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Best Forex System Ever Created

Alien's Extraterrestrial Visual Systems



By The Best Teacher And Trader In The World

**PDF Compilation Made By:
*Marco Fernandes (marcof91)***

Alien's Extraterrestrial Visual Systems



[forexalien](#)

First Post: Dec 21, 2013 13:22 | Edited Jan 28, 2014 21:40

[Quote](#)

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Alien's Systems are a Group of Individual Systems, when used together, will give you Extraterrestrial Confidence with your trading, to pull the trigger , or stay out of the Markets when you should not be in them.

Intelligent and Adult like Behavior is the only rule, or you will be sent packing.....Life is too short to waste on anything less then this.....Thank You !

Your input is welcome, as long as it follows the only rule here.....

We will cover each System with it's Basic Methodology and then begin to add to them as time goes on.

Our Goal here, is to Learn How to stay on the correct side of the Trade.

When to trade and when NOT to Trade.

Alien is a Visual type of trader, Likes Momentum Trading, and can tell when the market is about to turn on Larger Time Frames and Small.....

Entries and Exits will be shown and why.....

Powerful Trend entries and how to find them.

How to stay in the trade with confidence. Ride the Trend to the End.....

The most Powerful Idea behind this Thread is to have Fun !

Alien does not live on this forum, he is off building UFO's, but visits several times a day, to reply to your questions.....

Let's get started now !

[Attached Image](#)



The More You Learn, The More You Earn.....



We are going to start off with learning the RSIOMA to keep us on the correct side of the trade. Later we will add to that, to show you long term direction that you can ride for weeks, to make the larger pip harvest.....

Weekend Food for thought. Simple System for locating Near Tops and Bottoms on Larger time frames or Smaller time frames.....

I started with the Daily and you will noticed the RSIOMA is compressed up against the top of it's window. I then start looking for the same in the H4.

I also look for it in the H1 , M15 and then M5..... you can look for it in the M1 also , but I did not show that.....but do use it.....

Then I wait for the M1 and M5 to start unwinding to the south or short.....as the M15 follows the M5 and M1, I look for a place to start thinking about shorting it.

I Now Know where Price Action is NOT Going Much Higher and can safely enter shorts. You can spot Divergence in the RSIOMA as the PA drifts higher to a Reversal.....

You must monitor your trade once you set it, because it can retest the high again and may even go against you a bit but will not continue much higher with confidence.

You can now use this for finding bottoms and tops in all the intermediate Time Frames as the Price Action moves around.....

This is how I keep on the correct side of my trades.....We will get more detailed with this system in time to show you why Price Action Turns on a Dime and takes it away from you.....

When there is not much space between the Two signal lines or they are flat around the 50% line , DO NOT TRADE during that time.....Wait for clear indications and power to move the Price Action..... We will be adding a special ADX system to this in the future to help you find great entries.....

I use this for scalping, swing trading and soon with long term position trading.....enjoy.....Alien... ..

RSIOMA MetaTrader indicator – this indicator takes two moving averages, calculates their RSI (Relative Strength Index) and then also adds a moving average of the calculated RSI. These two lines now can accurately signal the trend changes. They are shown in the separate window where they change from 0 to 100. Additional histogram indicator is shown for quick reference below the lines.

Input parameters:

- **RSIOMA** (default = 14) – the period of the RSI and the moving averages that are used to calculate the RSI. Increase for smoothness, decrease for signal frequency.
- **RSIOMA_MODE** (default = MODE_EMA) – mode of the moving averages used for RSI.
- **RSIOMA_PRICE** (default = PRICE_CLOSE) – price levels used to calculate moving averages that are used for RSI.
- **Ma_RSIOMA** (default = 21) – the period of the moving average of the RSI.
- **Ma_RSIOMA_MODE** (default = MODE_EMA) – the mode of the moving average of the RSI.
- **Other parameters** – configure the color settings and the trigger levels for the lines. It's highly recommended not to change them.

On the picture the bold blue line is RSI of the moving averages, the thin violet line is its moving average. RSI above MA and RSI above level 50 is a signal of a bullish trend. RSI below MA and RSI below level 50 is a signal of a bearish trend. One can also buy when the RSI breaks level 20 from below and sell when RSI breaks level 80 from above, but those are weaker signals. Histogram provides quick reference. Green lines signal BUY, red signal SELL, magenta mean overbought, blue mean oversold.



Attached File

 [RSIOMA \(2\).ex4](#) 7 KB | 3,309 downloads



Alien likes to look at Multiple Time Frames to see the coming turns in the Market. As shown below .

Looking at the H1 on UJ - The RSIOMA is in the lower window, Ignor the other indicators for now .

The H1 RSIOMA is compressed high against the ceiling of the window "Marked A" , we are looking for a break of that compression to the downside.

You then look at the next lower time frame, the M15 to look for clues to when the H1 RSIOMA might break to the downside. Divergence in the price still climbing, and the RSIOMA is slowly falling away creating this Divergence, this is the clue that the H1 is soon to come down.

To take this one step further , you can look at the M5 and see the strong fake to the long side and then it crosses back down to give you a great entry.

As time goes on in this Thread , we will be adding other indicators that will give you more clues to when the price action will turn on a dime so you can be on the correct side of the trade.

I will feed this to you in small sections , so you will not get sensory overload and you will have the time for it to sink in and learn it.....Alien

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



So it is clear that the Daily is still Long, and you must keep that in mind when you start to look at the lower time frames to pick your entries.

Alien always says it's long until you are proven different.....

We see the H4 UJ here, and I high lighted the above 50% area, and you can see the RSIOMA is spending a lot of time in this area, which would tell you the market is Long.

I am not ready to talk about channels yet, but you can see the RSIOMA staying above 50% most the time and the price action coming off the lower trend line and moving to the upper trend line for entries and exits to be taken.

The Daily will turn down at some point in time, your need to watch the H4 for that to start happening.

As the RSIOMA starts to move to less than 50% and spend more time below 50%, a Daily retrace will be happening or a trend change on the Daily will be starting.

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



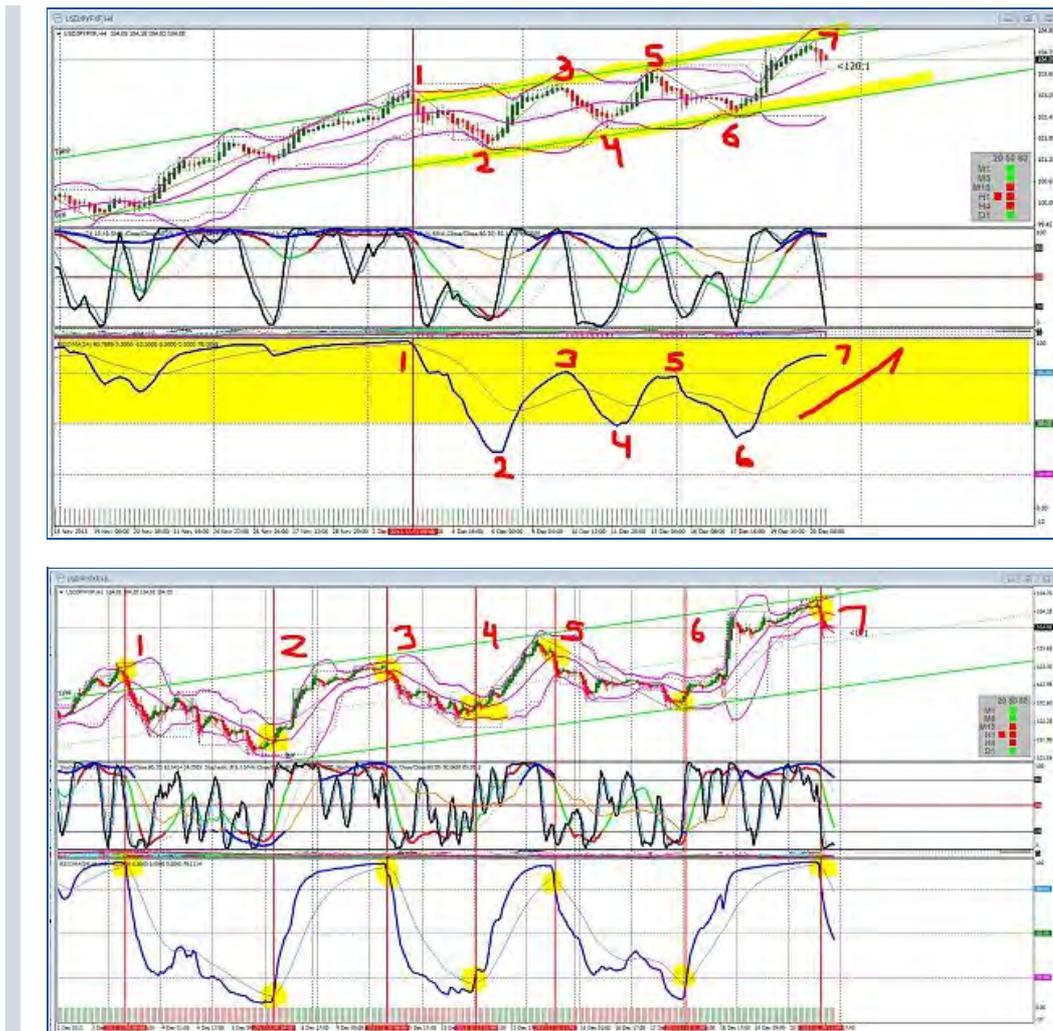
You have seen the H4 UJ.

Now lets match it up to the H1 UJ

Not knowing when the H4 will make it's next turn, I look at the H1, which gives you clear turns. You can take this example and keep going with it.

Not knowing when the H1 will turn, go look at the M15, and then the M5 and you can scalp with the M1

[Attached Images \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[Quoting ipadvisor](#)

According to your RSIOMA US/Yen is still bullish. So this is your main indi, right?

This is my quick look trend direction indicator. I start with larger time frames and look for multiple time frames to have the same direction for a trade. This will also in time teach you the quicker turns of the lower time frames for scalping. For safer trading, I like to use the ADX for momentum, and multiple stochastics for finding extreme tops and bottoms. I will talk about those in the days to come.....

TIP: RSIOMA - When H4 is long and H1 is short and M15 is Long and M5 is short, this equals "Ranging" or a lot of chop. Sit on your hands at this time.

Last TIP : When the RSIOMA is FLAT with no strong direction or is just hanging around the 50% line with no direction. Don't trade.....go find another pair to look at.

[Attached Image](#)



The More You Learn, The More You Earn.....



[Quoting ipadvisor](#)

According to your RSIOMA US/Yen is still bullish. So this is your main indi, right?

Looking at your question for UJ.

Monthly is Clearly Long - looking at chart below

The Weekly is showing signs of Divergence like in my first EJ example talking about the RSIOMA - you can see price going higher and the RSIOMA is falling lower.

The week RSIOMA has crossed long, But this is where the Divergence comes in. also looking at the daily , it is near a top also , compressed against the ceiling waiting to break and come down. The H4 will help us find that break as you watch them together. H4 is still long, as the H4 breaks short again , it may or may not bring the Daily down with it this time, but you will know when that happens by watching the RSIOMA over time , you too will get to understand how to anticipate the turns of the market.

Check the H1 to anticipate the H4 turn as shown.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[Quoting ipadvisor](#)

Do you find divergences always reliable on your system? and btw you use to spot also hidden div.? Tnk

I use the divergence for a clue of the slowing of the price action in the trend direction, the pull back could be smaller and slower to happen, but if you go look at the daily UJ it is nearing a drop also, which in turn will drop the weekly that just turned long and a week long at that.....

The week chart below , the ADX shows strong and long for now, looking at the daily below, the price action of daily long has created that ADX long on the weekly.

The RSIOMA Daily is compressing for a drop, only the action of the H4 and H1 will help us with the timing of that drop.

In the weekly chart you can see a Green Stochastic that has turned back long because of the daily long, this 21,10,10 sma mimics price action, it is another first go to indicator for trend direction.

Ultimately we will learn to enter at a trend start, with momentum and learn when to get out and not exit the trade early like we all do.....

Humans are impatient, overtrade and this becomes their down fall.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[Quoting FerruFx](#)

ForexAlien, what's the small dashboard shown in the bottom right of your chart ?

You made me smile

I use 2 different dashboards for a quick glance on how the market is trending .

The one FerruFx is referring to is the 20 50 80 multiple TF's , it lets me know in a glance where all the stochastics are sitting.

I will find a trending example for you to look at.

The first example I found is of the ADX in multiple TF's Trending strongly..... second set of windows below have my ADX, the dashboard beside each time frame show different speeds of ADX , 7,21,42,89,144, when the dash board turns all Green Boxes, a strong trend is in place Long or Short, this is an long example.

The 2 dash boards in the chart area on top that FerruFx was asking about, show me that the 8,3,3, and 21,10,10 stochastics are all above the 50% line at the same time and most are above the 80% line also showing me a strong trend in place, these are where you want to be when you place a trade.

Just look at the Price action on all time frames.....

A simple dash board glance to tell you a trend is HOT !

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Another small concept will be to get you thinking Multiple Time Frames.

Looking at charts from the top down and the bottom back up to make good sound trading decisions.

Below is a quick idea on how one must line up all the Time frames as to enter without much risk involved.

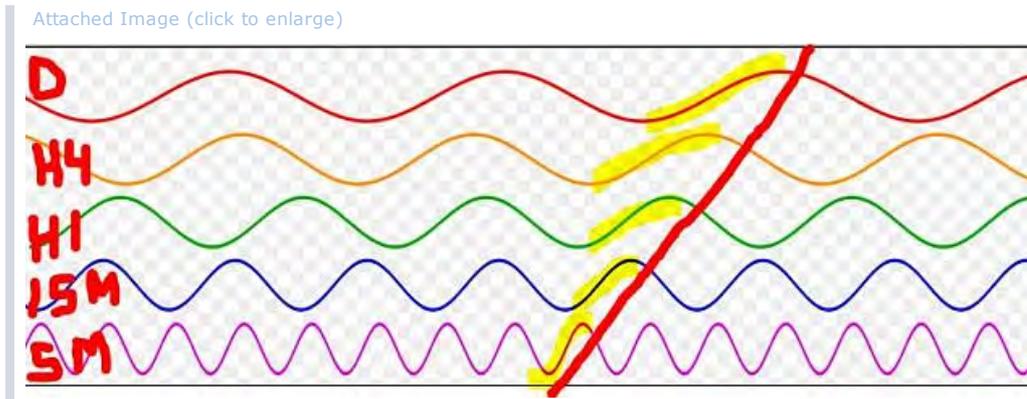
The wave example, Red is Daily, Orange is H4, Green is H1, Blue is M15, Indigo is M5

There is only one place on this chart of Multiple TF's that you can make a safe entry, It is where the M5 drives the M15 long, which drives the H1 long, which drives the H4 long, which drives the Daily all long, at the same time.

If you were to draw a line on any other M5 wave long, it will not line up with the other time frames, and give you a poor trade, or negative pips.

Use the RISOMA to help you find this location for the least risk trade to make.

I will further on this trade idea in the future.....



The More You Learn, The More You Earn.....



I will teach you my 5 speed ADX ,

When all 5 speeds of the ADX turn Up, you have a strong trend starting.....

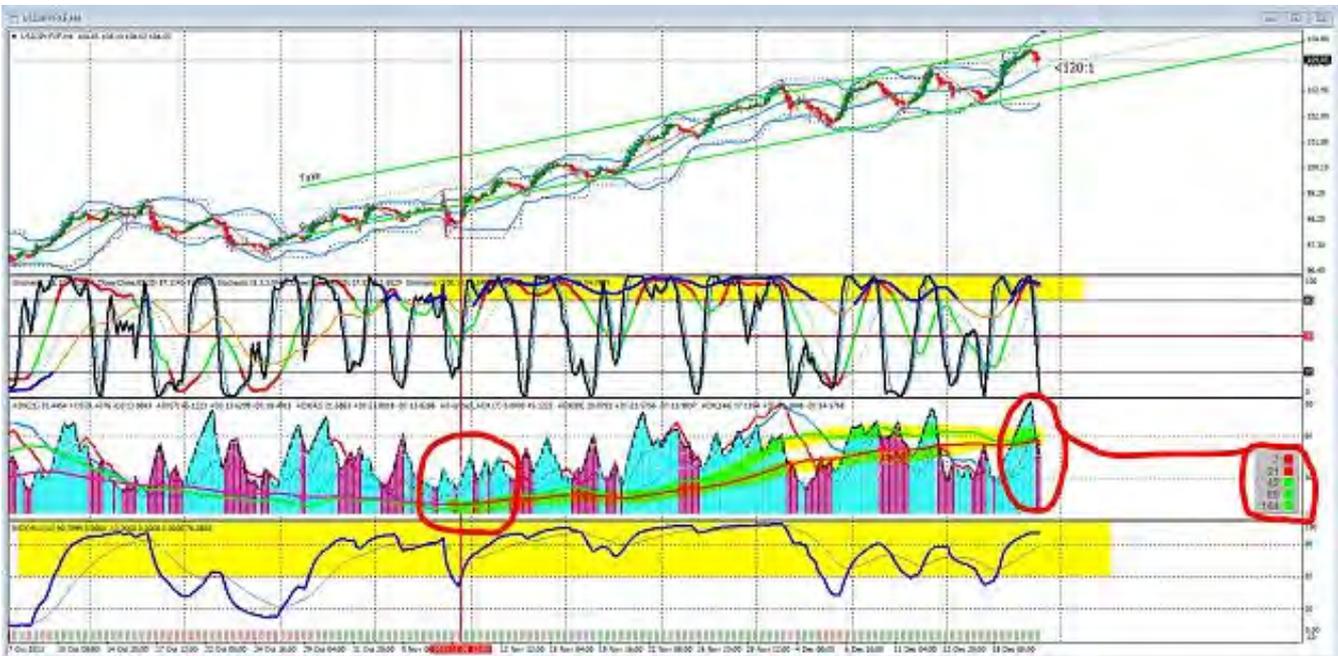
When all 5 speeds of ADX turn Down, your strong trend has ended.....

The first chart shows a larger shot of UJ and I circled where the trend started.

The Second chart show a close up of the 89 ADX Green crossing under the 14 ADX Pink, right at this point all the ADX speeds are long and this Signals the start of the Strong trend.

The speeds used are 7, 21, 42,89,144, - The 7, and 21 will saw tooth up and down as the waves are created, the 42 speed when it turns down is a short term retracement or resting period for the price action.

Only until the 89 and 144 ADX speeds turn down is the strong trend over. In this example the trend is still long as so the 89 , and 144 adx still are long.



The More You Learn, The More You Earn.....



