# •• FOREX STRATS (Fx50 1 Min Scalping System) •••

#### **DayTrading Mindset** Practice + Patience + Persistence = Profits

Open Hours (EST) \*Euro 3h00am-12h00 \*USA 8h00am-17h00 \*ASIA 19h00-4h00am \*Australia 17h00-1h00am \*Asia & Euro 2h00am-4h00am \*USA & Euro 8h00am-12h00pm \*Asia & Australia 19h00-1h00am Market Overlap

• Or use one of these 2 programs www.forexmarkethours.com or www.forexsignallive.com

GOALS => 30 - 40 pips Daily (150 - 200 pips weekly)

**TAKE PROFIT** => 7 - 15 pips per trade

**STOP LOSS** => 10 - 15 pips (recommended)

## Long Trade (uptrend)

CCI 21 & 89 Over '0' or '100' line showing uptrend

CCI 21 Crosses Up SMA 30

- \*Guppy 34 crossing over Guppy 55 (MA's)
- \*Bollinger Stochastic Turns Green (more power over 23.6 level)
- \*RSI8 over 55 <-- VERY IMPORTANT between the 45-55 zone IS DANGER ZONE DO NOT ENTER
- \*ZeroLagStoch Green line is OVER the Red line
- \*1 & 5 Min MTF HAS Heiken Ashi (Multi-TimeFrame) must be showing bull trend. (blue)

## **Short Trade** (downtrend)

CCI 21 & 89 under '0' or '100' line showing down trend

CCI 21 Crosses Down SMA 30

- \*Guppy 34 crossing below Guppy 55 (MA's)
- \*Bollinger Stochastic Turns Red (more power over 23.6 level)
- \*RSI8 under 45 same as above dont trade when in it's the 45-55 zone
- \*ZeroLagStoch Green line is UNDER the Red line
- \*1 & 5 Min MTF HAS Heiken Ashi (Multi-TimeFrame) must be showing bear trend. (red)

Other Entrys: • CCI21 Rebounces off '0' line

- •CCI21 and/or CCI89 Crosses SMA30
- •Prices bounces off 2<sup>nd</sup>/3<sup>RD</sup> time on MA's (guppy)
- •Heiken Ashi Color Change
- •Breakouts of S/R Fibos or Pivots

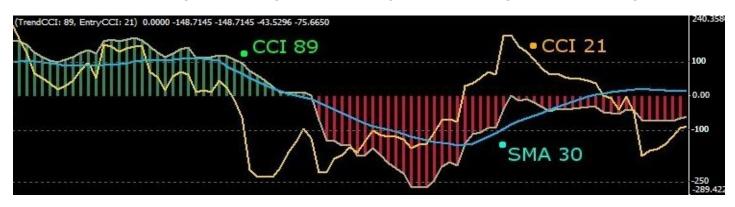
**Exits:** •CCI21 retracing through the '0' Line opposite CCI89

- •CCI21 retracing through SMA30 (good for spotting trend changes)
- •CCI21 retracing through '100 or 200' Lines
- •Heiken Ashi Color Change
- •Suppport / Resistance (S/R) Fibos or Pivots Levels

#### \*\* Plan the Trade & Trade the Plan \*\*

\*\*\* FX50's primary indicators is the CCI 21/89 w/SMA30 + Guppy 34/55 or 12/25 (MA's) this quide is mostly based on F4's Setup, but you can add or replace some indis, like replacing the BollingerStochs with the RSI8 or ZeroLagStoch or T3 RSI or the Heiken Ashi and/or the Sidewinder, these has been tested & successfull (individual preferences may vary, you need to chose which indicators you are the most comfortable or succesfull with ) Don't Forget Keep it Simple to much indicators can delay your entry/exits.

The CCI 21 (Yellow Line) & the CCI 89 (Cloud filled w/green & red lines)



Commodity Channel Index Technical Indicator (CCI) measures the deviation of the commodity price from its average statistical price. High values of the index point out that the price is unusually high being compared with the average one, and low values show that the price is too low. In spite of its name, the Commodity Channel Index can be applied for any financial instrument, and not only for the wares.

