

The only pattern You need to trade.....

I am using a grid on all my charts.....

for 1min it is 1 pip grid

for 1 hour it is 10 pip grid

for daily it is 50 pip grid

for monthly it is 500 pip grid

my S and R lines are at those lines It can not be anywhere else on the chart only at those lines.....the other factor needed to determine those S and R line is the price.....so digest that to go to the next part

The candle upper wick is the result of selling overcoming buying.....

The candle lower wick is the result of buying overcoming selling.....

If one candle upper wick touches or passes through our lines that line is a R.....

If one candle lower wick touches or passes through our lines that line is a S.....

If more than one candle upper wicks touch or pass through the same line that increases the importance of this R line.....

If more than one candle lower wicks touch or pass through the same line that increases the importance of this S line.....

The lower the time frame where these events happen the lower the odds that a R line or S Line will hold the price.....the higher the time the more the odds.....

our setup is a candle hitting a R line followed by a candle reversing down to below the 1st open.....so the odds that the price will continue down for some time is higher than the reverse.....

Or a candle hitting a S line followed by a candle reversing up to above the 1st open.....so the odds that the price will continue up for some time is higher than the reverse.....

Our entry to a trade:

***find R/S lines in one hour chart.....

***wait for the price to come to those levels.....

*** watch the reaction to those lines on one minute chart.....

***if you have the setup on one minute chart at the line or slightly above or below i.e you have a reversal take the trade sell for R and buy for S

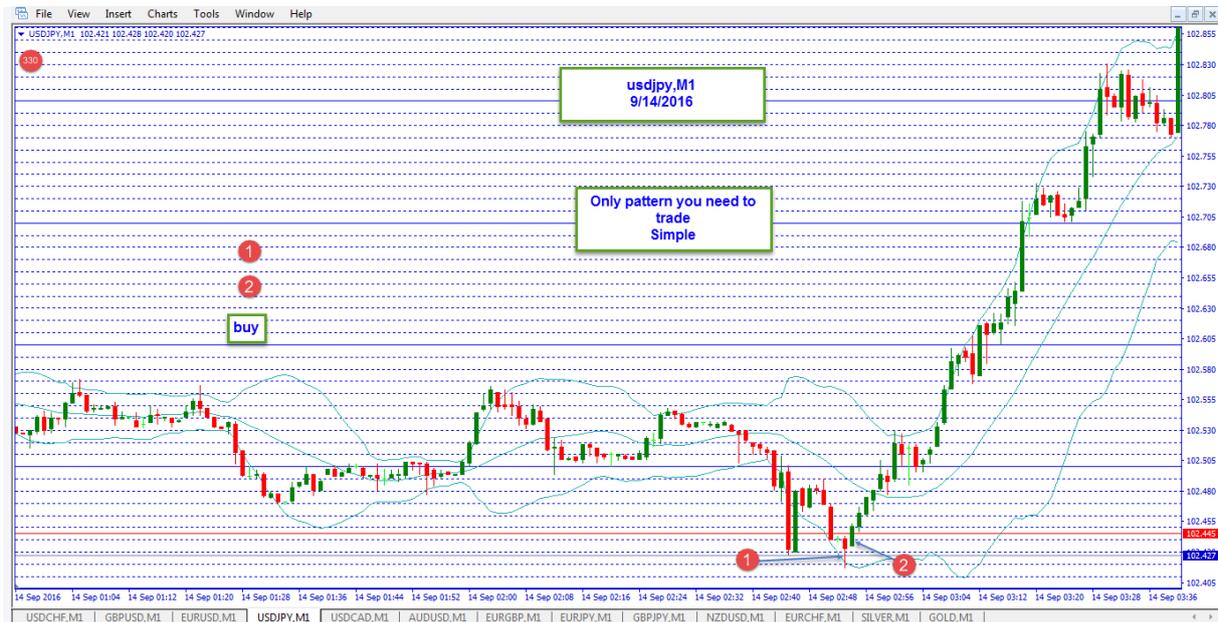
***for your stop it can be above the setup in selling or below the setup in buying especially if you are a scalper.....but if you trading for more shot put your stop according to 1 hour chart it is highly variable but one of the ways to do that is to put it above the highest candle upper wick that penetrate the R line in selling and below the lowest candle lower wick that penetrate the S line.....

***I prefer to be scalper and the swing trader at the same time buy applying the

second method of stop determination.....

*** TP take scalp if the market let you and leave some for runner

*** when you have a run protect your trade as soon as suitable



Buy.....

*** One bear bar hitting the line with its lower wick.....

*** One or (more) bull bars closing above the bear bar open.....(less is more)

*** Take profit take what you can take

*** Stop below the bear bar

Sell.....

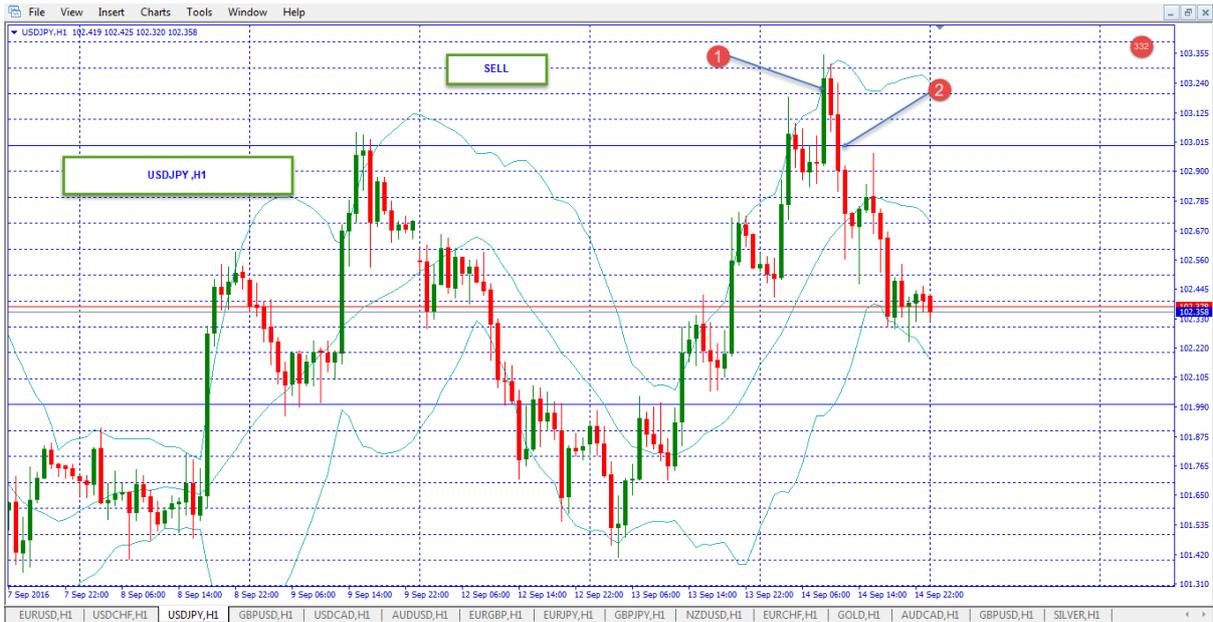
OPPOSITE
SIMPLE

Any time frame is ok.....For me I prefer 1 min and 1hour chart.....

Line intervals on one minute is 1 pip one hour is 10 pip

KIS and you will see the difference in your trading results.....

H1



Some Advice

It is not the fault of the system.....or the broker.....

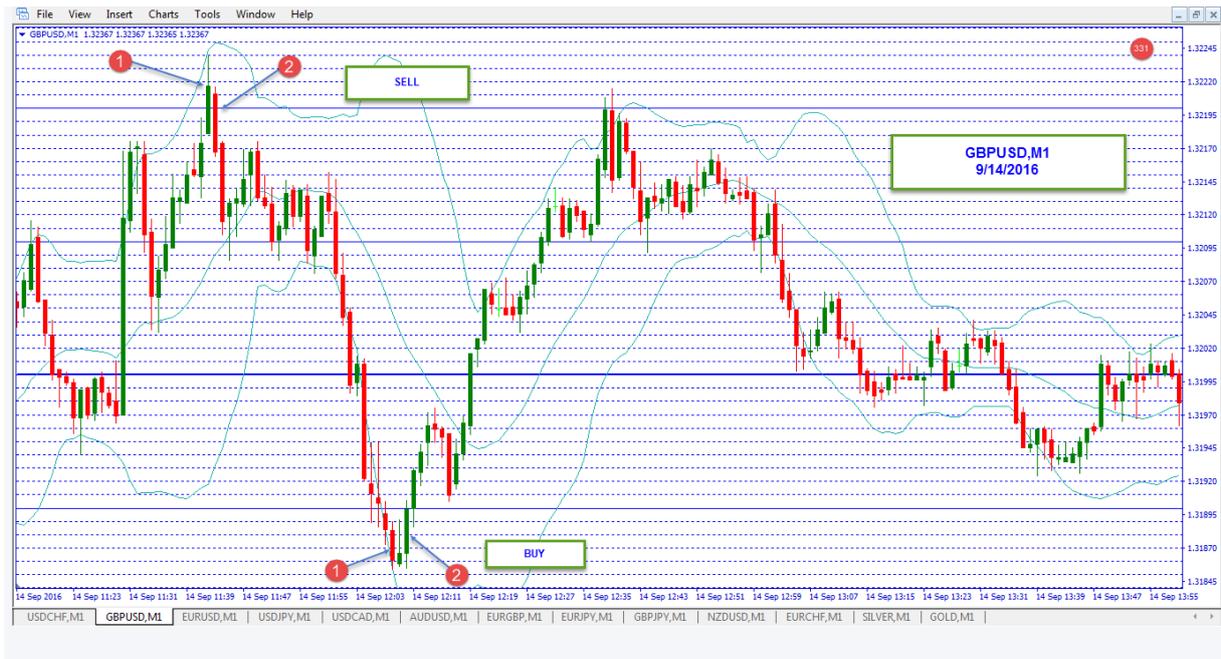
It is you.....

Most of the time exit is the hard part.....not entry
 accept loss per your rules.....don't wait for the trade to turn
 take some profit early and let some to run
 that is it

It is anywhere in the chart don't chase colourful charts

Sell trade example

M1



Lower Time frames VS big time frames

For those thinking that upper time frames are superior to lower time frame to take the trade for more and more profit.....I argue you to change your mind. Lower time frames are essential to good entry. Start your analysis from lower as you are trading the future not the past.....and your result start from lower time frames.....market care about orders present at certain level not about orders which shape the past price.....

Trading direction:

let us come to the base:

you took a buy trade based on setup and you see stop taken.....then you take another buy trade and you see your stop taken a again.....stop and think what is wrongmost of the time you choose the wrong direction.....

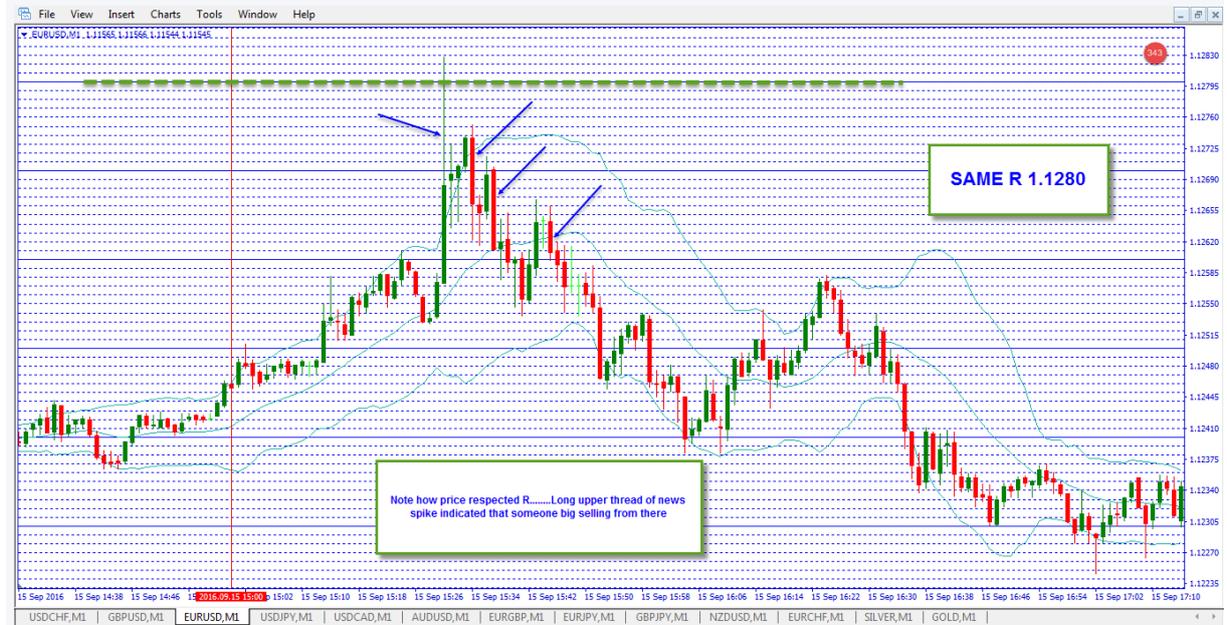
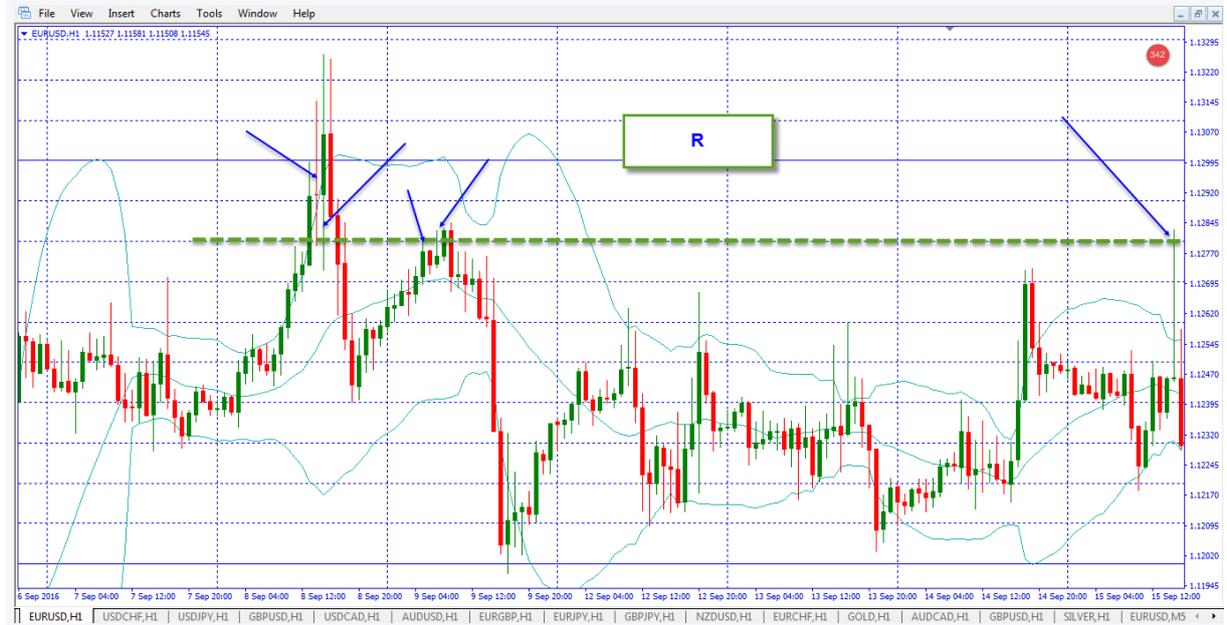
Trading S/R

So.....

take the hit of the line by upper wicks as level of R
 take the hit of the line by lower wicks as level of s
 take more than one hit to the line to have stronger S or R
 take close of a bar above or below these levels as breaks

In our setup a bar is forming a R by its upper wick then next bar is changing direction to close below the open of the 1st indicating a significant change in bias of the price from up to down which could initiate change in the direction at important levels.....the exact opposite is true.....