Quoting Ck87

Man you use so many indicators, I don't know how you look at all that. Right now I use a couple of MA's and 3 different stochastics, which at times i feel like is too much, could easily switch to just 2 stochastics, but wow you're on another level with all of these haha. But since you stick to mostly H4 + I'm sure you're still doing well. If you were trading M15 you'd be a disaster I'm sure. Anyway, hope you do well. C

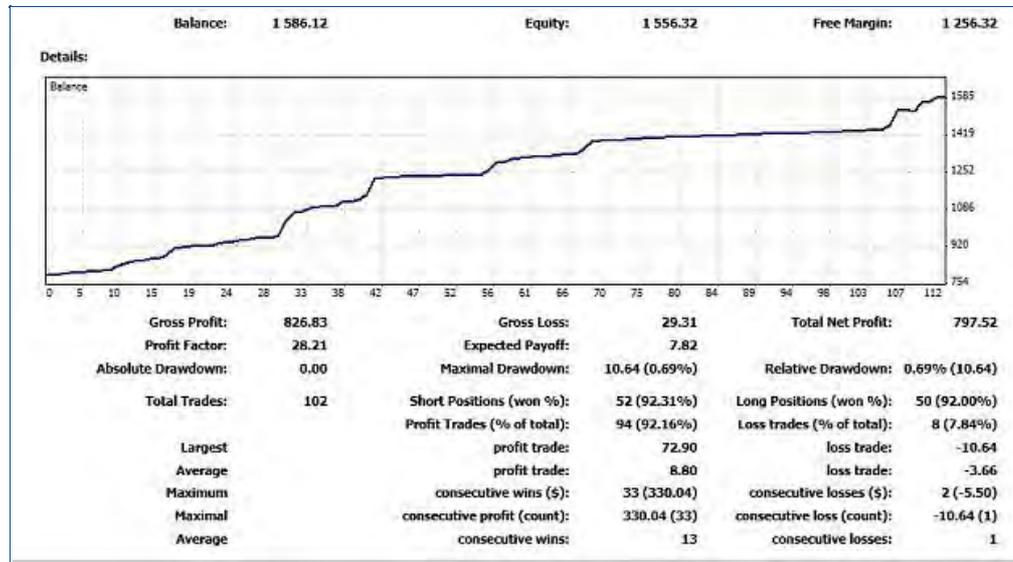
You only glance at the information on the last few bars, to give you a trading decision. and yes the H4 or H1 are easy to glance at, as I don't sit in front of the computer all day like most.

I am teaching a handful of simple systems, and when you put them together, in time your eyes can scan several charts in a few minutes to place a trade or not, and walk away.

The charts don't need all these indicators to trade, but they sure do give me 98 % accuracy in my trade direction.

I have doubled smaller accounts in 3 1/2 weeks time, when you put your nose to the grind stone , but it is a lot of work.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



This is an AUDUSD example of the RSIOMA and the delayed stochastic in the bottom window, it is happening currently, but PA will pause soon before another trip long.

All TF's are pointed up, anything above 50 is a buy , anything above 80 is a get your butt in the trade.

When the delayed stochastic and RSIOMA have space between them, it's a sure sling shot trade long.....

Attached Image





Last lesson of the day.....

AU earlier today had space between the RSIOMA and the delayed stochastic, and now it has done this a second time for profit. on the M5

The ADX is strong and long during this move which helps you with fake out trend direction, the 89 and 144 speed ADX will keep you in the game and not fake you out. Lime green and pink lines on the ADX. until these turn down , the trend is long and momentum is with you.....

and pay close attention to the Green stochastic - I made the settings mimic the PA, so if the green line is moving in a steep direction up or down, that is your trend direction. If the green line turns up, time to change direction, if the green line turns down, time to change direction, IF THE GREEN LINE IS FLAT , DO NOTHING AND WAIT FOR THE NEW DIRECTION TO SHOW IT'S FACE.

Study this chart and see how it mocks PA and learn it.....Alien... ..

Attached Image



The More You Learn, The More You Earn.....



This was posted Sept 20th - 3 months ago - using the RSIOMA and the Delayed Stochastic,

Projected wave 5 long , 3 months in advance, by looking at the separation of the delayed stochastic on the bottom of the last window and with the RSIOMA still near the top of the window. These 2 indicators have a Rubber band effect to them, when the distance between them is great as shown by the Red Arrow.

This can be used as a single system all by it's self. Merry Christmas ! Just set it up and look through hundreds of TF's looking for this set up, This set up was a 600 pip winner to date.

I will be pointing these out to you as they show up on my 8 screens.....

[Attached Image \(click to enlarge\)](#)



[Attached Image](#)





[Quoting Ck87](#)

{quote} That's exactly what I was thinking in terms of going back to 1.375,, but now I'm reconsidering that from the way it sold off on friday, although I do know for the highest probability set up I should wait till H4 momentum at least goes up a bit more and then starts to roll over. Guess we'll have to wait and see.

Use the RSIOMA !

H4 is down right now...

H1 is Long right now

M15 looks like it will push long again , and notice on the M15 that price is holding for the indicators to reset.....

We might only see 1.37 again before the fall, just keep using the RSIOMA of each lower TF to watch the PA turn back down.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



UJ DAILY - Look at all the opportunities you would have had to enter Long on UJ !

This is what the pro's do !

Enter once and then 6 more times to make a boat load !

The RSIOMA stays high for 8 months and everytime the Delayed Stochastic Cycles to the bottom, it rebounds back to the RSIOMA for another push higher. use the H4 and H1 to get in closer to the new bottom of each delayed stochastic.....

This same set up is ready in my last post on the M15, this is what you look for.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting forexalien

UJ DAILY - Look at all the opportunities you would have had to enter Long on UJ ! This is what the pro's do ! Enter once and then 6 more times to make a boat load ! The RSIOMA stays high for 8 months and everytime the Delayed Stochastic Cycles to the bottom, it rebounds back to the RSIOMA for another push higher. use the H4 and H1 to get in closer to the new bottom of each delayed stochastic..... This same set up is ready in my last post on the M15, this is what you look for..... {image }

Here is the H4 that drove the Daily.....

you can pin point these down to M5 for your most pips.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting forexalien

Make note of the 50% line , the 80% line and the 20% line..... Make Note of the RSIOMA over 80% you should be Long..... Over 50% is considered Long..... {image}

While the Blue RSI is Long "or short" in the 80% or 20% areas, when the Delayed Stochastic goes to the other side of the screen , you have a sure trade that the Delayed stochastic will return to the Blue RSIOMA for profit. This is a Daily Chart, you can drop down to lower TF's to find the perfect entry to gain more pips.

It does not happen too often , but you will get times when Price Action just won't move for you, but this is a very safe entry as the RSIOMA can not drop to the bottom of the chart with the Delayed Stochastic once the spread between them is there.

When they travel together after some divergence showed up, there was a 600 pip drop in the upper right of the chart. you can see the yellow line below falling away as price was still climbing, that tells us that price will not travel that much higher. Use your lower TF's to see the continuation of the trend as time goes on.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



We have 3 different things to look at here.....

1. In the red lines on the left we see Price Divergence "PD", lower price , higher RSIOMA, Price goes up !
2. At the start of the yellow marker we get a cross downward, the delayed stochastic drops fast below the RSIOMA and we follow the RSIOMA all the way to the bottom and wait for the cross up again.....
3. The far right red lines show the Delayed Stochastic leading the RSIOMA long again , but it is kinda choppy and slam dunks short again. at the cross over , 100 pips were waiting for you. Remember this is a Daily chart we are looking at.

This is a System all by it's self , watch it , learn it , and Master it.....! you will see profits.....

In Time I will add the other concepts and systems to pin point entries and exits , and there are so many good opportunities when trading becomes like driving your car down the street.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting forexalien

So we will review a simple system from yesterday - The RSIOMA with the Delayed Stochastic. Get your chart set up with just the Price Bars , the RSIOMA and the Delayed Stochastic in a lower window..... {image}

Scan as many H1 and larger charts as you can and see if you can find the separation needed to place a trade when the markets open. I will look also for examples for us.....

Here is an example I projected 11 hours apart by looking at the RSIOMA , and on the H4 on the right as well as the H1 on the left, you can see it was dropping and then going long, which it did.

When we get into live trading next week, I will point out what I see in real time so you can learn also.....

Attached Images (click to enlarge)



The More You Learn, The More You Earn.....



Here is a CAD example of what you are looking for.....

This one is special because the RISOMA and Delayed Stochastics in the lower windows ALL have the distance between them at the same time.

The ADX is Full Trend on all Time Frames.

The Multiple Stochastics are all above 80% as high lighted, the 8,3,3 and the 21,10,10

This is what you look for, a full blow Trend with momentum to it.

This is where you can risk more of your capital when these show up.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting tonytrader

I saw this setup for a trade on EURAUD. What do you think ? Go long when the risoma on the H1 crosses signal line up ? {image}

The BBSqueeze you have on the bottom is great for breakouts. The red dot areas tell you that the bollinger bands are close together and a large move is soon to happen !

I high lighted in yellow the one red dot in the bottom window and the bollinger squeeze in the chart, which also has the RSIOMA and delayed stochastic spread, the ADX with all five speeds are already moving short , so the break out would be short. 3 items tell you to go short and you would have a high probability trade to the down side.....

Until you see the adx 42, 89, and 144 turn back downward, this trade is still short for this time frame.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



The weekly chart here showed us that UJ was going long 2 months before it happened, just by seeing the delayed stochastic drop away from the RSIOMA that was still up high.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



[Quoting forexalien](#)

UJ - Monthly is long..... The weekly chart here showed us that UJ was going long 2 months before it happened, just by seeing the delayed stochastic drop away from the RSIOMA that was still up high.....
{image}

The Daily is still Long , you can see where it crossed the 50% line and stayed long for almost 2 months now.

If you look closely in the red circle, you will see the Delayed Stochastic is faltering, it even shows that prior to the red circle.

If you check the H4 chart, you will find Divergence there, which is the first sign of a possible short on the daily coming up, maybe 200 pips, but we need to follow it a bit more and the year end and holidays are here , so don't jump in just yet, but soon.....!

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



The H4 on UJ is showing high prices and Lower RSIOMA, so a turn south is near.....

So you can see this Divergence on the H4, is showing up on the Daily that I just posted above, by the Delayed Stochastic faltering.....

[Attached Image \(click to enlarge\)](#)



The month and week are Long.....

The daily is Long , overbought for now , but holding on Long.....

If you look at the Daily below, RSIOMA is still long, the ADX 42,89, and 144 are green and still climbing, the stochastics are pinned long still, this means the daily trade is not over yet, we need to follow the H4 and see what it is doing.

The H4 is short and the RSIOMA shows that, the slow blue stochastic has been at the top for a long time and shows signs of coming down.

The key I see here is the ADX 42,89, and 144 are red now , and this tells me they have lost power to the upside and the Long trade is over for now on this TF.

The H1 is short by the RSIOMA, ADX is showing a pretty strong trend downward right now 7,21,42,89 all green showing the drop is strong. The stochastic is mixed to me right now, not sure if it will turn up soon or just bounce along the bottom there, so stay with the RSIOMA as it being short. until it turn long again.

At this point you would drop down to the M15 and follow that Price Action to see how the H1 behaves from here on out...

Attached Images (click to enlarge)



The More You Learn, The More You Earn.....



Quoting angelofx

{quote} I like EU. A quick one, Alien. The ADX, i don't understand how you use it and i've been reading the thread from the beginning you did say somewhere you'll explain it. Hope i'm not getting ahead of myself. The RSIOMA is quite consistent, the way you use it.

Hello angelfx,

The ADX is used for momentum trading and break out trading.

I have not yet started to talk about the ADX yet as this thread is less than 2 days old right now.

I do not want to bounce all over on different subjects and lose people here.

I will quickly show you why I created it .

I wanted something that would get me into a trade with momentum and get me out of a trade when the momentum is gone.

I use all ADX 7,21,42,89,and 144 when they go long or power up to get into a trade and when the 89, and 144 turn down, the trade is over,

On the left side I have All 5 of my ADX turn up for momentum, time to get in the trade, a sell, you can see the 7 adx, and 21 adx chop a lot with each wave that is put in, But the 89 and 144 will stay climbing as long as there is momentum still in the trade. 4 plus months and 1000 pips later, the 89 and 144 adx turn down, trade is over, take your profit and look for the next trade.

these happen on all TF's, it's just a matter how far each trade will take you, but it works for me. I have a BOT that helps me with this , but it is not perfected yet.

this chart is audnzd daily from back in October.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting forexalien

{quote} Welcome Jbomb, Just remind me from time to time and we will cover that one too ! Thanks for showing an interest in this thread..... EA month is long EA week is long with all ADX's long {image}

EA Daily is Long but nearing a top, H4 and H1 have retraced short,

The Daily ADX is showing some long term power still in the move longer, but we need to follow the H4 and H1 and see if they continue down.

many times when the ADX has a nice push long like this , it then rests and makes one more push long.

Will be keeping large Eyes on it.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting traderbola

Alien, H4 EJ chart, adx 89 crossed 144 to down side, does it mean we can see serious pull back like 200-300 pips? {image}

When the ADX 89 and 144 turn back down, all that means is the climbing of EJ has lost it's power to continue long for now. It is at rest now. I would not trade at this time and watch to see if all the ADX line relax to a lower position near 30 or below.

Price action has momentum and then it rests, then it either has more momentum in the same direction again or it starts a retracement or a reversal, and we will talk about that another day soon.

For now, follow the ADX when all 5 speeds are powering up during a short or long move, and work on the Divergence with the RSIOMA and delayed stochastic.

These 2 are basic building blocks for my trading system for a quick scan of the charts.....

The More You Learn, The More You Earn.....



[Quoting forexalien](#)

{quote} To start with from the top down..... GBPJPY Monthly is long All stochastics are above 80% ADX id long and on it's second push long The rsioma is long above 50% and entering 80% which could make this a long term long trade. {image}

The GBPJPY Weekly is Long

There is lots of good stuff on this chart, it takes me 30 seconds to see it all, so practice looking for it.

First starting on the left side of the chart we have a red vertical line I put in, this is where the RSIOMA crossed 50% long, also the Green stochastic 21,10,10 sma, mimics Price Action and has crossed over the 50% also, the faster stochastic 8,3,3 is over 80%.

2. At the Vertical Magenta colored line I put in, RSIOMA crossed the 80% area, 4 out of the 5 adx's went long, stochastics are still in 80% area. Strong Trend is now showing it's face.

3. RSIOMA stays long for 2400 pips, the 89 adx is still long and the 144 adx is going long also , meaning stronger trend in place,

4. At the Black vertical line we have a bollinger band squeeze showing up, this always gives us a chance to pick the direction of the break out of that bollinger squeeze.

We have 3 indicators that are telling us the bollinger band breakout is going to be long again !

- 1. The green stochastic that mimics PA has turned long again !
- 2. The 144 ADX has gone long and so should you !
- 3. The RSIOMA is high and the Delayed Stochastic is Low , we have separation and the rubber band spring back in PA is on it's way long again after a rest.

Alien's Love to project the future direction.

So looking at your 5 ADX's all being long, this long trade is not over on the weekly until the 144 adx turns downward.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[Quoting forexalien](#)

{quote} The GBPJPY Weekly is Long There is lots of good stuff on this chart, it takes me 30 seconds to see it all, so practice looking for it. First starting on the left side of the chart we have a red vertical line I put in, this is where the RSIOMA crossed 50% long, also the Green stochastic 21,10,10 sma, mimics Price Action and has crossed over the 50% also, the faster stochastic 8,3,3 is over 80%. 2. At the Vertical Magenta colored line I put in, RSIOMA crossed the 80% area, 4 out of the 5 adx's went long, stochastics are still in 80% area....

From the prior post I will just let you find the same items as above, that I have already talked about. You should be able to see all of them by now.....

Daily is Long.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting forexalien

{quote} From the prior post I will just let you find the same items as above, that I have already talked about. You should be able to see all of them by now..... Daily is Long..... {image}

The H4 is long but Mixed.....

- 1. we have the bollinger band squeeze at the top in the price action.
- 2. blue stochastic is hanging Long above 80%
- 3. the green stochastic is not dropping away very fast and is still above 50%, good chance it will turn long again.
- 4. the 5 ADX's are all Long right now
- 5. the RSIOMA is long and above 80%
- 6. the delayed stochastic is sitting at 50% and has turned back once.

I would say this chart is long , but mixed, it is lost for direction right now, but we need to look at the H1 for more clues to the H4's direction.

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting forexalien

{quote} The H4 is long but Mixed..... 1. we have the bollinger band squeeze at the top in the price action. 2. blue stochastic is hanging Long above 80% 3. the green stochastic is not dropping away very fast and is still above 50%, good chance it will turn long again. 4. the 5 ADX's are all Long right now 5. the RSIOMA is long and above 80% 6. the delayed stochastic is sitting at 50% and has turned back once. I would say this chart is long , but mixed, it is lost for direction right now, but we need to look at the H1 for more clues to the H4's...

GBPJPY H1

This chart pretty much tells me there is not enough volume to move price. Holiday week in the USA here.

The green stochastic moved from the bottom to the top and almost produced 100 pips.....not bad , but painful for 2 days.

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting Eni

Hello Alien, I am really moved by way you are explaining things to people, you are not the selfish type. I wish we have plenty of your type at this great forum. My own pair is GBP/USD. Please, can you explain better about the RSIOMA, that indicator really impress me. Once again, thanks a lot for the good job you are doing.

GBPUSD - Monthly and Weekly are long.....

This is the Daily chart, as you can see I have been playing with this one with a pile of micro's on the way up.

Back in the beginning of September there was a bollinger band squeeze, this is a first item to look for, so we can figure the break out direction using Alien's systems.

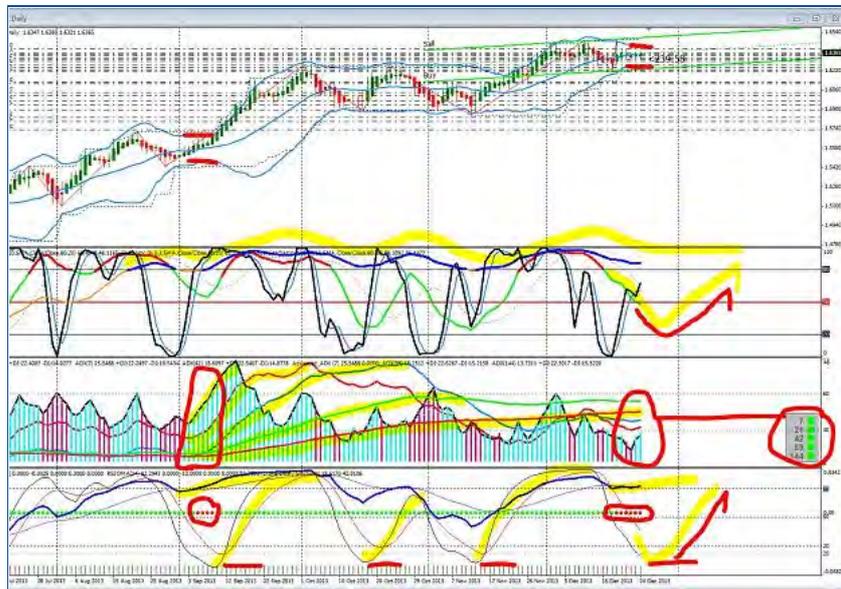
We next looked at the RSIOMA and it is long, the Delayed stochastic played into our hands and was already at the bottom of the RSIOMA window ready for spring back action.