There are two basic techniques of using Commodity Channel Index:

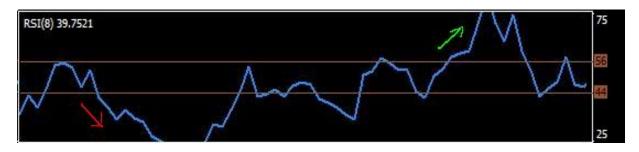
- 1. Finding the divergences
- 2. As an indicator informs of overbuying above +100 & overselling below -100.

#### How to use FX-50 CCI/SMA?

Long: CCI89 > 0, CCI21 crosses zero moving upwards also crossing the SMA30 Short: CCI89 < 0, CCI21 crosses zero moving downwards also crossing the SMA30

# Relative Strength Index — RSI

•Script " RSI w/Alert or use Kino's RSI Color "



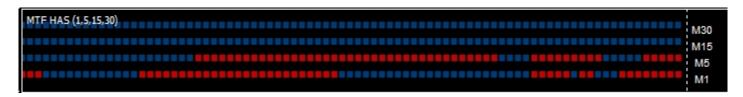
The Relative Strength Index Technical Indicator (RSI) is a price-following oscillator that ranges between 0 and 100. When Wilder introduced the Relative Strength Index, he recommended using a 14-day RSI. A popular method of analyzing the RSI is to look for a divergence in which the security is making a new high, but the RSI is failing to surpass its previous high. This divergence is an indication of an impending reversal. When the Relative Strength Index then turns down and falls below its most recent trough, it is said to have completed a "failure swing". The failure swing is considered a confirmation of the impending reversal.

Ways to use Relative Strength Index for chart analysis:

- Tops & bottoms
- Chart Formations
- Failure swing ( Support or Resistance penetrations or breakouts)
- Support and Resistance levels
- Divergences

<u>How to use FX-50 RSI 8 ?</u> if its in between the 45-55 zone IS DANGER DO NOT ENTER ZONE once it crosses above/under the zone you can decide to take the trade with confirmation of other indicators

## MTF HAS (Multi-Time Frame Heiken Ashi) •Script name " 4 TF HAS Bar "



**How to use ?** This indicator is mainly used to give an idea of the current TREND in different Time Frames

#### \*\*VERY IMPORTANT\*\*

NEVER TRADE AGAINST THE 5 MIN TREND, IF ITS TRENDING DOWN AND ITS GIVING YOU AN UP SIGNAL DONT TAKE IT, ITS A RETRACEMENT WHEN IT COMES DOWN AGAIN TAKE THE SIGNAL. LOOK FOR LOWER LOWS AND HIGHER HIGHS... Always take a glance at the other timeframes for direction!!

## •HEIKIN ASHI

•Script name " Heikin Ashi Smoothed "



#### So What Is a Heikin-Ashi chart and how does it look like?

In **candlestick charts**, each candlestick shows four different numbers: Open, Close, High and Low price and each candlestick is independent and has no relation with the previous candlestick.

So candles of a **Heikin-Ashi** chart are related to each other because the close and open price of each candle should be calculated using the previous candle close and open price and also the high and low price of each candle is affected by the previous candle, making it good for volatile and trending markets, also viewing if a momentum is strong or weak.

- Positive candles (blue) containing no wicks: There is strong uptrend momentum in the session
  and it will likely continue. Here, the trader will have a hands-off approach to profits while strongly
  considering adding on to the position.
- **Positive candles (blue) containing shadows or wicks:** Strength continues to support the price action higher. At this point, with upside potential still present, the investor will likely consider the notion of adding to the overall position.
- A smaller candle body with longer wicks: Similar to the <u>doji</u> candlestick formation, this candle suggests a near-term turnaround in the overall trend. Signaling indecision, market participants are likely to wait for further directional bias before pushing the market one way or the other. Traders following on the signal will likely prefer confirmation before initiating any positions.
- **Negative candles (red) containing shadows or wicks:** Weakness or negative momentum is supporting the price action lower in the market. As a result, traders will want to begin exiting initial long positions or selling positions at this point.
- **Negative candles (red) containing no shadows or wicks:** Selling momentum is strong and will likely support a move lower in the overall decline. As a result, the trader would do well to add to existing short holdings.