H1



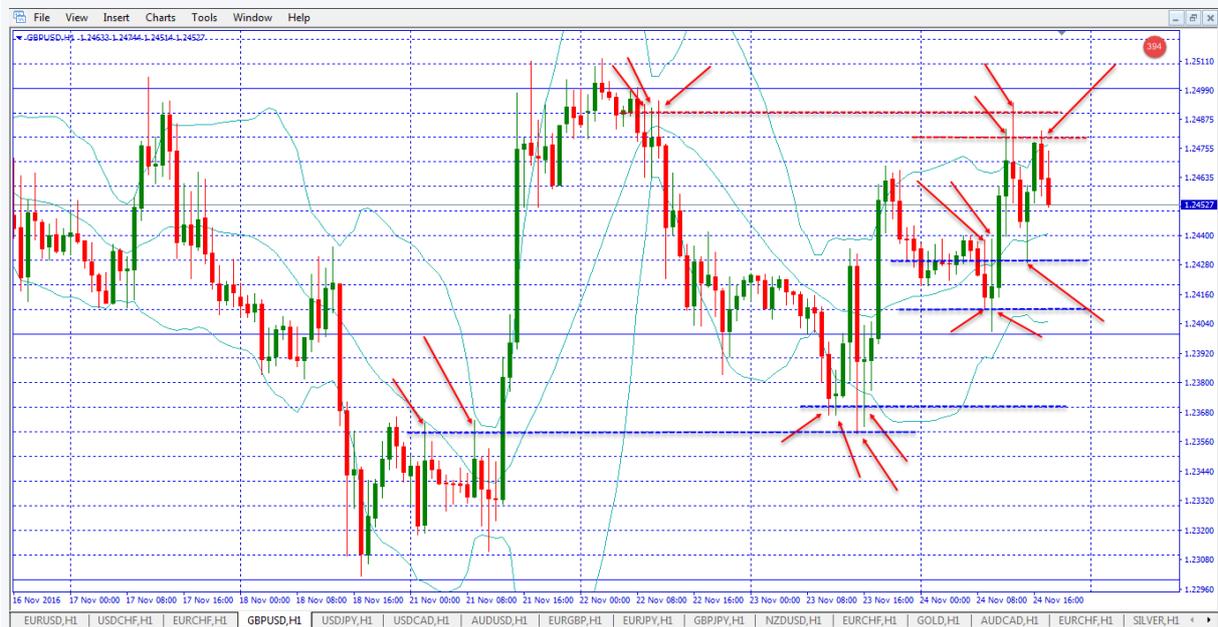
M1

Process

I Start my analysis from the daily chart.....trying to find where are the possible sell and buy zones for big players.....from these zones I will try to take some swing trades.....using the same principles on all time frames.....you will have good idea about what is going on.....you may refer to my thread about the zones and try to connect the 2 methods together and you will have sound price analysis.....

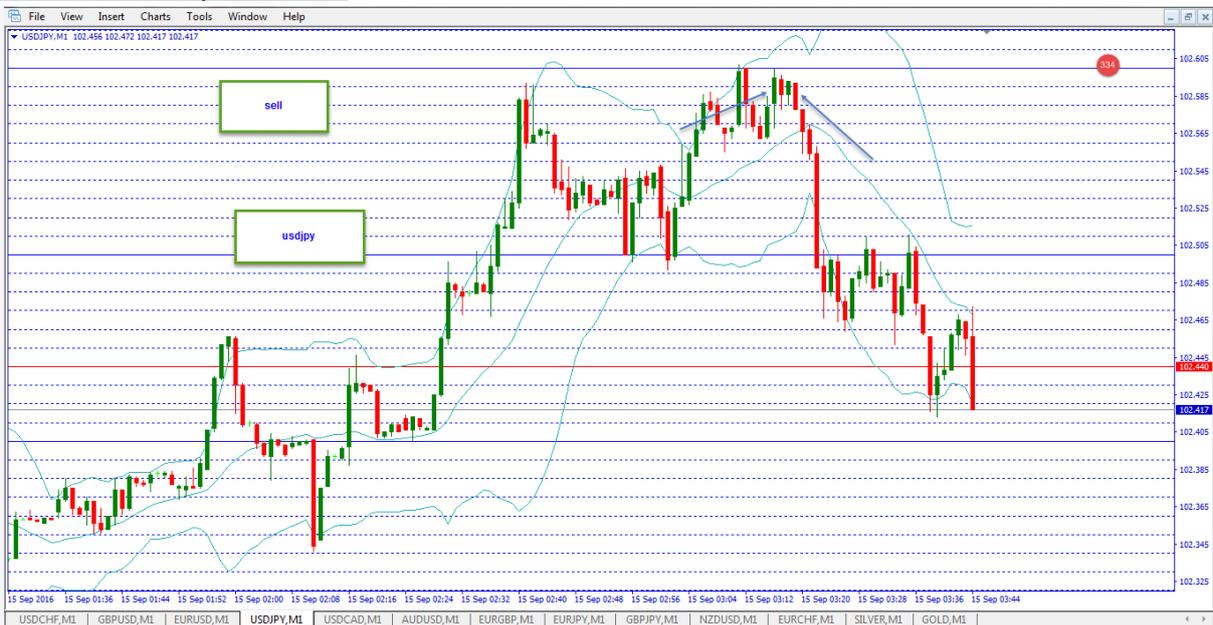
For R and S it's all there on the hourly chart but when you find a level on both the daily and hourly and even any higher time frame surely it will be more important than others.....

yes my view to the price include higher time frames my friend.....My limited time to trade mostly convert some of my trades into intra-day rather than swing trades.....but always I have some swing trades which reflect my view to the prevailing direction of the month.....

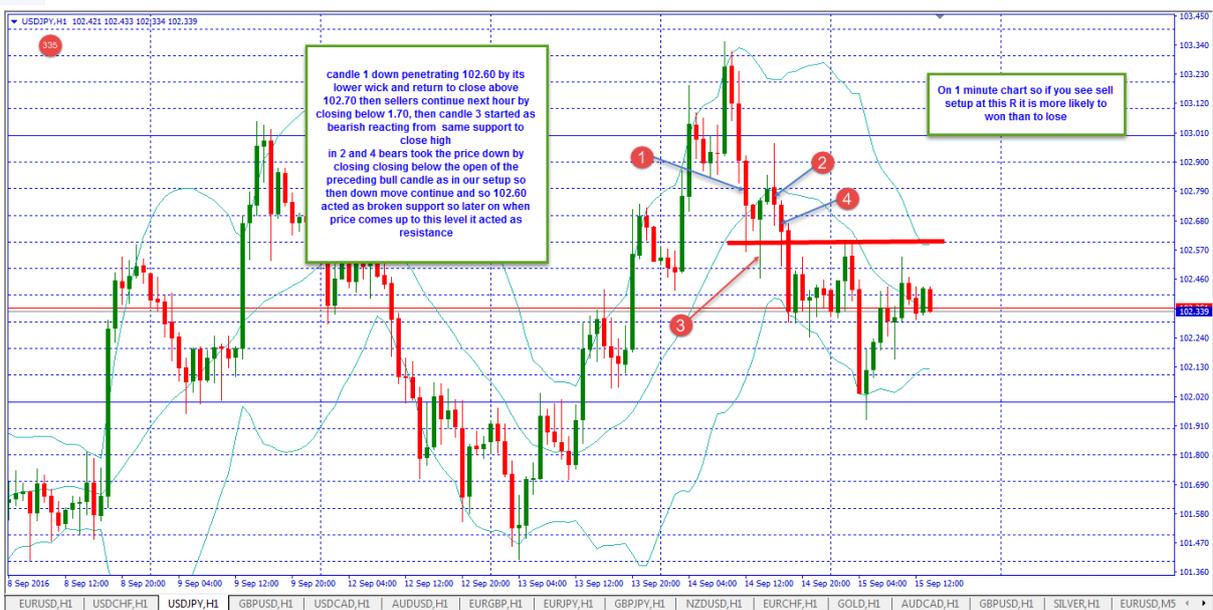


H1

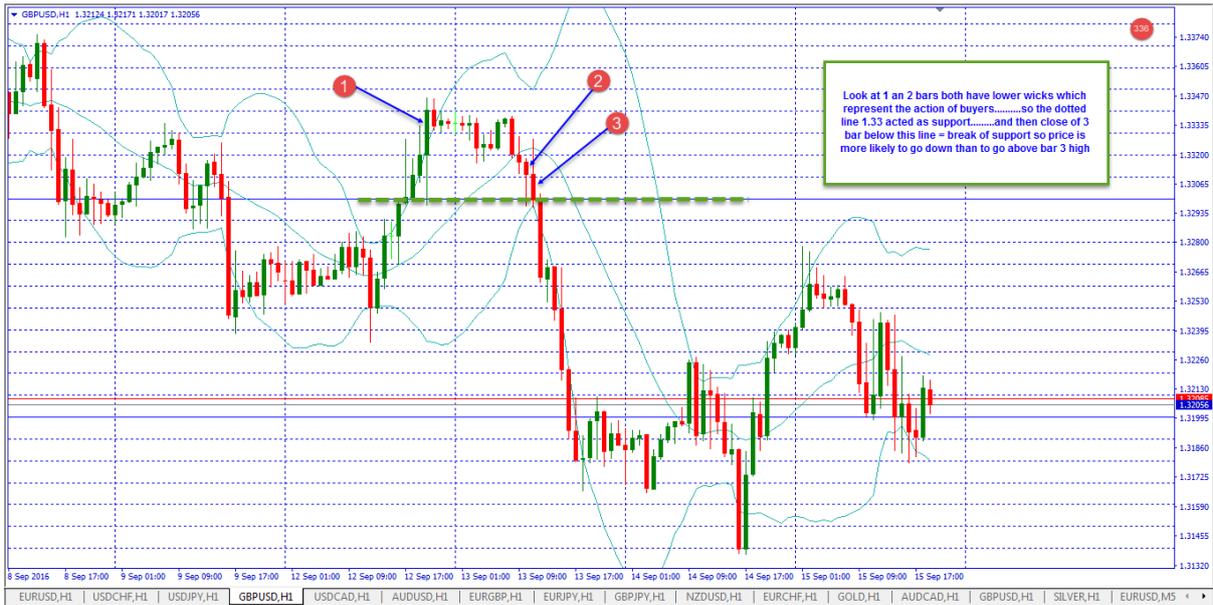
Charts and explanations



M1



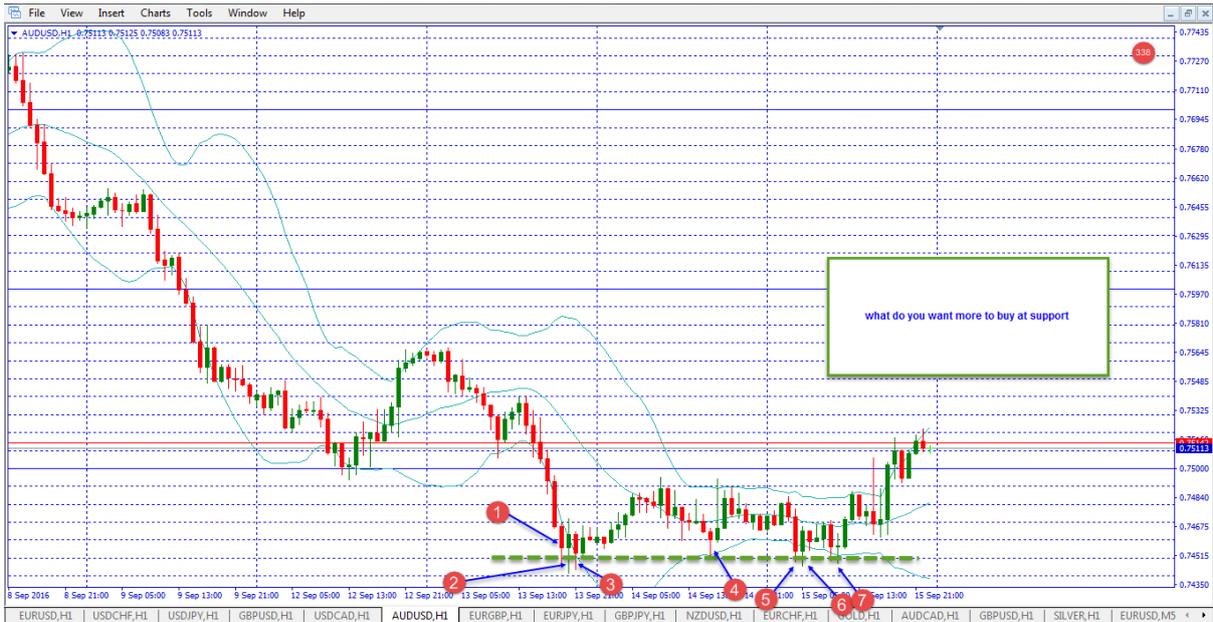
H1



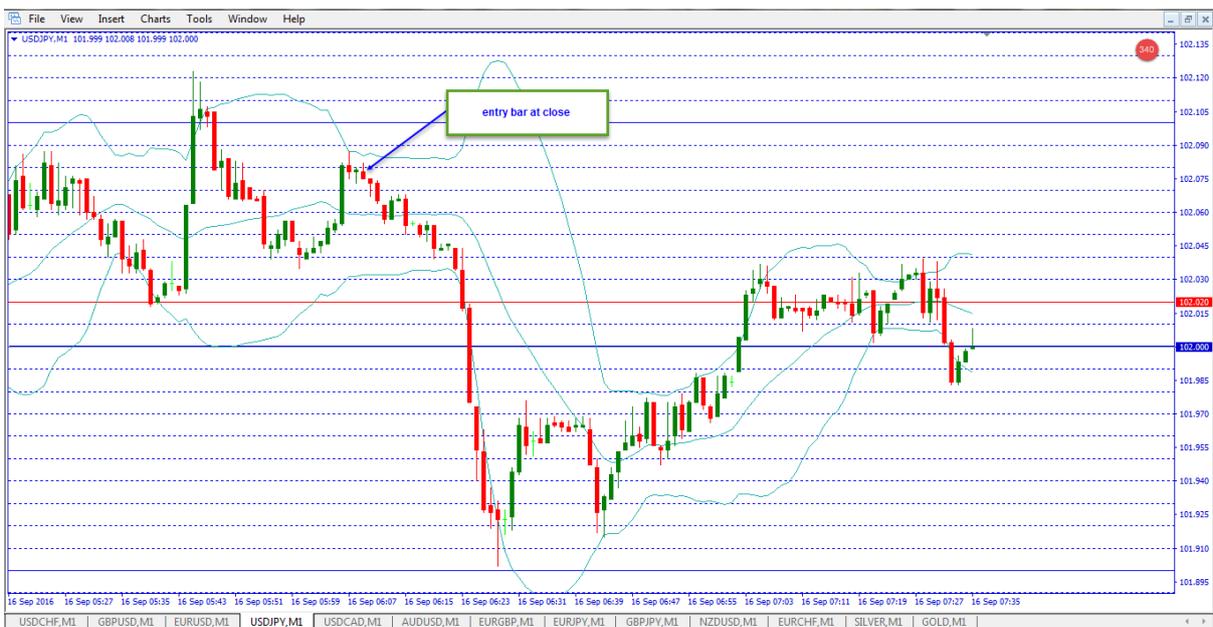
H1



M1



H1



M1

What give You signal to sell? I guess not that tiny red candle ^^

Answer:

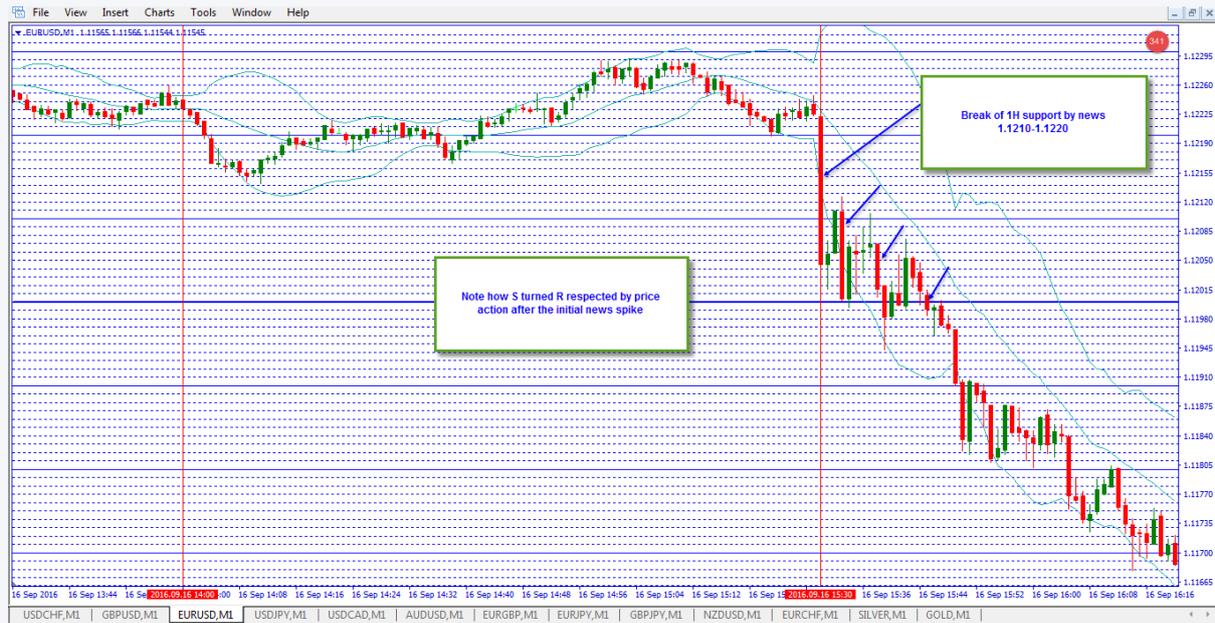
Yes this tiny red candle after hourly R.....After all it was intended for scalping but it could change into runner.....You must take into account that you are at the top of the Asian session and this can not be taking lightly for UJ pair

Question:

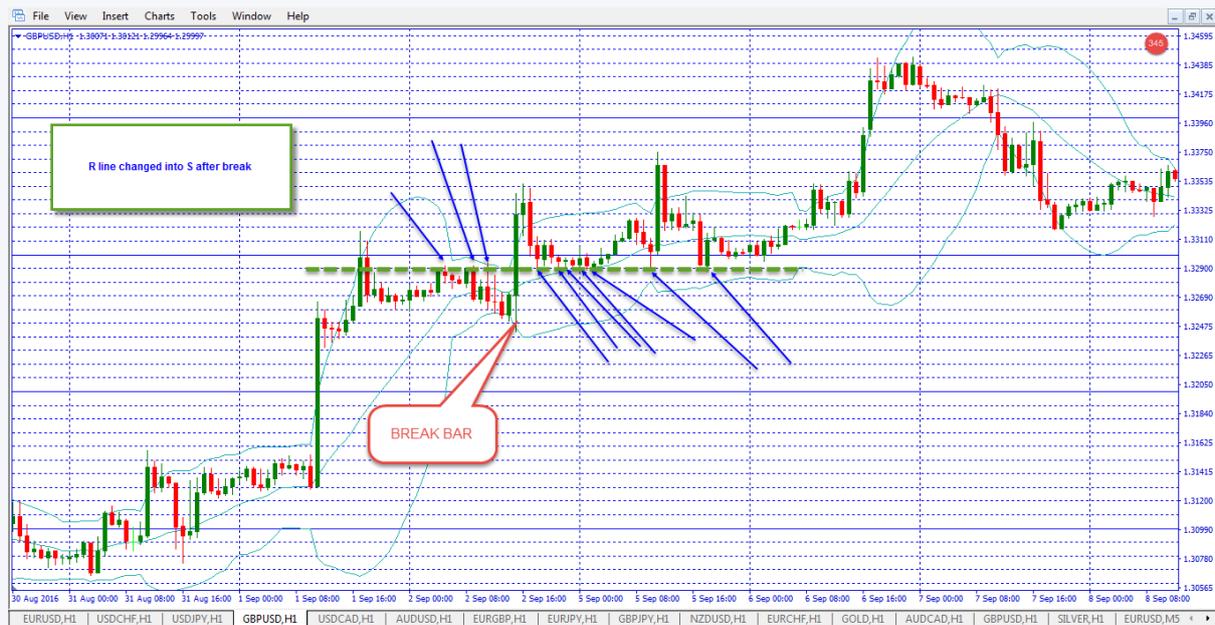
Can you tell me something more about that candle 😊 ? its really small red candle.. is this candle so important ? what kind of formation is that candle ? mini-pinbar ? Its ten time smaller than these green candle couple before...

Answer:

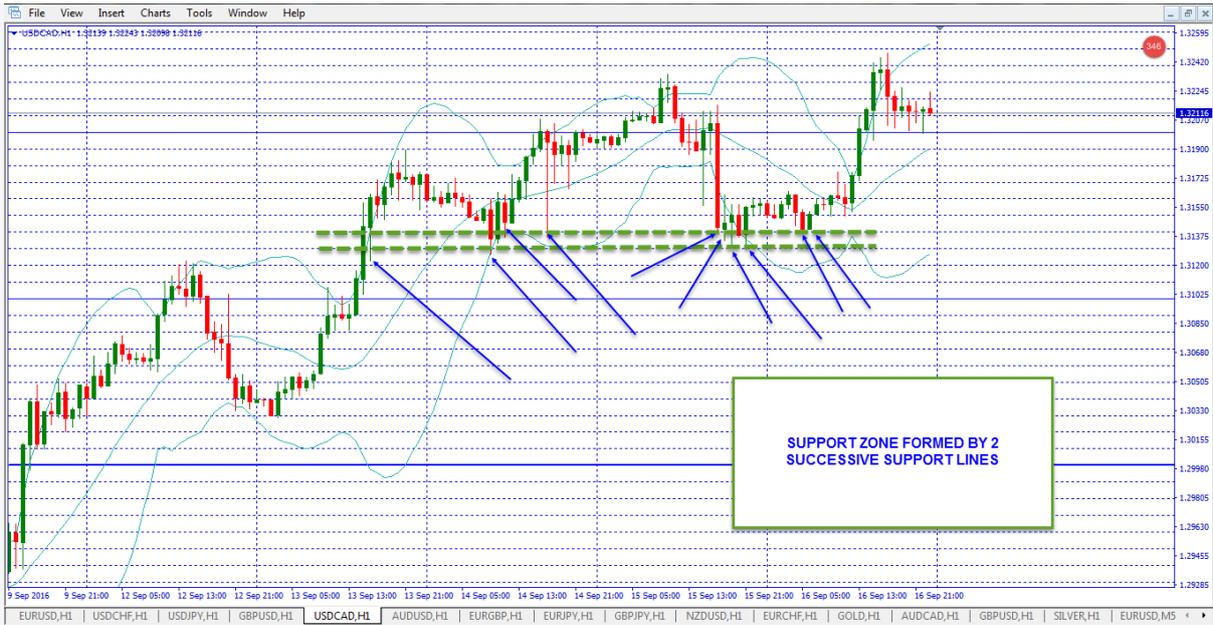
Our setup say.....up candle hitting line by wick then down candle closing below open and because this happened just one pip from line of hourly R no matter how small it is significant..... 👍 (both questions are related to the above chart)



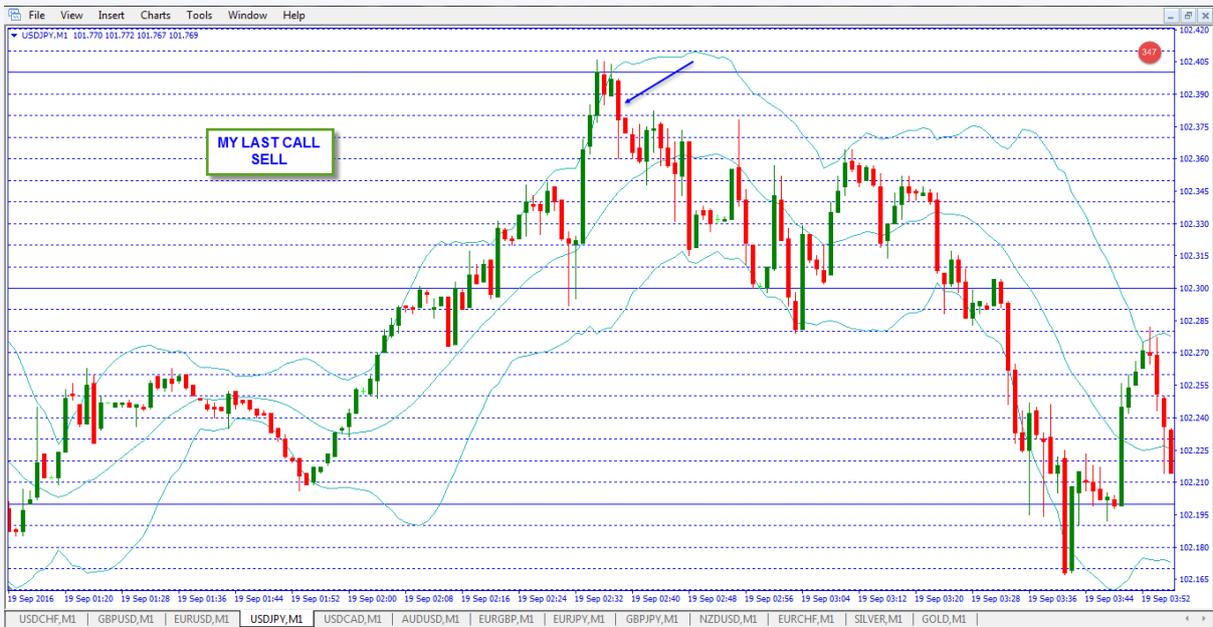
M1



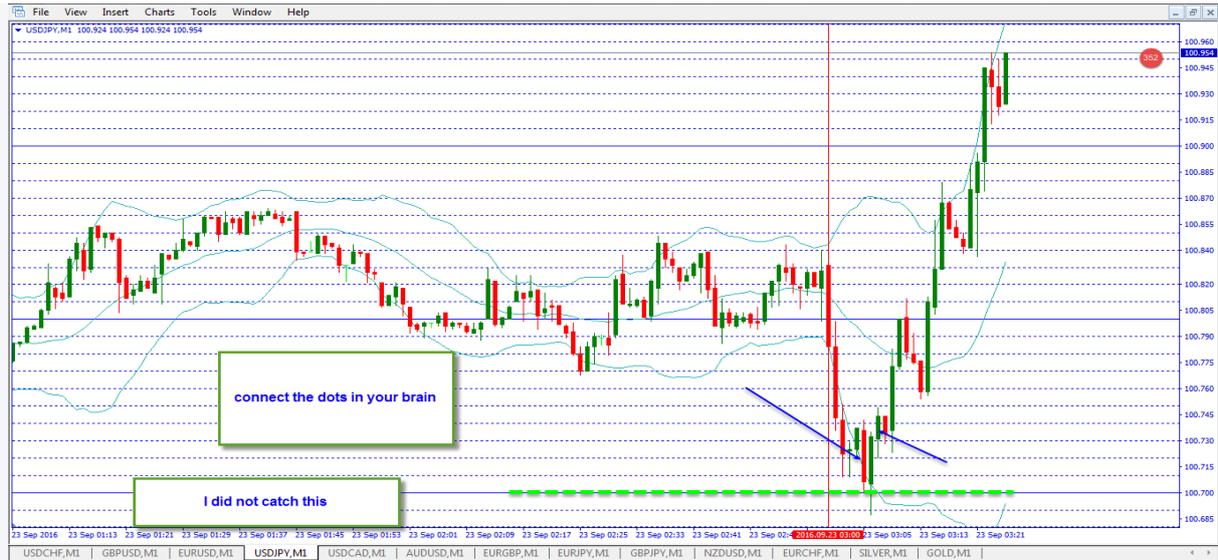
H1



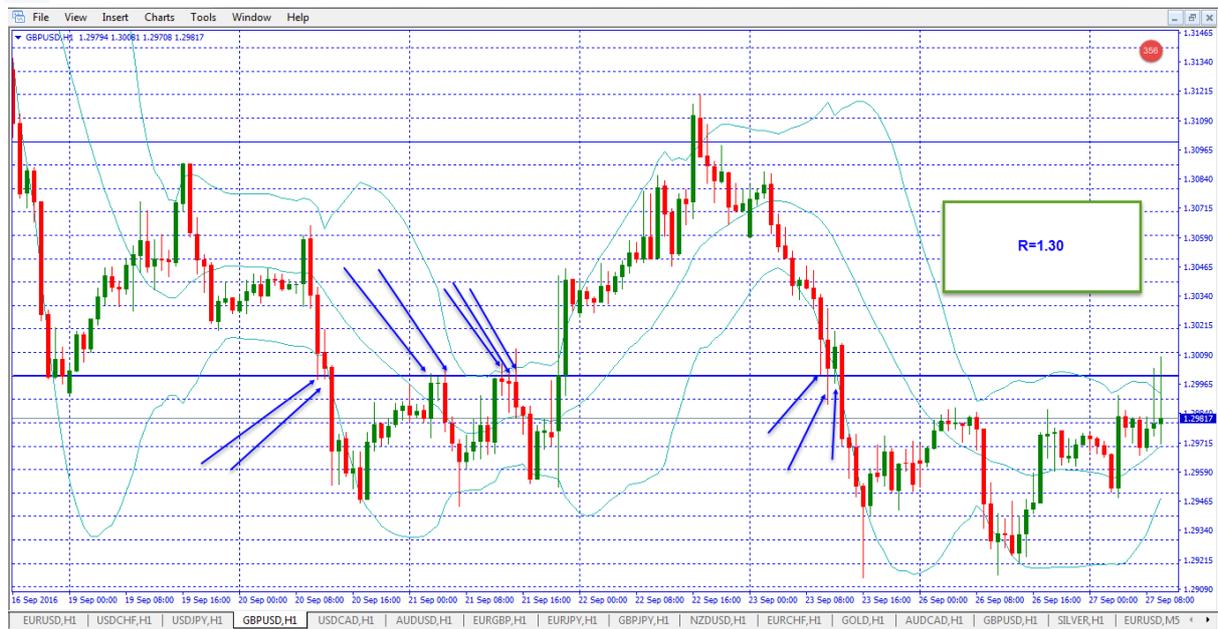
H1



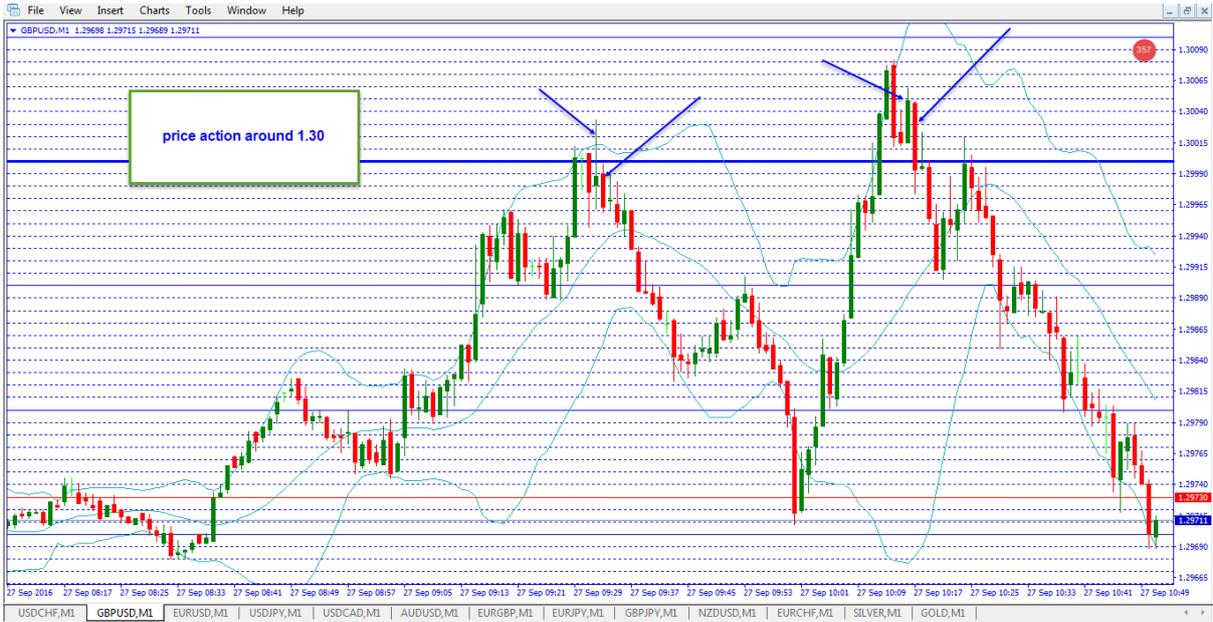
Selling the day top with R. (M1)