The ADX's were all starting to power up as Price action was moving through the bollinger band squeeze. 3 months later the 144 adx has not turned down yet, telling us to stay long still.

We currently are in another bollinger band squeeze, once again the RSIOMA is still long and the delayed stochastic is near the bottom of the window again. all adx's are still long now.

The green stochastic that mimics price action will be turning back long as the delayed stochastic turns long again. I am expecting another push long here again, but will have to look at lower time frames to follow this move.

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Several ways to trade: Trading and Learning in Review

1. The name of the game here is to locate a Bollinger Band Squeeze and pick the new trend, out of the chute before, or as it is happening.....by using the indicators we have been talking about so far.....
2. Use the RSIOMA and the Delayed Stochastic when they are far apart from each other and trade that as a separate system, this works on all time frames, look at your weekly chart on UDSJPY - 700 - 800 pips already.....
3. Look for the ADX, all 5 speeds to be below the 8 -10 scale on the right side of the screen and look for trends to power from those levels.....with all 5 speeds turning long.....
4. Stay in the ADX trend once it has left the station, stay in your trades till the ADX 89 and / or the ADX 144 have turned down, the trend power is now gone at this time. This is such a unique way to gain the most pips possible, and gain confidence to stay in a trade for days or weeks.....Great for Scalping too, but we have not covered this yet.....

Gotta run, talk to everyone soon.....!

The More You Learn, The More You Earn.....



Quoting le celte

Hi Sir and thank you for this excellent strategy. (These excellent strategies). "... the 8 -10 scale on the right side of the screen ..." I have not this scale on the right side. Where is this indicator please? Sorry for my bad english, i am frenchy 🇫🇷 cheers jf

Example is a EU H1 chart.....

In the ADX window, on the far right side of that window, I placed a line at the 10 level.

When the slower adx's 42,89,144 are drifting slowly downward and start to drop near or under the 10 level line, you have a very safe trade when the trend takes off and they start to climb again.

This can be another system all in it's self. Take your charts, place a number 10 level line on the adx and then scoll to the left and look at all the times it gets lower and compresses and then takes off again, it's like a bollinger band squeeze in a way.....

I will look for better examples for you, I have made a robot that looks for these, but I have not perfected it yet.

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting kore2

Dear forexalien, I know ADX indicator I`m just asking because you used the words " ADX turns long" ... If ADX is going up (long) you trade according to other indicators (short or long) and if ADX is going down you wouldn` t take any trade at all. Is that correct or I misunderstood you? And some more questions about your special ADX indicator: Do you pay attention to the way ADX` s are aligned? e.g. 144 on top or bottom, next to 89, or 7 etc... Or it doesn` t matter the order they are aligning and only look for up and down. Thank you.

Hello kore2,

You are correct, I do need to make this ADX direction more clear.

The ADX lines only go one direction when the trend or momentum get's stronger. And that is they will always climb during a stronger trend or momentum. I will show two examples below, a long and a short example. I most of the time use the words ADX long which I should not call it that , because it sounds like I am saying to go long.

I sometimes say the ADX is powering up or momentum up would be a better way to say it. Does anyone have a good phrase to say the ADX trend momentum is picking up?

If you are using the advance adx histogram, it shows you the color and direction it is going without thinking about it. Red for short and bluish green for long, as in the examples below. Also the RSIOMA will be on the side of the chart direction, you just can't get it wrong with both of these together.

As for your other questions.....

1. The safest trade is to have the ADX lines low and all start to climb like these 2 examples, this normally happens when the RSIOMA is over 80% or under 20%. when they are all lined up in order adx 7,21,42,89, and 144 and powering up, is the safest and longer term trade to take. You can just trade the first 3 adx if you like, 7, 21,42, but without the others , it may become a shorter length of trade. And you best use SL or watch it closely.

2. When the ADX lines are falling back to earth, this means there is no momentum. you might get a short term spike or a I gotcha trade, and it is possible to make other trades without this system, but they are more advance for later discussion. You can take trades without the ADX climbing or powering up to the moon, but you will need to use the Stochastics in window one to make those choices, but we are not ready to talk about that yet.

I always say the Market is mixed or at rest , when the adx lines are drifting back to earth.....

3. Do you pay attention to the way ADX` s are aligned? the best trades are going from low to climbing with all adx aligned , but I will show you on the UJ weekly, that the first push up in alignment is the largest move and the RSIOMA was above 80%, then the adx lines started to rest or become mixed, note the rsioma crossed down , but remained long at the 80% area, also note the delayed stochastic was at the bottom of the window before the next move long, we know the next move already, and the ADX's do not need to be in order for it to go long again. they are out of order going long currently, the move is not near as great as when they are in alignment. But I would still take the 800 pips.....

we will have more detailed talks about the adx, but for now , we need to stay with the basics.....



Quoting kore2

Alien, I back and forward tested lots of currency pairs especially on 15min timeframe. And I have found very good entries, but now my concern is the exits... If I get it right your main exit signal is the ADX. On 15min

(no matter which ones) the trade is usually over, no matter if 144 and 89 is still going up. Do you use stoplosses at all or are you watching all your open trades?

Hello kore2,

Exits would be:

1. the ADX 42, 89 or 144 turn down, you can use them stand alone or cross check with the RSI/OMA crossing up or down.
2. the RSI/OMA crossing up or down.
3. Look to see if the 21,10,10 green stochastic has turned the other direction.
4. bollinger band squeeze sometimes, but this might get you out too early in some cases.
5. all 3 stochastics turning down or up after being above 805 or below 20%, but this might get you out too early in some cases.
6. looking at multiple time frames will tell us things in advance, but this is advance exit also.....

I have more advance exits using the multiple stochastics , but we are not ready for that.

we are working on training your eyes for the basics and then the advance stuff will be seen later.....

as you use these systems you will gain confidence in the trade you entered and the most important is most traders can not stay the trade and get out with little profit.....

The More You Learn, The More You Earn.....



Quoting kore2

Alien, I back and forward tested lots of currency pairs especially on 15min timeframe. And I have found very good entries, but now my concern is the exits... If I get it right your main exit signal is the ADX. On 15min timeframe it's really choppy. My experimenting shows me that if 2 of ADXs are crossing each other downwards (no matter which ones) the trade is usually over, no matter if 144 and 89 is still going up. Do you use stoplosses at all or are you watching all your open trades?

As far as stop losses , beginners should use them, I don't, after 30 pips of profit I place a break even, then after 50 pips I start to SL profit at 50% of the pips in profit. This would be on H1 and H4 charts.

The More You Learn, The More You Earn.....



Fake out on the M5, as the delayed stochastic was falling on the M15.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting vspatrick

Hi Alien, I saw on some of your charts that you are stacking positions , probably entering small positions on different waves and let them grow with the long term trend. Since I only believe on long term but I ve never tried this approach, what is your feedback using this approach ?

Alien rides the waves, This is the reason for trending, trending is because the professionals can find the bottoms, tops, or turns, as we can, Alien seems to get in before the larger moves happen as you can see.

Using the TOP down method, you can start to see the larger turns on the monthly, week and daily in advance by looking at the reactions of the H4 and lower as they slowly make their turns.

As in the beginning pages of this thread , Alien shows examples of Price Divergence with the RSIOMA, this is Important to learn as you can get in to the exact reversal with little going against you.

Alien likes to trade using where price can't go anymore, examples to come.....and the one on page 1 is a good one to look at closer.....

Now back to your question , we find a daily or week turn, we then find H4 dips for the daily, or daily dips for the weekly to add positions, you can take this all the way down to H1 dips for the H4 . The pros start a position, and add all the way up as the trend goes, every dip where they can see a new bottom.

Using smaller time frames , some of the bottoms come sooner then expected, the M15, M5, M1 may turn in just a few hours , never giving the H1 a chance to fall further , but the RSIOMA and ADX should keep you on the good side.

The other day we had a great example of this , Vspatrick pointed out an EJ trade he wanted to go long on, using the RSIOMA delayed stochastic system on a M15 that had not turned up yet, and he asked if it was too early to get in, and I replied yes, I then proceeded to show the thread how I follow the M5 and the M1 down to the turn long again. We found the bottom being patient like an Alien, not the fast button pushing humans.....LOL

Below is where this conversation started and it is a good one to review, and keep reading forward all my comments as I called the move out before it went to the moon.....This is what the pro's look for, Alien is not a Pro, but a simple Alien looking to succeed at Forex. I think we beat the Pros to that turn by the way...

<http://www.forexfactory.com/showthre...=7175300#reply>

Retail traders can only see the small waves and counter trend trade against the large trend and they blow up their account, when it's time for the pros to add another pile of money to the trend after the retailers are lulled into an opposite trade because the market is resting before the next big move.

TIP : Do not counter trend trade when the market is resting and not moving , this is death !

As time goes on , I will spot these out and we will keep one going and the reasons why.....

The More You Learn, The More You Earn.....



[Quoting Zerrox](#)

I have a question considering the ADX's, that you may have answered one way or another, but i'm still a bit confused On how many timeframes do you prefer to have rising ADX's? What timeframes do you consider important, related to the entry timeframe? If, for example we have an entry on the M15 timeframe, where the delayed stoch has fallen and is now crossing long again, with the RSIOMA still high. Do you consider it important to have rising ADX's on the M15 TF then? And what about the 1H and 4H ? I'm guessing if you are seeing strength on H4 and...

Good Questions !

1. What time frames do you consider important, related to the entry time frame? I look at month to H1, time frames....., the Time Frame you are looking to trade, I like to at least look at the one higher and the one lower to the setup Time Frame. But I normally like to see as many time frames traveling the same direction so the trend is stronger. It is good practice to start with the Month and work your way down to the H1, you will then see if you have a trend to follow. Find the examples already posted and follow the new ones to yet be posted and you will get the ah ha moment soon.

2. Do you consider it important to have rising ADX's on the M15 TF then? If you do some back testing on the pairs you are interested in, most RSIOMA delayed sto trades have the ADX's climbing, at least the lower 3 will climb the 7,21,42,. You need to decide the quality of the trade you are going to take. no adx's rising might give you a few pips, 3 adx's rising might give you 30 pips , ALL the ADX's rising will give you 50 pips and beyond. learn to grade your trades. do you want to take a grade C trade or a Grade A trade ? in time you will learn the subtle differences you can get away with , but when all the rules are in place, your trade will go well.

3. Do you consider it important to have rising ADX's on the M15 TF then? yes

4. And what about the 1H and 4H ? I'm guessing if you are seeing strength on H4 and H1 you would try to buy the bottoms on the M15? yes .
But do you enter only if you are seeing rising ADX's in the M15 at the same time? if you can find the bottom of the M15 using the RSIOMA as I did a few days ago, no you don't need the ADX's to be climbing, but they will climb in time if the M15 , H1 and H4 are all long.....
The ADX's all climbing is the safest trade to take, this is not to say there are other ways to trade this and still make pips. Sometimes price will scream and our system will not give us a clear setup, then we stand aside and let the pips go by.....

The More You Learn, The More You Earn.....



[Quoting forexalien](#)

{quote} 7 green only, could be the start of a new direction change as all the others are falling to earth still
{image}

I will build a word document with all the examples on it now and what they would mean, basically

all red and momentum is dead
7 or 21 green the possible start of momentum while 42,89,144 are still red
7,21,42,89,144 is strong momentum when they are all green or climbing

7 or / and 21 red and 42,89,144 are still green means that price is resting short term but the momentum is still strong longer term and to stay in the trade.

The More You Learn, The More You Earn.....



Quoting forexalien

Here is a explanation of how the delayed stochastic works. The delayed stochastic moves with price during the resting periods, and that is away from the trend because it is resting or people are taking small profits and then when it finds the bottom it turns back toward the trend for a trend continuation move..... A resting period is also a bollinger band squeeze most times. TIP: The green stochastic also is turning back long with the delayed stochastic signifying that the bottom has been found, so the trend can now continue long again,...

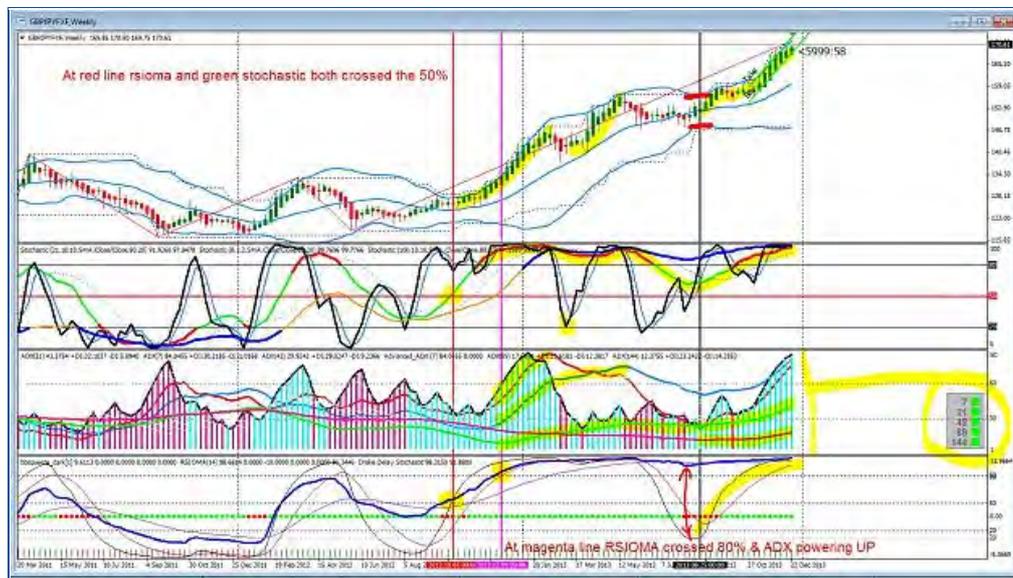
Train your eyes to look at these items first

- Bollinger band squeeze,
- RSIOMA divergence to the delayed stochastic and the distance between them,
- Is the GREEN stochastic flat and turning long again ?
- Is the ADX picking up momentum ?

It should only take you 15 - 20 seconds to look at these items on a chart.

If you are only looking at the month, week, day, H4 and H1 charts of each pair, you could look at all time frames of each pair (approx 20), in about 35 minutes if your charts are all loaded. now you may want to study them a bit closer and it would take you an hour each day, or lose 10 pair and you are back to 30 minutes a day to look for swing trades.

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting jeffmichaels

Wanted to post this one setup I (think I) see before heading off to the sack .. USDMXN Weekly and monthly ADX looks like its setting up for a strong move to the upside they have all come down and are at historically low levels. I have posted the full monthly so you can clearly see the 20 year trendline it seems to be holding, the lower TF's dont seem just there yet but this could have a potential upside target of ~2000 pips for a retest of the all time highs at 15.5 or even upto 18 from the measured move of the wedge on the Monthly. The wedge forming...

My Alien mind keeps going back to when we see a wedge as in jeffmichaels example. We had one in EJ and of course UJ driving EJ ,

TIP: These resting wedges of indecision, point to the bollinger band squeeze, and are a leading clue that we are going to have that next BIG move.

By looking at the indicators we have on our Alien System, we will be able to in advance, see the direction of the breakout !

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Here is a sit on your hands trade.....

This will show you what not to trade.....

1. bollinger squeeze right now
2. stochastics are a little bit mixed here, hanging around the 50% mark, just turned around, price action is not moving far.
3. adx's 7,21,42 are showing down trend , but it is not a very strong one, the trending adx's 89 and 144 are flat telling us not to trade.
4. RSIOMA is flat and hanging around the 50% mark with no true direction in sight and the delayed stochastic just turn down, BUT with the RSIOMA in the middle of the chart , we have a sit on our hands trade.....

Attached Image (click to enlarge)



Attached Image



The More You Learn, The More You Earn.....



Quoting jpadvisor

Hi Alien, I noticed almost your setups are regarding long trades. Could you find some examples also of how you spot short trades? Thk

There you are !

This is not a current trade , but one of our other traders got into trouble with this pair.

I will look for current setups for short when I can find them.....

1. Train our eyes to look for the bollinger band squeeze first, is it there or not ?
2. Look at the direction of the green stochastic, which direction is it traveling and is it above or below the 50% line ?
3. look at the ADX lines, how compressed are they ? This is a great example for ADX compression of ALL the ADX speeds..... A big move is near when you see bollinger and ADX compression....
4. RSIOMA and DS are in the 80% area and are falling, the DS fell first, the green stochastic was already on it's way down, the ADX expanded 3 bars or 45 minutes in advance of the move, so you had plenty of time to see it if you are looking at this pair.
5. wait for the 42 or 89 adx to turn down and trade is over.....!

As far as the price action going the other direction long , there is no good entry to the long retracement, but if the stochastics stay long in the 80% area and climb fast, along with the RSIOMA climbing with the DS leading it , you might have a chance at it , but no guarantees what might happen. I did not look at the other time frames around this M15 to see if there was something that would make this quick come back. I just let the pips go by.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting forexalien

EJ H1 setup long currently holiday hours might be the death of us, but this one looks good..... {image}

I marked the turn that started 2 hours ago, this one should go for awhile, a nice deep delayed stochastic retracement.....

TIP : Study this turn so you might find one yourself, many time frames turn together , you can slowly watch the m1 turn and the m5 turn and the m15 go and now the H1 is turning, this would be how to find reversals.....and the DS pulling down wold be retracements

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



EJ M5 - NEW trading info !

TIP: New Technic to look for to help with further advance trading
I will come up with better examples , but this had both a long and a short trade in it.

From the far left you can see adx powering up a bit, the rsioma crosses the 50% long, the 8,3,3 sto has gone into the 80% area.

See how the green stochastic is climbing, peaks, and rolls back down.....

TIP: Here is the advance trade, rsioma went into the 80% area, the 8,3,3 also reversed it's self long again to match the same direction as the 21,10,10 green sto, This sling shots price action when both are traveling the same direction. I marked it with a v around the 8,3,3 to show this.

The same goes for the down side of the move, the ADX expands a short trade, green sto is moving downward across the 50% line, and the black 8,3,3 goes against the trend and then turns back downward (marked with an upside down V) , sling shooting the price action for a short trade. Please notice the RSIOMA also crossed below the 50% line during this time.

These are 2 advance trades that you can look for , 20 - 25 pips each direction . I might even call the a scalping trade, but 20 pips is always good in my book.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



TIP: This is a great example of the ADX being compressed down to nothing, this could be a trade alert all in it's self.

You look for this non movement of the ADX and wait for it to expand or explode.....!!

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting Greenstar

{quote} I came over to post about gold and lo and behold Alien had already done so. I don't want to put my comments about it in the thread but just want to say: studying it starting from the monthly, zoomed way out, is a learning experience investigating the fate of a long strong trend's effect on the indicators. Just finished using only the RSIOMA and the Delayed Stochastic. I recommend doing this. It does help - going all the way down to the lowest time frames. In terms of direction, I agree with Alien on that. But it's not because of Alien's...

TIP: If you make note of the direction of each time frame from the month on down, you will get a good idea of the direction you should trade, with the time frame you had in mind.