### Fibonacci Retracement

Fibonacci Retracement are built as follows: first, a **trend line** is built between two extreme points, for example, from the trough to the opposing peak. Then, nine horizontal lines intersecting the trend line at Fibonacci levels of 0.0, 23.6, 38.2, 50, 61.8, 100, 161.8, 261.8, and 423.6 per cent are drawn. After a significant rise or decline, prices often return to their previous levels correcting an essential part (and sometimes completely) of their initial movement. Prices often face **support/resistance** at the level of Fibonacci Retracements or near them in the course of such a reciprocal movement.

## **Pivot Points**

The pivot point is the level at which the market direction changes for the day. Using some simple arithmetic and the previous days high, low and close, a series of points are derived. These points can be critical support and resistance levels. The pivot level, support and resistance levels calculated from that are collectively known as pivot levels.

# Support and Resistance

Think of prices for financial instruments as a result of a head-to-head battle between a bull (the buyer) and a bear (the seller). Bulls push prices higher, and bears lower them. The direction prices actually move shows who wins the battle.

**Support** is a level at which bulls (i.e., buyers) take control over the prices and prevent them from falling lower. Support levels indicate the price where the most of investors believe that prices will move higher. Resistance levels indicate the price at which the most of investors feel prices will move lower

**Resistance**, on the other hand, is the point at which sellers (bears) take control of prices and prevent them from rising higher. The price at which a trade takes place is the price at which a bull and bear agree to do business. It represents the consensus of their expectations.

### SIDEWINDER



**How to use SideWinder?** It is kinda like a traffic light when the signal comes in. If its in the **GREEN its a GO**, if its **YELLOW its risky**, if its **RED stay out!** Very simple and great indicator to help you stay out of the choppy zones & sideways market days.

#### **ENTRY:**

### **QUICK SHEET**

#### **BUY:**

- 1. CCI89 > 0 and moving upward
- 2. CCI21 > 0 and moving upward
- 3. CCI21 > SMA30 and moving upward
- 4. RSI8 > 55

#### **SELL:**

- 1. CCI89 < 0 and moving downward
- 2. CCI21 < 0 and moving downward
- 3. CCI21 < SMA30 and moving downward
- 4. RSI8 < 45

#### **EXITS**

- 1. CCI21 retraces back to '0 or 100 ' Level
- 2. CCI21 crosses back to SMA30
- 3. Heiken Ashi Color Change

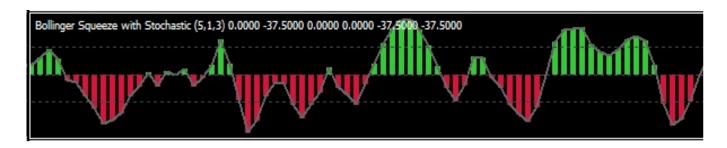
#### **INDICATORS & TOOLS:**

- CCI21/89 (<u>DoubleWoodyCCi\_SMA</u> or <u>DoubleWoody\_w/SMA\_VK</u>)
- RSI8 45/55 levels (<u>RSI8 w/Alerts</u> or <u>KinoRSI Color</u>)
- 4 TF HAS (and/or Heiken Ashi bars on Chart)
- SpudFibo (Auto Fibonacci creator)
- <u>AutoPivot 4.04</u> (Auto Pivot Point creator)
- <u>SideWinder</u> (FxSnipers) w/original system
- **EJ CandleTime** (shows timeleft in a candle)
- <u>Bollinger stochastics 5.1.3</u> (F4's)
- Guppy 12/25 or 34/55 also can use #MAColor
- **Guppy Rainbow** or **MA Ribbon Filled** (these are 2 MA's with rainbow or clouded)
- **2MA Crossover** (with Arrows & Alerts by email can be used w/Guppy's)
- ARROW RSI8 Cross 45-55 \*no alerts\* (can be used w/ RSI indi)
- Kino All in One v2 (3in1 2x CCI & RSI)
- Kino BuyCount v4 (Buy/Sell Signal & shows trend)
- Kino Multi Indicator v5 Lite (2xCCI RSI EMA/SMA HAS)
- Kino CCI RSI v5 (2x CCI + RSI 8)
- Kino Heiken Ashi Smoothed Histo (kinos version of the HAS)
- **Daily Open Lines** (can be usefull)
- **ZeroLagStoch** also an addon Alerter **ZeroLagStocSignals**
- T3 RSI w/Alerts (similar to zerolag with RSI)
- **BBMacd CCT** (another good version of the MACD)
- <u>Trailing Lines</u> (Drap n Drop SL & TP Lines goes in script folder)
- Close All (Stop Loss and Take Profit) this will close all opened trades in dollars not pips
- <u>Daily Data v2</u> = Shows Price, Spread. Pips to Open, Hi-Low, Daily Aver.

