

Multi Time Frame Analysis - 2 Minute / 15 Minute / Daily

For large cap/futures trading we will be trading using Multiple Timeframes. Each of the different time frames are used in sync but are used for different things. The **Daily** timeframe will be used to plot Support/Resistance. This Support/Resistance will carry over to your 2 Minute & 15 Minute charts automatically. You will be shown how to plot these Support/Resistance levels & you will also be provided the correct Daily Support/Resistance levels. The **15 Minute** timeframe will mainly be used for your LONG/SHORT bias. Above the 21EMA (Pink EMA) & is LONG bias, Below the 21EMA is SHORT bias. The **2 Minute** timeframe will be used for execution of your trades, you will use different trade setups to execute you Long & Short positions. Even if you have a trade setup on the 15 Minute timeframe, you still look to the 2 Minute timeframe to execute.

Trading Setups

We will use many different setups to execute our Long/Short trades. Below I explain each one & will include examples.

Buy/Sell Setups - When the candles clearly hold above or below the 21EMA on the 2 minute or 15 minute timeframe. Set stop loss below candle where it held 21EMA (Long) / Set stop loss above candle where it held below 21EMA (Short)


Bull180/Bear180 - When a candle completely wipes out the previous candle and closes above or below the previous candle. This works best when the setup occurs at Support/Resistance or off of a Technical Indicator such as VWAP, EMA's etc Set stop loss below Bull180 candle (Long) / Set stop loss above Bear180 candle (Short)

Power Candle - When a strong candle changes a trend from Bull to Bear or from Bear to Bull. Set stop loss below power candle (Long) / Set stop loss above power candle (Short)

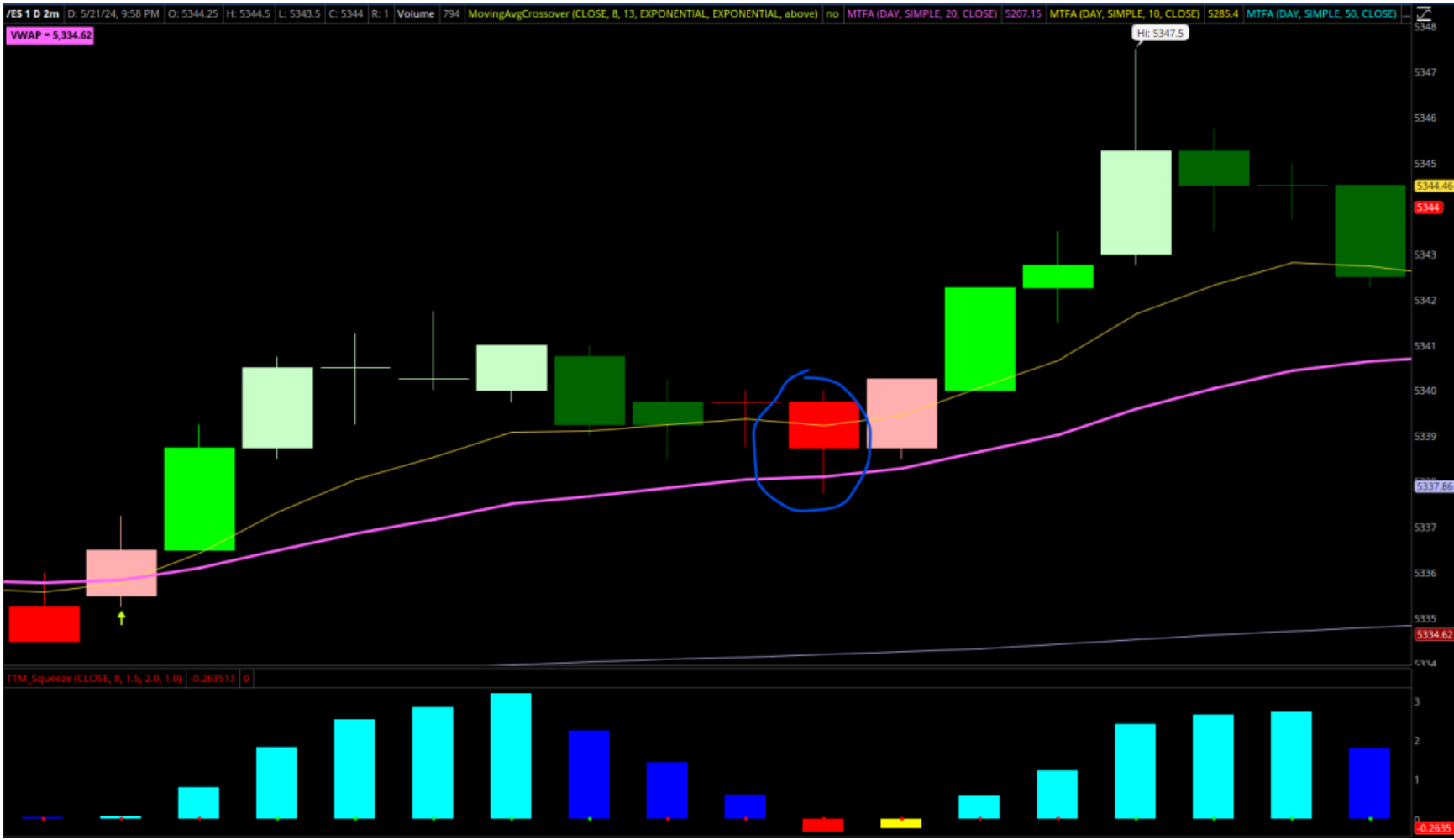
Failed Breakout/Breakdowns - When a candle breaks above Resistance but CLOSES below Resistance or when a candle breaks below Support but closes above Support. Set stop loss below failed breakout candle (Long) / Set stop loss above failed breakout candle (Short)

Breakout/Breakdown - When a candle breaks above Resistance and closes above Resistance or when a candle breaks below Support and closes below Support. Set stop loss below breakout candle (Long) / Set stop loss above breakdown candle (Short)