If the larger TF's are mixed and going opposite directions, drop down to the lower time frames that are going the same directions and trade those. If the Larger time frames are trending together in the same direction, and the lower TF's are mixed, WAIT for the lower TF's to become aligned with the larger TF's and trade the trend, because you have just found the bottom or top of the reversal coming back at the trend.....Alien



TIP : This is how you look at the RSIOMA as it does a retrace or a reversal.

H4 is heading down

H1 is flattening out,

The RSIOMA in each time frame is rotating counter clockwise from down to up.....

M15 is FLAT

M5 is ever so slightly going up

M1 has a steep climb to it...

Above all the price action is mocking the rsioma or visa versa.....

So, this is how one would look at each time frame, to follow the waves, as each one twists long and short, you can follow and forecast the next movement with some practice.....

Attached Image (click to enlarge)





[Quoting forexalien](#)

{quote} When did you enter and get out ? USDCHE H1 was screaming long ! with BB squeeze green sto turning long again, adx all 5 LONG you even had a rsioma divergence to keep you in ! A Grade "A" trade

The M15 backed you up with the same info.....

TIP: The key to staying the trade is the 89 and 144 ADX lines, if they are still climbing , YOU STAY THE TRADE !

This is the most simple trade EXIT ever created ! Most humans don't know when to get out , but with a handful of pips or large losses.....

And all 5 ADX powering up Together, is One of the Better Trade Entries you can get !

At the beginning of the Trend, is that not what we wish for !?!?!?

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



You can also have the ADX speeds start at different times.

At the first black vertical line the 7,21,42, adx are expanding for a short trade.

the second black vertical line the 89 adx started rising for more power to the short trade.....

the third black vertical line is where the 144 adx started rising for more power to the short trade.....

you would stay the trade as the momentum increases.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



All 5 ADX's are contracting and NO Trade to be taken

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



This is an Advance ADX trading Example.....

The ADX 21 and 42 are floating above the 7 adx as it chops along.

This means more down side to come , stay the trade for 20 more pips.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting angelofx

Hi Alien, just to remind you of the EURUSD call you promised to review this weekend.

OK Angelofx.....

Study this one good ! You will begin to see more like this in time.....

Pull up the chart to full size and we will look at it closer.

Trading becomes an art in time and you too will be able to paint your own picture.....

I always do a top down look at the time frames, H4 to the M1

It looks like 2 hours earlier, I gave EU a Mixed rating, on New Years Day.....[http://www.forexfactory.com/showthre...38#post7184038](http://www.forexfactory.com/showthread.php?p=38#post7184038)

Looking at the H4 I see the green sto crossing the 50% downward, the 8,3,3, sto was already down there, I saw 1 red adx bar on the end, and the biggest factor was the RSIOMA turned down pretty hard with the DS leading it. This chart told me all was a sell.

Now you need to confirm what we just looked at by going to the next time frame lower, the H1. The Green sto was laying there FLAT and not getting long anytime soon, the 8,3,3 sto also was in the 20% area for a sell, the adx was mixed , but it had 2 red bars for a sell , Again the biggest factor was the RSIOMA heading straight downward, see the smaller RSIOMA cross over line, just above the red arrow I drew , it is pretty smooth and straight, and that means it's steady to Alien. This chart told me all was a sell.

Now you need to confirm what we just looked at by going to the next time frame lower, the M15, the green sto had turned down sharply crossing the 50% line, meaning momentum was in the air. All 5 ADX lines were powering up and expanding = MOMENTUM. Again the biggest factor was the RSIOMA heading straight downward below the 50% line, But the icing on the cake was the DS was high and sling shooting downward also.

This was the start of the H4 coming down for awhile, as the Daily was showing divergence for a sell also.

Now you need to confirm what we just looked at by going to the next time frame lower, the M5, the green sto had turned down sharply, crossing the 50% line, meaning momentum was in the air. All 5 ADX lines were powering up and expanding = MOMENTUM. Again the biggest factor was the RSIOMA heading straight downward below the 20% line

I won't get detailed with the M1, but is showed a DS swing down also.

When you have all these time frames , all showing the same downward pressure on the EU , along with the Daily showing divergence that it was getting softer for a sell. It is time to react and place a sell on the EU.

currently the H4 EU ADX lines are ALL 5 expanding still, 2 days after I called the EU short. And this could be only the beginning, as price and the adx 7 will rest and then keep moving down for another wave of selling.....

looks like this post won't pull up the full chart , here is the link for the chart and click on it. [http://www.forexfactory.com/showthre...08#post7184108](http://www.forexfactory.com/showthread.php?p=08#post7184108)

When all the pictures point to a sell, it's time for the ART of SELLING.....





[Quoting golferguy99](#)

Alien, Question for you. What is your definition of, or picture of, resting? I think I have a idea of what it looks like but want to double check with what you consider resting. Thanks! gg99

After a big move you get ranging / resting. or market indecision

Signs of resting :

ADX's with no momentum on 1 or multiple time frames...

Stochastics flat with no true direction

the RSIOMA going the opposite directions on multiple time frames

the RSIOMA sitting FLAT near the 50% line or level

The green sto Flat at the 50% line

These are a few examples, I will come up with more to look for.....

I have talked about it in the near past.....

The More You Learn, The More You Earn.....



[Quoting msiamd](#)

{quote} Greetings, I understand your explanation that rsioma M1 long will turn rsioma M5 long and M5 rsioma will turn M15 long etc. Just wondering when is a turn finished? When M1 rsioma short will turn M5 short and M5 rsioma short will turn M15 short? Or are there other signals which indicates a trend change or a retrace? And does M1 turn M5 and M5 turn M15 and M15 turn H1 and H1 turn H4 and H4 turn D and D turn W? Or can there also be a situation that after H1 is turned by M15 a new "wave" is started where M1 turns M5 and M5 turns M15...

msiamd > I understand your explanation that rsioma M1 long will turn rsioma M5 long and M5 rsioma will turn M15 long etc. Just wondering when is a turn finished?
And does M1 turn M5 and M5 turn M15 and M15 turn H1 and H1 turn H4 and H4 turn D and D turn W?

These are both the same questions and very good ones at that. I have not gotten to teaching this yet, but will answer some of this now .

TIP and Definition: RSIOMA Time Frame waves , Lower time frames drive the higher time frames until one of the time frames FAIL.....When the RSIOMA crosses the 50% line to the other side of whatever time frame, it needs to be watched and see if it stays there. There are other indicators like the green sto and adx should confirm the change.

Let's say M1 to Month charts are all Long, rsioma, (I really need to get a picture of this for a visual)

At some point in time the M1 will start unwinding to the short side, bringing the M5, bringing the M15 etc.

Now we don't know how far this is going to go, it may stop at the M15 and reverse back to the direction of the Long trend or this may go to H4 and then again starting with the M1 will reverse going back to the same direction as the trend again.

I know it sounds mind boggling right now , but at a glance you should be able to look at the RSIOMA and see that H4 - Month charts are all Long, the H1 is short, the M15 is short and the M5 and M1 are long. So.....
Main trend is Long H4 - Month, reversal or pull back on the H1 and M15, and the M5 and M1 are long showing us a possible direction change of the H1 and M15 back to the Long side again, this would be how you read that. It becomes easier in time when you have trained your mind to look for those things.

Trading is not easy, most are losing money all the time, I am just trying to get you up to that next level so you might be able to break even until you can master some more concepts.....Alien

The More You Learn, The More You Earn.....



Quoting FerruFx

We have a nice Short signal on AUDNZD H4 chart (GMT). The ADX expansion is starting, DelayStoch just crossed down with RSIOMA pointing down close to 20, Green Stoch pointing down. All this at the last candle on Friday closed. Let's see how the market starts in few hours. BTW, all other TFs are well in short territory and Daily has a nice RSIOMA/Stoch separation (waiting for the stoch reverse back down) ...

Nice find , the Daily supports the H4 going further short.....

TIP: or New small lesson here : Look at the GREEN sto's I highlighted , anytime they remain below the 50% line and the 8,3,3 Sto cuts through the green sto at a fast rate and angle (90 degrees), you can expect further downside.

The first attempt on the far left the green sto was low and the DS had just started to go long,
The second attempt in the middle, the green sto was near the 50% line and the DS was far away from the RSIOMA, good move down and notice the ADX was FLAT at the time.

The far right example is in progress , green sto down and under 50% line, adx as FerruFx stated is expanding, both RSIOMA and DS are turned down and below the 50% line.....

Thanks FerruFx.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting forexalien

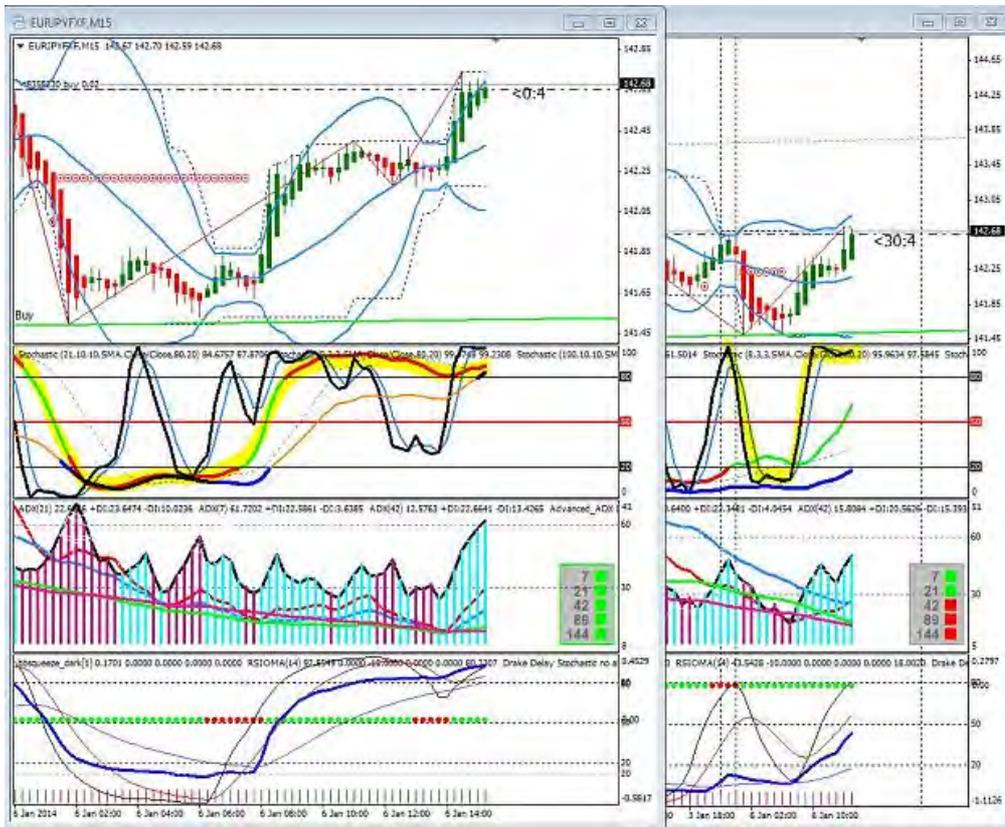
{quote} It looks like your reading it right..... the daily 8,3,3 sto that is below 20% line can be like the rsioma DS divergence trade, where it will come back to the 21,10,10 and other sto since they are flat in the over 80% area. confirm with lower time frames if and when you see the turn happening..... TIP: Imagine the H4 RSIOMA as the 8,3,3 sto on the dailyas the rsioma on the H4 turns long , so will the 8,3,3 on the daily..... [b]Aliens looks at things Out of the Box and sometimes (not to confuse people) corresponding...

more advanced thinking here, but not required to learn , but my help you turn to master trader sooner.....

TIP: Alien when created his systems, he tried to match the flow of indicators from one time frame to the other.

The below example on the M15 chart I highlighted the green 21,10,10 sto, this sto most times mimics the 8,3,3 sto on the next higher time frame, which is the H1 here on the right chart. you can see they both come down, flatten out, both take a dip and then go long again, go flat over 80% and both take a small dip up there. This is Great for Wave Counting and watching price action rest, as so you do not get faked out thinking price might come back down.

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting occamsrazors

{quote} Hi Alien. I've been lurking for a week and you have drawn me out of the woodwork (must be that tractor beam in your spaceship). I must say you give great explanations on how to use MTFs and the waves. At the time of the EJ trade that Cenky mentioned, the GJ started a 150 pip drop (from near a previous high on H1). The EJ gave a nice BBSqueeze signal on the M5 that Cenky showed but there wasn't something similar on the GJ to signal an entry. H4 was short, H1 RSIOMA was flattening out below 50% and Green Stoch was still pointing up but below...

TIPS: You did Fantastic on the M1 picking up the divergence / price going extra high and the rsioma and the green sto going lower < I look for these a lot !

I call this trading the direction price is not going to go anymore.....

Also the original move was long, the 89 and 144 adx are still climbing showing momentum long. Circled in the red. Now high lighted in the Yellow Marker are the ADX 89, and 144 Turning downward, this happens at the peak of the price action and now tells us the momentum is gone from the long price action. Game over for the Longs !

This last clue, I have only talked about this once before, as it is an advanced pattern. The stochastic window has the GREEN stochastic turning down with price action and the adx's at the same time together, (Marked in Yellow Marker) most times this Green sto is steady to the bottom. Now look at the 8,3,3 stochastic, it was climbing while the green sto was falling and they crossed each other. the 8,3,3 sto going long was ALSO price action divergence ! and as it turned back down the same direction as the green sto, PRICE picked up speed to the downside as both stochastics were now traveling together the same direction.

All these clues to give you the turn ! The rsioma and DS were traveling together both crossing the 50% line to the downside ! Icing on the Cake.....

With some seat time these will become more apparent to your eyes as they appear.....

We will go over the M5 clues quickly nownext post

Attached Image (click to enlarge)



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GJ M5

Interesting how the price started on the Left side , climbed , dropped, over dropped lower, and then returned to the same 171.00 for the day on the right.....

Divergence in price and the indicators (sto's and adx)

BB Squeeze

the adx power is gone from the climb

the smaller adx's start to climb for the short

sto cross over's

rsioma fell fast.....

movement was in the air.....

TIP: The M15 also basically peaked with the M5 and M1, because the M1 , M5 , M15 are so closely related , they are pretty much all connected together in their peaks and movements. It takes all 3 of them to find the tops and bottoms that the market is looking for, limits to range.....

[Attached Image \(click to enlarge\)](#)



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[Quoting RougeTrader](#)

EURJPY M5 adx compression and dd stoch divergence {image}

Trade Review

Hello RT,

The left RED vertical line was your trade last night during between sessions, Green sto never held over 50% adx compressed, but all 5 did not give signal, rsioma was out of the 80% level. also the black 8,3,3 sto came down against you. The trade did go for 10 pips in your favor.....

Later in the London session, the red vertical line on the right, We had a early warning the price divergence was happening where the 8,3,3 crossed the 21,10,10 the opposite direction and then turned to go the same direction , which makes price really move. I am now going to call that the Cross X divergence trade .The Green sto crossed into the 80% area with the 8,3,3 sto. This always brings some price action into the game.

The adx expansion long took off as the rsioma crossed the 50% and then the 80% levels

TIP: If you take the time to high light the 20% and 80% levels as I have done, it is easier to make your choices.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



[Quoting 4xxxx](#)

{quote} Hi Alien, Enjoying all the teaching and wonderful ideas and tips. You are incredibly generous and patient to offer so much time and effort to all of us especially newbies. I do have a question. You mentioned above that the trade can only be acted upon when Green Stoc (on RougeTrader's 5min chart) goes above 50%. Would you apply this "trigger level condition" to other time frame as well i.e say 50% level on 15 min chart? I am not asking for specific number as such but more a generalisation; I am wondering if you have found any "sweet levels"...

welcome 4xxxx,

The 50% level can also be the fake out level, make sure most all of our triggers are in place, and only then, once the trade is moving , jump in.

As far as sweet levels, if you review the charts more, a 50% cross is a good sign, crossing the 20% or 80% is a Great Sign **! and if you can get all 5 adx's to expand, this is the sign !**

All I have done , is line up the indicators to areas, I see that price action are going to start racing off to is all.

The Green sto is a great trend following line to follow, it helps smooth things out, and if it turns sharply, movement is in the air. Don't just count on 1 indi to work all the time, this is why I have several things to look at to give trade confirmation.....

And if you can see these setups and same directions on a few different time frames together, momentum should be with you..... I will point out any sweet spots as time goes on and let you know.....Thanks

The More You Learn, The More You Earn.....



EJ Example is a M5 resting, while adx 89 and 144 are still expanding

Price was resting downward, found the bottom with our setup, and took off running for the moon.....

The M1 showed the beginning of the way.....

The M5 resting was the BB Squeeze, the change in direction of the Green Sto and the RSIOMA DS divergence

ADX contraction and then expansion of adx 7, 21, 42.....

GRADE "A" Trade.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting Islander

{quote} hardly worth showing that chart as the move was only 10 pips! - remember my post yesterday about the important US data due out today, so moves before then will probably be subdued..... EJ is worth a post.....as its a cross, its good to keep track of its constituents - EurUsd and UsdJpy. EU headed south at FO, whilst UJ continued on up, giving that nice buy in GJ. However, at LO UJ turned down and gave this nice sell in EJ. I noticed that the BB Squeeze Light only showed 1 red dot, so I have changed the kelt factor from 1.5 to 1.6 which...

Nice find Islander,

and not as easy to see coming.....

M5 price divergence, the Green sto stayed under the 50% level after your trade, a must stay short.

ADX contraction began after the run up. (end of yellow marker area)

and then the ADX started to show signs of further dropping as the green sto turned back down and RSIOMA also both dropped into the 20% level for a (you better be in Sell)

thanks for posting.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



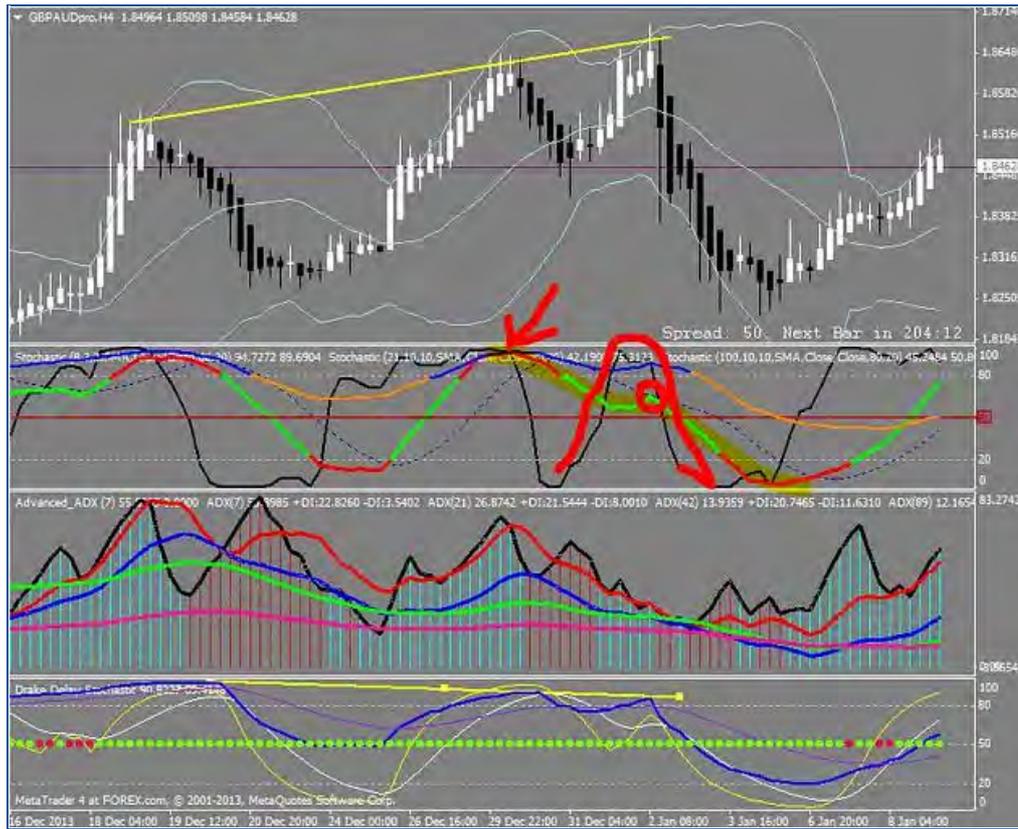
[Quoting occamsrazors](#)

{quote} There's a similar H4 RSIOMA short divergence on the H4 though.... {image}

The divergence is also in the GREEN sto, you have a HIGH and then, (I have talked about this earlier) you have a lower high on it as price went higher (I made a small circle around the green sto top) .

