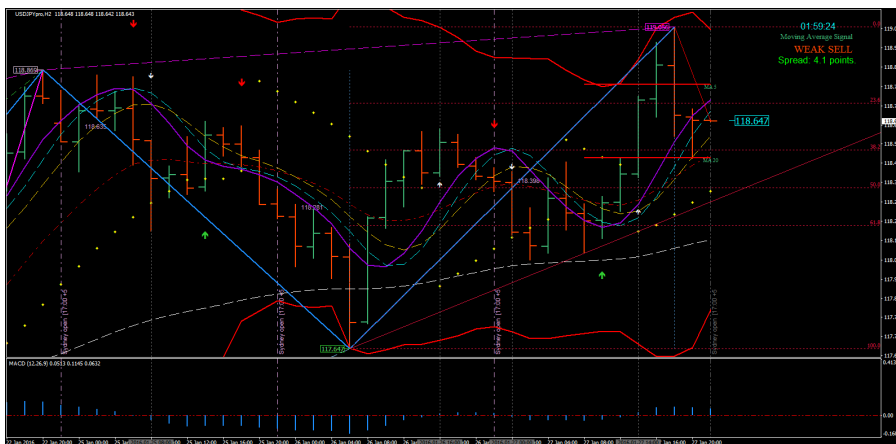
Another reference I would like to bring to your attention. And that is the swing lines. During consolidation those attachment with the candles are a very good source for entries and exits for trading. They may bump a little lower on the next candle for the down and vice versa. But in consolidation with a 40 stop you are safe.

BUT — in trends; those attachments can move from bar to bar and keep going. So you use those reference for consolidation **ONLY**.

This also reference the BBs (Bollinger Bands). The hits on the BBs are only for consolidation with the 2 hour chart. Not the 1 hour. Once a trend takes off both upper and lower bands will spread open at a 45 degree for the trend as showing on both the 1 and the 2 hour charts. Just remember your 2 hour chart is the trend chart and you follow the 2 hour for the trend. Your 1 hour is the trading chart in consistent with the 2 hour trend.

So everyone knows: I got out of this trade at the new high from the breakout with the opening candle above EMA/Smooth on the 2 hour. Both charts were inconsistent with one another at entry and I seen it before the market even knew about it.

It is after 17:00 EST and time to reboot. And here is the new data for the next 24 hours. One thing I suggest is after you have rebooted your platform do not reboot until after the next 24 hour 17:00. If you are finished with your MT4 then minimize it to keep it open. If you reboot after 17:00 and then reboot again later — then the data is not correct.



OK traders — we have on the reboot with the market between the MA signals. You also have the SAR hit just above the 1 hour parabolic. The 2 hour is in consolidation below Purple with White at the crossing. Bottom line - there are no opportunities for a trade until one shows up.

Just remember you have a new high and the Fibo is set for the down on both charts. And following the Fibo settings for the High resistance and the Low support represents a new target for the low.

14. Epilogue

Well, my fellow traders and friends;

It is now the end of my promise for two weeks of training. In these two weeks of training I have given you every detail and scenarios in how to trade this system. I have given you all the rules for trading this system; and no-where you will find any of my posting in contradiction with the rules. They are set in stone.

Some of you will, and most of you won't be trading this system. And the reason is because of those who "will not"; cannot see the benefits in learning the basics. Another reason is because of "old school thinking".

There have already been successful traders with this system in the last two weeks; and some are no longer on this forum. They are gone because their search for the so call "Holy Grail" traders uses; is now in their hands.

To be a master with anything you must gain knowledge. And learning is the way to become a master. That is how you gain understanding; by learning. You have been given an open book of a system that will help bring your dreams into reality. But as individuals being successful will entirely depend upon your learning skills.

Skills of learning are like building a house. The structure of the foundation is the very basic if the house will say on its foundation or come tumbling down. If the foundation is not study correctly before building; then how can you even understand the fundamentals of building a home? It is the same with trading. The foundation comes before anything else; and you build from there.

