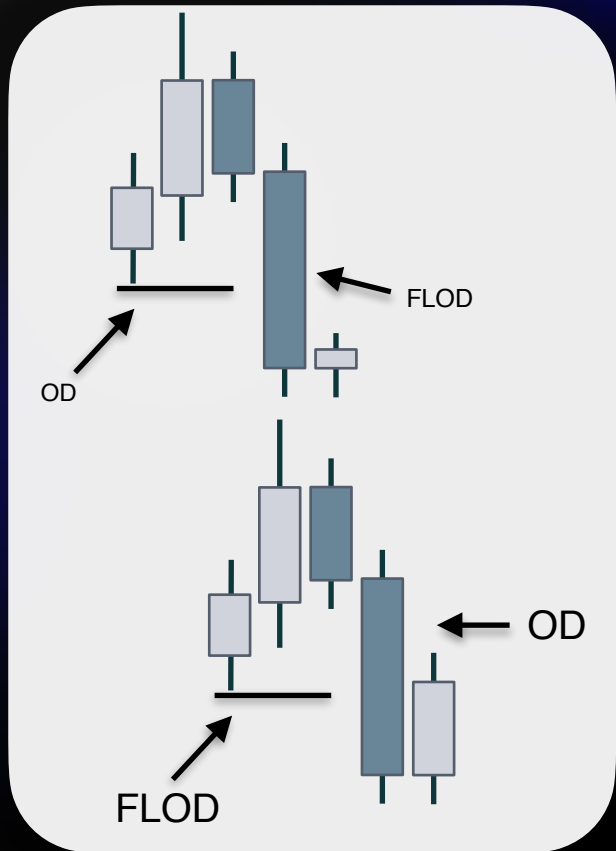


Money Making Concepts

6th
Fair Value Gaps





FLOD (First Line Of Defense)

The first PD Array we run into when we create a retracement.

Best to worst:

- 1) Fair Value Gap
- 2) Fair Value Area

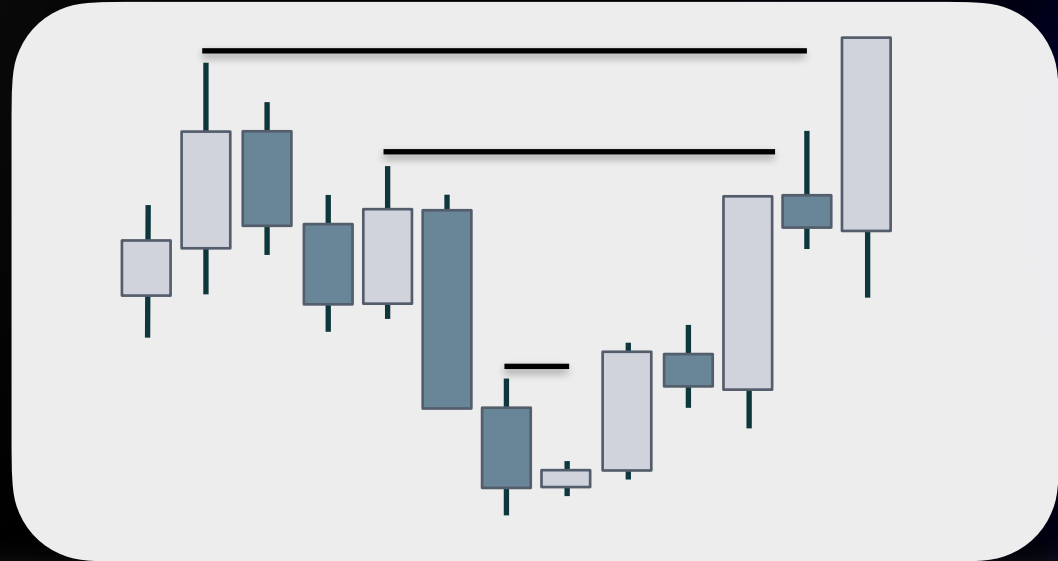
Target

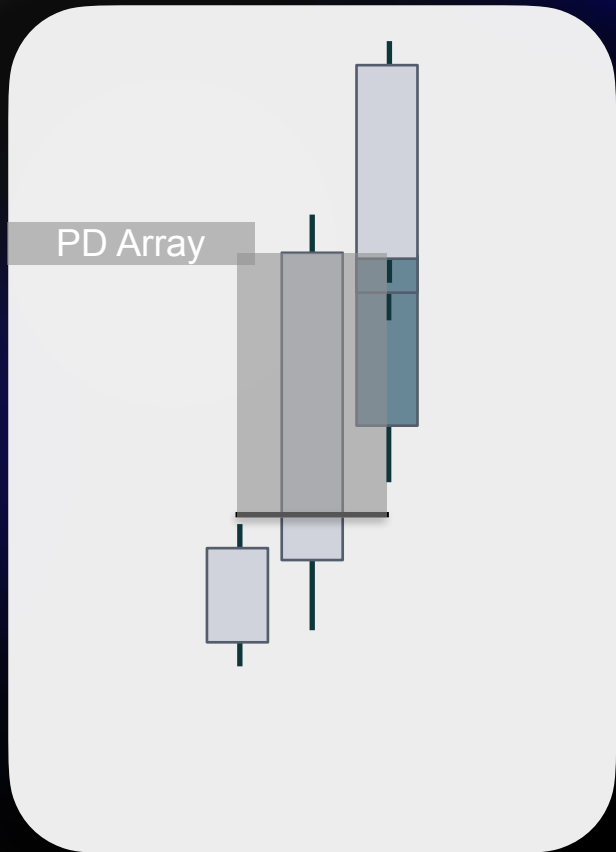
Target on the left side
Trade from the right



Where do FVGs get created?