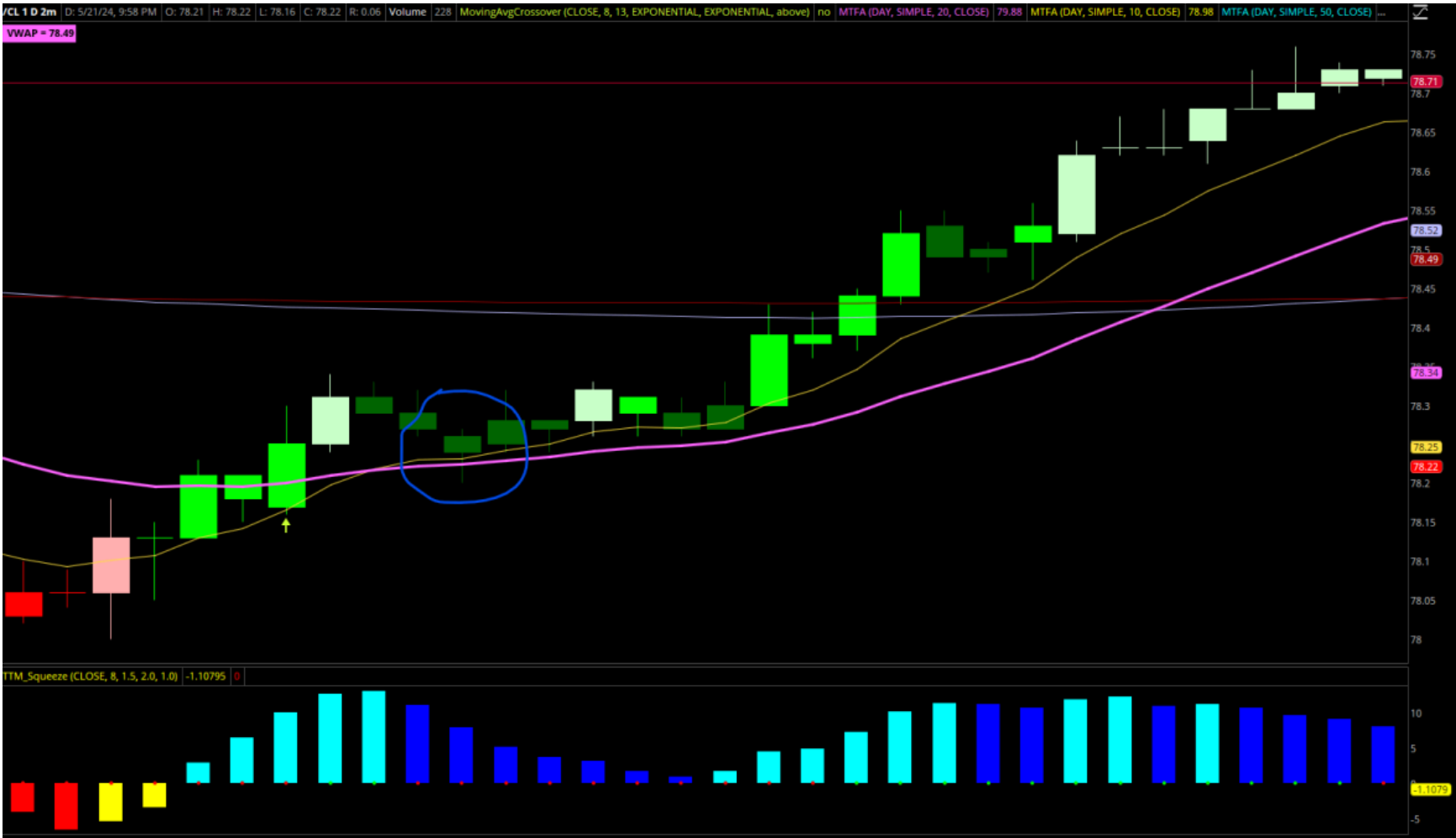
Extension into Support/Resistance (Counter trend) - When a candle is extended above the 21EMA on both the 2 Minute Timeframe & 15 Minute Timeframe into Resistance. Or when a candle is extended below the 21EMA on both the 2 Minute Timeframe & 15 Minute Timeframe into Support.

Double Tops/Triple Tops/Quad Tops / Double Bottoms/Triple Bottoms/Quad Bottoms (See  | basic-chart-reading)

