



vForce Advanced

Hi and welcome to vForce advanced. This is the second phase to learning the vForce system and will consist of adding Trend Lines, Pivots and Fibs to our charts. This will change the dynamics of the system and move things along nicely with regards to risk reward and teach the proper way to trade in the Forex market or for that matter any market at all. This is also the second phase of three. The final phase being vForce Expert. I hope our all ready to really learn some things that will make you a skilled trader. Once you become a skilled trader no one can take this skill away from you. You will build confidence and begin to see the light at the end of the tunnel as your dreams of financial independence start to become reality. Im not asking for anything in return. I have no purpose except to help people. I ask only that people are kind to others and help out when needed. Mostly I ask that people realize that life is about helping others and expecting nothing in return. You will now have the chance to learn things that would most likely cost you thousands of dollars anywhere else. Except the fact that its free with no strings attached and learn and study till you cant take it anymore. Lets get started.

New indicators defined

-Fibonacci Retracements

A term that refers to the likelihood that price action will retrace a portion of an original move and find support or resistance at key Fibonacci levels before it continues in its original direction. Key ratios are 23.6%, 38.2%, 50%, 61.8% and 100%. For a long move one would draw from point A (daily low) to point B (current daily high) when the price move down from the daily high we wait for it to find support at a fib level then we wait for a vForce signal in a long direction to confirm the price will continue its original course. When a signal is generated of a fib level in our direction we will place a pending as per the basic entry rules (10 pips above the high of the signal candle) and give it only 4 candle to be initiated. Our take profit will then be the extension of the nearest fib level below the price. A fib extension is the extreme point that a trader will use a take profit when taking a position of a fib level. So if the nearest fib level was 61.8% our take profit will be around 161.8%. Lucky for us I have attached a tool that does all this for us.

-Pivot Points

Pivot points are frequently used by as a means to calculate resistance and support levels which are, in turn, used as visual cues to execute trades. Pivot point calculations provide traders with objective visual bench marks which some use to predict price changes. We will use these as cautionary levels for stop loss purposes and possible take profit levels.

-Trend Lines

A trend line is formed when you can draw a diagonal line between two or more price points like higher lows and lower highs. They are commonly used to judge entry and exit when trading. We will use TIs for entry points and take profit points. When the price reaches a TL and “bounces” from in the apposing direction we will take the trade based on a vForce signal for confirmation. So if the price bounces we will wait for a signal in the apposing direction. Set a pending in the direction of the signal (10pips above the high/low) depending on the direction of the bounce and give it 4 candle to initiate.

Lets look at all these things on a chart now. Please take some time to review this chart then attempt to re-create on your own trading platform. Pay attention to all the detail and take your time. Before you try to re-create this chart make sure you have loaded all the indicators into you MT4 from this post. The only thing you should have to really add are the TIs. Open your chart, add the indicators zoom out to the same level as my chart and draw your TIs then zoom in. My first chart below is zoomed. The second is a simple zoom inward with no changes.