TIP: I have shown this before on the stochastics > see the green sto moving lower and the 8,3,3 is moving long (this is another secondary price divergence, a GREAT CLUE !) as it is on the highest price high and when the 8,3,3 turns down to match the direction of the 21,10,10 Fireworks happen as you can see.....

Attached Image (click to enlarge)



[Quoting traderbola](#)

{quote} Thanks for sharing with us..... Alien. I've been waiting for DS cross on H1. With this kind of signals would it better to wait until DS cross or should I enter with lower TF signals to up side? I took a long after DS crossed on h1, kind of missed around 10 pips..... I appreciate your comment Sensei...

TIP: yes, go look at those lower time frames and follow the turn before the DS turns, by all means.....Alien

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[Quoting forexalien](#)

Note : the daily DS trade is already showing signs of coming down. a small ds trade on M1 right now AUDUSD

This is what you look for on multiple TF's, where the higher TF's are moving down and the lower TF's come into alignment, all green sto's down and all RSI/OMA down and maybe some DS turns.....

Attached Image (click to enlarge)



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[Quoting forexalien](#)

possible DS trade on the UJ H1 coming up

I am in a bit early, possible DS trade on the UJ H1 coming up.

TIP: You can see price is resting in the wedge.....and looking at the DS and the green sto that is moving downward without the price moving with it.

ADX 89 and 144 are still expanding.....for a long

This is a great example of knowing the direction of a wedge breakout !

[Attached Image \(click to enlarge\)](#)



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EXAMPLE: of a clearer turn in the multi time frame world.....EU

Looking at H4 - BBS, and all the indi's are lower on the chart as all the other time frames
 Slowly move your eyes from right to left and I high Lighted all the peaks of each time frame.
 all the green stos are stepping higher
 all the adx's step higher and longer in length as time continues along.
 all the rsioma's step higher and longer in length because of their time frame speed.
 and of course price action is rising long.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting marcof91

I was about to trade long at EU on 5min but i noticed that the ADX are falling down. So no trade for me,i'm correct? Any thoughts? {image}

This is what happened with no momentum..... the red line on my chart is the end of your candles.....

You would have been burned if you walked away.....

Attached Images (click to enlarge)



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[Quoting thodie](#)

4h EC - RSIoma buy - ADX buy - Stochastic near a sell trigger conclusion no long entry out of this chart 1h
{image}

EURCAD H4 example

The ADX's still show long until proven different
The RSIOMA still show long until proven different

TIP: It may look like a topping point for the stochastics and many times it could be , But plan for Stochastics to stay long forever (or short) and you won't get burned by them, The ADX is the switch on and switch off for a trade, as shown in the same example below .

NOTE: the length of the yellow boxes, stochastics can stay up there forever.....
most people try a reversal too soon and lose.....Lots.....Of..Money.....on stochastics

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[Quoting jurn_e](#)

{quote} Hi Alien, "the H4 to start trending all ADX's expanding and then drop to your lower time frames as they turn towards the trend direction and jump in." Meaning we could be entering in wave 3 on the lower time frame? The big bang of pips?

Yes , I have posted a little about this already,
I am not the perfect wave counter.

Many times Wave 1 is not a setup for us, But a Big Fat Clue to look for wave 3 as in the chart below.....

Wave 1 , RSIOMA crosses the 50% area , wave 3 crosses the 80% area, and the slower adx's continue long to keep you in.....

I will further your questions with posts soon.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting occamsrazors

{quote} The UJ is an interesting pair for me today Alien. It seems the Delayed M15 Stoch with BBSq with the short RSIOMA H1 and H4 won the day against the disorganised H1 and H4 ADX's. At which point would you consider shorting there if any? I see there was a final M5 BBSQ with a 3/4 Delayed Stoch divergence (although I think that might have been one of those instances where repainted up a bit afterwards, it wasn't a full Delayed Stoch divergence immediately). The M1 certainly had a nice compression on the ADXs before the drop, is that the signal...

The smaller Time frames drive the Larger, so if you see a perfect m15 UJ DS setup take it, the M5 even gave you warnings an Hour in advance.

I understand we can't always see these things until we get our eyes trained to find them.

On the M5 chart below

TIP: follow the slope of the BB's, if they are sloping downward as shown, and your adx is expanding, and the rsioma crosses below 50%, and the a small DS shows up, with the Green sto turning back down, and the 8,3,3 cuts into the green sto at 90 degrees, Pretty good trade, that can be a GRADE "A" Trade on a single chart, without the higher time frames, because the lower TF's drive the higher TF's.

If your are unsure, wait for that second ADX 7 to start expanding again, wave 3.....this would be your safest entry.....as marked

Attached Images (click to enlarge)





Quoting ibegic

I am still in this trade with +167 pips at the moment. I have set my SL to +130 and will be moving it with ~30 pips buffer as I feel it has room to grow more profit :-) {image}

Looking Good , As the H1 and H4 ADX 7 drops away for a rest, when they turn long again , you can add more to your position.....

TIP: As the H1 and H4 ADX 7 drops away for a rest, when they turn long again , you can add more to your position.....

use the up and down movement of the ADX 7 to add positions to your trade after the next candle close, confirm the close.....

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TIP: How to look for re-entries or adding positions.

ADX H4 Long

ADX H1 Long

ADX M15 Long

ADX M5 expansion Long

Look for next M1 ADX compression to go into expansion with all other confirmed setup requirements.....

Attached Image (click to enlarge)



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[forexalien](#)

Jan 14, 2014 20:07

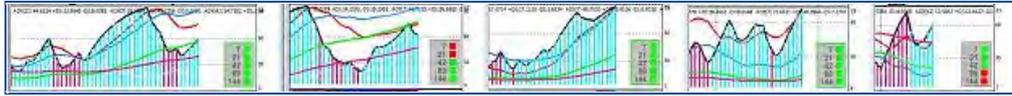
[Quote](#)

[Cleanup](#)

[Post 1,885](#)

Organized and trending ADX on EJ with M1 on the left

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[forexalien](#)

Jan 14, 2014 20:07

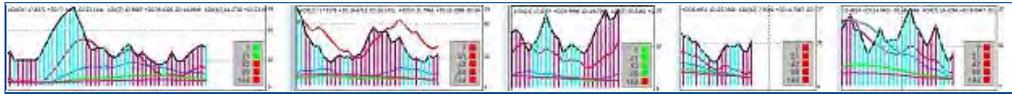
[Quote](#)

[Cleanup](#)

[Post 1,886](#)

Unorganized ADX and Not trending on EU, M1 on the left.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[forexalien](#)

Jan 16, 2014 11:47

[Quote](#)

[Cleanup](#)

[Post 1,988](#)

TIP: Remember to let the trade come to you ! Don't Force something that is not there.....

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Quoting [ibegic](#)

{quote} Thank you for your respond... When you say "the back side of the top" are you referring to RSIOMA above 80 and DD Stochastic on the top? I have put 50 pips Stop Loss on this trade which was hit (of course this happened when my had was tucked between the pillows) 😊

That will be a new term, I will start using when talking about the multiple stochastic. I have not really taught much about stochastics, because I was trying to get the first few concepts learned by humans.....

This is not the greatest example, and it's using your chart. As the green sto travels long and short, the 8,3,3 sto is going long and short twice as fast through the green sto. The 8,3,3 sto can give you many clues as to what may happen in the future.

See the green sto cross the 50% and the 8,3,3 is crossing with it, on the front side of the wave this would be wave 3, the money wave, and as you can see it was the longest price action.

The same goes for the back side of the green sto wave, green sto is coming down, 8,3,3 sto will go up by the green sto and then possible turn back down again, creating wave 3 to the short side. So I marked the top, and the PA is currently to the back side of the top.....

There are many details to learn using the multiple stochastics to get you your best trades or just another reason to enter or exit.

Thanks

Attached Image (click to enlarge)



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TIP : Market Manipulation

If you look at the line on the left, with little volume and PA falling , then look at the RED ADX 21 below , it was able to turn up and start expanding again under little effort of 10 or 15 pips.

Now look at the second line where price jumps over 100 pips in an hour, then look below at the RED ADX 21 and the BLUE ADX 42,(yellow high lighted) they both where just taking their time, resting during this 100 pips. The Black ADX 7 does not look strong or interested in the 100 pip move also.

This is why I think it is Market Manipulation.....Alien

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[Quoting ipadvisor](#)

Hi Alien, I read in some of last posts a debate of if is important to see the slope of BB squeeze when a BB squeeze appear. Is this also a clue of your system or is not effective? I couldn't catch it. Thanks. 😊

Do you have an example ?

I think this is the only chart a few days back that I have circled the slope of the BB's sloping.

You can see the first sell ADX expansion, just after the vertical red line, and the BB slope was slow and downward and then I was pointing out the entry to WAVE 3, where the 2nd ADX expansion started, It looks like it gave us a 3 bar or 15 minute warning to enter the trade before the large drop.

another clue we were dropping more was the turn back down on the green sto

Attached Image



The More You Learn, The More You Earn.....



TIP : When markets have been moving sideways and you don't see much in the way of opportunities. Please learn to sit on your hands.....

Below is a wedge example on the USDCAD H1, to where as all indicators are mixed and a true direction is not found yet.

Just wait for the wedge to complete and look for which team you want to be with.....RSIoma breaking 80 line and all stochastics long

M15 and M5 confirmed the trade entries.....with nice expansion of the adx

Attached Images (click to enlarge)





Quoting jpadvisor

This is to show how the system works also on gold. This is 5 M. TF and you can see the drop of 150 pips well delined on system: BBsqueeze; compression and then expansion of all ADX; green Stochastic cut the 50 line sharply; same information also on 1M and 15 M.

GOLD Chart

And the setup showed up twice, #1 is the BBS the leading setup finder,

The green sto crossing the 50 line is clue number 2

#3 is the ADX expansion,

and confirmation on the RSIoma.....

Also what needs to be pointed out are the EXITS, double bottom which I don't use much, the ADX are your exits at the 42 or 89 or 144 turn down, showing the power of the trade has gone away.....confirmation of the RSIoma coming off the bottom helps also with an exit.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



[Quoting msiamd](#)

{quote} Hi Alien, Still learning and practising. I got a question about your comment. What exactly do you mean by Daily - green sto going down for a cross? Cross with the 50 level, or that later on the 8,3,3 sto turns down again and crosses the green stoch again. Maybe its very clear said, but english is not my native language, thats why i'm asking. Thanks.

GBPJPY Daily.....

TIP:

On the chart below, The green sto is traveling downward, the trend, the 8,3,3 is traveling long, making price action divergence against the trend, these 2 together make a CROSS X, This is actually price divergence, as the 8,3,3 (high probability) travels back downward, This pair of stochastics will pick up steam together as they both travel the same direction downward. This will make the DS get lower, and if the RSIoma is in position high enough, we will get another trade long again, in a couple of weeks or less..... This Cross has been posted before.....

Thanks

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting occamsrazors

{quote} Thanks for the reply Alien. That all makes sense, I put more emphasise on the long RSIOMA positions on the HTFs than I should have and thought they would help carry the H4 BB break a bit further therefore. The HTFs weren't against the trade but there wasn't any help for it either from a momentum perspective. Good. That move up on the chart from my entry actually setup further M15 divergences. I had the green stoch divergence marked but not the RSIOMA divergence (I find the RSIOMA divergences are more reliable, not good I didn't have that...

Thank You for your Post !

EJ M1 - M15

Here is another example of stochastic price divergence CROSS X on the M1, green sto moving down, 8,3,3 moving long for the price divergence, and back down to follow the green sto, we get another large move or sling shot back down.

Now these do work best on the back side of a top and the M5 and M15 show topping happening.....

These also happen on the front side of a move, creating wave 3.....and as I posted this , look at the M5 and see if you can find the green sto moving long, and the 8,3,3 moving short for the cross and when the 8,3,3 returns long with the green sto, wave 3 is born.....

Attached Image (click to enlarge)



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Other Stochastic Clues.....

Anytime the green sto reverses on the same side of the 50% line, something is going to happen.....

[Attached Image \(click to enlarge\)](#)



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Another stochastic clue,

When the 100,10,10 and the 21,10,10 sto's are below, or above the 20 and 80 lines as high lighted here, and the 8,3,3 travels to the other side from them, a very high probability it will be coming back toward them again for larger moves.....

[Attached Image \(click to enlarge\)](#)

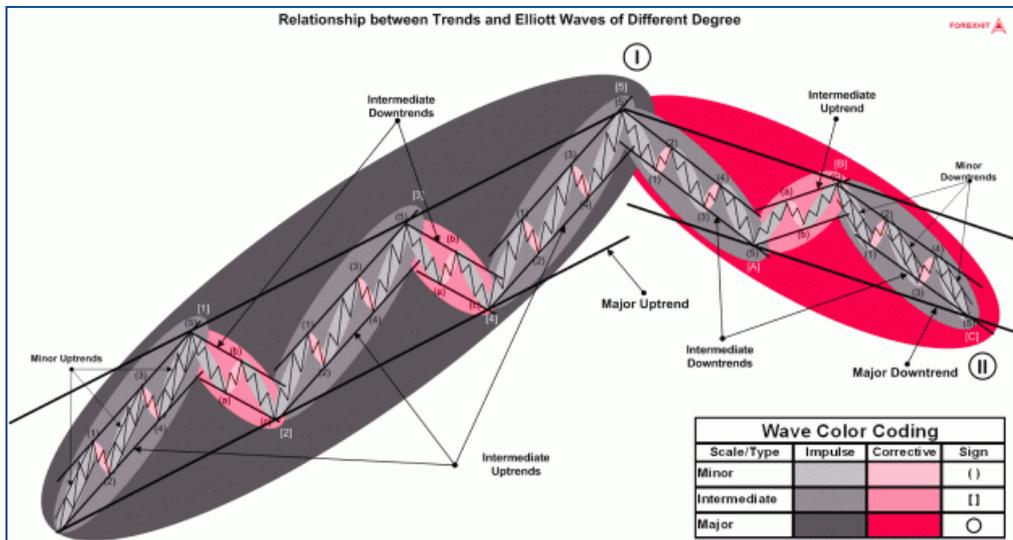
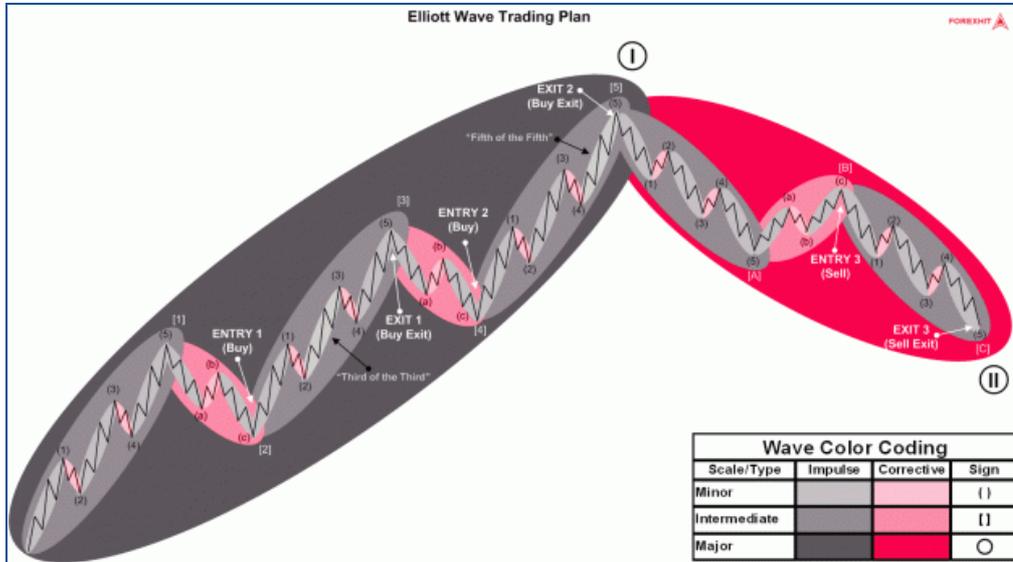


The More You Learn, The More You Earn.....



A visual of waves, within waves, within waves.....

[Attached Images \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



The USDCAD trade just has not come to us yet,

this is why we sit on our hands until we can see the whites of it's eyes, instead of being in a trade that we wish we were not in.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting forexalien

I just traded the quick M1 move on the USDMXN using 0.02 micro's, for \$20 in 20 minutes also. This ADX expansion worked great for this wild pair..... I only have 50:1 leverage Looking for wave 5, if it comes.....but not looking like it..... {image}

Stepped out and missed wave 5.....a DS trade it was.....

Attached Images (click to enlarge)



The More You Learn, The More You Earn.....



[Quoting jurn_e](#)

{quote} Can you show me the Stochastic Divergence cross in M15 in a screenshot? I attached my screenshot to show where i could have reentered in M5 signal. I miss the trade, was out for dinner. Human still have to eat ya~ :) {image}

You don't use all the stochastics, but I will pull up the chart for you.....

the 8,3,3 crosses up over the 21,10,10 and then turns back down with power and speed.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



[Quoting traderbola](#)

Hi Alien. AUDUSDH4 RSIOMA can be divergence ????

That very well could be , I normally don't take them off the top like that , but it did turn long again.

TIP: As the RSIoma is climbing out of a lower area, (in the red circle) see how the RSIoma just touches the the cross over line and then pulls away from it?

This shows trend continuation, NEVER try to guess if it is going to cross or bounce, let it happen and then join the fun !