# **Indicators**

**Bollinger Stochastic (5,1,3)** 

•Script name " Bollinger Squeeze vstoch "



**How to use Bollinger vStochs?** (also supports CCI & RSI)

Long Signal when Clouded bars are Green & Short Signal when Clouded bars are Red

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# **Guppy** (Moving Averages)

•Script name " !! Guppy "



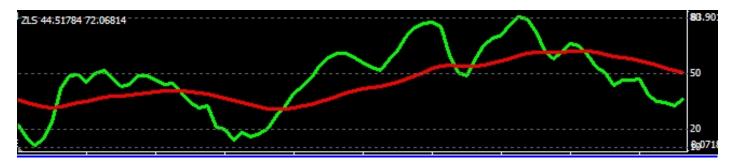
How to use Guppy? it's a moving average & basic trend indicator

**Very Simple** 

- 1. Prices bounces off  $2^{nd}/3^{RD}$  time MA's (guppy)
- 2. Guppy 34 crosses Guppy 55

# ZeroLag (ZLS)

•Script name " ZeroLagStoch + ZeroLagStochSignals"



How to use ZLS? This has been replaced with the SMA30 in the DoubleCCIWoody\_SMA

**Green** line is Over the **Red** line = **Bullish Signal** (more significant if over 50) **Green** line is Below the **Red** line = **Bearish Signal** (more significant if under 50)

## **KiNO's FX50's Simple Indicators**

### Kino All in One v2 'AIO' (3in1 RSI8 + CCI#1 + CCI#2)

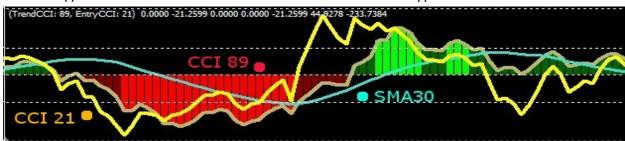
 SeaGreen
 // RSI > 55 cci > 0
 Crimson
 // RSI < 45 cci < 0</th>

 DarkGreen
 // RSI > 55 cci > 0 & > +100
 Red
 // RSI < 45 cci < 0 & < -100</td>



### Kino DoubleWoody w/SMA vKino

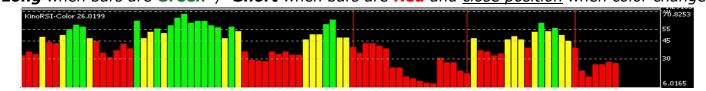
LimeGreen// CCI > over +100Red// CCI under -100DarkGreen// CCI > over +Crimson// CCI under -0



#### **Kino RSI Color**

RSI COLOR = Green > 55 Red < 45 Yellow between both = NO ZONE

Long when bars are Green / Short when bars are Red and close position when color changes



Kino Buycount v4 (similar to The Stealth BUY/SELL Indi)

<u>Long Signal</u> = <u>Green</u> bars <u>Short Signal</u> = <u>Red</u> bars <u>No Trade Zone</u> = <u>Orange</u> bars



## Kino Multi Indicator v5 Lite (FX50's multi-time Frame Indi)

**Green** = RSI over 55 / CCI over 0 / EMA/SMA = Lower MA Crossed over Higher MA **Red** = RSI under 45 / CCI under 0 / EMA/SMA = Lower MA Crossed below Higher MA **Yellow** = **NO Trade Zone** 



# **OTHER INFO**

#### **FUNDAMENTALS**

Major news releases will affect Forex/Stocks/Commodities/Futures

See www.ForexFactory.com Calendar for IMPACT on the Forex Market

Natural Disasters > Hurricanes, Tsunamis, Earthquakes, Floods, Snowstorms etc...