M1



H1



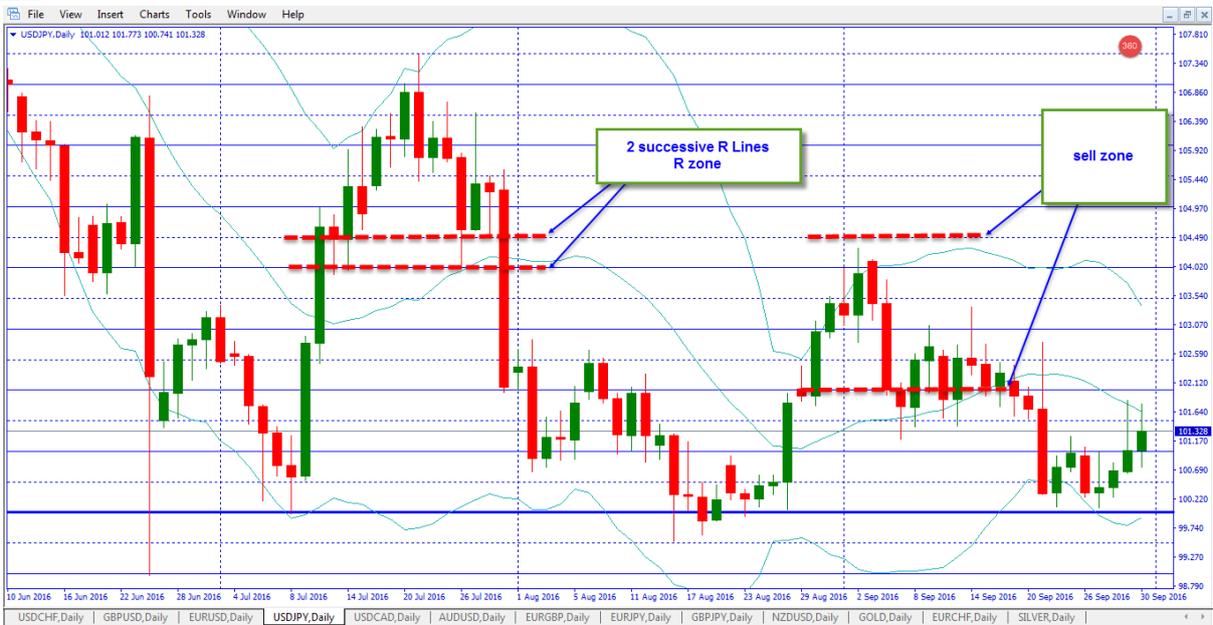
M1



D1 GBP/USD Example.