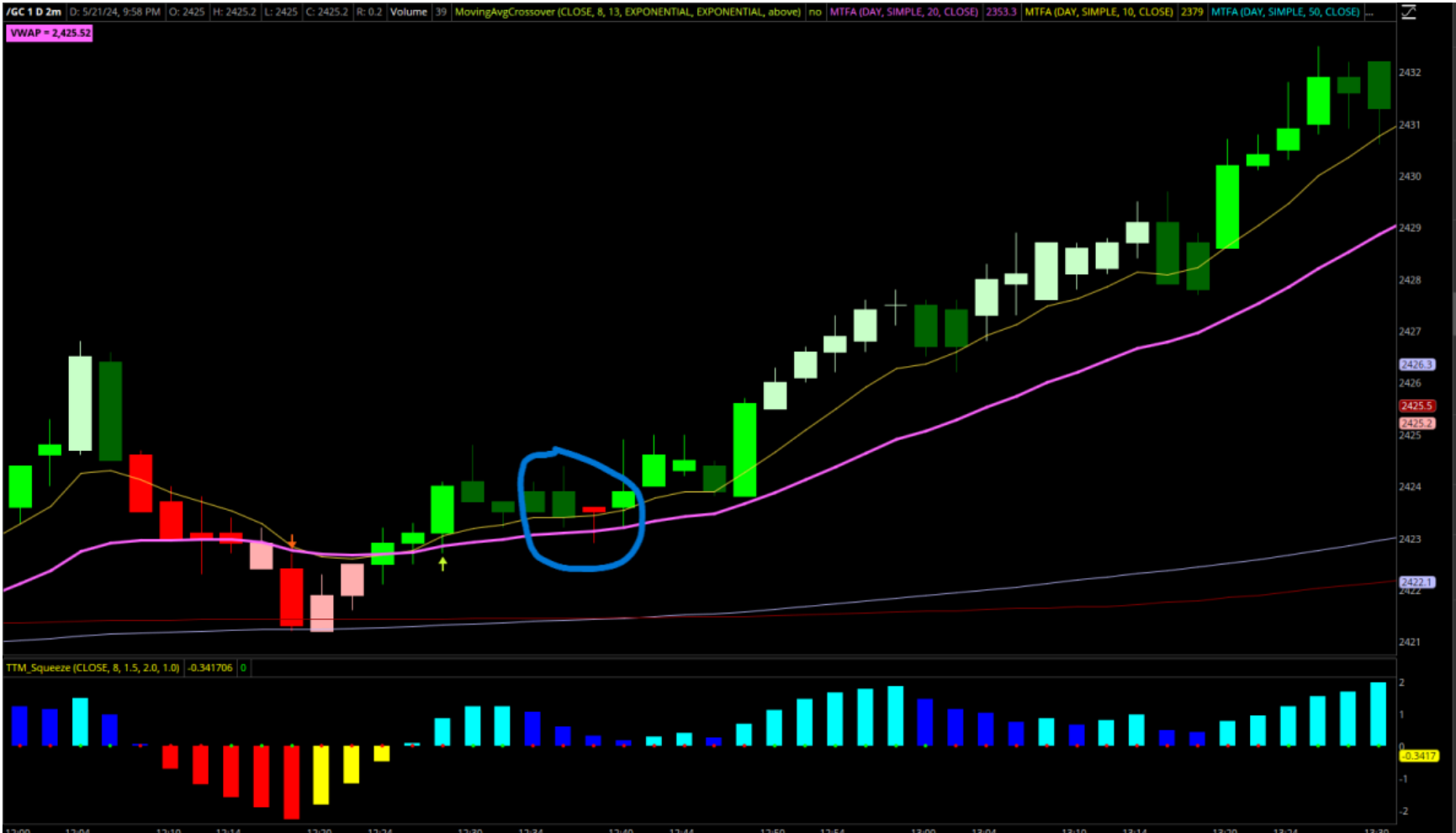
BUY SETUP



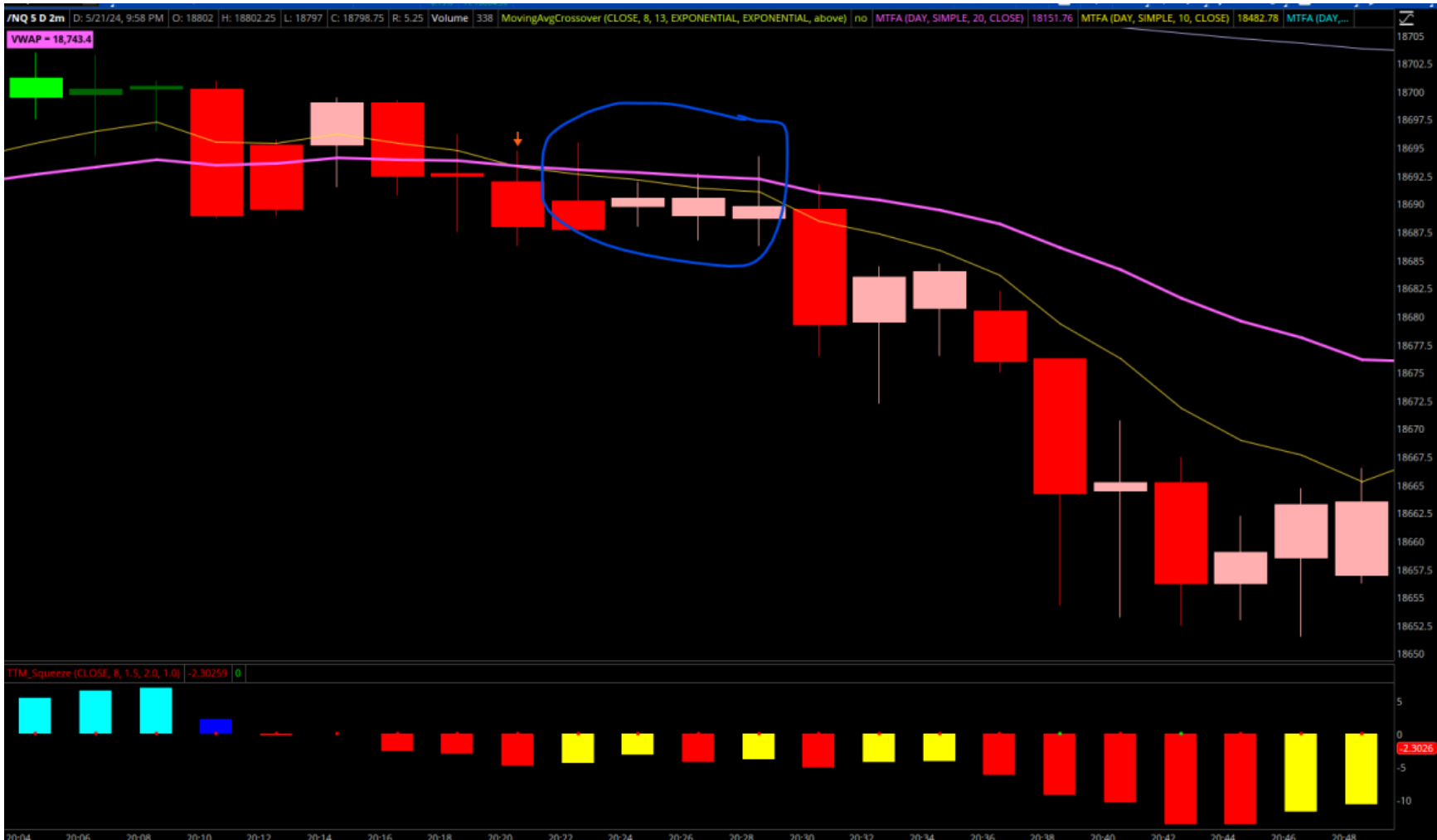