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting Nihilist

{quote} could we set the first red bar as signal bar and entry on second red bar, or the second red bar treat as signal bar (where DDS crossed and 5 adx expanded) and entry on third red bar? even now entry possible (1m to D1 tf, all axd expanded)?

Major TIP, PLEASE READ THIS ONE ! THANKS

Friday afternoon.....this is how we roll....one more time.....NZDUSD H1 DS trade was setting up.

BBS was in your face ! < CLUE 1,,,,,,,,, Time 11:00 CST USA

1 to 2 hours prior the DS turn down, the green sto already turned down < Clue 2

The black 8,3,3 turned back down for 1 hour, < clue 3

Clue 4 would be to go to M15 when you saw the H1 BBS and start looking !

M15 - BBS - green sto topping and starting down, ADX expansion started at 11:00 AM CST USA - MORE IMPORTANT < LOOK AT THE ADX COMPRESSION PRIOR TO THAT. Clue 5

Clue 6, go look at the M5 - BBS again on each and every TF so far ! Green sto started down 40 minutes before the 11:00 am CST USA, the ADX compression was 1H before the perfect entry ! Clue 7 ADX EXPANSION ! RSIoma starts down after banging along the top for most of an hour. CLUE 8 < go look at the M1 for the perfect entry

The Perfect Entry is at Wave 3, the money wave !

M1 - The TOP was put in 1 hour before the H1 would have told you anything.

You don't even need to know where the top is ! Wave 1 moved down, keep watching, Wave 2 moved back long, keep watching,

You now are sitting on top of a DS trade at the beginning of Wave 3 , the MoneyWave ! ADX EXPANSION IS BEGINNING , Enter , Enter, Enter !

This is the area of the Perfect, no risk trade entry.....you had a full hours notice that it was coming.....This is where the pros start dumping in their monies for the move down, the perfect entry. I bet good money that a lot of pros can't even find this entry point.

This is the best TIP and EXAMPLE I can show you of how to hunt the perfect entry with an hours notice ahead of time, please review this many times over.

Thanks to AllAlien

Attached Images (click to enlarge)







Quoting marcof91

USDCAD H1 Can somebody tell me why the reason behind ADX expanding at the end of the move? I know there is RSIOMA and green sto divergence ,but shouldn't expanding but compressing for that big move down.
EDIT: Maybe it is on 1st wave down (Adx resting) and then on 3rd wave expands and goes little more down.
{image}

All week long USDCAD made a 5 wave move long.....on the H1

You have RSIoma for wave 1 long, for a impulse wave. ADX expansion, 2 small pushes,

Then you have DS resting on the way down for a retrace, wave 2.

Then you have the DS wave 3 trade long for another impulse wave 3. ADX expansion

Then the RSIoma and DS retrace again for wave 4 resting.

Then you have the last wave 5, ADX expansion, impulse wave.

Now being at the end of the week and Month , the last few hours after the Divergence , was very fast profit taking for the week.

You could have dropped down to the M5 and caught the move down, Divergence is a very strong signal, I think it is market manipulation by the Market Makers to over drive the price high and grab it out from under you in a few hours , when most are not looking.....

Also , look at the M5 green sto and the 100,10,10 slow sto are moving in parallel at light speed to the down side, the profit taking for the end of month and week.

The ADX did what it was supposed to do, Climb under safe load while climbing, the ADX can not pick up the fast profit taking after divergence or market manipulation on higher TF's , for this you would drop to the M5 amd the ADX was working correct in the fast paced drop.....

This is why Alien trades Multiple Time Frames as to pick up on these changes.....

Attached Images (click to enlarge)



The More You Learn, The More You Earn.....



TIP : Today on EJ - M5 we had Price divergence, lower price and higher RSIoma and Green stoh.....

Also something new for those wave counters.....

After the divergence came, you can start with wave 1 long as marked,

2nd, you see the DS falling away from the RSIoma, this is wave 2 a retracement wave, it is almost flat.

3rd, DS is climbing and wave 3 is in place,

Not shown yet , wave 4 , retracement to drop away and a last wave 5 to go long again.....as marked

Wave 5 may or may not take place, we have to watch for it, but wave 4 or a wave 1 will start down soon.....

Attached Image (click to enlarge)

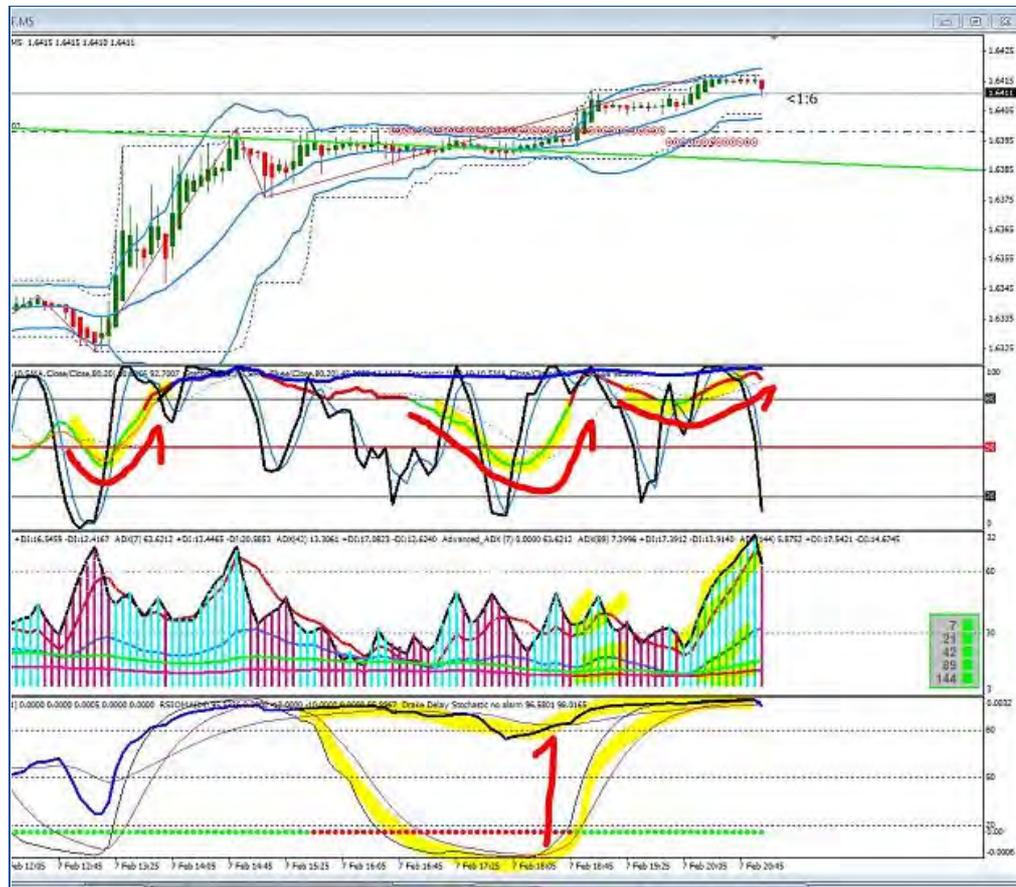


The More You Learn, The More You Earn.....



A Tip to remember: Anytime the Green Stochastic gets turned around, after a resting period, it's time to get On Board..... for the next run...

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



EJ Multi TF's

H4, H1, M15 all Long.....RSIoma's , H1 and M15, ADX trending Long

M5 skipping along near the top Long.....

M1 drops and goes long again, this is a perfect entry fro scalping.....

The red circles are all the same points in time on each TF.....M1 bottomed , M5 8,3,3 turned long again, even the M15 8,3,3 as a small hook to it , going long again.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



[forexalien](#)

Feb 8, 2014 17:45

[Quote](#)

[Cleanup](#)

[Post 4,054](#)

[Quoting jpadvisor](#)

Hi Master Alien, I could not catch what you meaning with "market manipulation" and how to identify it and behave. Thanks for the explanation.

TIP Repeat ! LOL

I have posted this in the past, I will come up with the Definition of it again. I believe the market makers have to move price against the trend to keep investors guessing, and price moving.

Market Manipulation would be Price Divergence on the RSIoma ,and the Green Stochastic.

When the 8,3,3 sto goes against the green 21,10,10 sto before creating wave 3.

When great moves happen and the ADX expansion does not show any real movement in our favor.....

At times of News to clear stops.....

[The More You Learn, The More You Earn.....](#)



[forexalien](#)

Feb 9, 2014 13:58

[Quote](#)

[Cleanup](#)

[Post 4,095](#)

[Quoting Salqueiro](#)

Alien, I would like to clarify one more existential doubts If you check the time frame H4 EUR NZD, On day 4, between 8am and 16pm, the price falls 150 pips. Regardless, if you look at the ADX, all periods are in decline without some force. Between 16pm and 20pm, the price falls over 100 pips and only then the ADX 7 starts to gain some strength. The question I put is: assuming that there was no information of Stochs, Rsioma and DDs, if we have power in ADX 7,21,42 in M5, M15 and H1, do i need to have power ADX 7 in H4, to open Short? The fact...

Are you able to mark these time points for me on this H4 chart, your are looking at a full week between the vertical separator lines, or please drop down to an Hour chart and give me the day and hours you see at the bottom. Thanks

As far as the adx 7 resting while the other adxs are expanding, you would get in again on lower TF's, or when the adx 7 on the H4 started to expand again for the next wave.

If you just have power in the > ADX 7,21,42 in M5, M15 and H1,

You can try a trade, it's just not a strong trend at this time and not a GRADE "A" trade.

In time you will learn what you can get away with, yes you can take sloppier trades , but be ready to give some pips back from time to time . Learn your Limits and stay within them.....

What you are pointing out is probably not Market manipulation.....

[The More You Learn, The More You Earn.....](#)



Quoting shaan

Looking at AUDNZD Daily is moving up with Stoch > 50 and RSIOMA nearing 50. All the stochastics have earlier bottomed out. On H4 one can see a divergence earlier on before the daily start going up. Now RSIOMA is around 80 with DDS divergence. (Alien is this first EW wave on daily from below or 4th wave from above downwards? I think it is the first wave since ADX power in all the down movement from daily has gone red) H1 appears to be bottoming and so do the M15, M5 and M1. Are we on our way up. I will be looking for price divergence on lower time...

On H4 one can see a divergence earlier on before the daily start going up < yes, I have marked it

(Alien is this first EW wave on daily from below or 4th wave from above downwards? the last 3 months on the daily look like wave 5 finishing, for now consider this daily wave long as a wave 1, with the H4 retacing as the wave 2 on the daily and another wave 3 long yet to come, until proven different, this is why we drop to lower TF's to see how this may play out on the larger TF's.

TIP : The book below is a dry read, but will help you see the different types of wave possibilities, counting our RSIoma and DS cycles, will help you with your wave counts.....

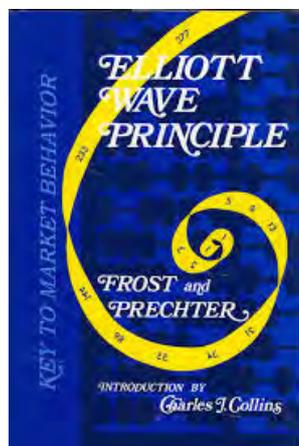
H1 appears to be bottoming and so do the M15, M5 and M1. Are we on our way up.? < Until you see all these TF's coming out the other side on a bottom together, we are not long yet. The H4 green sto is pointed down right now, until you see that long again, we are short.

Humans always enter trades too early..... I see another 50 - 60 pips down on the H4 at least before turning long again.....wave 4 must finish first on H4

Attached Image (click to enlarge)



Attached Image





[forexalien](#)

Feb 10, 2014 12:39

[Quote](#)

[Cleanup](#)

[Post 4,168](#)

[Quoting jeffmichaels](#)

{quote} I think the DS trade is valid only when RSIOMA is still over 80 for longs / below 20 for shorts when DS turns back up/down again. RSIOMA was at 50 when it turned on this chart, not a good time to trade a TF when its at 50 anything

Yes , when anything is at or near 50 line or FLAT , don't trade , because there is no trend, we need trends and momentum before trading.....

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[forexalien](#)

Feb 11, 2014 8:17

[Quote](#)

[Cleanup](#)

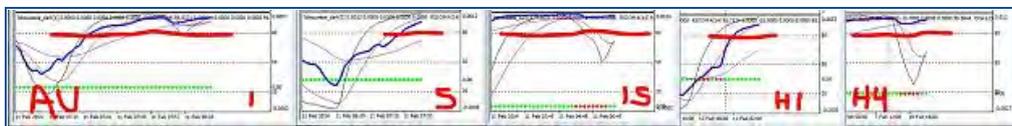
[Post 4,235](#)

[Quoting jbeaic](#)

AUDUSD on H4 and M15 are setting up for long {image}

TIP : When multiple RSIoma's are over 80 or under 20, a trend is in progress and safest way to enter the trend would be if M15, H1, H4 are all above 80 and then when the M5 and M1 make an approach to the 80 line, time to get in.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[forexalien](#)

Feb 11, 2014 8:28

[Quote](#)

[Cleanup](#)

[Post 4,239](#)

[Quoting teton](#)

Looks lke a nice G/U DS setup on the H1, Im just not sure because it looks like divergence with the green stoch. Ive seen a few times, it looks to be setting up for a move but then turns out to be a dud. Ive even gone down to a lower TF to make sure that the ADX is expanding but after 3 or 4 bars it fades. What would be the best way to make sure the trade is a good one? Thanks for the help {image}

I takes patience some days , but you need to wait for all 5 ADX to come off the floor.

W hen things are mixed and not trending, do not trade, it is tough to not pull the trigger , but Impatience is the ruin of most traders.....

The More You Learn, The More You Earn.....



Quoting forexalien

{quote} And to answer your question..... EJ H4 has a couple different counts on it at the moment..... I ignored the first drop, not knowing if it was a wave 1 drop.....and marked it as such..... EJ H4 is topping and should retest lower either making new lows which would make it wave 5, or making new higher lows making it wave 1 to a new direction..... {image}

Here is the other option.....

making new higher lows making it wave 1 to a new direction.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting peterwest

{quote} In this case would you only enter if you see adx expansion on M1 and M5?

That would be the rule.....

Looking back at last nights AUDUSD, ADX expansion would normally go hand in hand with RSIoma going over 80 or under 20 line, and it did, 144 and 89 ADX were both climbing until the move was over.....Yes

We had compression, expansion, the move, adx 89 out or adx 144 out.....

Attached Image (click to enlarge)





Quoting Salgueiro

AudUSD 🐼 Coming last Friday with a loss of 32 pips but the positive indicators AUD exceeded expectations and led to the recovery allowing a generous gain of 84 pips {image}

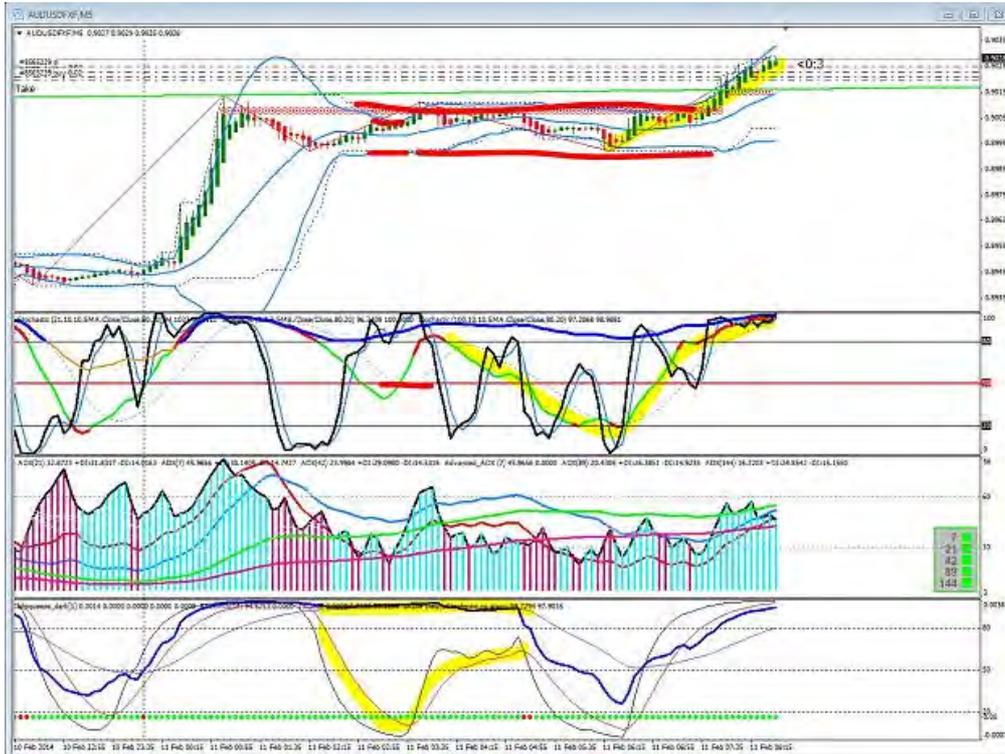
I ran out of time to post this last night.....

TIP:

AU M5 started to range and stay in a tight BBS, it waited for the green sto to go all the way down to the bottom to make sure price was going to stick before going higher.

AU M15 - Notice way the M5 was waiting in a long BBS, the M15 had to create it's own BBS squeeze first, before a break out could happen, so this would be where we sit on our hands during the M5 BBS instead of entering a trade. We can see on the M15 the 8,3,3 bottomed and went long again, adx expansion, and a small DS reversed.....