H1



USD/JPY D1



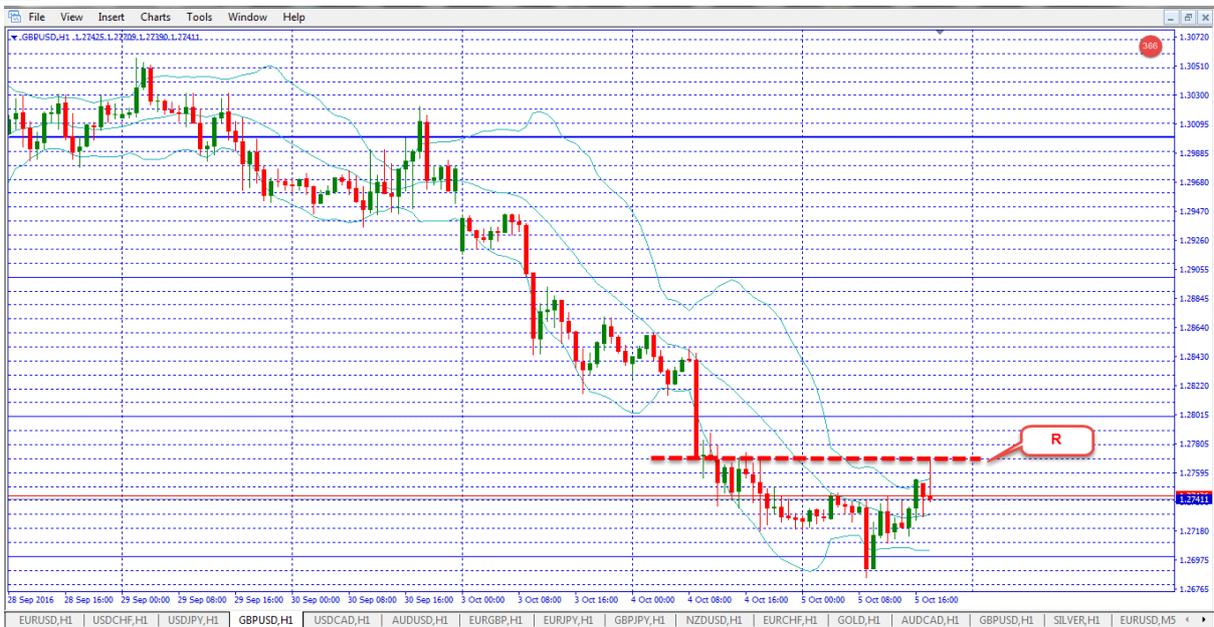
H1



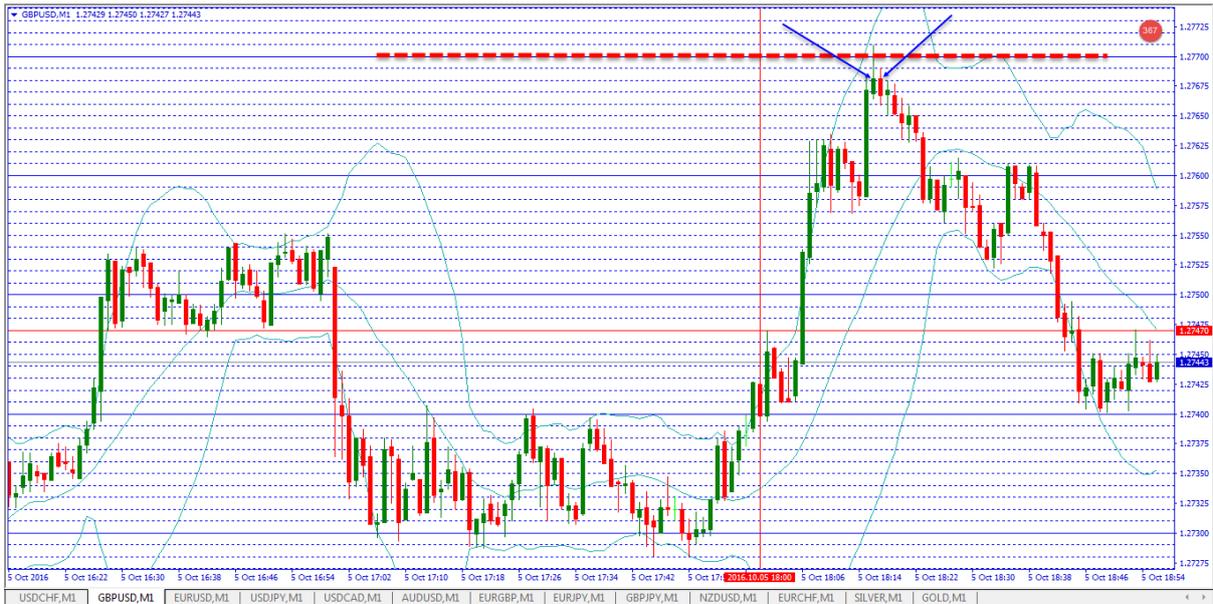
USD/JPY Monthly



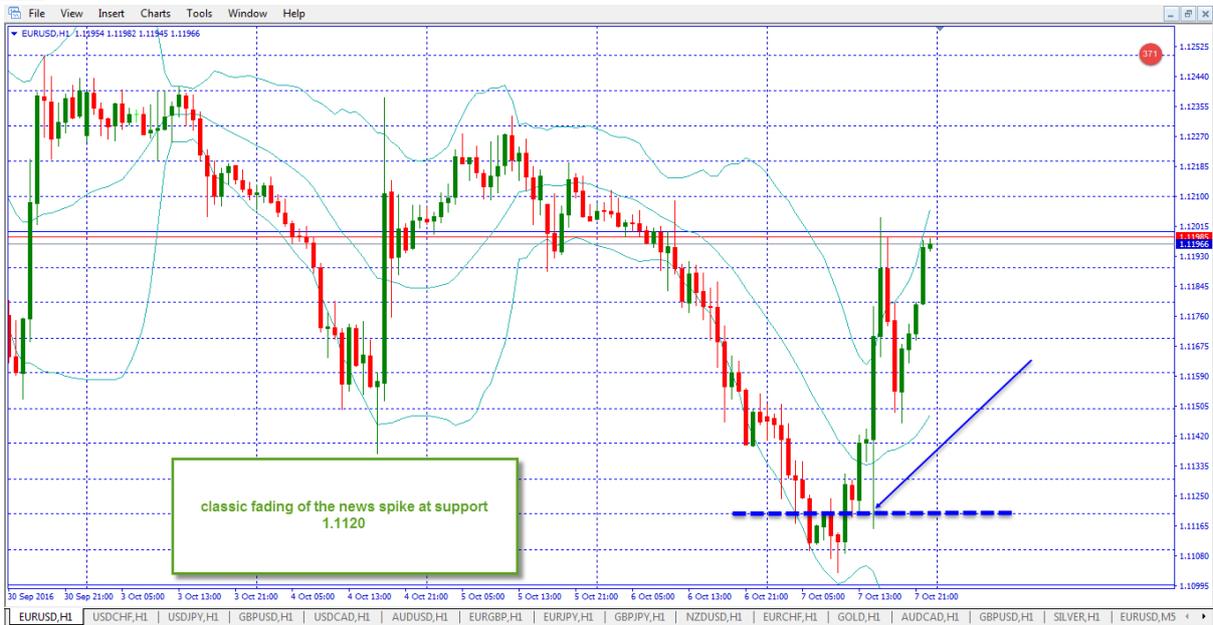
D1



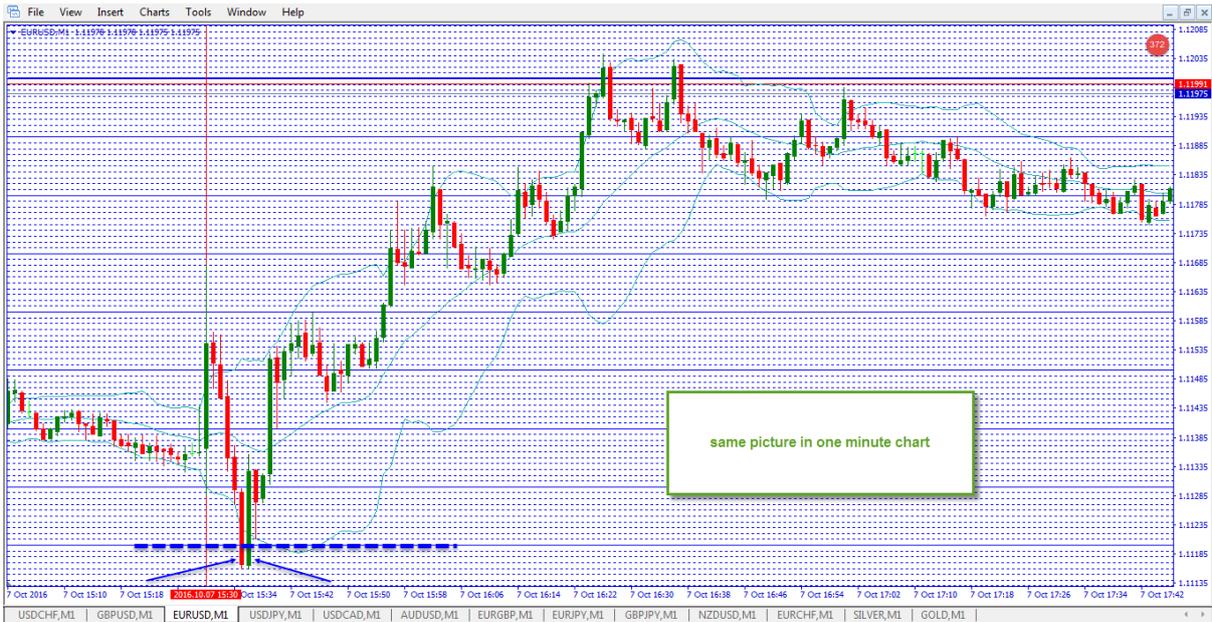
H1



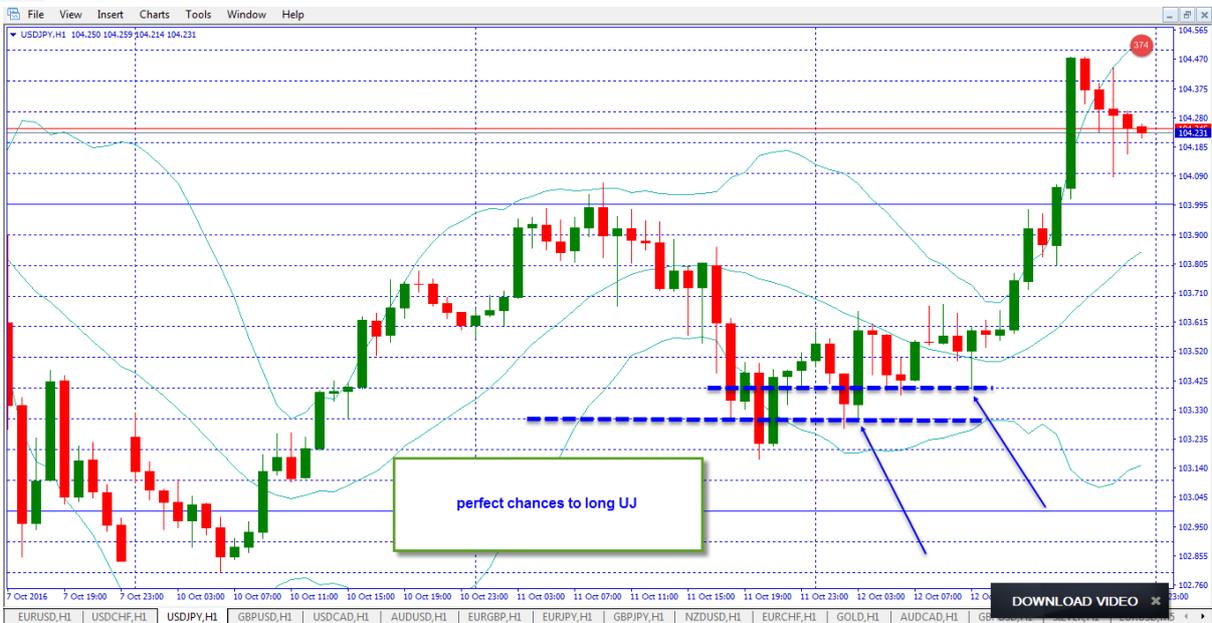
H1



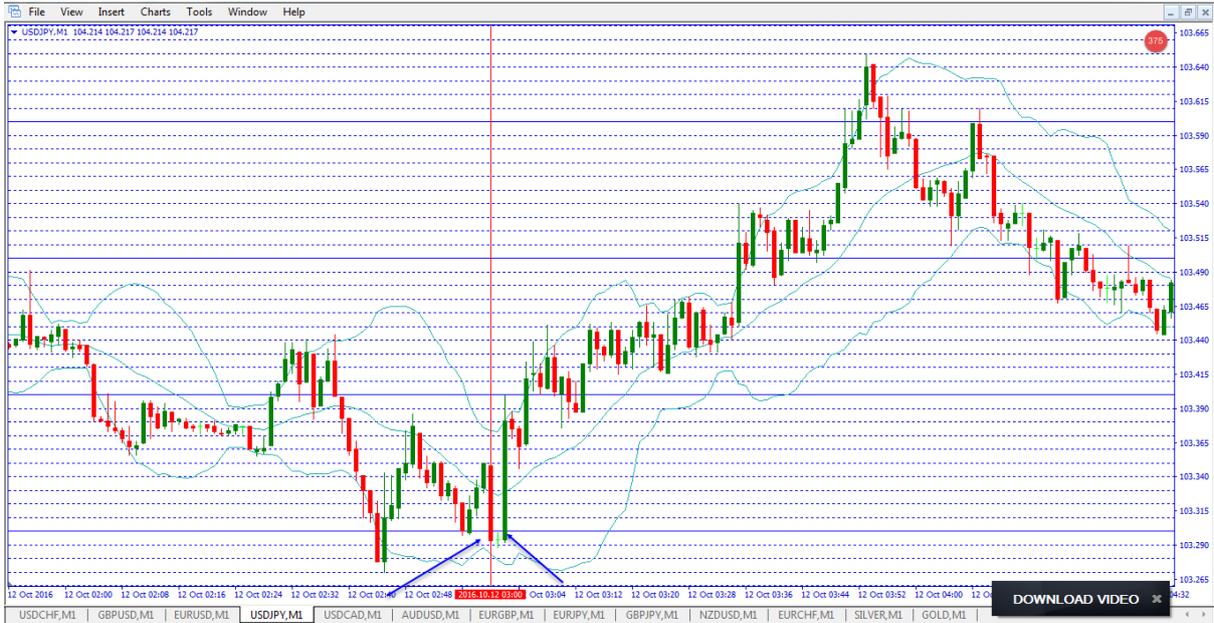
H1



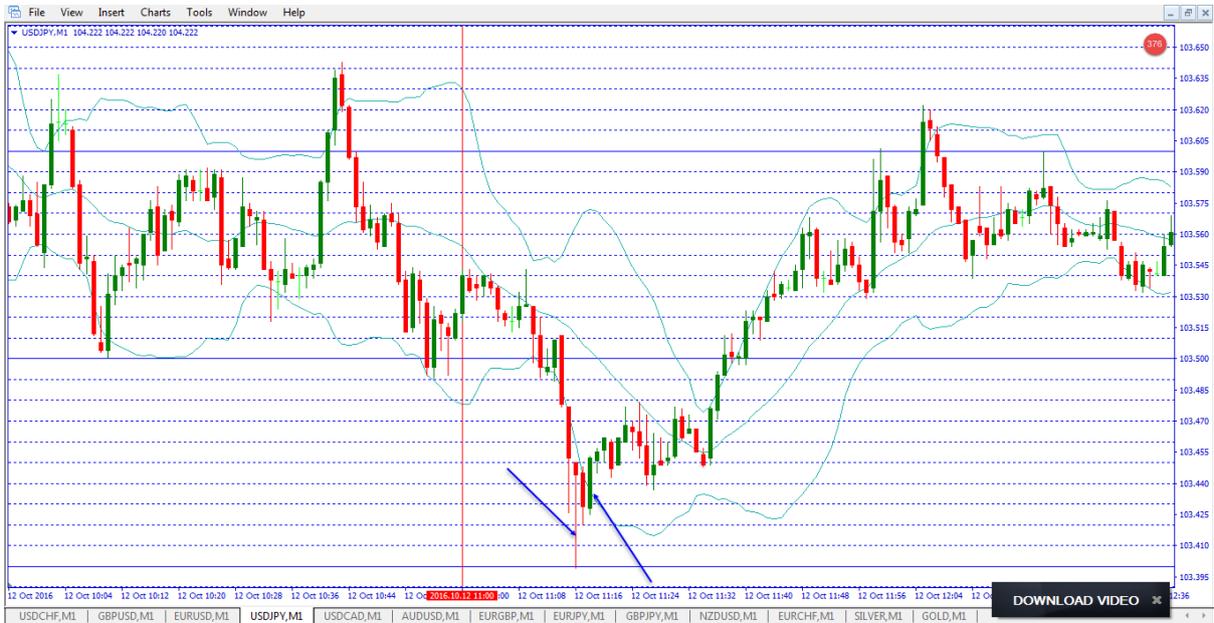
M1



H1



M1



M1

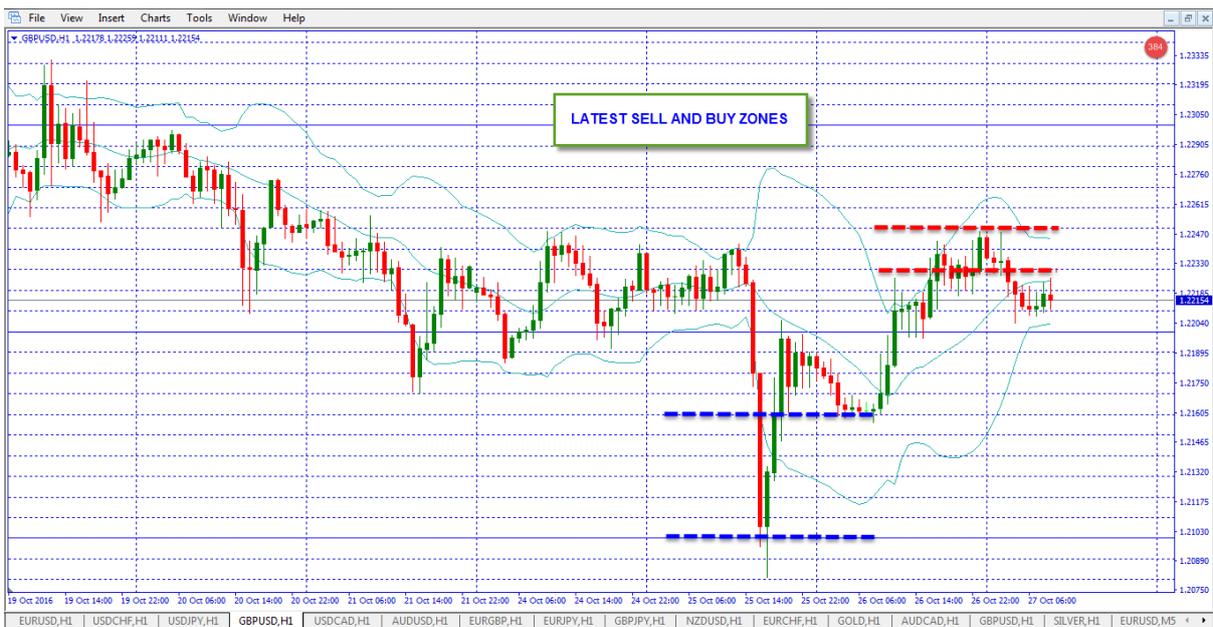


M1

Many of you may ask.....what happened after news.....look at labels

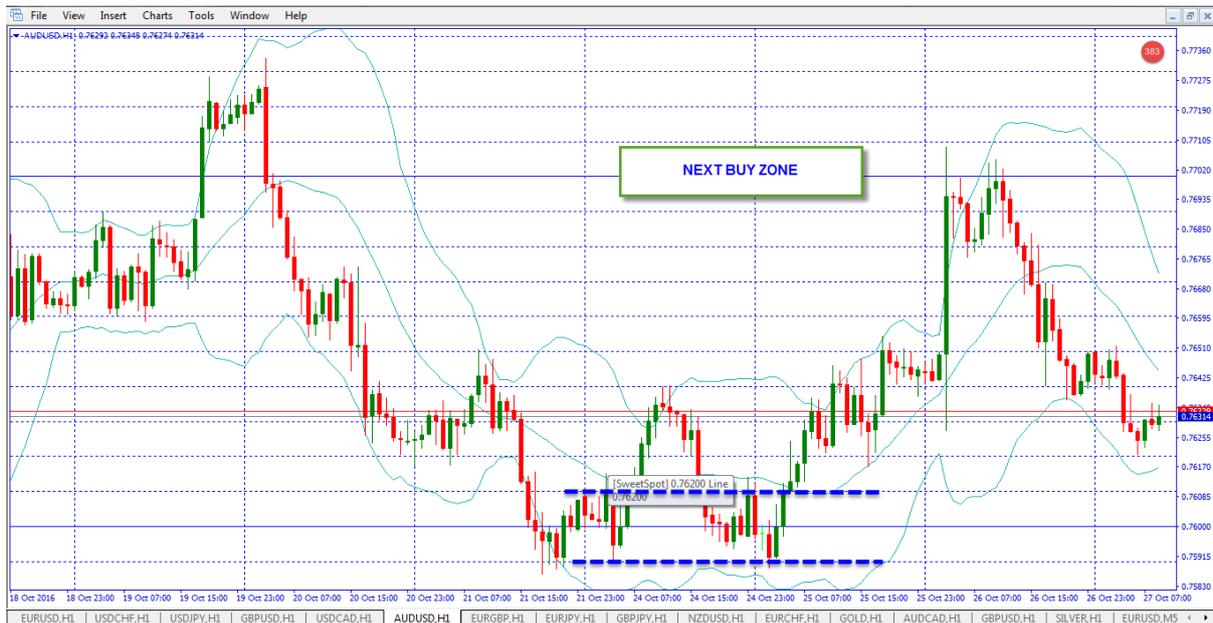
When the price tried to go down first it hits the S zone between hourly S of 1.0960 and major daily S at 1.0950 then only pattern formed so it reversed up to hit hourly R at 1.1040 and daily R at 1.1050....pattern formed again to go down again with the consequent break of S.....that what I was thinking of when I called for euro long from 1.0960 in London session and I said with caution.BTW both calls euro long and euro short were profitable for me.....I call this ping pong after news.....

Analysis and anticipation



M1

GU sellers are making their 1st move to protect position from 1.2240.....are they capable of sending the price back to buyers zone.....let us see



H1

AUDUSD selling doing good..... let us see what buyers have 0.7590-0.7610 where next buy zone located

Charts and explanation part 2

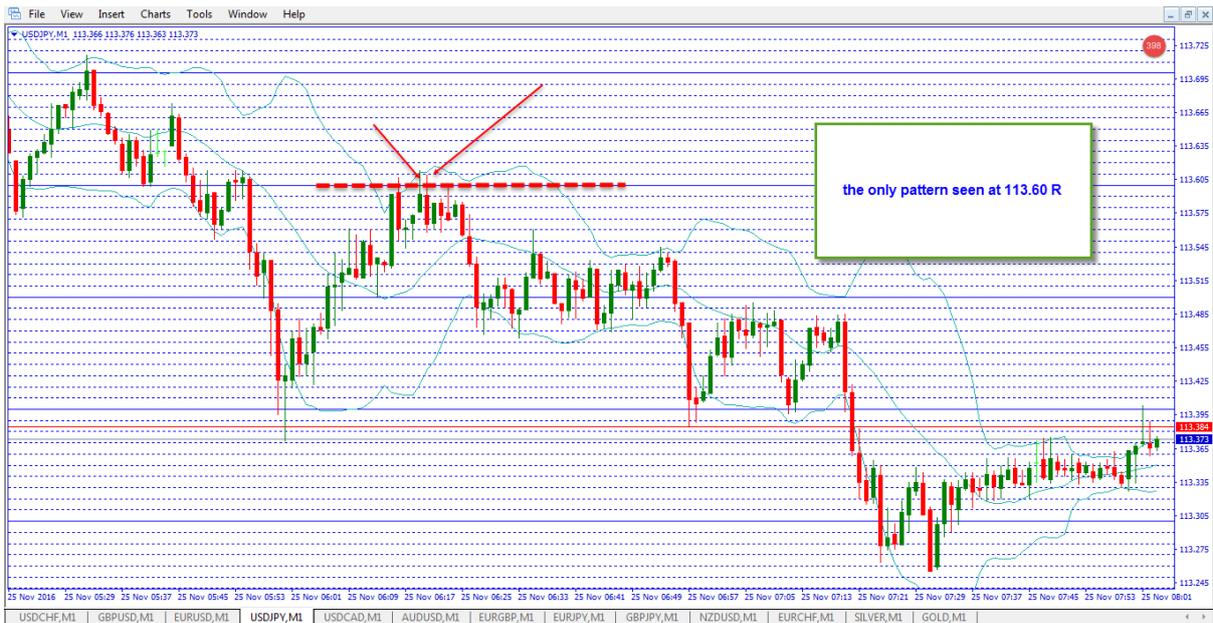
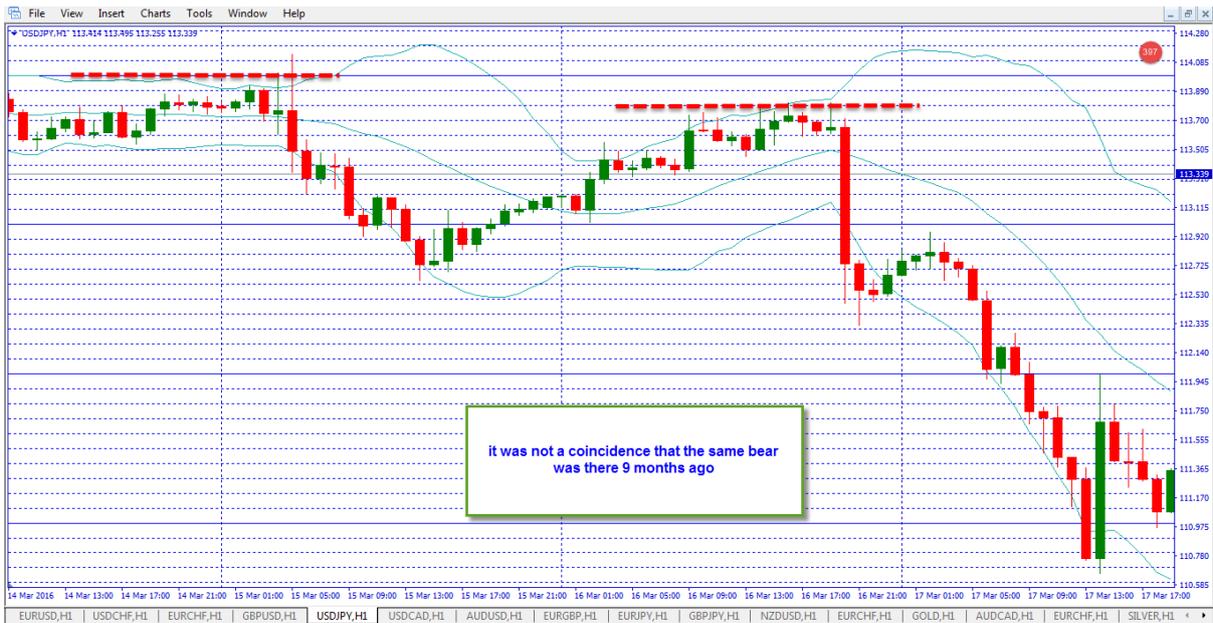
Speaking of UJ it is reaching the daily sell zone from 31/5 and 1/6 so I am more inclined to selling that pair especially that the price did hit the daily R at 109.50 and closed as bearish on the daily so I regard this area as good swing area for sellers.....but who knows the up move was strong and may need some play with daily R before a decent pullback or the reverse could happen.....Trade well



D1

Short uj from 113.60-113.70 your stop should be on 113.90 your 1st target for the day 112.80.....2nd target 112.40 or let the 2nd part run.....