BUY SETUP



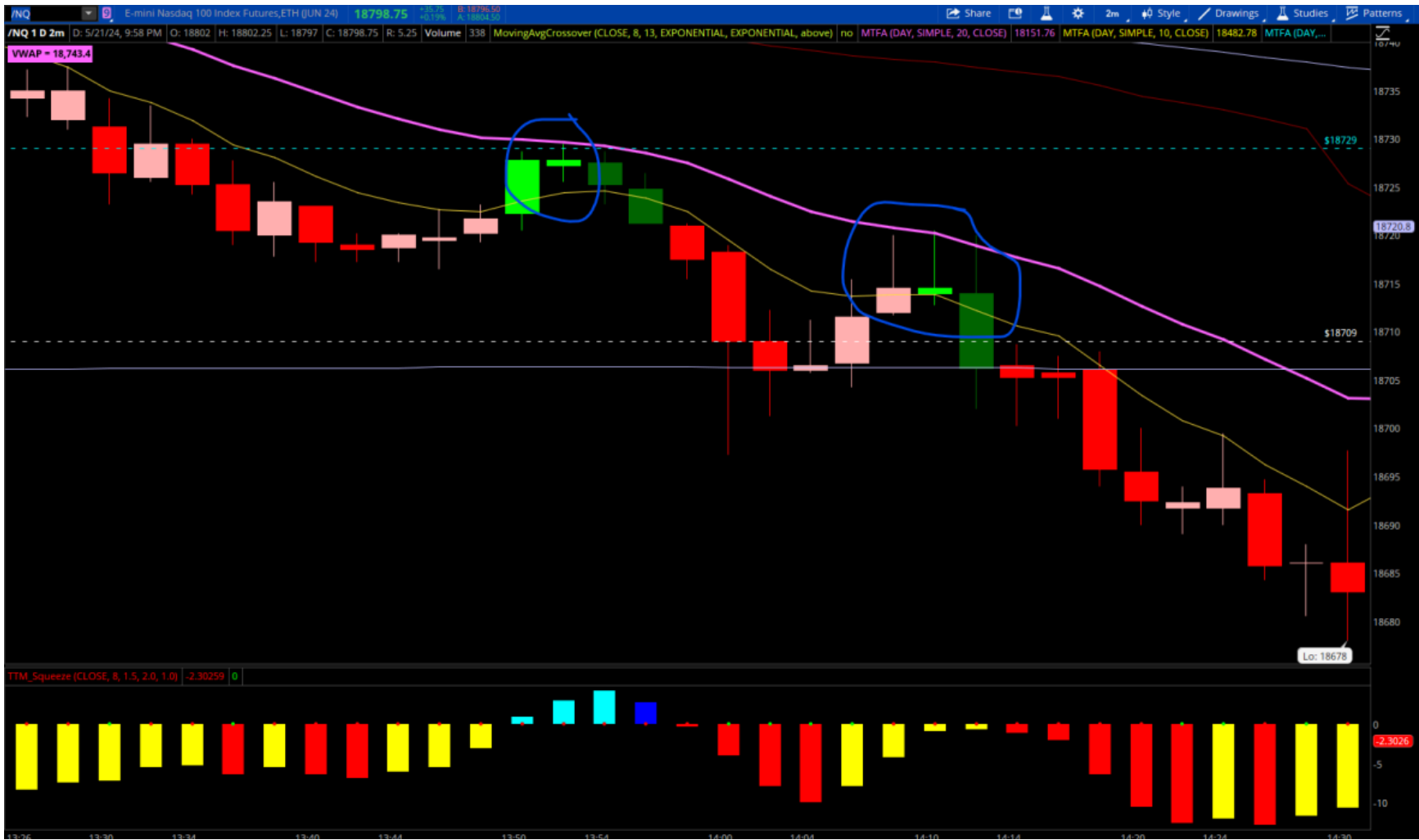
BUY SETUP



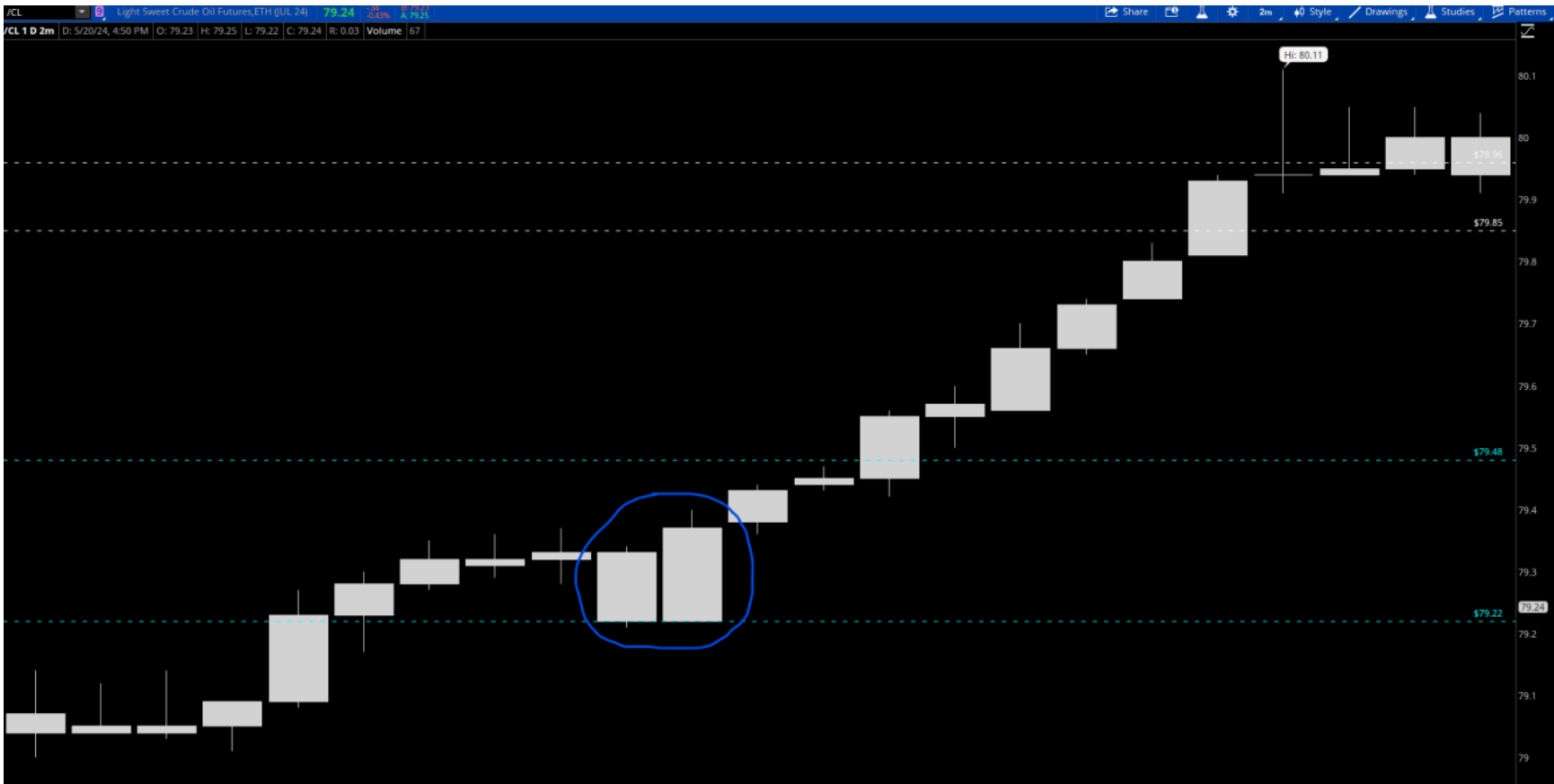