At Unmitigated Opposing
PD Arrays





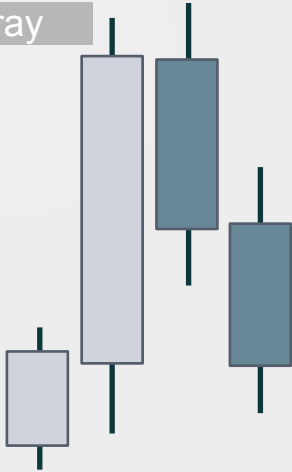
3 Candle Pattern

An FVG is a sign of strength / intention.

There's 3 options, each 3 show different strength.

- 1) Rejection 3rd Candle
- 2) Consolidation 3rd Candle
- 3) Expansion 3rd Candle

PD Array

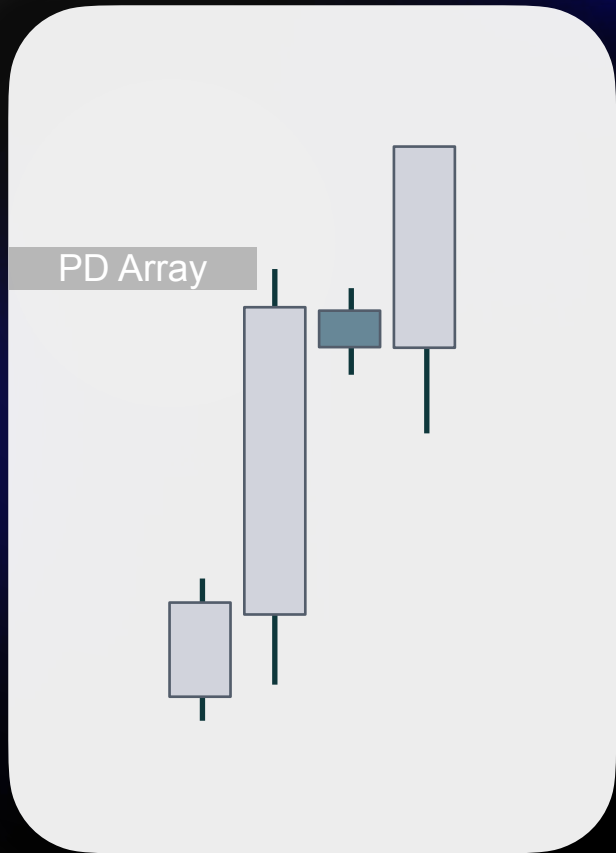


Rejection 3rd Candle (RFVG)

The worst FVG to trade from. Shows too much Bearish Strength.

Usually comes from an Unmitigated Opposing PD Array.

- Needs more Confirmation



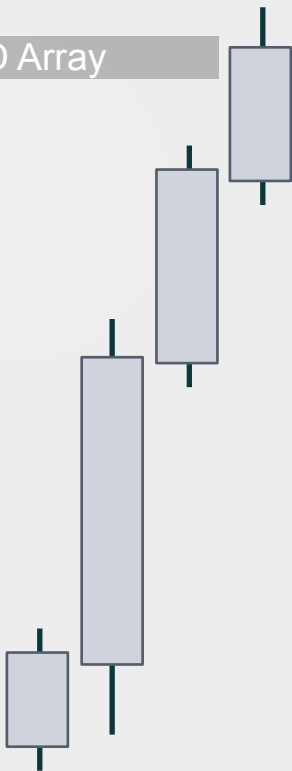
Consolidation 3rd Candle (PFVG)

The best FVG to trade from.

Shows little to no Bearish Strength.

- Perfect Fair Value Gap

PD Array



Expansion 3rd Candle

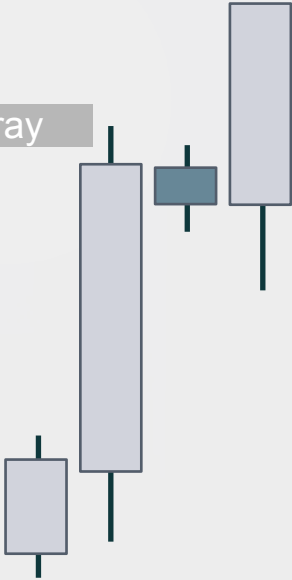
(Breakaway Gap, BAG)

Not the worst and not the best. Shows a lot of Bullish Strength.

Makes it more difficult for Entry and Risk Management.

- Only trade if Unmitigated Opposing PD Array has NOT been reached
- Go down Timeframes and find a new FVG

PD Array



Perfect Fair Value Gap

The best FVG to trade from on any timeframe.

Case Study

Study which Fair Value Gaps hold and which ones don't, then label them.