Chart 1 zoomed out

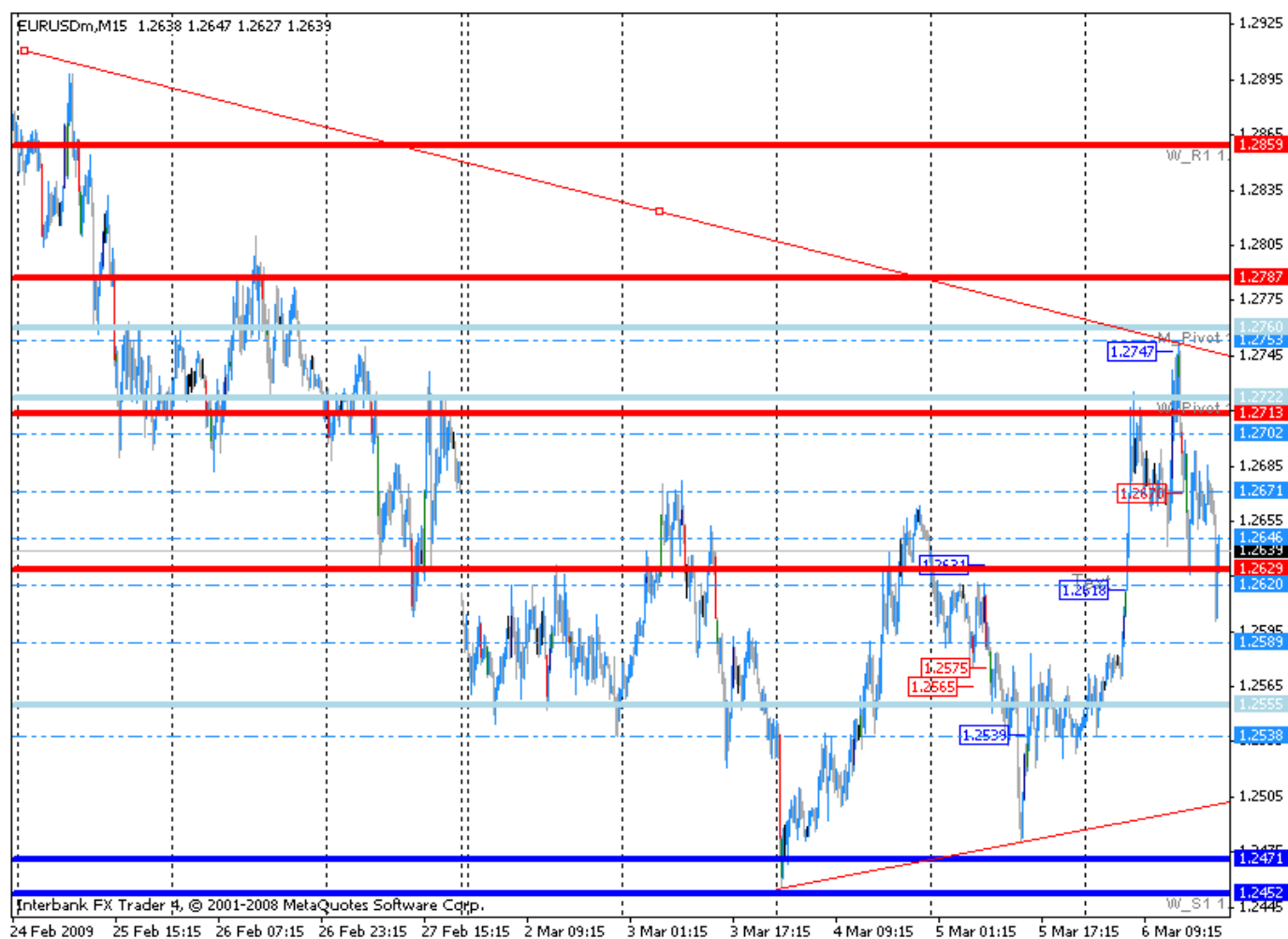
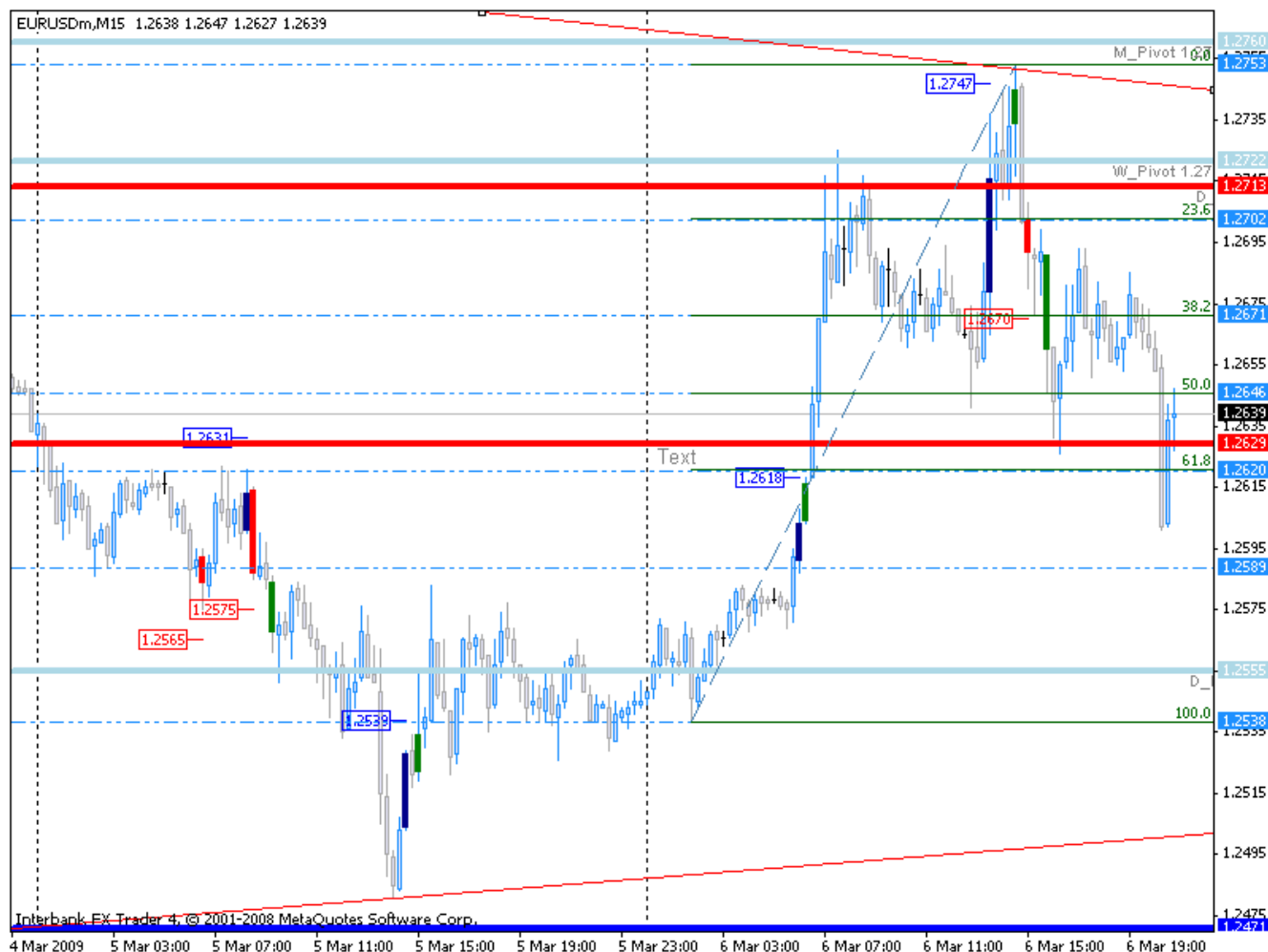