**Social & Political** > Terroriste Attacks, Politician Elections, Geopolitical Forces (war)

Interest Rates > Interest Rates of a country is going ↑ currency should go ↑

**Oil Effects** > Prices go  $\uparrow$  price of oil dependant country most likely go  $\downarrow$  USD/CAD ex: producers/exporters like CAD  $\uparrow$ 

**Gold Effect** > Prices go  $\uparrow$  has a inverse relationship with USD will go  $\downarrow$  also producers/exporters like AUD it will follow same direction of GOLD prices ex: AUD/USD  $\uparrow$ 

**Economical** > Economy Growth  $\uparrow$  currency strengh  $\uparrow$  // Interest rates  $\uparrow$  currency  $\uparrow$  // inflation data // labor or unemployement, FOMC meeting and trade numbers.

\*\*\* the best success trading U.S. economic news and announcements is with the EUR/USD than any other pair. it is a good proxy for the U.S. economy in general \*\*\*

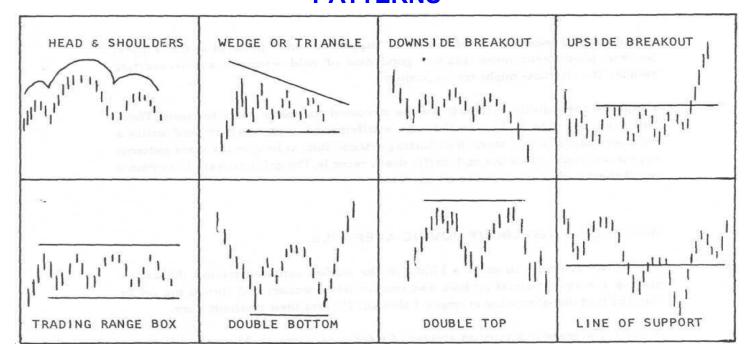
# **Currency Correlation**

1.	EUR- USD	USD- JPY	GBP- USD	USD- CHF	USD- CAD	AUD- USD	EUR- JPY	EUR- CHF	USD- NOK	GBP- JPY
EUR- USD	-	85-	<u>97+</u>	<u>97-</u>	37-	<u>94+</u>	60+	28+	95-	68+
USD- JPY	85-	-	88-	<u>90+</u>	18+	85-	09-	06+	71+	26-
GBP- USD	<u>97+</u>	88-	-	96-	34-	<u>97+</u>	51+	23+	94-	69+
USD- CHF	<u>97-</u>	<u>90+</u>	<u>96-</u>	-	42+	92-	47-	05-	88+	57-

### **MORE CORRELATIONS**

```
S&P500 vs EUR/JPY = 86\% // GOLD vs AUD/USD = 85\% // AUD/USD vs NZD/USD = 96\% NIKKEI vs USD/JPY = 92\% // GOLD vs NSD/USD = 90\% // OIL vs CAD/JPY = 85\% // GOLD vs USD/CHF = 85\% // OIL vs CAD/USD = 93\%
```

# **BASIC CHART PATTERNS**



Currency trading is a SKILL that takes TIME to learn. Skilled Traders can and do make money in this field, however like any other occupation or career, success doesn't just happen overnight. Here is a great 'formula' for success:

- 1. Stay **Disciplined**—To learn how to manage risk effectively.
- 2. Keep **Objective**—To trade in a non-emotional, intelligent way.
- 3. Trade with **Confidence**—To know exactly *when* to trade.
- 4. Become **Systematic**—To generate your own Forex buy/sell signals or using a system.
- 5. <u>Trading is a business</u> so think your Wins as "Income" & your Losses as "Expenses".

### Beginners Basic Money Management Goals

(Based on a small deposit of \$200 to \$300 w/200 to 400 Leverage)

- 1 Order **10k** at a time until 1000\$ profit is reached • 1 Order **20k** at a time until 3000\$ profit is reached
- 1 Order **30k** at a time until 5000\$ profit is reached
- 1 Order **50k** or **100k** at a time afterwards

Time Zone	EST	GMT	
Tokyo Open	7 PM	0:00	
Tokyo Close	4 AM	9:00	
London Open	3 AM	8:00	
London Close	12 PM	17:00	
U.S. Open	8 AM	13:00	
U.S. Close	5 PM	22:00	

Top 7 System Contributors: F4Mnect, Flamenco143, FxTrading24, CanuckCT, Kinonen & Robincys

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