

{quote}Here's another chart of a UJ trade I took a few mins ago, in this one, I did let other zones influence my decision to get out of the trade. From right to left we have 15min UJ, 3min UJ and 3min PnF. High volume zone at the high followed by an upthrust and a drive down. 3min came back up to the low and printed a ND. And the 3min PnF printed a sell signal I like. All the stars aligned. Entered the trade with the lower zones (A + B) in mind. Saw the increase in volume on the 3min at the high of A and decided to get out. Unfortunate as it's flying!...

OH Ok Liam I'll bite...

I follow UJ mainly as a correlation indication with EU and GU for trades I take on EJ and GJ more as a move strength gauge but don't take too many trades on it. I am going to comment based on your 3 charts only...

Chart 1 - PnF

I know just enough about PnF to say that I know nothing about PnF, however I can see simple items when using the volume at the bottom like ND retraces etc... that said you have added a MA for trend but in this case you are trading against it. When you enter your PnF chart is above the MA which based on trading with MA's should only mean longs. I am a big believer that you can trade with indi's and be successful and if a MA or two make defining trend easier then by all means use them... that said if your going to have them on your chart... use them.

Chart 2 - 3min HLC

We get that upper zone, see a fake break of the high met with sellers down to the low, brief support with a return to 50%, a break of the low and a ND right into the low. Nice entry. Again note how you are below you MA when the entry presents. Nice, safe and with the trend. Actually see how price pings the 50% of the zone but closes below (or close to it) the MA. So the MA and 50% of the zone contained the increased volume retrace that resulted in sellers taking over.

Worried about that A bar high? The bar that takes out the low of the ND enters the zone closing inside so why worry? UHV or increased volume closing above then maybe but a close inside with the next bar moving up above but again closing inside and right on the low. That zone high is no longer a concern to act as support.

Chart 3 - 15min HLC

Once that high and 50% were taken out we expect to see the zone low at least at 102.215 (I checked and we get) and this should be a good support level where we want to tight stops or start closing out.

Remember increased volume into "possible" support or even into a demand zone does NOT always mean buyers are in control. Give PA a chance to play out a bit to see how bars are closing etc...