

H1 Trading for 2015 (Post#47,657)

Here is one more suggestion to those who intent to trade TMS in 2015 and will be making your trading plans over the year-end holidays.

If you want to trade TMS H1 on Intraday basis, start simple and include in your Intraday H1 trade plan any five(5) types of H1 setups which you will look for and make samples of charts and include these in your trading business plan. I have done my H1 trade plan just this morning and it was pretty easy because I had them already and I only reviewed them and updated my document update to 2015.

The five(5) common setups I trade with are:-

~~Note: I use Tokyo Open at GMT+0000 as my Day Open.~~

Amendment: Due to FXCM broker server change, the Day Open is now Sydney Open.

(1) SYD_2H range breakout. This is to trade the early Asian - Tokyo session between GMT0000 to GMT0400. Syd ASX opens 2 to 3 hours (depends on DST) before Tokyo Open, so I marked the first 2 hours of the Sydney Open and use that high-low range to trade when Tokyo opens. Target is 20 pips. Trade only AUDUSD, AUDJPY and EURJPY.

(2) TOK_5H channel breakout. Quite similar to the SYD_2H range breakout, except this one I use the Tokyo first 5 hours range (40pips max) and trade when price action shows a breakout of the narrow TOK_5H range.

(3) London Session trading. Two types of trading.

a) Continuation of the early Asian session. Look at PA candle size for setups and trade away from the Day Open.

b) Reversal after London Open 2~3 hours, observing the Tokyo Close PA.

(4) Intraday Reversal. This can happen at anytime during the London session including the overlap market hours with the US session right up till London closes around GMT1600. I look for reversal when PA fails around the Previous Day Fib extension 127%.

(5) BRN00 Price Action Trade. Look at the PA setups around the BRN00 levels and trade away from the 50EMA and 200EMA as dynamic support and resistance.

Above are just five(5) common types of setups I look for when I trade intraday and these must comply with TMS use of the APB and TDI.

Price Action is kept to the simple use of a few common candlesticks/bar patterns - Inside Bar IB, Bullish Outside Bar BUOB, Bearish Outside Bar BEOB, Master candle, Bullish Engulfing Bar BUEB and Bearish Engulfing Bar BEEB. And also the 3-bars reversal patterns which I look for very often. Other traders calls them PCRF.

For (2) to (5), I trade the following pairs - EURUSD, GBPUSD, EURJPY, EURAUD, EURNZD, GBPAUD and GBPNZD. Ocassionally EURGBP when I see potential 'big moves' and when the three amigos are not riding in the same direction. Note, the pip \$value is the best among all currency pairs.

When I resume trading in Week 03/2015 (12 Jan onwards) I will post daily H1 charts and explain the above types of H1 trades setups in live market.

Stay tune.

Seasons Greetings.