SELL SETUP



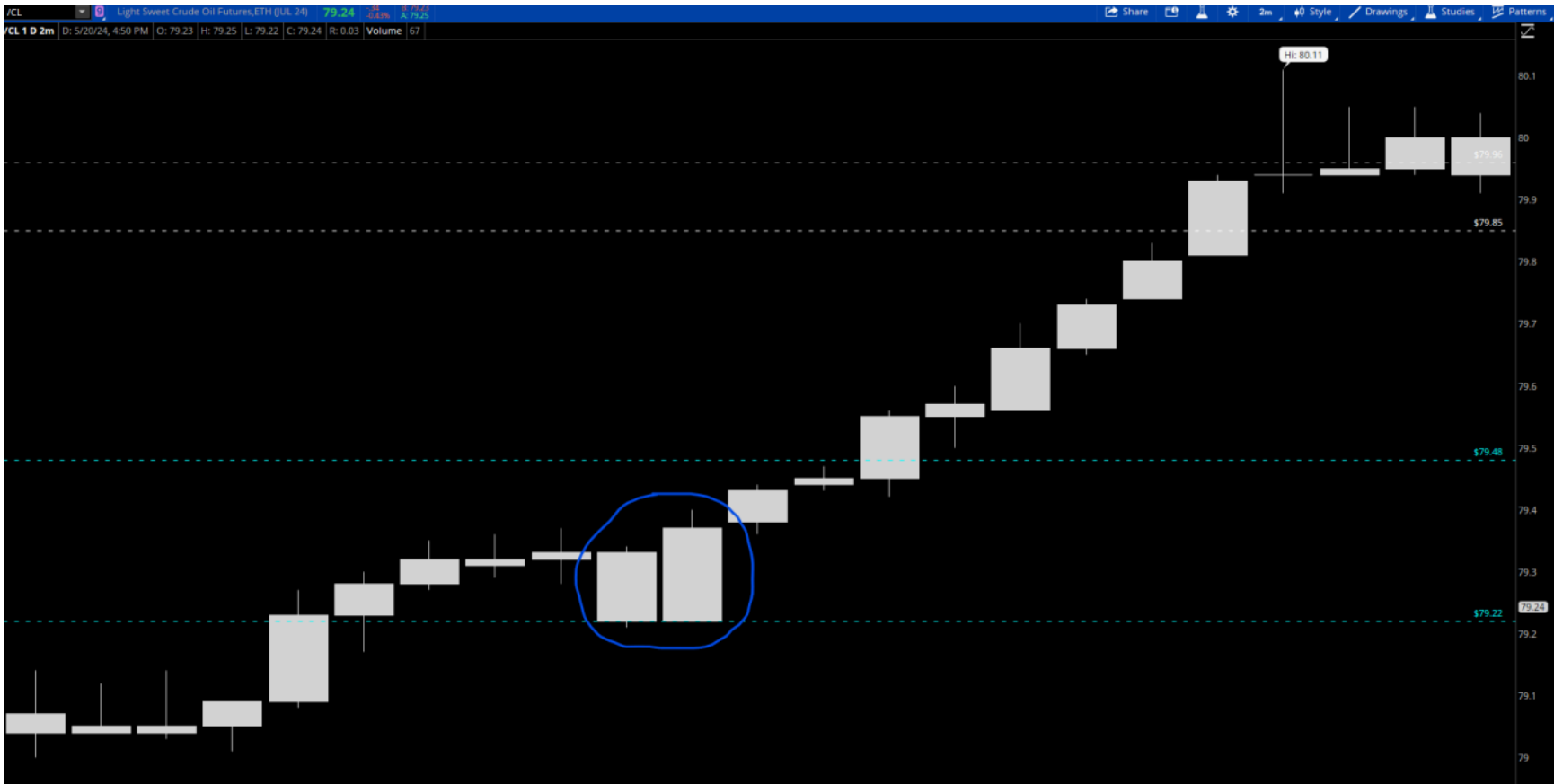
2 SELL SETUPS



BULL 180