Attached Images (click to enlarge)

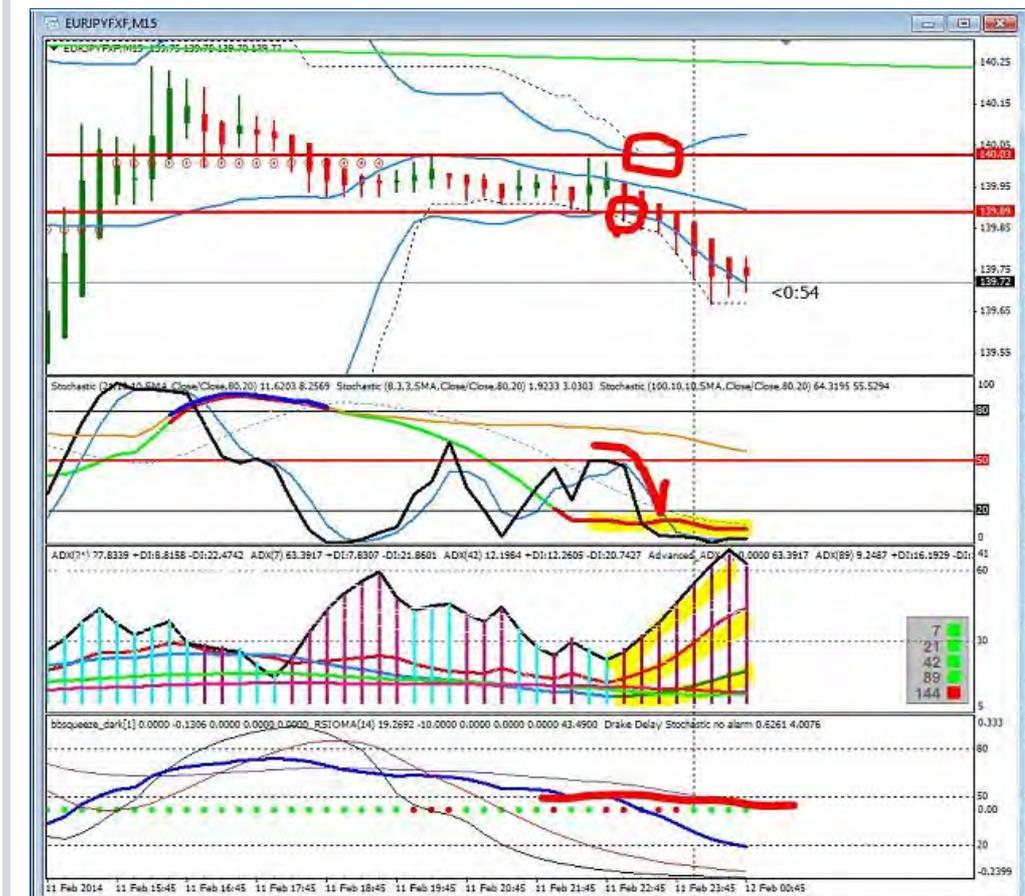
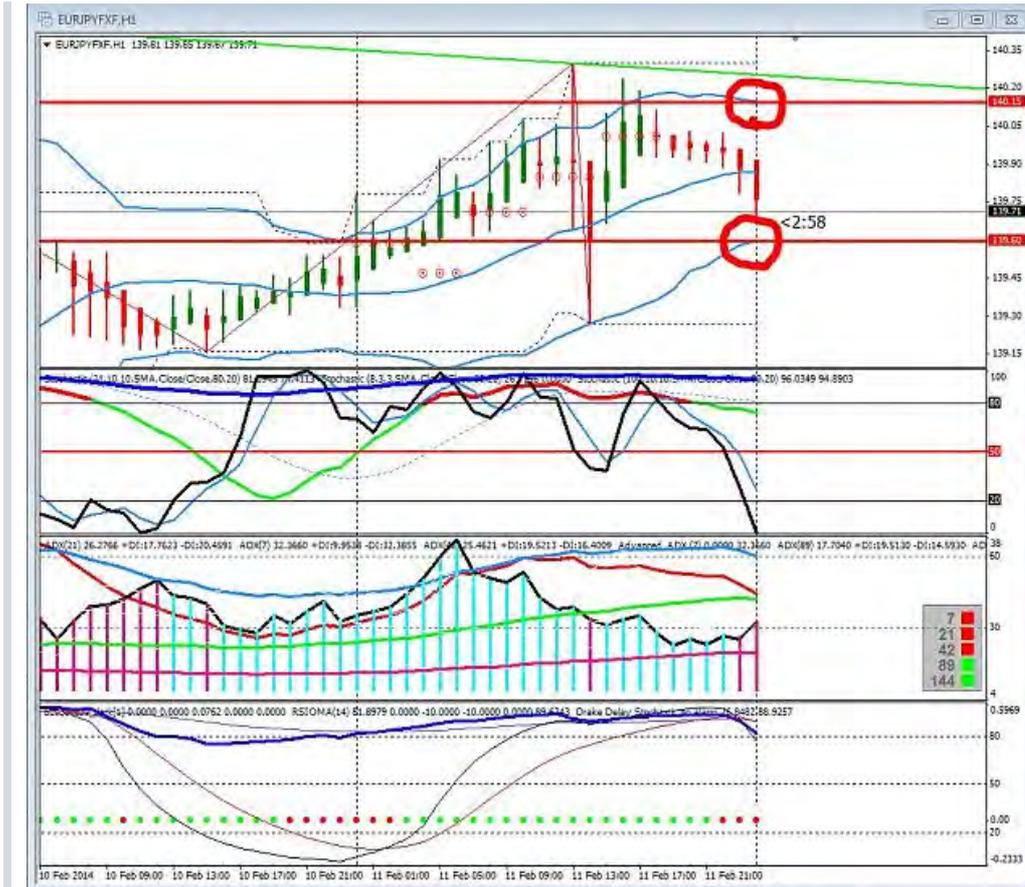




Here is another Tip :

To HELP you stay focused on BBS's , as they are contracting, place a Horizontal line on the top and bottom Bollinger Band Points and move them closer together, until the BB's start to expand and you can watch the PA come out of the gates as to the direction the move is.....

Attached Images (click to enlarge)





forexalien

Feb 14, 2014 14:13

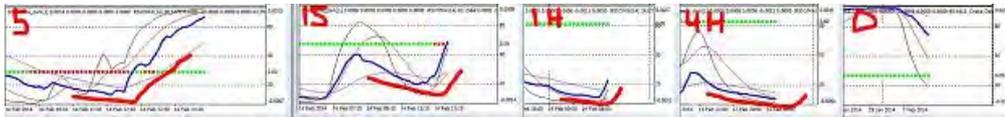
Quote

Cleanup

Post 4,533

On Multiple TF's , this is what the RSIoma looks like as it is making a turn long M5 - H4, the Daily is still short here.....but this would be a retrace back long for a period of time.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



forexalien

Feb 17, 2014 13:58

Quote

Cleanup

Post 4,606

Quoting peterwest

{quote} I have attached a modified version of your image. It is a bigger divergence I am worried about. It is not standard alien divergence (above 80 or below 20), but it is still something to take into consideration. Do others think possible break long as well? {image}

Everything is weak in this chart, don't enter any trades yet.

TIP: During a time of ranging, the indi's change back and forth as time goes on, then the alignment occurs and it rockets out the chosen side, so don't enter early.....

The More You Learn, The More You Earn.....



forexalien

Feb 17, 2014 23:25

Quote

Cleanup

Post 4,638

Quoting peterwest

Aline, a week ago you mentioned teaching us exactly how you use the 3xSto. Any updates for more information? We appreciate your teachings 😊

I should get some time in the next few days, I will be in and out this week.

TIP: this is another safe set up to look for , let the M15 and M5 ADX start expanding and look on the M1 for the next ADX expansion , I labeled them 1 and 2, then the adx will rest and then when you see the 2nd expansion on the M1 enter on the wave 3, M1 and see how far it will take you, get into profit and then place SL with profit under this area.....Do this during a session, you will have better results, but see what you can get away with, this works for larger TF's also , look for the M5 to expand and rest and then get into the 2nd wave adx expansion.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



[Quoting forexalien](#)

{quote} And it made it all the way to the 139.20 area instead, but never the less it had to pull back before going long again.....

This next example is like the Cross trade, but the 8,3,3 never makes the cross, it reverses instead, the black 8,3,3 turns the same direction as the green sto and you can see price action picks up from there.....

A adx compression and then expansion is with it also.....

DS crossing the 50 line long also.....

All the stos's bottomed, the 8,3,3 starts long, wave 1, a retrace down with the 8,3,3 is wave 2 , then long again is wave 3 the money wave.....

[Attached Image \(click to enlarge\)](#)



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Quoting letterB

hi any thoughts on gbpcad? To me everything looks overbought except daily http://screencast.com/t/QVlmsntHs forexalien, I am starting to watch more closely H1 and H4 cause I think that's where everything starts but I could be wrong. I have read entire thread. Couldn't be easier to spot specific patterns on larger timeframes and than get down to business on smaller timeframes? Can you say what convince "you" to look for a trade? A big distance between black...

A big distance between black stock and the green line? yes

A big distance between blue rsioma and fast stock? not sure about this one yet.....

The black sto cutting 90 degrees through the green sto shows momentum, like the 2 marked on the left of the chart.

3rd wave half cross are great !
DS trades are great ! with confirming direction.

Notice everyone of these trades starts with the bollinger band squeeze.....!!!

The 8,3,3 sto breaking over or under the 80 and 20 lines are good confirmation also.....

Attached Image (click to enlarge)



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TIP: To be in a trade ALL the time, can be suicide to your account.....

The More You Learn, The More You Earn.....



Helpful TIP:

Always check which side of the 50 line the RSIoma is on, for buy and sell, and note which direction it is traveling.

over 50 and traveling Long is the trend - Long,

under 50 and traveling short is the trend - Short

If over 50 and pointing down , a reversal may be taking place,

If under 50 and pointing up , a reversal may be taking place,

Always confirm with lower TF's.....

The More You Learn, The More You Earn.....



Quoting Fox Mulder

{quote} Thank you, kind sir! Just got out as it was nearing my 1H target. I figure with the London closing shortly it might hang around that top until later tonight. {image} We'll see how it looks during Tokyo. 45 pips thanks to your system!

How did you figure out your H1 target ?

you got out at the red line and a M1 DS trade was setting up for 10 - 15 more pips, the ADX 89 did turn down and the ADX 144 was flat to wanting to turn down, but the DS M1 AU trade could of kept you in,

TIP: Most Wave 5's, end with a DS trade, get every pip you can !

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting rukiver

{quote} Hi Alien Sensei , you expected an outbreak on AUD USD because the indies looked long. When wave 1 started all the longterm Indies were below 20. What was the trigger to suppose that there will be an upcoming move? Thank you for answer

Alien wave trades and tries to anticipate the turns, he looks for the searching for the bottom on smaller TF's for the turn.

Example : AUDUSD H4 - green sto is the trend direction, Price was holding (red Line), the 8,3,3 had come against the trend for a retrace and then when it turns long the same direction as the green sto of the trend, a move normally happens, the DS was slowly dropping looking for a place to turn long again with the RSIoma.

This has been posted many times, you go look at the lower time frames H1 or M15 and find their bottoms.....

You can see on the H1 the same red line where price is holding, it retested the bottom from last Thursday, you can see all the stochastics bottomed out a second time in the red circle (I always wait for the second bottom , then you are sure it will go Long on you) , then all of the sto's fanned out, you had almost 10 hours to get something on this trade..... ADX compression and expansion, DS and RSIoma turned up , but were not considered long yet, but you can find the turn on lower TF's..... and BBS

Attached Images (click to enlarge)





Quoting FX MiG

{quote} Hello Alien, I'm not sure if I missed out this info but I have one question, how do we know when is TF nearing a top? Like in this example, EU, on daily? Divergences, direction of ADXs, stochastics and RSIOMA...those could give you clues but do you have anything else to add? I'm sure you have 😊 Thanks in advance and keep doing great work on this thread 🙏

EU - Daily is still long , anytime all the stochastics are coming together (top or bottom), I call that topping or bottoming, same goes for divergence in price and the ADX , nearing a top or bottom. So once you see topping or bottoming , you have to drop down to the H4 and see when the topping or bottoming may be complete and look for the H4 to turn over , The best way to know price is done rising is to let it top, retrace, retest the top and then start back down , your top has been confirmed until data tells you different.....as time goes on every few hours or day, you need to analyze each TF's for failures or turns

Attached Images (click to enlarge)





USDCAD this morning after the fact.....

We had the compression and move long , and then the rest, before another compression and move long.....

we kinda had a DS trade setup, not a good one but it happened.....

Also make note of the stochastics, the slow blue sto stayed high and flat, while the green sto went down like a DS trade and went long again, this also is the resting period, and a trade setup..

Once you see an Impulse Wave , wait and watch for the resting wave to bottom on all lower TF's frames and then you will see the start of the next move or impulse wave again.....

we also had a CROSS X trade on the way long in the stochastics by the X

That second compression is a really nice one.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting [chrispaul286](#)

Looks like a big movement would be coming on USD/ CHF - Nice compression of the ADX on the 15min TF. - TF 1h and TF 4h - DDS setup setting up on TF1h. Let's see if it breaks out. {image} {image}

On the M15 USDCHF

compression also, sto's near a bottom and I see slight Divergence in the RSIoma.....

the key here is to let the RSIoma and the green sto close the 50 line before entering long

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting -Dagobert-

{quote} Thanks Alien! EU H1 now div. rsioma and DS! Go sell? Or?

EU

H4 has the black sto 8,3,3 opposite of the green sto and the RSIoma is still short.

you then wait for the H1 to top, shown by the green sto topping, which is also the black sto on the H4, a H1 compression is setting up for a sell, but one hour short of triggering, the DS is high and the RSIoma is fading for now, so I am thinking the EUR will retest the bottom again, before going long again in a day or so.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



forexalien

Mar 23, 2014 14:42

[Quote](#)

[Cleanup](#)

[Post 5,830](#)

[Quoting nickcnew](#)

Hi Alien and all Alien devotees, Just want to thank Master Alien for this wonderful system although after one full read through the entire thread I am a long way from fully understanding the concept. I believe (I think) that I know what the entry conditions are on any given TF for a trade entry but I am struggling with the MTF analysis. I am now going through the entire thread again and making notes for all aspects of the system. If there is divergence on the Rsioma-DDS on the 1H TF (Long) and 4H and Daily are also Long but Weekly/Monthly is mixed....

To answer your question.....

If there is divergence on the Rsioma-DDS on the 1H TF (Long) and 4H and Daily are also Long but Weekly/ Monthly is mixed.

If I want to trade that set up knowing its not grade A, do I then look to the 1M 5M and 15M and wait until all TF's are moving up before entering on the 1H.

it is OK to have mixed Month and week, you would just drop down the best trending TF's you have and trade off of that, we are using the ADX for momentum trading, we don't want to be in a trade sitting and wondering if it is going to take off, we want to know it is taking off and enter then.....

TIP: For those who trade higher TF's H1 and H4 and higher, consider the M1,M5,M15 as a group or One Time Frame, wait for all those small TF's to bottom or Top together before entering a trade. you will see more times that the H1 and H4 will make turns after this group has found their tops or bottoms together.....

The More You Learn, The More You Earn.....



forexalien

Mar 26, 2014 0:55

[Quote](#)

[Cleanup](#)

[Post 5,872](#)

[Quoting ShepherdL](#)

really difficult to trade recently...

This is where learning to sit on hands is needed.

Don't trade during mixed TF's

Don't trade during indi's near the 50 line

Don't trade when indi's look like they want to cross over , but have not.....

Don't trade all these larger TF's that are in retracements right now.

Don't trade when all countries have mixed News outcomes, uncertainty.....

I have only plucked 115 pips in one account and 95 pips in another account this week , so you are not alone this week.

The More You Learn, The More You Earn.....



[Quoting forexalien](#)

AUDUSD - M15, H1, H4 H4 is Long and ADX is nearing a top for a rest - look for RSIoma divergence for a short as long as other indi's show the way..... H1 is long and resting - looking for adx 7 to go long again - and / or a small DS trade for one more push long.....sto's topping with possible one more push long..... M15 is in a retracement and is looking for a bottom and maybe a DS trade long.....

{image}

the extra push long came about last night.

TIP:

Keep your trading more simple for those who are having trouble yet, it will come to you with more seat time.

Look for the BBS's and the price to pop.

then Look for the ADX compressions, make sure the ADX 89 and 144 are moving long also, and follow them to their end.

Maybe stay away from the stochastics for now, but they do have great info once you learn them.

and use the RSIoma and DS to follow the continuations of the trades.

Use the ADX 89 and 144 turn down for your exits.

trade with smaller trade sizes until you have confidence in yourself.....

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting KrisBeli

EUR/JPY I wait end down... then to go upward {image} {image}

Good Girl !

EJ M1 DS

TIP: When you see the green sto fall away, But price does not follow it, it normally means another move long after it rests and can prove it'self that it is not going to retrace for now.

ADX compression and a DS trade setting up.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



EJ - points of entry at all compressions on the ADX.....

stochastic rubberband trades

RSIoma crossing the 50 and 80 lines

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



Quoting nicknew

I took this trade on demo. One thing that I have struggled with is the MTF analysis and how it all matched up. Spent hours and hours reading and re-reading the thread. About an hour watching GBPJPY move into alignment from the 4H down and I get that magical "A-HA" moment. I am using the 15M TF (2nd from left as my exit TF. When the 89/144 turns down, will exit the trade- (M5-M15-H1-H4) {image}

That works, and as long as the H4 stays long, wait for the M15 to rest and see if the ADX powers up for a re-entry.

TIP: Sometimes it is best to just watch the Trades come to you and not to try and trade.

No demo , no real account, don't worry trying to find the perfect entry.

Just watch how the System Flows, mainly the ADX and the RSIoma's on multiple TF's.

The H4 will stay long for days as the lower TF's power on and off as it rests and continues their moves.....

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CADJPY - H4

TIP : a safe entry would always be at the first closed candle after the ADX expansion has already started so you can see it , after the adx 7 has a pull back and then resumes the trend direction..... this would be wave 3 the money wave.....

Look at the RSIoma and the green sto crossing the 50 and 80 lines for confirmation.....

BBS also

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



[forexalien](#)

Apr 6, 2014 14:16 | Edited at 14:26

[Quote](#)

[Cleanup](#)

[Post 6,167](#)

[Quoting Forexbuster](#)

{quote} how big is your stop ? and you TP?

I don't use stops , but humans learning should use 100 pips to give the market room to move.....

TP is where the ADX starts powering down and where ever the market looks to be reaching a wave top or bottom. use the green sto for finding wave tops and bottoms.....

SL and TP have to do with one's trading style, the TF they are trading on, and account size , so to give you an exact answer would be incorrect for most.....

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[forexalien](#)

Apr 6, 2014 16:07

[Quote](#)

[Cleanup](#)

[Post 6,171](#)

[Quoting thomasz1](#)

{quote} good exercise of analysis 😊 H1 and m15 goes down to the low consolidation (and the low of channel for H1) on the M15 , stoch 8 and 21 at the bottom and stoch 8 on the H1 at the bottom too and without power, so a rebound is possible, H4 rsioma and stoch 21 100 are still really high and has still power on adx 42, 89 & 144 but rsioma H4 is really at the top since a long time + divergence ADX 7 and stoch 8 , so i think it will continue a little bit to goes down at least until we can show at least a little retrace on H4 , perhaps it...

TIP:

If you are looking to become a better trader, it is wise to practice posting on this thread, as it will strengthen your thoughts and ability to analyse each time frame of a pair.

always start with the month and work your way on down, look for which TF's are the trend (using the RSIoma and Sto's) and which TF's are in retracement mode. (Like the DS pulling away from the RSIoma)

Trade the trend and not the retracement, also trade the direction of the larger TF's when using lower TF's to trade off of, this way the trade may go against you, but will always come back your direction.....



[forexalien](#)

Apr 8, 2014 23:13

[Quote](#)

[Cleanup](#)

[Post 6,253](#)

[Quoting vaysaver](#)

for some bloody reason chrome fails at keeping an organized format in my post, sorry for the headaches folks 🙄

Does double spacing work ?

I'll take you up on this. I use quite different methods on the DS trades apparently, would be interesting to see more people weigh in on this.