Chart 2 zoomed in

You will notice on this chart all the pivot points and fib levels. If you find the last red candle and go

back three (3) candles you can see how the price stopped its bull move at the weekly pivot creating resistance. And a connecting point B for our resistance trend line. The the price moves bear to where we find out red candle. The last red candle on the chart. This is what I call a bearish bounce. Why because it bounced of the weekly and monthly pivots above it. The red candle indicates a possible change in trend direction. No that we have a bearish bounce and a signal we place a pending 10 pips from the low of the red candle. What happens next is exactly what should happen. The trade moves into profit. You can see the price then finds support at the 50% Retracement in the next few candles and then encounters resistance just below the 23% retracement and then moves bears in a nice move eventually finding support at the 61.8% retracement at the end of the trading session. Take as much time as you need to understand what I just wrote here. There is no rush.



The above example is how almost every trade starts. A bounce of a SR level or TL. Its works the same for long and short signals. Now here is the same chart with the take profit at the pivots. The results are 50pips at take profit A (80%) and 70pips for a potential take profit B (20%). Then we have stop move A which is a lower high and stop move B which is the next lower high. This trade would technically not been done yet had it not been Friday.

Moving on

Everyone will need 2 charts. 1 chart will have the previous days fib levels and the second chart will have current day fibs levels. The fib indicator I have attached will draw the fib levels automatically. On chart 1 set the fibs specs to:

automatically adjust to today=false

time to adjust=0

days back for high=1

days back for low=1

On chart 2 set the indicator as follows

automatically adjust to today=true

time to adjust=0

days back for high=0

days back for low=0

Set the color to whatever you want.

Chart 1 and chart 2 will work the same way and other than the fibs will be setup the same way. Chart 1 will be for previous days fib levels but will work in the same fashion with regards to fib bounces. One needs to pay attention to both charts as many traders in the market will be using both fibs from previous day and current day and could be using either for their Retracements so this covers all angles with regards to fibs. Whats a fib bounce you may ask? A fib bounce works just like a TL bounce. Then price retraces to a fib level then bounces of it. As mentioned above in the definition of fibs. We can play a bounce of a fib retracement after we get a signal candle in the direction of the bounce. We will then place out pending order in the direction of the signal and give it 4 candle to be initiated.

Blank Zone

The blank zone is an area where a signal occurs but has not bounced of any of our indicators. This is a signal that is basically in the middle of nowhere. Between all SR levels. We dont take these trade because the trade can go either way. This is something we can only learn live as blank zones can not be found by looking back on your charts.

Risk is set to 1% only. Don't ever trade with more risk then 1%. To calculate risk is the following equation. $\text{equity} * 1\% / \text{pips at risk} = \text{lot size}$.

All indicators are to be installed into the experts\indicators file

Use your choice of black or white template from the templates in the zip file provided in the

attachments of this post. Set everything up as I mention in this PDF. Chart 1 and Chart2. Lets get ready to make some pips.

Regards,

FJ