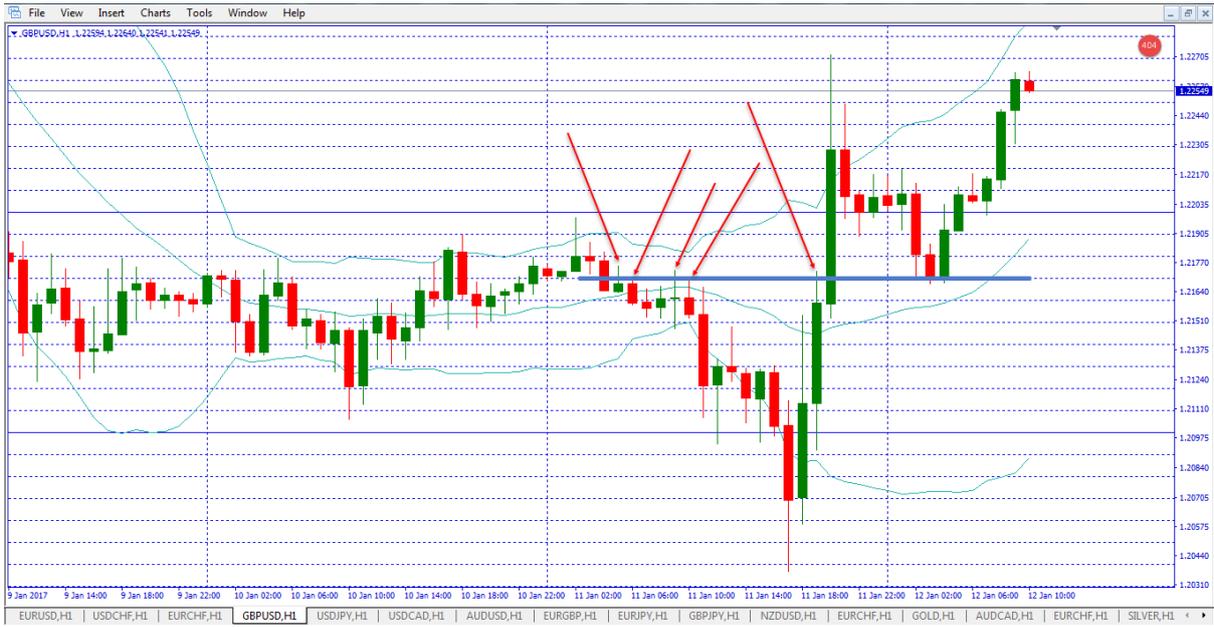




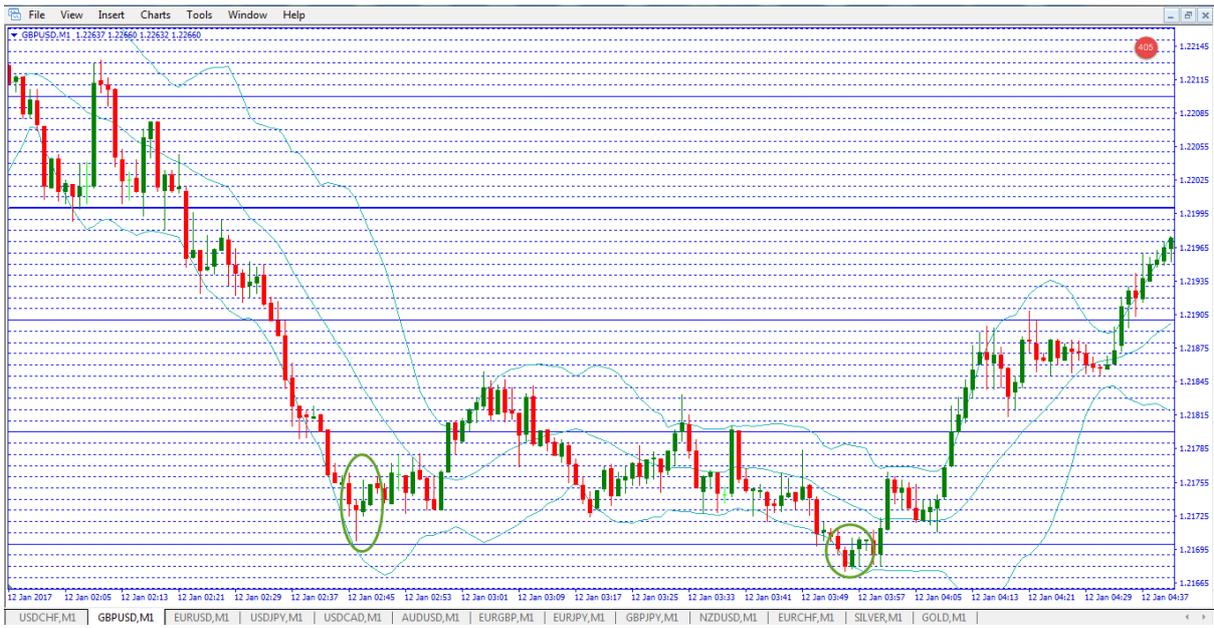
Daily, H1 And M1 above.

“ Trading becomes much easier, as you stop trading what you think ”

Why GU long?

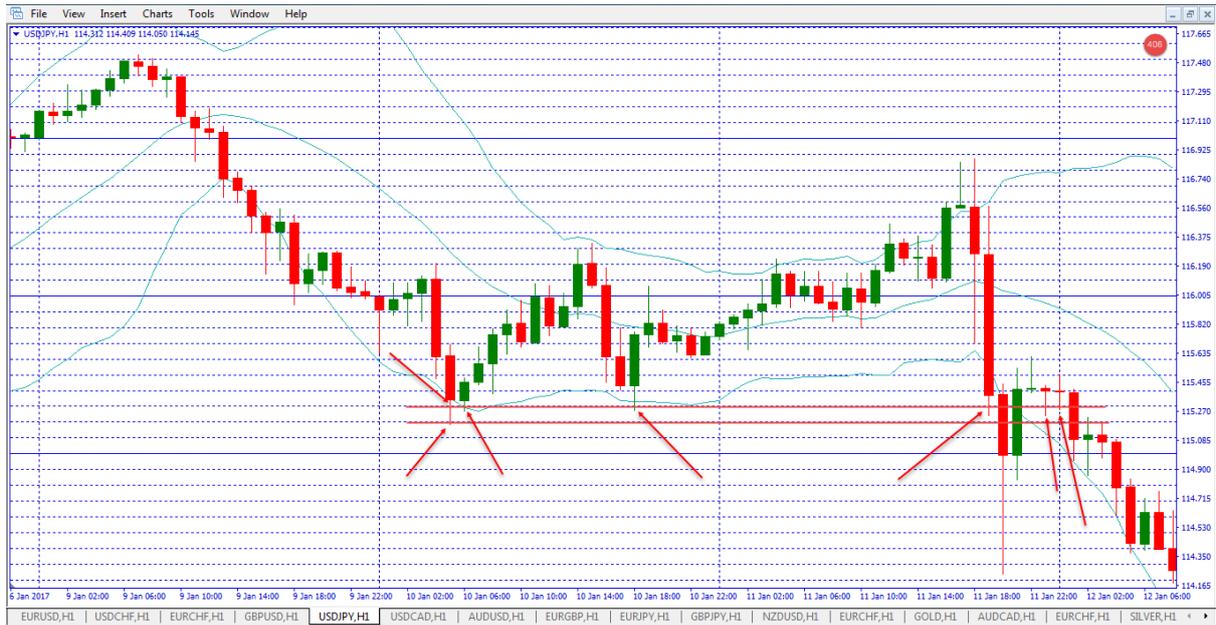


H1

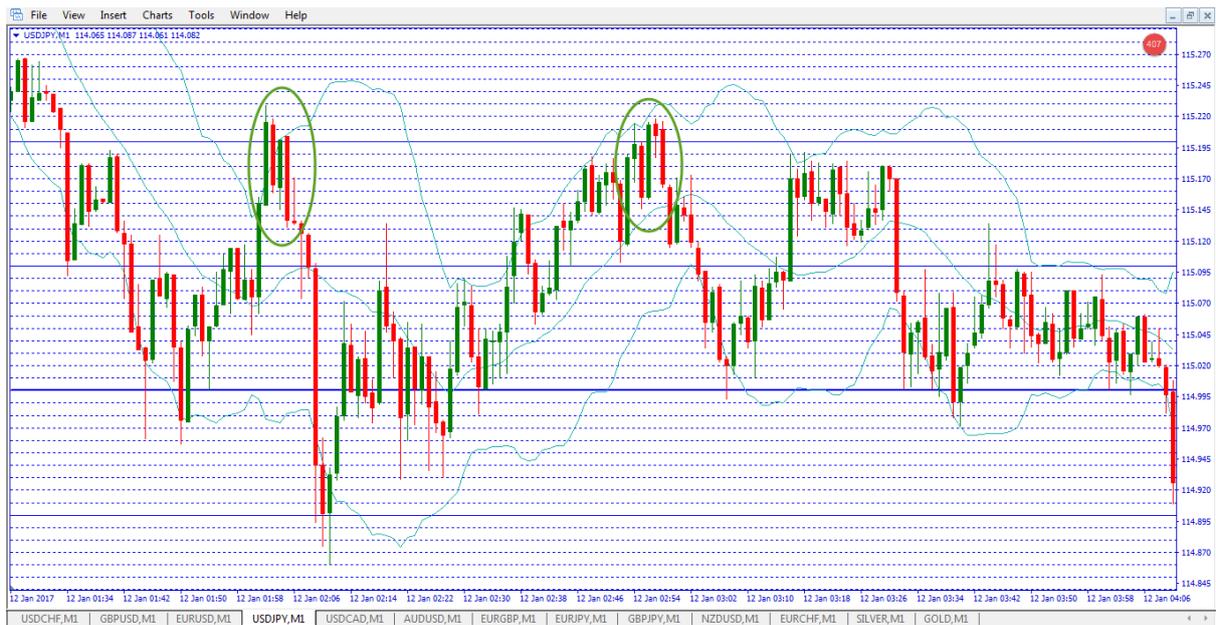


M1

Why UJ Trade? (short setup)

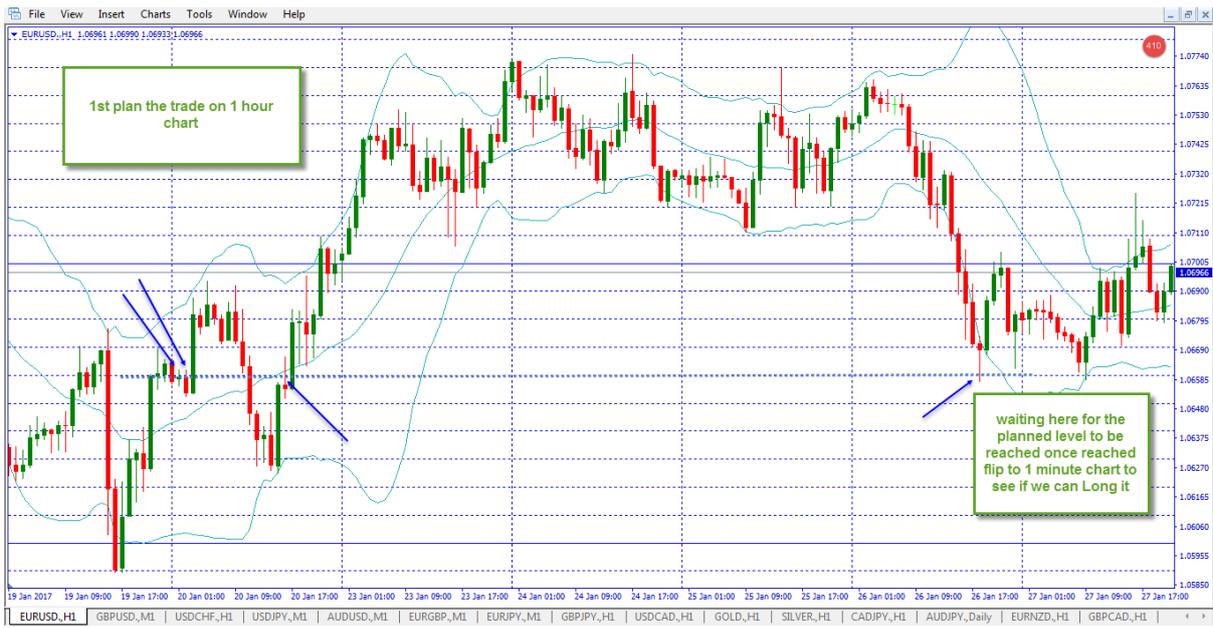


H1



M1

Planning the trade

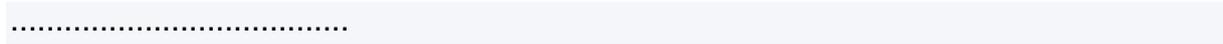


H1



M1

SECOND PART OF DOCUMENT FOLLOWS.



Page 33 FAQ

Page 31 understanding wicks



Understanding wicks

The candle upper wick is the result of selling overcoming buying.....

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Taking The Trade:

Our entry to a trade:

***find R/S lines in one hour chart.....

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***I prefer to be scalper and the swing trader at the same time buy applying the second method of stop determination.....

*** TP take scalp if the market let you and leave some for runner

*** when you have a run protect your trade as soon as suitable



H1

FAQ/Questions answered by atheer

Question

I've always felt comfortable with Bollinger Bands, and this is yet another approach...thx for the perspective. One clarification on the setup, and you might include this with another screenshot of those setups that don't meet the criteria. Is it ONLY the wicks that need to penetrate the outer band. If the bar also penetrates, is that not considered a good setup?

Answer:

WICKS NEED TO PENETRATE THE LINES NOT BANDS.....BANDS COULD ADD TO THE PROBABILITY

YOU MAY FIND THE OPPORTUNITY NOT AS REVERSAL BUT AS CONTINUATION OF A MOVE

THE LOGIC BEHIND THIS IS EVIDENT AS LOWER WICKS IN BEAR CANDLES SHOW THE ACTION OF BULLS AND THE SUBSEQUENT BAR(S) CONFIRM THEIR DESIRE AND THE OPPOSITE IS TRUE FOR BULL BARS

Question:

Why not there sell? Its easy on historical chart....



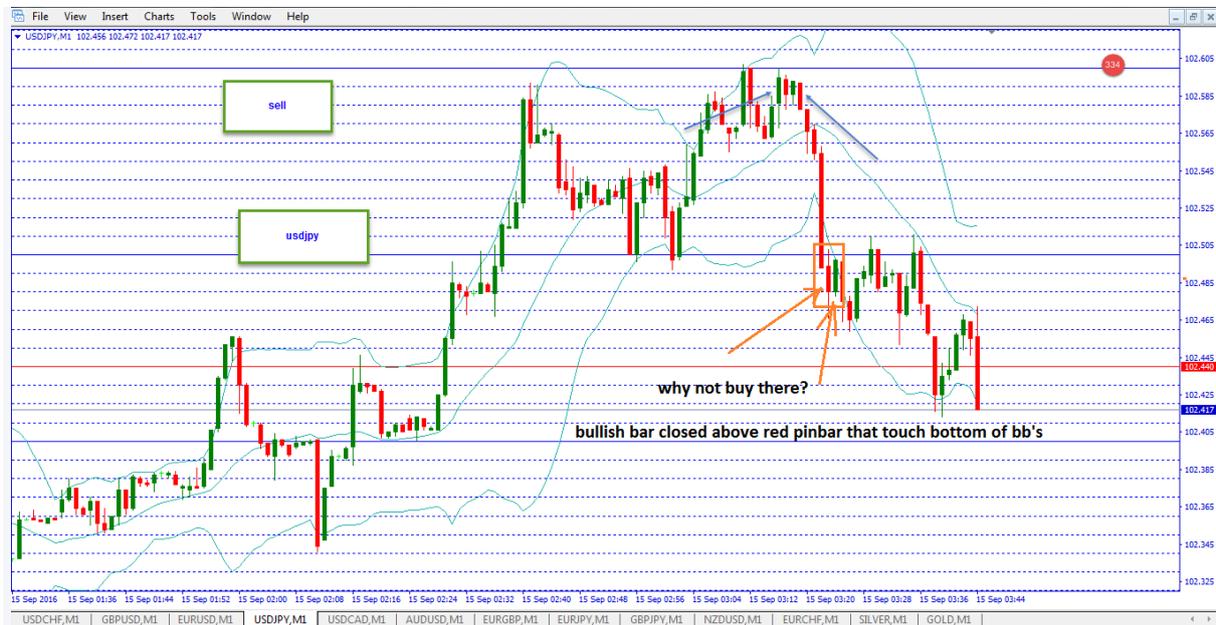
Answer : Yes these are right setups..... all of them where profitable for some time.....but you did not notice reversal trades of the same pattern against those

trades which can be early seen on other time frames.
 So the result of those trades was not because of bad entry but because of your further reaction to further price action.