There were several traders on this thread looking to be spoon fed with entries and how to this and how to do that; even after they were given the answers. These traders are your failures because they did not want to take their precious time in learning. They wanted something free (in which they did received for free); but did not realize what they had received; was their destiny into prosperity. This system is not for everyone – and that is for sure.

I suggest you traders stay together on this thread and help one another. Minds working together have a higher percentage of being successful. Those who get discourage then walk away and give yourself time to recoup; and then come back and reorganize your thoughts.

For those who are still trading with the "old school of thinking" with this system. Then I suggest in walking out of the dark and see things in a different light. Trading has changed and nothing is never what it "was".

Trading "in the moment" is not a new concept. It has always been in the moment for trading. The market moves constantly in creating its own support and resistance from bar to bar. And nothing will ever change that concept. The Market has always been about support and resistance.

Just realize you have a very powerful system that will take you in and out of supports and resistances. All you need to do is learn how to trade in both directions. Being bias will only destroy you in being a true trader. It destroys the true concept of what is truth in trading; and that is both

support and resistance also known as the Paradox. They are opposites of one another but actually true and possible to trade.

In closing: I want to thank all those who jumped in to help your fellow traders with technical and trading problems. You have no idea how appreciative I was in what you have done for the others. I especially want to thank TradeAlot for his gracious and selfless gesture in formatting word.doc on the daily lessons as a manual. His work will help everyone. Thank you Sir, for your kindness and the great heart you have.

Try to remember I have given you a system in two weeks that takes 6 months to learn. You must go through the training over and over again; until it becomes second nature. TradeAlot's work will be a great benefit for each of you with your education in learning this system.

At this time I have one request: Please, do not PM or email a request of extra training or one on one. If you do; I will totally disregard your request without answering you. After I have logged off FF today; I will officially no-longer be a Forex trainer. Thank you.

I leave you this scripture from the Bible which is also on the heading of my personal forum:

"Whoever trusts in his own mind is a fool. But he who walks in wisdom will be delivered."

I wish every one of you a great and prosperous future in your trading. I will be checking in every once in a while to see how everyone is doing. My prayers will be with each of you for success.

15. Appendix

Xmess7's Advice

I took a long on USDJPY about 14hrs ago and got 40 pips. The approach is not that complicated as it seems. The thing is that there just alot of little parts that have to be recognized and the roles they play to create support/resistance/consolidation/trend. I would recommend to re-read post 49. Look at the image and get familiar with the part that each line plays. Then look at the simple plan that is detailed. AT the very least with the simple plan u can recognize if the 3 TFs are in sync or not like right away. I re-organized the roles/rules so they would make sense to me. For example I look to see if the EMA is above the ROMAR to consider that an upward sign. The rules indicate to look for ROMAR below the EMA to indicate an upward sign.

Anyhow below is what took place. First chart is what I looked at 1st, the 2H TF then once I knew what it indicated I looked at the H1 for agreement and for an entry.
I did look at the D1 chart , I SAW that the EMA was below the ROMAR so that was downward indication with the ROMAR acting as resistance. Basically it was not in agreement with the H1 and H2 TFs so I was looking at a consolidation trade.

I circled the entries and placed an explanation. Hope it helps folks. Enjoy.



shinny: I took the same entry. It doesn't look as good looking back right now because of the price pop making the charts look tight, but it was a good entry just had to be patient.

xmess7: When I was looking at these charts 14hrs ago, the H2 was fairly clear but H1 was a different story. You could barely see the lines underneath the PURPLE line. So I used the Data window and noted the values. That ensured that indeed they WHITE and SMOOTH were just beneath the PURPLE. Other than that the rest was eazy peezy. At that time a FIB was below the purple and once price hit it I placed the trade with the SL and TP, turned off the PC and went on my way. I didn't see the results till 14hrs later.

The key is to identify what the EMA/ROMAR and PURPLE/EMA are doing in each TF. That gives you right off the bat whether they are all in agreement.