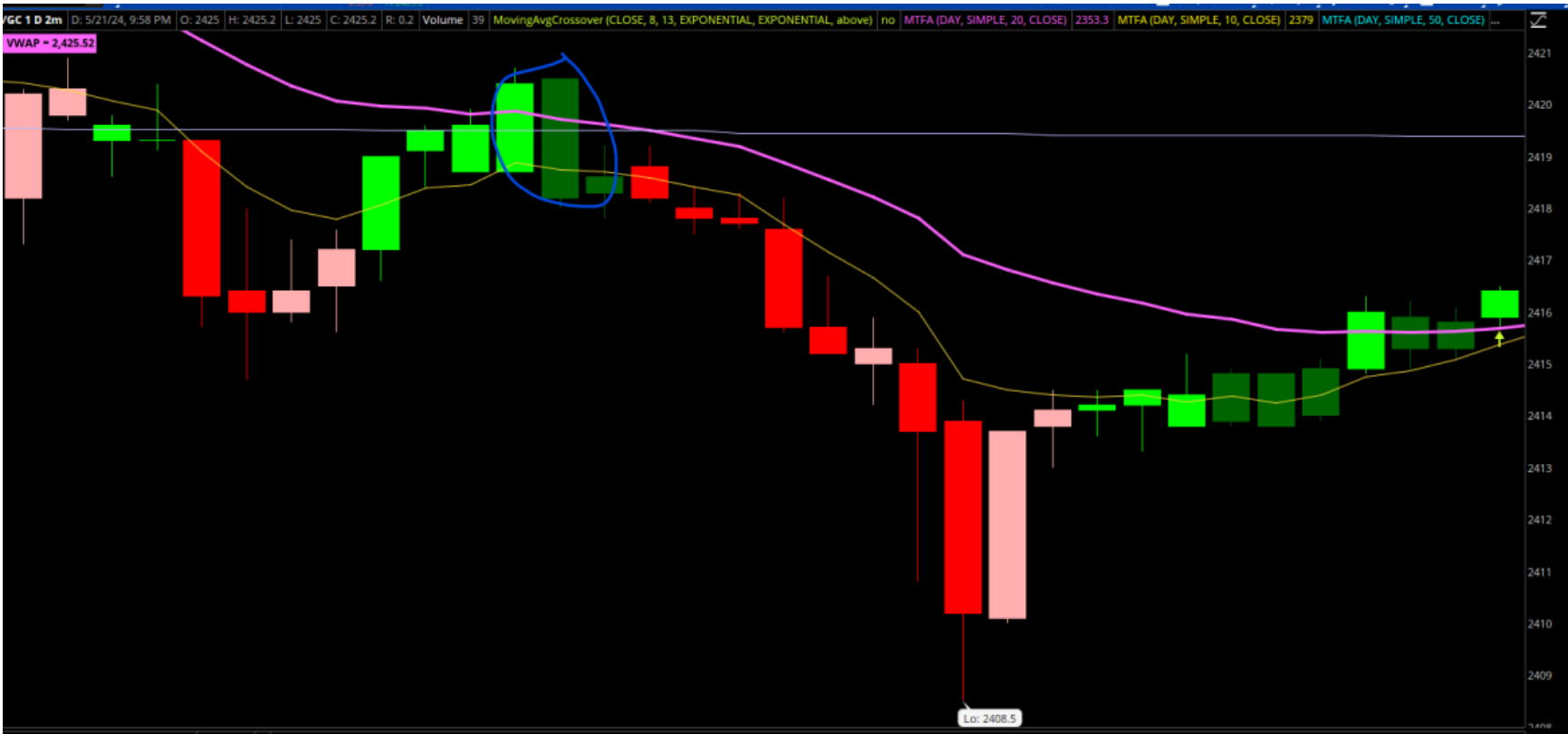
BULL 180



BULL 180 & BEAR 180



BEAR 180



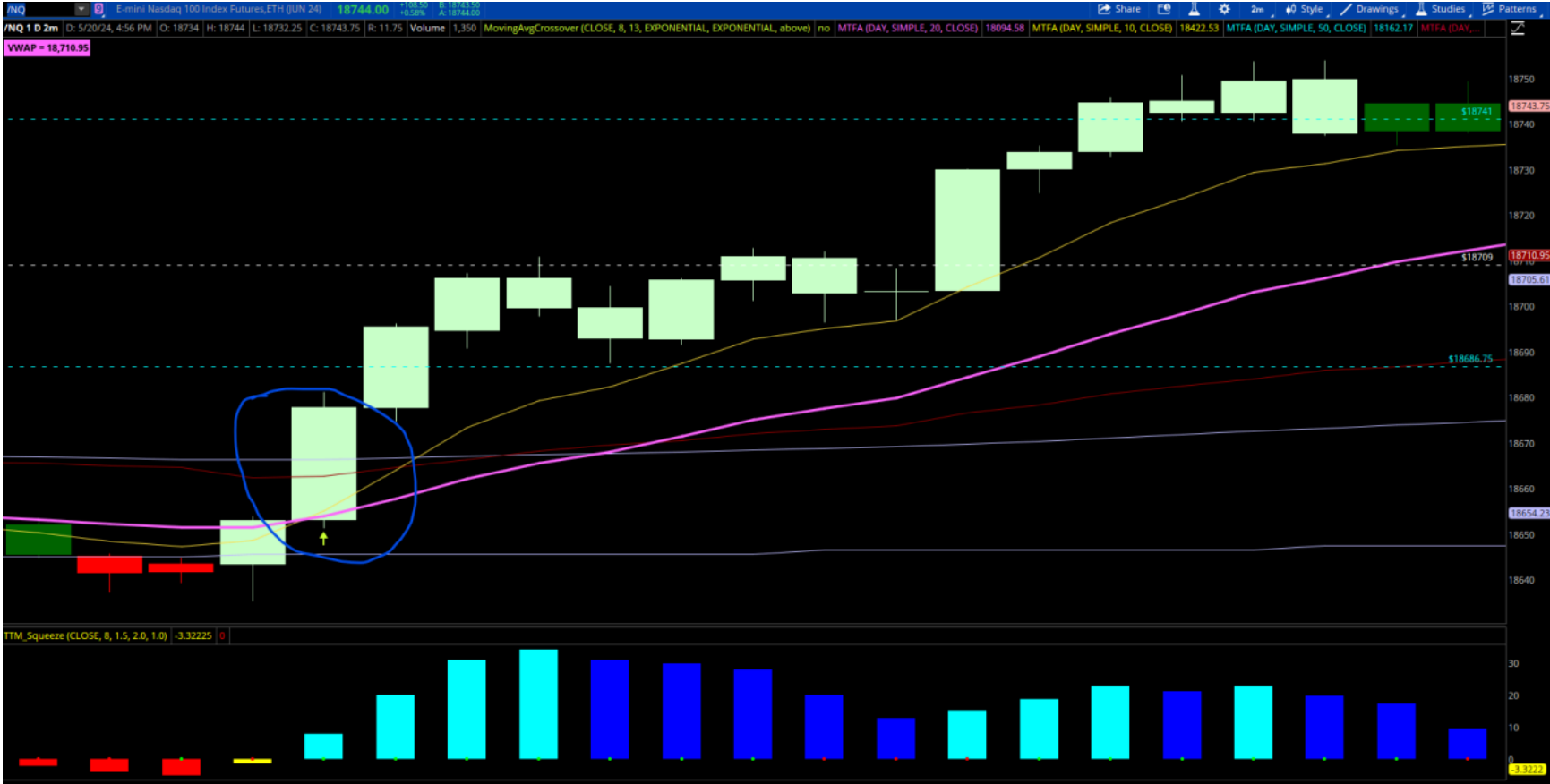