I repeat again the signal is not only a reversal it can be taken as continuation of original move so it is not restricted to upper or lower bb bands.

Question: Why not buy there?



Answer: it is right setup.....but not right level

I was selling right at hourly R on 1 minute chart and right after that hourly price action confirmed the direction by closing the hourly as sell signal so I let it to run...
 So this trade started from 1 minute and developed into runner.....That is how I

trade.....

Wait for momentum as in this example try to scalp some profit and if it run leave it for a while

Question: Does this mean we should always look for trades only on 1Minute chart?

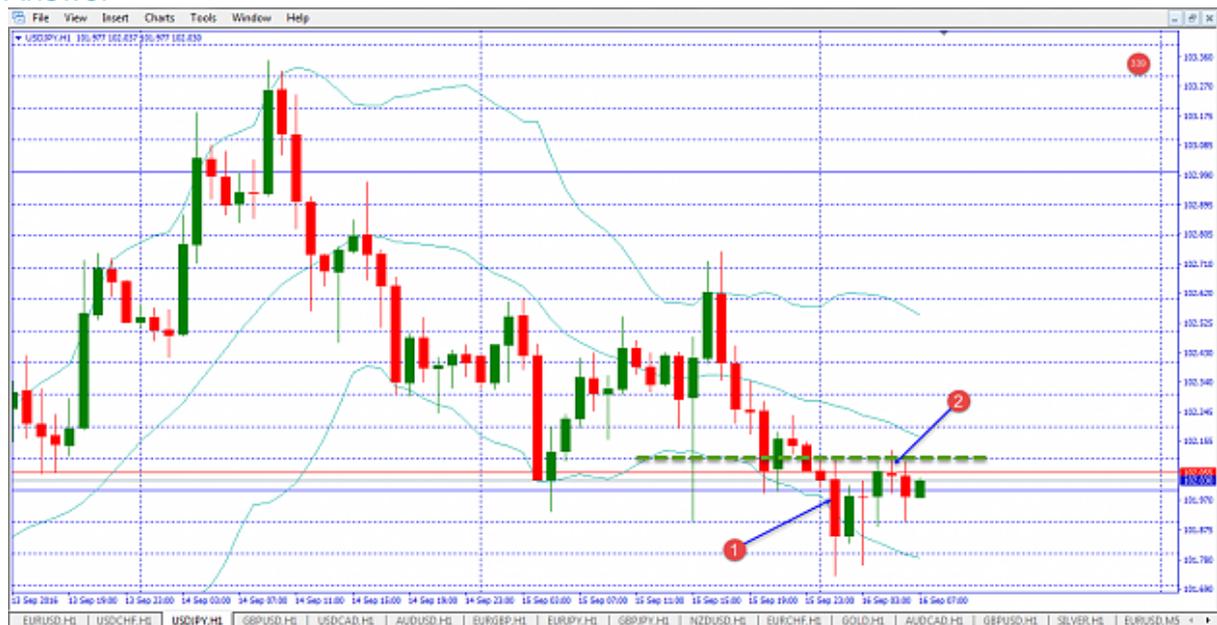
Answer:

Always you have a better R/R on one minute chart, but the most difficult time frame for the inexperienced trader.....My advice is take important levels from higher time frame 1hour and higher, then watch 1 min chart for reaction to these levels and entries thereafter. Always take some profit early to flourish your equity and keep some to run when it is in your direction. Do not hesitate to cut your losses.....

The most difficult part of this, is to know how.....

Question: can you show screen ? H1 and M1 entry point? Can't understand why sell, when we have Support little lower?

Answer



Question:

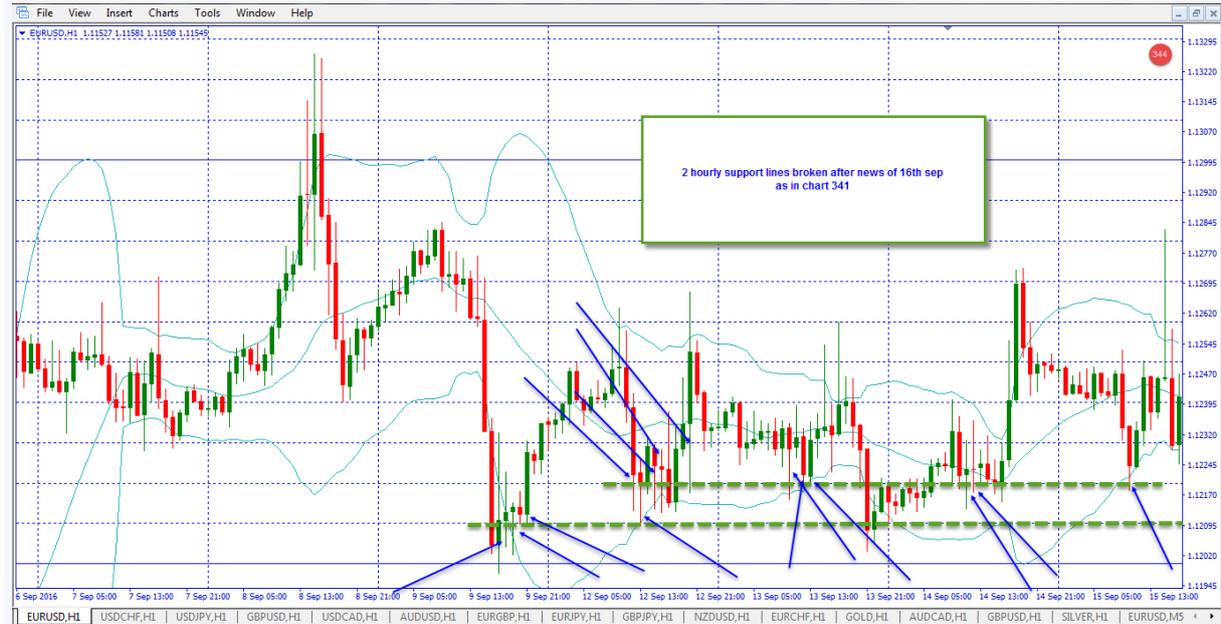
I like this method. Just to clarify, is it only reversals or can it be breakouts from the zone too. Thanks for opening this thread.

Answer: Yes it is both reversal and breakout

Question :

Hi Ather friend, can explain on this chart again with the 1, 2, 3 numbers.

Answer:



Question:

Attheer1, another possibility with GN where pattern appeared on H1, any comments please?

Answer: yes it is our pattern.....but that does not ensure success unless you combine it with good level of S/R.....I do not advice you to trade crosses if you are not well experienced with them.....

Question

Can you show me your Screen on M1 chart, where was the setup?

Answer:



Question:

Would GBPJPY be a better buy?

Answer:

If you trade long GBPUSD and USDJPY is the same as if you trade Long GBPJPY providing that you entered and exit at the same time.....Trading the two majors have the advantage of entering and exiting at different times.

Question: (observation)

Look at this aussie 15min chart.

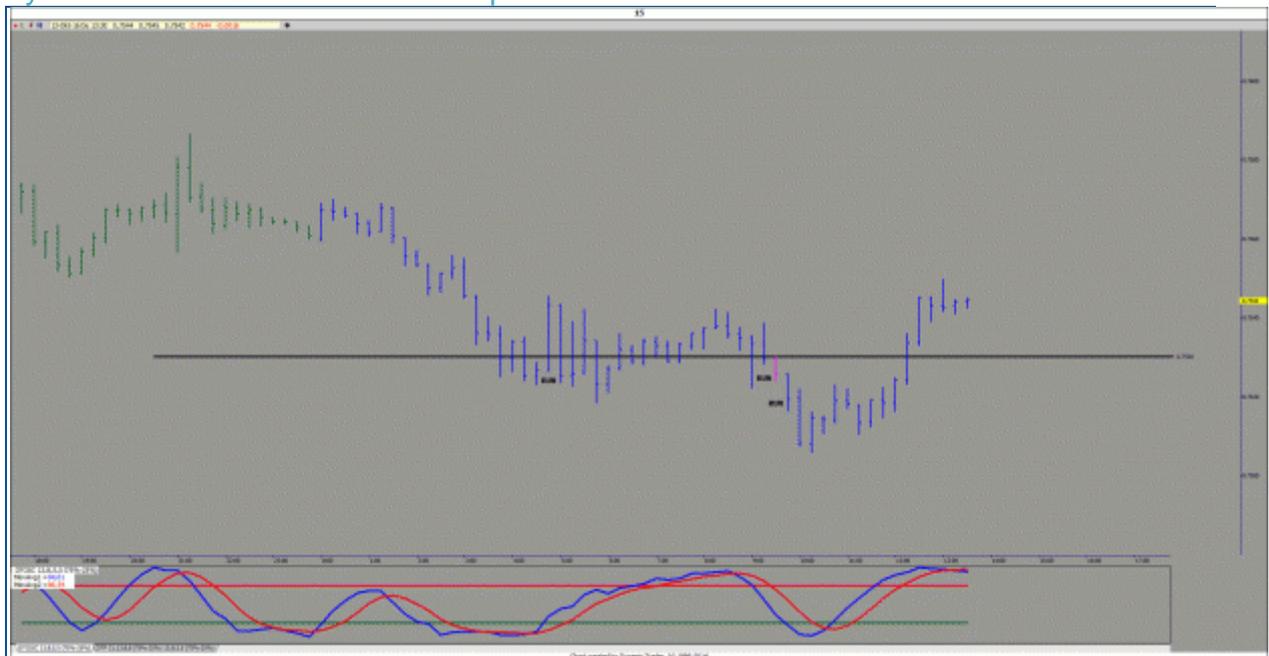
The black line is a clear level everyone was waiting for...

Big Banks manipulate the market, as you can see they had 3 clear stop runs before it made a decent move, which is still on.

The game is so clear, the market will move like a pendulum between SR areas...

BUT: the big problem is the big boys will do all they can, to first shake the early entries, and then, shake whoever made it to survive, so that they will make the least possible profit from the run...

Stop runs and manipulation is what makes the game so difficult...only chance is to try to enter AFTER an obvious stop run...

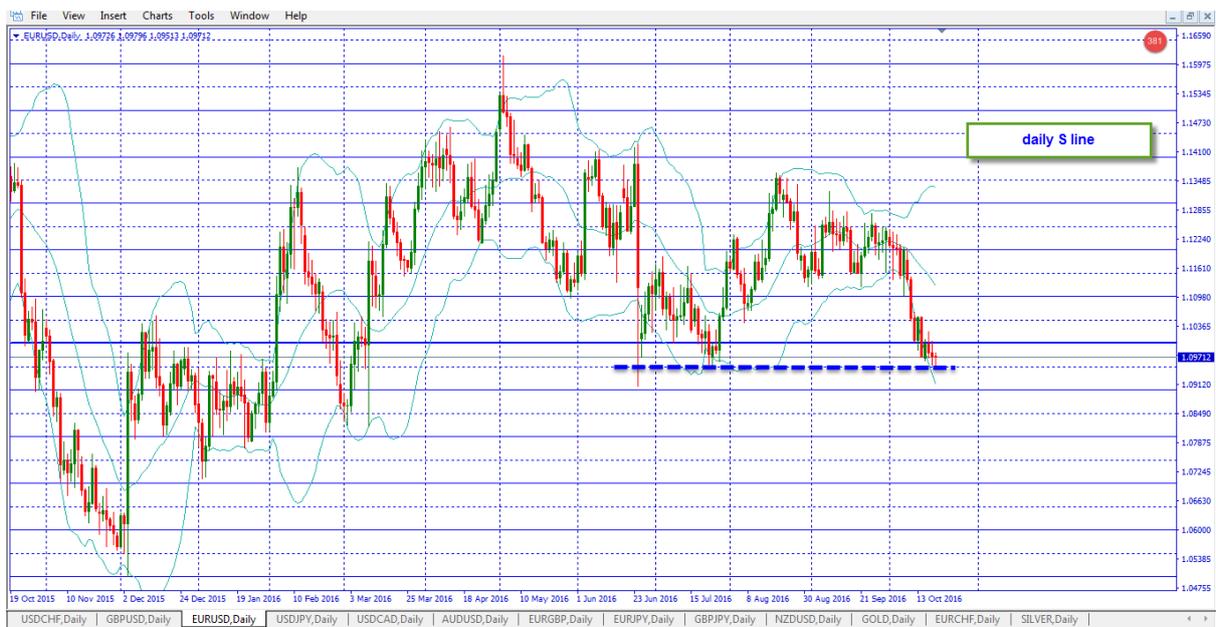
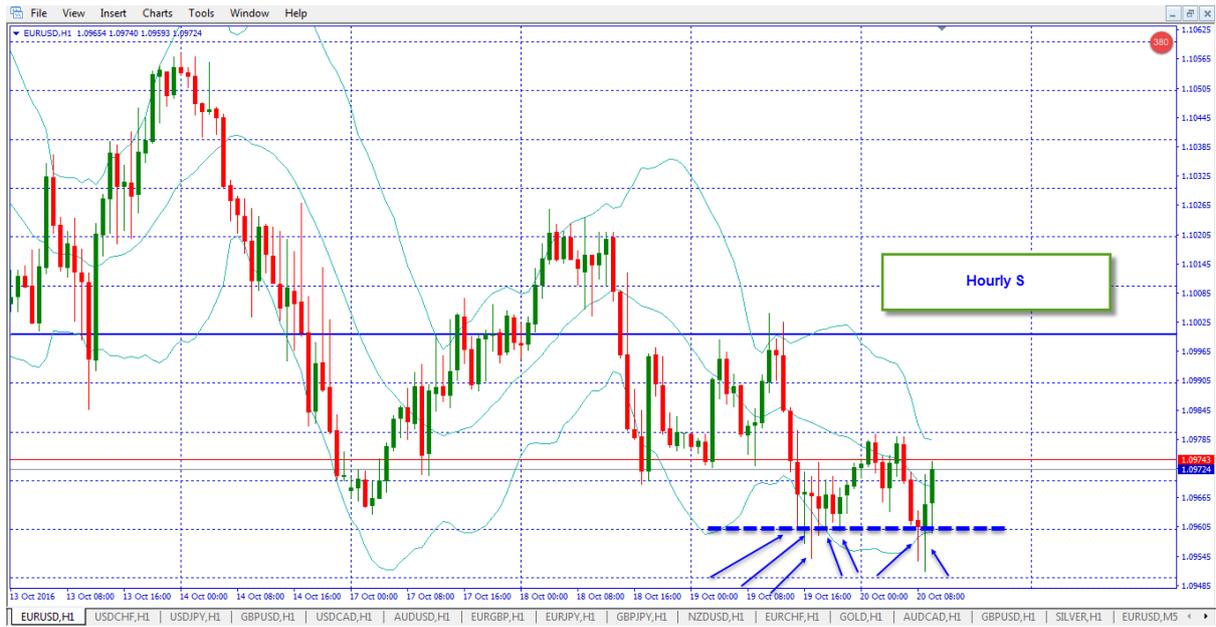


Response: every price action pattern is part of the game.....we should adapt to them..