Then identify what is support and resistance from the appropriate lines (ROMAR/EMA etc). Then head over to the H2 and see if it agrees with the H1, All the time having in mind the support/resistance I found earlier.

Now the scenarios we have are a TREND or CONSOLIDATION:

- IF CONSOLIDATION: see if H1/H2 agree with all the appropriate lines playing their parts (SMOOTH under PURPLE etc.) If there is agreement then look for a trade at appropriate support/resistance on H1 chart.
- IF TRENDING situation: Again Look at H1/H2 for agreement and look at the lines and how they play their part. If these are in agreement then attempts can be made at support/resistance of H1.

It goes without saying — always look at the lines and what their roles are. For example take the Trending case, if I see that the smooth crosses the PURPLE up then I don't do anything. So you keep vigilant.

Anyway, it seems complicated but it is not. It's just several ideas that are working in concert. Like I said folks can start looking at post 49 and just first understand how each of those lines place their respective parts, then start to look at the big picture by applying that simple trading plan that is provided.

Ok, I am done here. Take care all and good luck. Keep in mind that all is well. Don't let the losses nor the wins affect your state of being. Your objective for this endeavour is one thing and one thing only. To be the BEST TRADER in the UNIVERSE!! LOL. For if you attain that.. then you will be able to say... let them take whatever they want... they can even leave me broke with nothing... cause I know I can easily get it all back.

Shinny's Log

Heres a couple of days trading from me.

1st point - Yes I have been trading a few different pairs, only becuae I want to get up to speed with the system before our Mentor leaves us.

2nd point - I had 1 loss, and that was a stupid trade, I traded 30 mins before major UK news alert, so I was greedy and I got burnt.

If I can be profitable after over 1 week, I am pretty certain Dove is after all these years...

All Directions (De... Period: Current Month 29/01/2016 — 29/02/2016													Statement
ID ▲	Symbol	Opening Dir...	Closing Time (UTC+2)	Entry Price	Closing Price	Closing Q...	Swap	Commission	Gross €	Net €	Balance €	Pips	
DD2856092	EURUSD	Sell	29/01/2016 17:20:04.743	1.08672	1.08269	0.60	-	-3.20	170.09	166.89	8 231.86	40.3	
DD2856133	GBPUSD	Sell	29/01/2016 17:20:56.963	1.42551	1.42139	0.60	-	-4.20	173.92	169.72	8 401.58	41.2	
DD2858777	AUDUSD	Sell	29/01/2016 20:24:56.990	0.70858	0.70790	0.60	-	-2.09	28.70	26.61	8 428.19	6.8	
DD2862340	GBPUSD	Buy	01/02/2016 11:59:57.900	1.42859	1.42455	0.60	-	-4.20	-170.15	-174.35	8 253.84	-40.4	
DD2863248	EURJPY	Buy	01/02/2016 14:37:42.555	131.528	131.933	0.60	-	-3.20	139.83	136.63	8 390.47	40.5	
DD2864209	GBPUSD	Buy	01/02/2016 16:43:29.583	1.42764	1.43223	0.60	-	-4.20	192.28	188.08	8 578.55	45.9	
DD2867344	AUDUSD	Buy	01/02/2016 22:47:11.192	0.70799	0.71208	0.60	-	-2.08	169.93	167.85	8 746.40	40.9	
DD2868732	USDJPY	Sell	02/02/2016 05:50:08.440	121.041	120.637	0.60	-0.93	-2.92	139.03	135.18	8 881.58	40.4	
DD2869111	EURUSD	Buy	02/02/2016 07:02:05.078	1.08792	1.09152	0.60	-1.45	-3.19	149.90	145.26	9 026.84	36.0	
DD2870760	GBPUSD	Sell	02/02/2016 10:58:19.260	1.43947	1.43545	0.60	-	-4.20	168.04	163.84	9 190.68	40.2	
Realized €: 1 125.71													