BEAR 180



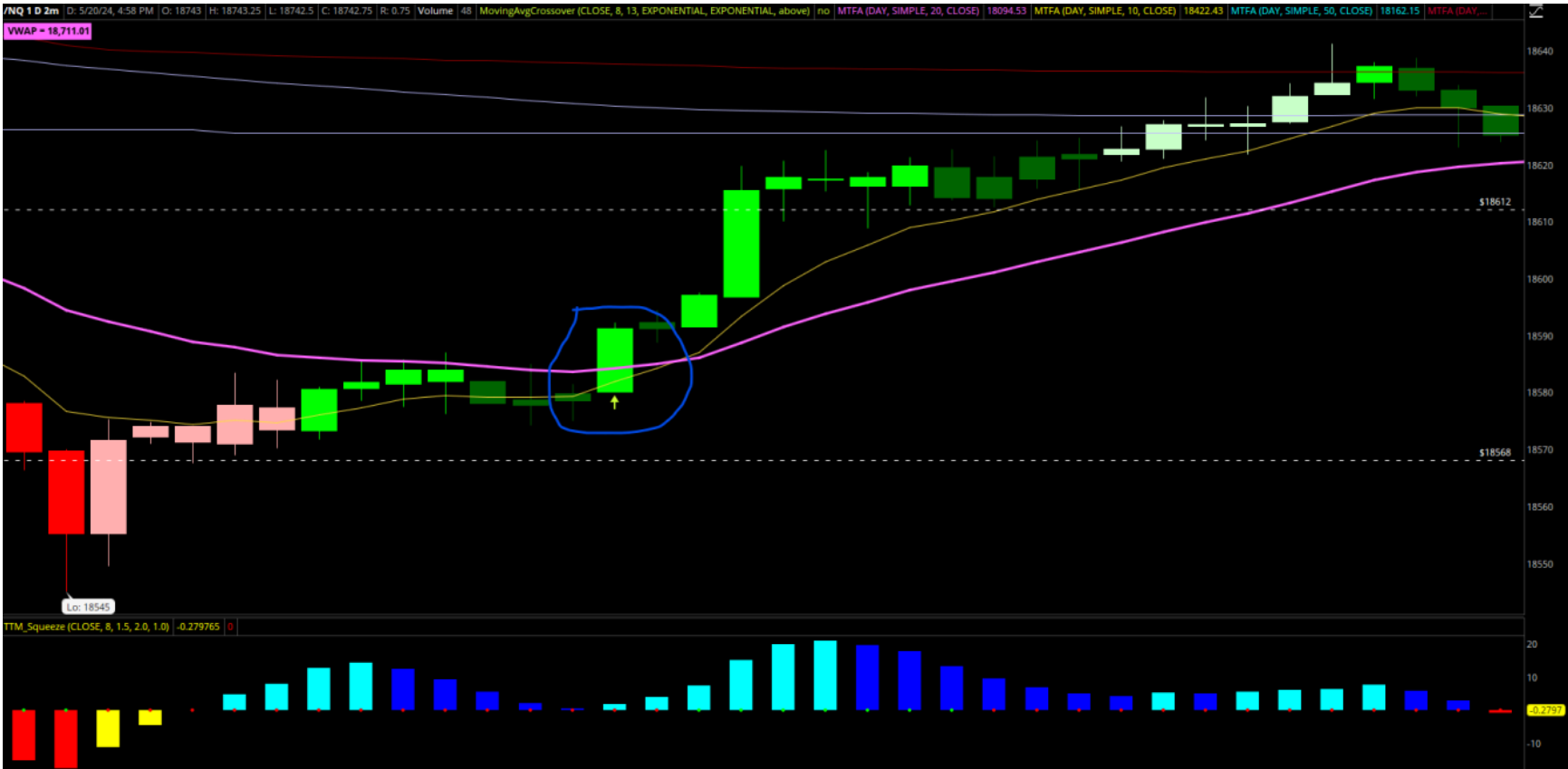
BEAR 180



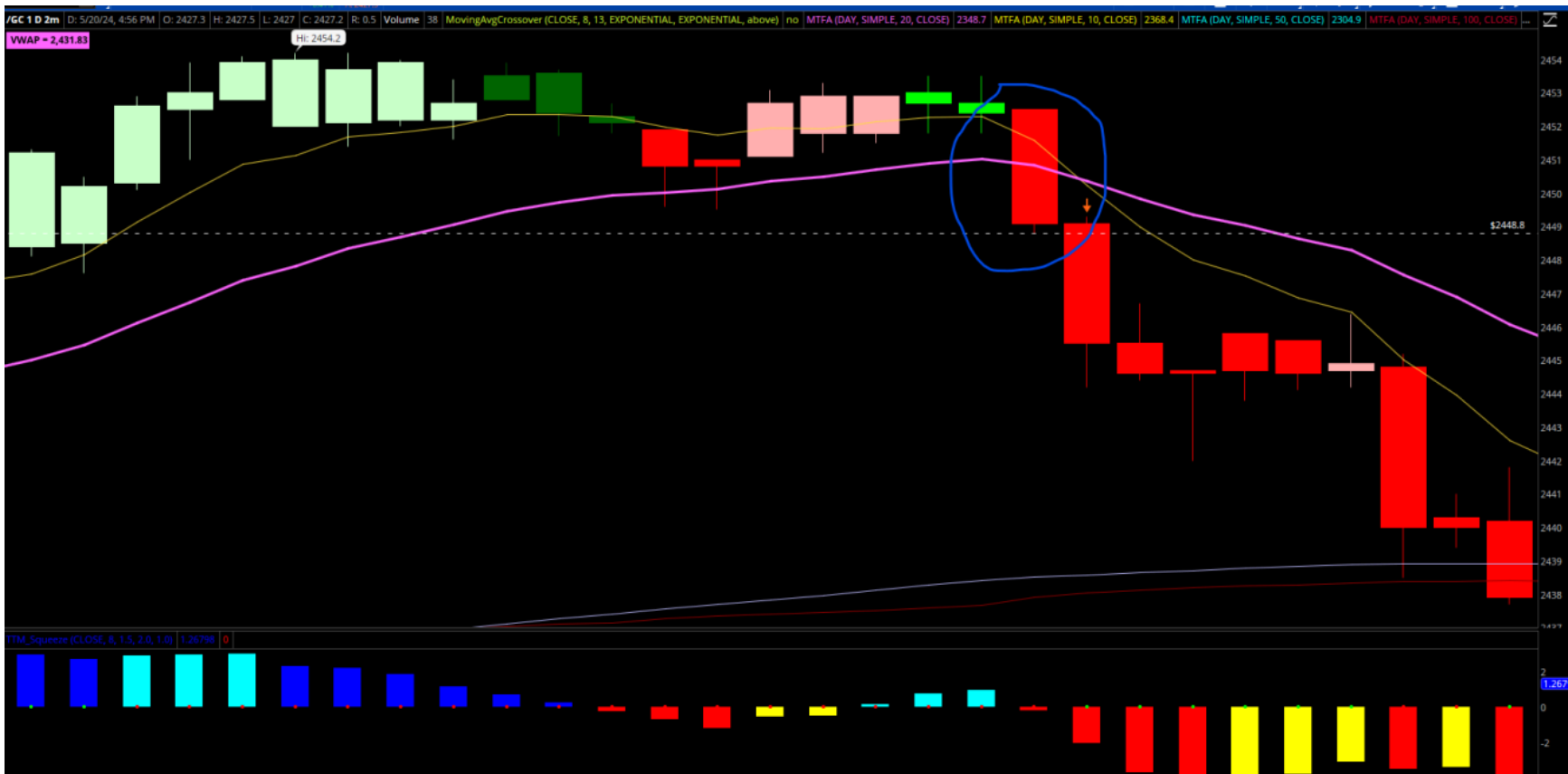
