Gleneagles aka Eagle eye

For Euro it seems to be, it moves in beats of 20 and setting a TP of 12 allow for some "slippage" at both ends of the short term price swings.

What I do is find my ranges of 20 pip levels. Make a good entry once the level has been breached and set profit for +12. I will usually allow the M5 candle to close before I get in but in doing so, a lot of my entries are late.

Gleneagles uses his excellent knowledge of candlestick patters as his trigger & I am working on that. You won't believe how many times I have had it go just 12 stop and reverse. I am not the best on entries so doing it this way I make more pips than trying to target +20.

Start with a 15M chart and manually draw your sup/res lines, switch to 5M chart and do the same.

Now look for price patterns on 5M chart around levels you may have missed or that may not be that obvious.

Look for 20 pip spacing between the lines and don't worry if the lines cut off 2-4 pips of the wicks, it is NOT crucial.

There is no special trick, all it takes is some screen time and a bit of work.

Once you have the lines on the chart, leave them on or save a template.
Often the levels from 2-3 days ago will be valid today.

The beats/swings are seldom spot on 20 pips. It varies between 16-23 approximately. You will see that the levels will cut of the wicks at times.
It is just a rough guide or a roadmap to try and anticipate where price is going and how it reacts at the next anticipated level.

I like to see 2 or more "established" levels before I will consider changing anything.

00 round number will normally cause some sort of reaction when PA reaches it, look at bounce now from 92, it is still in play from earlier today.

Hi Gleneagles
I have been following your posts and i am a big fun of your dustbin system. How do you

find the 20 pip daily levels.
many thanks Yonas

Left eye plus right eye plus mouse plus horizontal line

I look for typical patterns that form around levels approximately 20 pips apart when I start looking for levels for the trading day..not the highs/lows of a trading session. If it forms a confluence with the high/low..great stuff but I let the PA decide what levels it will follow and then stick with it until it forms a new range.

Trading price patterns is an age old trading style. Trading price patterns around harmonic beats is a fairly common style of trading used by a lot of Asian traders. Trading price patterns from patterns formed by indicators is a new development. There is nothing unique or special about it..not yet.
If the neural network boffins can develop a pattern recognition code that can be traded, it will sell.
In the meantime, I just trade it manually

So if PA forms one of your patterns at a level then you would place a trade, even if the next level occurred 10 pips after your entry and wait until the 20-ish pip level was reached?

Thanks in advance
Steve

I want to make sure that the levels I look at have "earned" the right to be on the chart before I start trading them. How did price behave at those levels before?
There are often "hidden" levels on the charts that may not be obvious until after a pattern is formed. I note them and if a pattern repeats 20 pips up or down from that level , I will consider adjusting the current levels if it is out by more than 4-5 pips.

It does not take long to see on the charts whether your levels are correct. You will never be 100% correct with the levels because the price swings are seldom 20 pips spot on. It is a rough guide to trade price patterns.

Yup. Nothing is ever absolutely perfect. However, screen time gives one a certain feel to the rhythm at which the markets are beating it's drum.

I know it certainly takes time to finally notice patterns as they are developing. I started off with the basic triangles (sym, ascending, descending), added in some wedges, then added in supply and demand levels. Then to complete everything, all we need is a breakout & retest, or a momentum bar to signify the action to take.

I notice some of the guys here actually play bounces off of levels (is this what your dustbin trading does??). I will always wait for at least 1 candle close of the respective time frame before taking my order.

My style of trading is simply letting price lead the way, and me to follow. I know almost immediately when I am wrong, because I end up buying a new resistance level, or selling a new support level. The rest of the times... things are good. Funny part is, Price will come back to that level and if I keep it marked, it will almost always bounce as well. Pure silliness if you ask me 😁lol

Thrust - rejection - continuation pattern - bounce 20 pip lower at 92


T-Bone bearish reversal
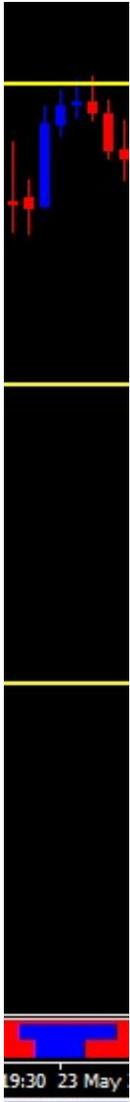
Another example of T-bone bearish reversal
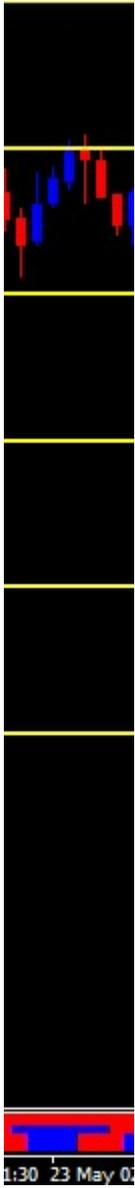
Based on PA , it leaves a specific footprint.

T-bone bullish reversal example
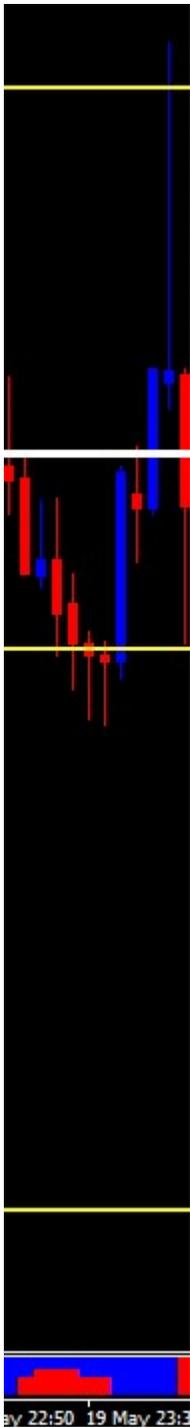
t-bone is a new one on me, what are the components, and implications, ie. stop levels or trapped traders etc..

LOL it just looks like a T-bone. no special significance, there are also others

Left elbow (bullish pattern)

Left elbow (bearish pattern)
Small block (bullish continuation)

etc etc etc

The basic patterns are enough for 40 pips everyday.
As long as you stick with the short term trend, you don't need to complicate something simple.