

The Trading Style of Jack.Canadia

Part 2.5



“Only when the tide goes out do you discover who’s been swimming naked.”

Warren Buffet

More Material

I am going to assume one question, a pretty important one. **How do we know how strong a level is and how can we be sure price will fall/bounce from that level?**

Well, we don’t know. This booklet is meant to really examine how we can determine where price is most likely to re-test and thus place our order.

Support and resistance trading takes some getting used to. If I know that my zone on the charts is 30 pips wide, for example 1.15 and 1.1530 in USDCAD, and I am a buyer after price recently broke through recent resistance, I will place orders to buy at 1.1525, 1,1520 and 1.15. I am happy with at least one fill. If all three (or more) orders get filled, but my level is violated as if it didn’t exist, I close immediately. These small losses for being wrong are nothing for the amount of money you will make for being right.

The idea is to buy/sell for the split second(s) you may have once price enters your zone. Any hesitation and you’ve missed the boat.

Here are some more detailed charts for you of USDCAD and GBP/JPY.

Remember, patience = money in forex.