Question:

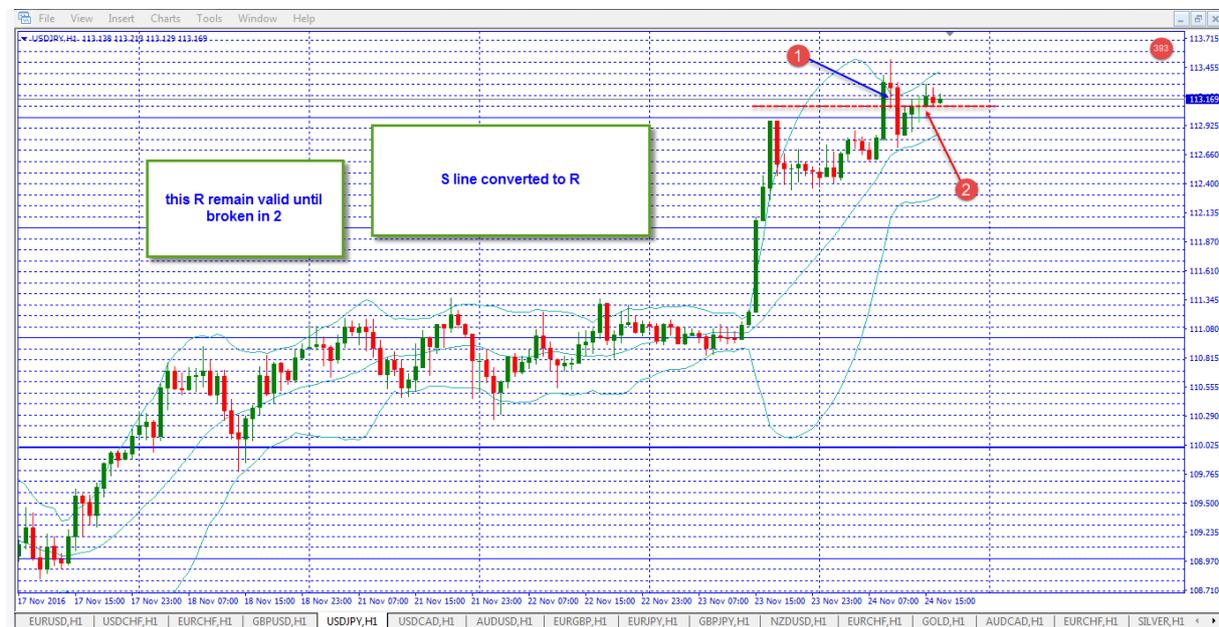
Why do you say 'buy around 1.0960'?

Answer:



Question:

Can you show more screenshots? Please and Thanks.



Question

Atheer, Can you please explain the money management behind the grid trading?

Answer:

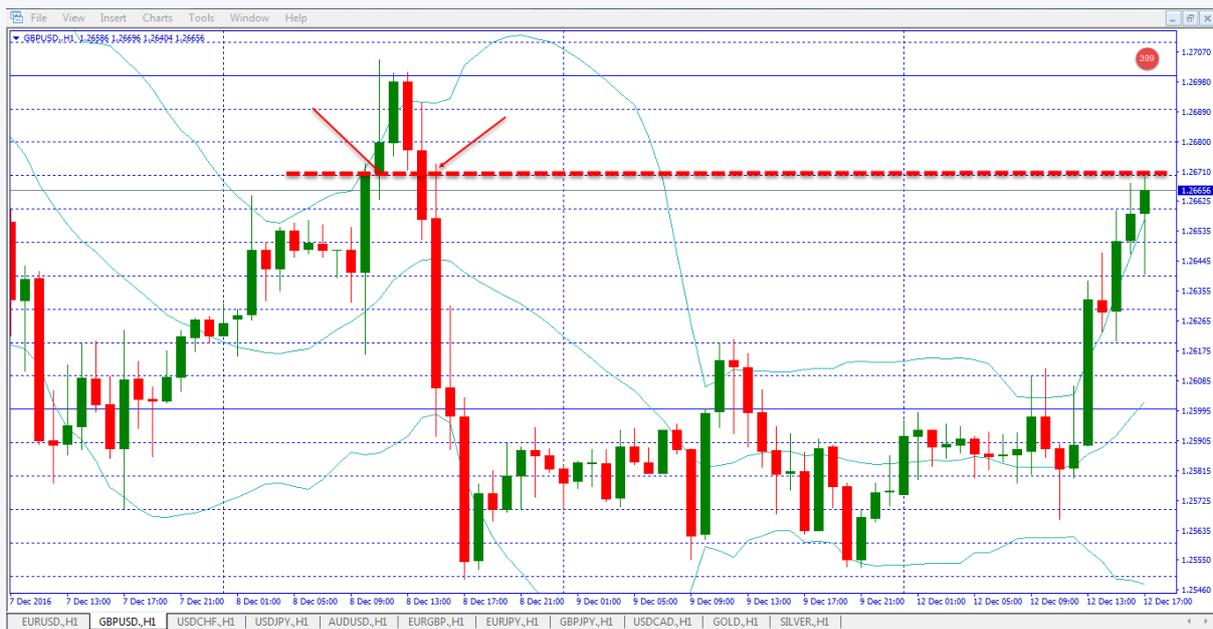
grids are lines of Supports and Resistances.....to manage your money around those lines is an easy task.....as those lines give you a built in edge in money management.....for example if you are taking a reversal trade from one of the lines let us say on one hour chart.....here we have grids at 10 pip interval.....the most efficient line from MM point of view is the line that give you the least stop.....let us ask our self how is that.....if you put a trade from this line and you are fading the price move.....there is no point of waiting if the next line behind your back was hit.....just cut your loss here and move on to the next trade.....the only exception to this is when you are considering a S/R zone i.e you wait for the last line in the zone.....and here in this example you could have a stop loss of 10 pip or less while aiming for 20,30,50.....etc so at least for 1:2 R:R.....on one minute chart we may speak of 1-5 pip stop loss when scalping.....for break out trades the stop loss may vary according to the situation of price action.....so reversal trades are less risky if we consider R/R.....that does not mean to fade the price all the time.....but mostly to take reversal trades from retracement of the main trend.....for example you have a green day you wait for the price to drop to S to take buy trades and vice versa.....

other points may not come to my mind now.....your questions may refresh that

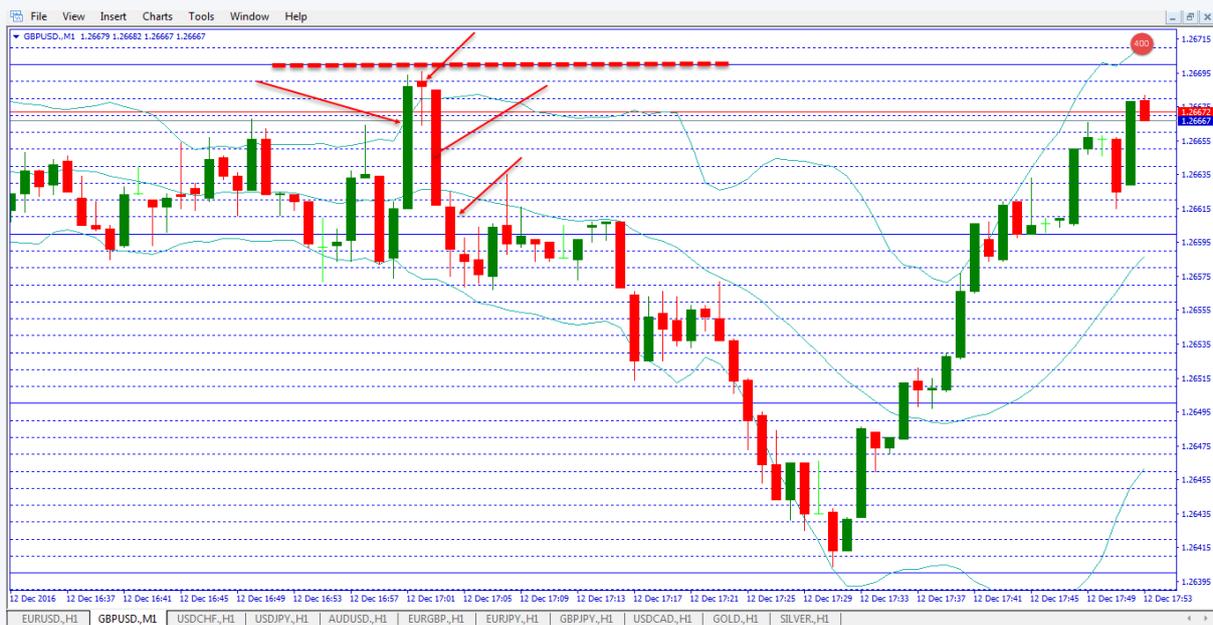
Question:

M1 so choppy and noisy, please post some chart show the signal help you make you decision. Thank a lot.

Answer:



H1



M1

Question:

Hi, at what point of a "pullback" after such a drop would you consider that the move is over? Of course you always want to get the most out of such a run, but I'd like to know your view on when you take profit or when you let it run. Greetings!

Answer

It depends on what time frame you are speaking off.....but in general no mathematical value is right for pullback.....as price my move from A to B then pull back for about 90% of AB to C and then resume the same direction of AB.....In my opinion Fibonacci is pure mathematical delusion of traders.....after all Orders what move the price not numbers..... you entered the market at certain price.....the market was generous and and move in your favor for 60 pips there is no point of not taking some profit and moving your stop to BE on the rest of your position..so always try to take profit and move your stop to BE.....cut your losses short and when it come to S and R it is not hard to tell if you were wrong to the pip and mostly 10 pip stop may be sufficient.....in cases when you plan to take your trade to longer time frame you may consider S/R zone so your stop above or below the last R/S and here you need more than 10 so if you entering such a trade considering your risk your take profit as I see should aim at least for 1/1 R/R so that to be OK on the long run.....

Question:

atheer1, i have several questions. #1. Are bollinger band needed? #2. Can the sdx-sweetspots indicator be used to plot the round numbers (00) (50) levels on the charts? #3. What is the purpose of the grid? #4. Can the round numbers be used instead of the grid? Thank you for your response.

Answer:

For bb yes it is needed as trades at extremes are more accurate than in the middle.....

I remember that it was different than sweet spot gold indicator.....as long another indicator is doing the same job no problem

- the grid is used for visual orientation and more important for this system to identify support and resistance lines and i use it for other systems

- all grid lines are identical to round numbers.....if you have a good visual

imagination then you do not need the grid.....but don't forget our s and r lines are always on those round number which are multiples of 10.

Question: yes atheer1 but out too fast, thanks brother (on Small stops on R/S)

Answer (Must read)

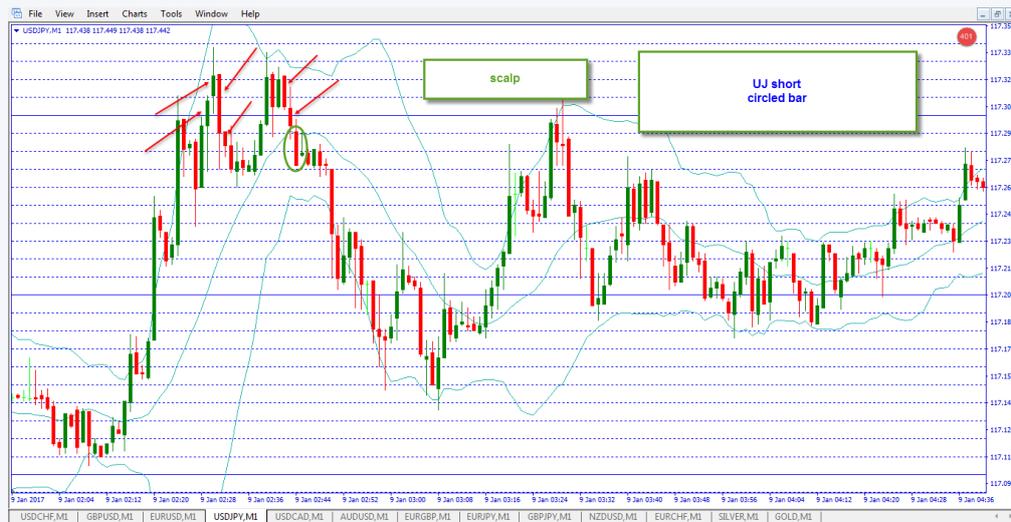
In contrary to reality.....Fear of the trader is the most at extremes.....In fact it should be the least.....that is to say entry at the R/S line combined with extremes of price move is the safest and the less riskiest level to enter.....you enter you put a stop of 10 pip at the next line.....If you are wrong the market will tell you by taking your stop an so you are cutting your risk short.....and if you are right you have the most rewarding trade in terms of R/R.....this attitude can be engraved in the trader mind with some practice.....and that is why most of moving averages cross systems fail badly at some point because of the defect in entry technique most of the trades entries are in the middle when the price revert to the mean leaving the trader with the worst price to enter from.....

Question:

Hi Atheer! I'm back 😊 I saw your UJ short just now, may I know what's your reason/analysis to buy in the same zone? Cheers!



Answer:



“Scalping”

Question:

Hi Ather, how do you usually set your TP? is there any favourite way to determine your TP area?

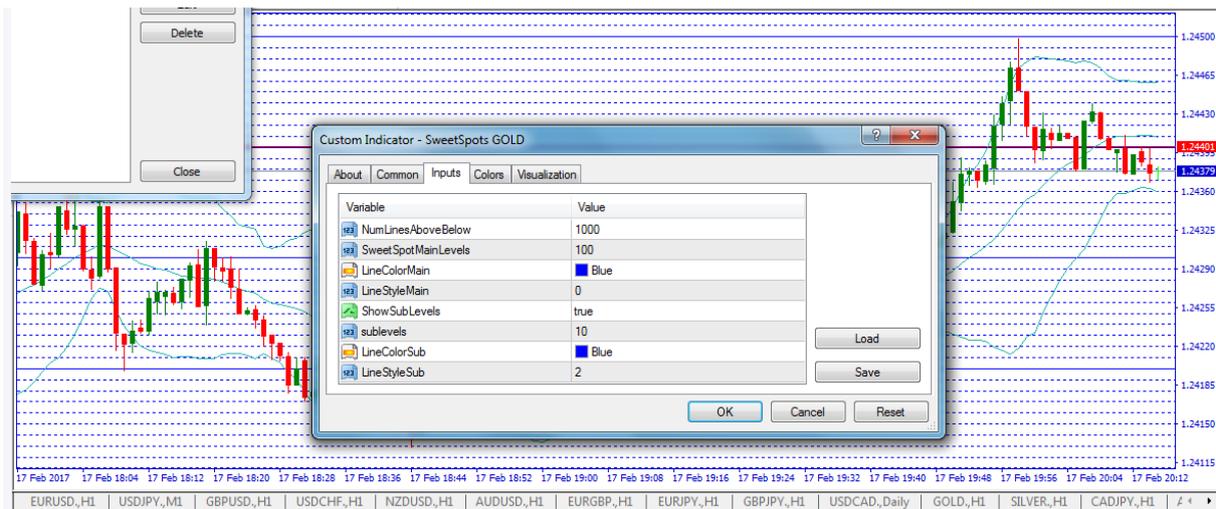
Answer:

TP next important zone if the condition permit.....or what the market can give me.....balance of greed and realistic target.....but mostly I have some part for the running trade because sometimes you don't not expect some trades to run as what happened in reality...

Question

Hi atheer1, what is your setting for SweetSpots on M1? I use your template it does not load indicator. Thanks

Answer:



Question:

Hey atheer, when you say sell GU 1.2430-40 you mean sell gbp/usd 1.2430 and stop loss 1.240? How do you figure out the stop loss and the take profit thanks

Answer:

I did not mention SL for this position.....for scalping usually I do not have a stop of more than 10 pip or so.....for swing trading most recent swing high or low used providing that R/R ratio accepted.....

Question:

Hi Atheer, what do you think works best around S&R zones? For example sometimes price consolidates around one, it goes up and down through an S&R level. How do you deal with these types of situations and pick the right direction? Greets

Answer:

As long the attacking side is making closes that are progressively closer to R/S and the defending side is making closes that failed to passed the opens of attackers.....that R/S level mostly will break

On the other side if defenders are making closes passed the opens of attackers and attackers are failing to make proximate closes to the level that level mostly will hold

I like to see this on one hour time frame for confirmation of the analysis.....but sometimes the price is moving rapidly through or away from a level that you need good analysis of lower time frames to decide.....and confirmation from 1 hour time frame sometimes give you late entry.....

There are other ways but not always accurate.....my favorite is this way I hope that I understand your question well.