1. I spot a DS distance on H1 or higher. distance 50 at least, RSIOMA at least above 60 (let's go for long example)

2. Check if RSIOMA and 21+100 stoch are in uptrend on TF one level higher (ADX in this TF not strictly needed, but awesome if there)

3. Check setup frame and one TF higher for divergences against the trade

4. Once DDS crosses its signal line on the setup TF, i drop down one TF to check :

4a. green stoch above 50 and pointing up and RSIOMA pointing up OR green stoch pointing up and RSIOMA above 50 and pointing up

4b. All 5 ADX powering up If all those are there, I find it gives me an extremely safe entry. I can see why you use the lower ADX for these setups on the setup frame itself btw, by the time my conditions are filled, these are usually rising indeed. Let's hope more folks jump in, the more angles we get on this system the better for all of us.

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Quoting Gothamcity

Alien, how do you assess the situations where there is an BBS squeeze in the middle of ADX expansion ? thank you in advance...

Here are 3 examples , all on the pound m5, m15, h1

M5 - BBS , ADX expansion, notice the RSIoma has broke the 80 line and all the sto's are above 80 line , so it would be a long until it fails, also check other TF's next to it to confirm it's not a fake out.

M15 - BBS , ADX expansion, notice the RSIoma has broke the 50 line and all the sto's are above 50 or/and the 80 line , so it would be a long until it fails, also check other TF's next to it to confirm it's not a fake out.

H1 - BBS , ADX expansion is not there at this time , notice the RSIoma is above the 80 line and all the sto's are starting to look like a STO CROSS is going to happen , a DS trade to the long side is possible at this time , not confirmed yet, look for the black 8,3,3 to either turn back down for the STO CROSS or stay long and bring the green sto back long with it, < these are possible turning points in the market when the green sto changes directions in mid air..... also check other TF's next to it to confirm it's not a fake out.

Attached Image (click to enlarge)



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Quoting dragos

UJ seems to be turning up. The 8 stochn on H4 above 20, ADX powering up on M1-M15. Not sure about the Daily 8 stochn though, which still looks down

After a large fall on UJ , it is best to wait and watch the H1 and H4 for a complete turn around ,

H1 has a possible DS trade short for a retest of the bottom, the H4 8,3,3 would then turn back short also, If the Black 8,3,3 sto doesn't cross the 50 line with some power the opposite direction , this is still short until proven otherwise,

TIP: Traders are too eager to change direction too soon, confirm those changes , don't just gamble with them , unless that's what you are here for.....Gambling...

The More You Learn, The More You Earn.....



This summary was previously uploaded by someone, I do not remember, greetings to him. Hope it will help to wrap up our human minds 😊

Short summary

Short time frames pull longer time frames along. If a short time frame turns against the longer time frame, look for it to turn back and pull the longer tf farther in the direction that it had been going.

For longer term trades, look at the long tf charts for direction first and trade only that direction. Look for spreading and rising ADX and RSIOMA agreement on each chart. Then you could use the H4 for setups and verify that H1 and M15 are pulling the H4 the right direction.

For shorter term trades, use a shorter tf chart such as M15 to find setups and verify that M5 and M1 are pulling the M15 the right direction.

ADX is important. An ideal setup includes a compression of the ADX followed by all five speeds turning up. The histogram must be the correct color.

BB squeeze is a clue that momentum will pick up soon. Trade in the direction of the BB slope.

RSIOMA must be above 50 and climbing or above 80 and at least level for a buy trade and the d stoch must have crossed up. For an RSIOMA/delayed stochastic divergence trade, the RSIOMA must be above 80 and the d stoch must be far below and cross up.

The green stoch must be above 50 and climbing or above 80 and at least level. While the green stoch is climbing, it is ideal if the 8, 3, 3 has crossed back below it and then tuned back up. The 8, 3, 3 crossing 50 at a steep angle is a good clue.

Look for divergence between the RSIOMA or green stochastic and price action. Also between the RSIOMA and delayed stochastic.



forexalien

Apr 17, 2014 13:35

Quote

Cleanup

Post 6,485

Quoting sanjar434

Took a trade long on GBPCHF Based on H1: BBS breakout ADX expansion(5/5) Green above 50 RSIoma above 80 Black moves up Other TF(H4 and M15 confirm) Entry at M5: ADX expansion Above Kumo Green and RSIoma above 50 {image}

your long trade looks great, I am glad you sucked up your SL, you can see when price is rolling over by looking at the stochastics slow rolling over and when you see that 8,3,3 hook up and back down, it's normally a great sign of the final move long and then back down as you see.

Back test the stochastics, you will see this bounce hook 1000's of times , I always wait for this to happen before reversing my trades, and if it does not happen then you never lost a penny by missing it.

BBS also let you know a change was in place.....

Attached Image (click to enlarge)



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forexalien

Apr 23, 2014 14:03

Quote

Cleanup

Post 6,549

A lot of the pairs have the H4 and the H1 RSIoma's pointing opposite to each other for ranging , when they are against each other , little happens.....

This goes for all TF's to watch, M15 against the H1, M1 against the M5, the Weekly against the Monthly, try to scan the RSIoma on a regular basis, it will help improve your trading.....try and pick trades when 3 or more RSIoma's are side by side going the same direction in MT's, M15 , H1, H4M1,M5,M15 Daily,weekly , monthly and so on.....you get the picture now

TIP ABOVE

The More You Learn, The More You Earn.....



forexalien

Apr 24, 2014 13:56

Quote

Cleanup

Post 6,576

Quoting Gothamcity

Watching the stochs for so long, it feels like a tug-of-war between the 100, 10, 10 and the 21, 10, 10. One if trying to pull the other down, while the other one is trying to pull the other one up. It seems that when they converge and head off either up or down, very good signals for trend appear. just my thoughts. Thank you Alien

And that is how you read them, if they are going against each other , ranging appears, when the black and green sto's are traveling the same direction, you get better PA, when the 100,10,10 sto comes with them even better PA and longer trend will show

The More You Learn, The More You Earn.....



Quoting jeffmichaels

{quote} Daily looks like it could move a few days, swap is also interesting on this on shorts {image} {image}

nice on the swaps, did not notice they are positive for us.....

Also if all Humans look for the angle of the Bollinger Band Center, it will help with the direction of a trade coming off a BBS.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Quoting sanjar434

{quote} Alien, can you please comment on this trade. I got stop/loss which was pointed. Was there some mistake, since H4 confirmed it. Or it just did not work out. Thanks

AUDCAD H1 DS trade - you always need to be looking at multiple TF's to see if the H4 and the M15 compliments the trade.

The idea behind trading is not to be in a trade at all times, but to find the best trade with the higher odds of winning at it.

H1 - shows bollinger band squeeze, so that is a clue that something is going to happen , the BB it'self started to fall away as marked here in yellow, the green sto turned short and fell below the 50 line for a sell, the ADX started to power up one bar after the red vertical I put on the chart, the BBS using the dots below were red and you could of entered at the first green dot on a bar close, The bigger leader is where the RSIoma touched the close over line during the BBS and then started to move lower a couple hours before the move .

Before all this went down, I would have looked at the M15 , BBS, the perfect ADX compression, and then you have the RSIoma, green sto and everything else turned down for about 30 pips.....

Attached Images (click to enlarge)



The More You Learn, The More You Earn.....



[Quoting sanjar434](#)

EU H1 DS trade is forming H4: RSIoma, Green Sto and 8,3,3 Sto are above 80. Some ADX expansion. H1: ADX expansion, Green Sto is going long after testing 50 line. RSIoma crossing 80 M15 right now is showing some contraction. What do you think? {image}

Perfect! use multiple TF'sEU

TIP: When the RSIoma is going to cross the 80 or 20 line on multiple TF's, AT THE SAME TIME TOGETHER , you really have an opportunity for a strong trade.....the stochastics will tell you the same story.

Don't just be in a trade, to be in a trade. Hours and days may go by before a good trade sets up.....

Attached Image (click to enlarge)



The More You Learn, The More You Earn.....



Other things you can look for with the RSIoma , are the turns it makes using multiple TF's

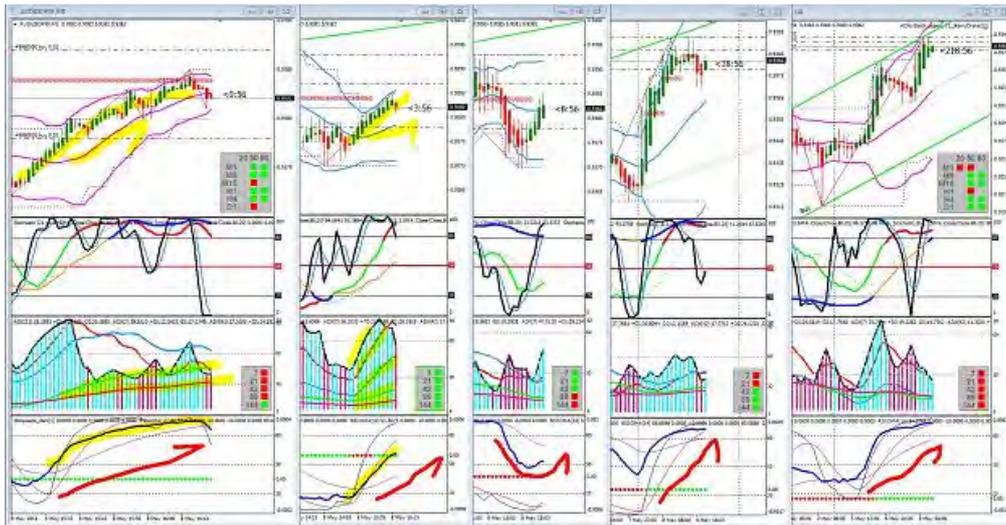
AUDUSD

You can see the RSIoma on the H4 is long, so that is the direction you should be trading. H1 RSIoma is long also.

the M15 went short, but you can always follow the M1 and the M5 to turn long again , to turn the M15 long again also to follow the existing trends of long on the H1 and H4 , this should keep you safe and going the correct direction always. Practice just watching the RSIoma only and see how it behaves.....

You can see the turns happening with the RSIoma from TF to TF and anticipate the turns in advance.

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....

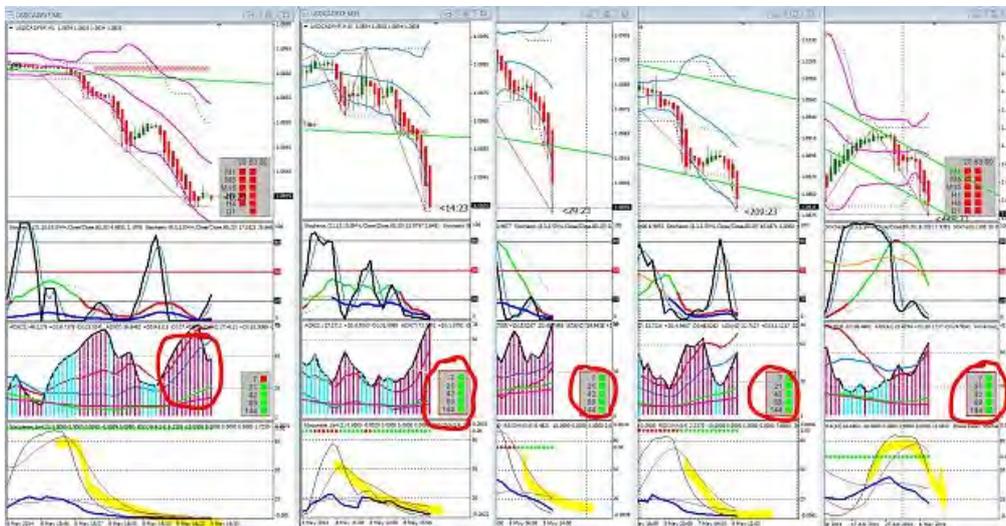


[Quoting forexalien](#)

Other things to look for are all the RSIoma dropping together below 20 or above 80.....this will create a larger move..... {image}

Other things to look for are the Multiple ADX and DS trades all happening together in Multiple TF's

[Attached Image \(click to enlarge\)](#)



The More You Learn, The More You Earn.....



[Quoting longfellow](#)

{quote} Okay, as I suspected. It's me. Thanks for the support. I need to get better, or flame out. To be honest, I'm not sure how you entered based on the charts and why it seemed valid. (If the red vertical line was your entry). All the stochs and RSIOMA were on the floor. When I enter like this, they usually immediately reverse and go against me. Anyhow, good pips, enjoy them. Onward, to further study.

Take a pair and look at it from the Month on down to the M1 every time and look for multiple TF's lining up the same direction.....

If the month , week and day are all short , but the H4 is long , wait for the turn in the H4 to go short also.....

If the Month , and Week are long and the Day is short, look for the H4 direction and trade it the same direction as the Day.

Use the nearest TF's to trade with , always trade their direction.....

Some TF's may not line up and you need to just stay away from that pair.....go look for a better pair.....

If you get lazy, not saying you are , but trading becomes harder then if you don't take the time to look closer at each pair.....

spend 3 -5 minutes with each pair and look at everything that is happening or might happen in the future with it.....

The More You Learn, The More You Earn.....



[Quoting forexalien](#)

This is why we post many TF's, GU - M15 and the M5 Notice on the M15 it does not show the lower BBS, but when you go to the M5 chart it shows up as a BBS there..... {image} {image}

These are our breakout zones we are looking for. We are waiting for the direction of the breakout and not trading inside these BBS's .

Your account will get crushed if you trade inside these zones.....wait for a proper signal before you enter the breakout.....

The More You Learn, The More You Earn.....

TIPS

TIP : RSIOMA - When H4 is long and H1 is short and M15 is Long and M5 is short, this equals "Ranging" or a lot of chop. Sit on your hands at this time.

When the RSIOMA is FLAT with no strong direction or is just hanging around the 50% line with no direction. Don't trade.....go find another pair to look at.

TIP : Do not counter trend trade when the market is resting and not moving , this is death !

TIP : Resting wedges of indecision, point to the bollinger band squeeze, and are a leading clue that we are going to have that next BIG move.

TIP : You can slowly watch the m1 turn and the m5 turn and the m15 go and now the H1 is turning, this would be how to find reversals.....and the DS pulling down would be retracements

TIP : Here is the advance trade, rsioma went into the 80% area, the 8,3,3 also reversed it's self long again to match the same direction as the 21,10,10 green sto, This sling shots price action when both are traveling the same direction.

TIP : If you make note of the direction of each time frame from the month on down, you will get a good idea of the direction you should trade , with the time frame you had in mind.

If the larger TF's are mixed and going opposite directions, drop down to the lower time frames that are going the same directions and trade those. If the Larger time frames are trending together in the same direction, and the lower TF's are mixed, WAIT for the lower TF's to become aligned with the larger TF's and trade the trend , because you have just found the bottom or top of the reversal coming back at the trend.....Alien

TIP : The key to staying the trade is the 89 and 144 ADX lines, if they are still climbing , YOU STAY THE TRADE !

This is the most simple trade EXIT ever created ! Most humans don't know when to get out , but with a handful of pips or large losses.....

And all 5 ADX powering up Together, is One of the Better Trade Entries you can get !

At the beginning of the Trend, is that not what we wish for ?!?!?

TIP and Definition : RSIOMA Time Frame waves , Lower time frames drive the higher time frames until one of the **m fails**

TIP : Watch RSIOMA and see if it stays there. There are other indicators like the green sto and adx should confirm the change.

TIP : Look at the GREEN sto's , anytime they remain below the 50% line and the 8,3,3 Sto cuts through the green sto at a fast rate and angle (90 degrees), you can expect further downside.

TIP : It may look like a topping point for the stochastics and many times it could be , But plan for Stochastics to stay long forever (or short) and you won't get burned by them, The ADX is the switch on and switch off for a trade .

TIP : Follow the slope of the BB's, if they are slopping downward as shown, and your adx is expanding, and the rsioma crosses below 50%, and the a small DS shows up , with the Green sto turning back down, and the 8,3,3 cuts into the green sto at 90 degrees, Pretty good trade, that can be a GRADE "A" Trade on a single chart , without the higher time frames, because the lower TF's drive the higher TF's.

If your are unsure, wait for that second ADX 7 to start expanding again, wave 3.....this would be your safest entry.....as marked

TIP : How to look for re-entrys or adding

positions. ADX H4 Long

ADX H1 Long

ADX M15 Long

ADX M5 expansion Long

Look for next M1 ADX compression to go into expansion with all other confirmed setup requirements.....

TIP: Remember to let the trade come to you ! Don't Force something that is not there.....

TIP : Market Manipulation **Post 2091(PDF) Link**

TIP : As the RSIoma is climbing out of a lower area, see how the RSIoma just touches the the cross over line and then pulls away from it?

This shows trend continuation, NEVER try to guess if it is going to cross or bounce, let it happen and then join the fun !

TIP : Full explanation of the system on a single post. Link here!

TIP : Anytime the Green Stochastic gets turned around, after a resting period, it's time to get On Board..... for the next run...

TIP : I believe the market makers have to move price against the trend to keep investors guessing, and price moving.

Market Manipulation would be Price Divergence on the RSIoma ,and the Green Stochastic.

When the 8,3,3 sto goes against the green 21,10,10 sto before creating wave 3.

When great moves happen and the ADX expansion does not show any real movement in our favor.....

At times of News to clear stops.....

TIP : When multiple RSIoma's are over 80 or under 20, a trend is in progress and safest way to enter the trend would be if M15, H1, H4 are all above 80 and then when the M5 and M1 make an approach to the 80 line, time to get

TIP : To HELP you stay focused on BBS's , as they are contracting, place a Horizontal line on the top and bottom Bollinger Band Points and move them closer together, until the BB's start to expand and you can watch the PA come out of the gates as to the direction the move is.....

TIP : This is another safe set up to look for , let the M15 and M5 ADX start expanding and look on the M1 for the next ADX expansion , I labeled them 1 and 2, then the adx will rest and then when you see the 2nd expansion on the M1 enter on the wave 3, M1 and see how far it will take you, get into profit and then place SL with profit under this **area**.....

Do this during a session, you will have better results, but see what you can get away with, this works for **larger TF's also , look for the M5 to expand and rest and then get into the 2nd wave adx expansion**.....

TIP : To be in a trade ALL the time, can be suicide to your account.....

TIP : Always check which side of the 50 line the RSIoma is on, for buy and sell, which direction it is traveling.

and note over 50 and traveling Long is the trend - Long,

under 50 and traveling short is the trend - Short

If over 50 and pointing down , a reversal may be taking place,

If under 50 and pointing up , a reversal may be taking place,

Always confirm with lower TF's.....

TIP : Most Wave 5's, end with a DS trade, get every pip you can !

TIP : For those who trade higher TF's H1 and H4 and higher, consider the M1,M5,M15 as a group or One Time Frame, wait for all those small TF's to bottom or Top together before entering a trade. you will see more times that the H1 **and H4 will make turns after this group has found their tops or bottoms together**.....

TIP : When you see the green sto fall away, But price does not follow it, it normally means another move long after it rests and can prove it'self that it is not going to retrace for now.

TIP : Always start with the month and work your way on down, look for which TF's are the trend (using the RSIoma and Sto's) and which TF's are in retracement mode. (Like the DS pulling away from the RSIoma)

Trade the trend and not the retracement, also trade the direction of the larger TF's when using lower TF's to trade off of, this way the trade may go against you, but will always come back your direction.....

Short Summary: Post on pdf here