POWER LONG SETUP



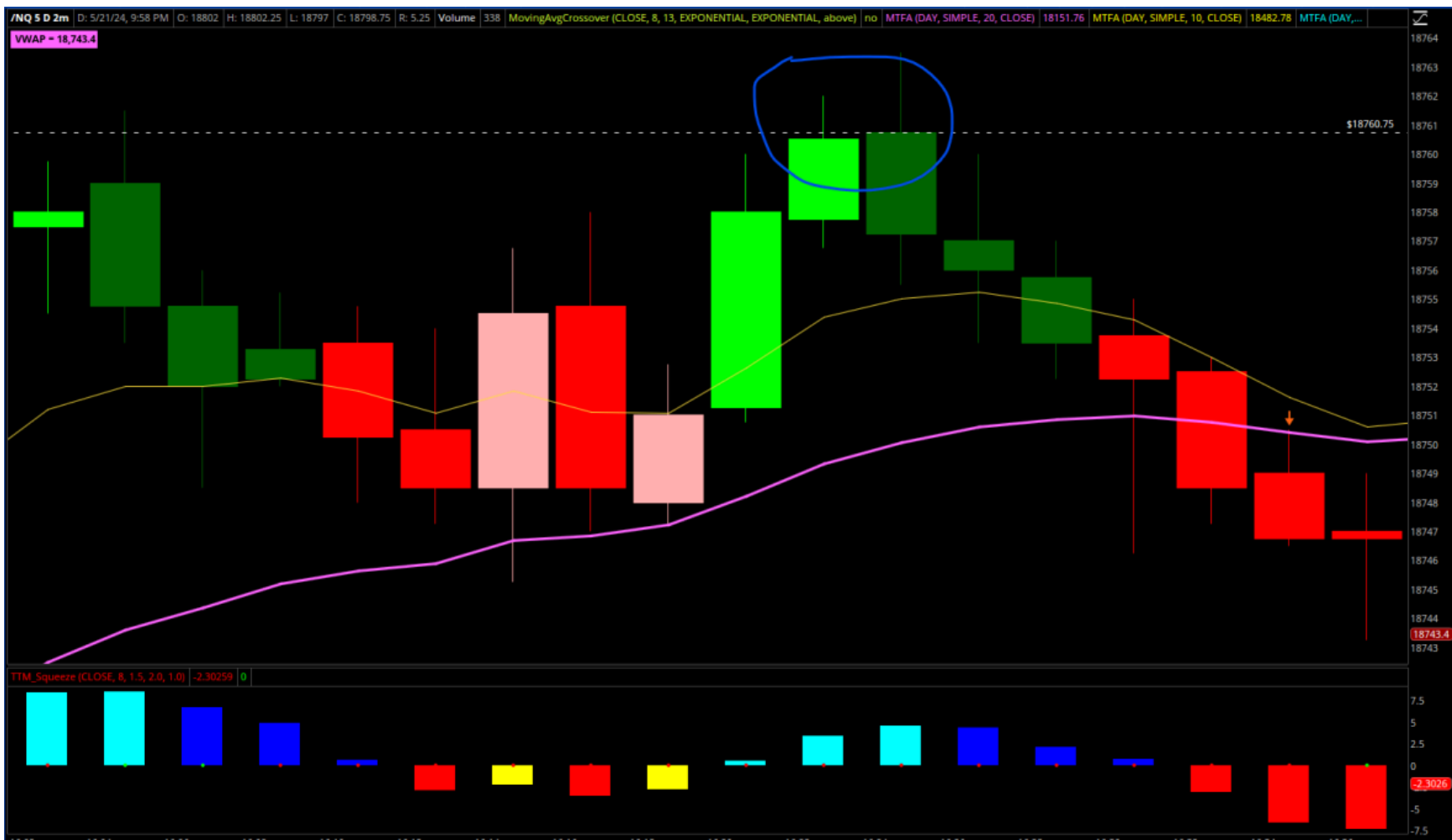
POWER LONG SETUP



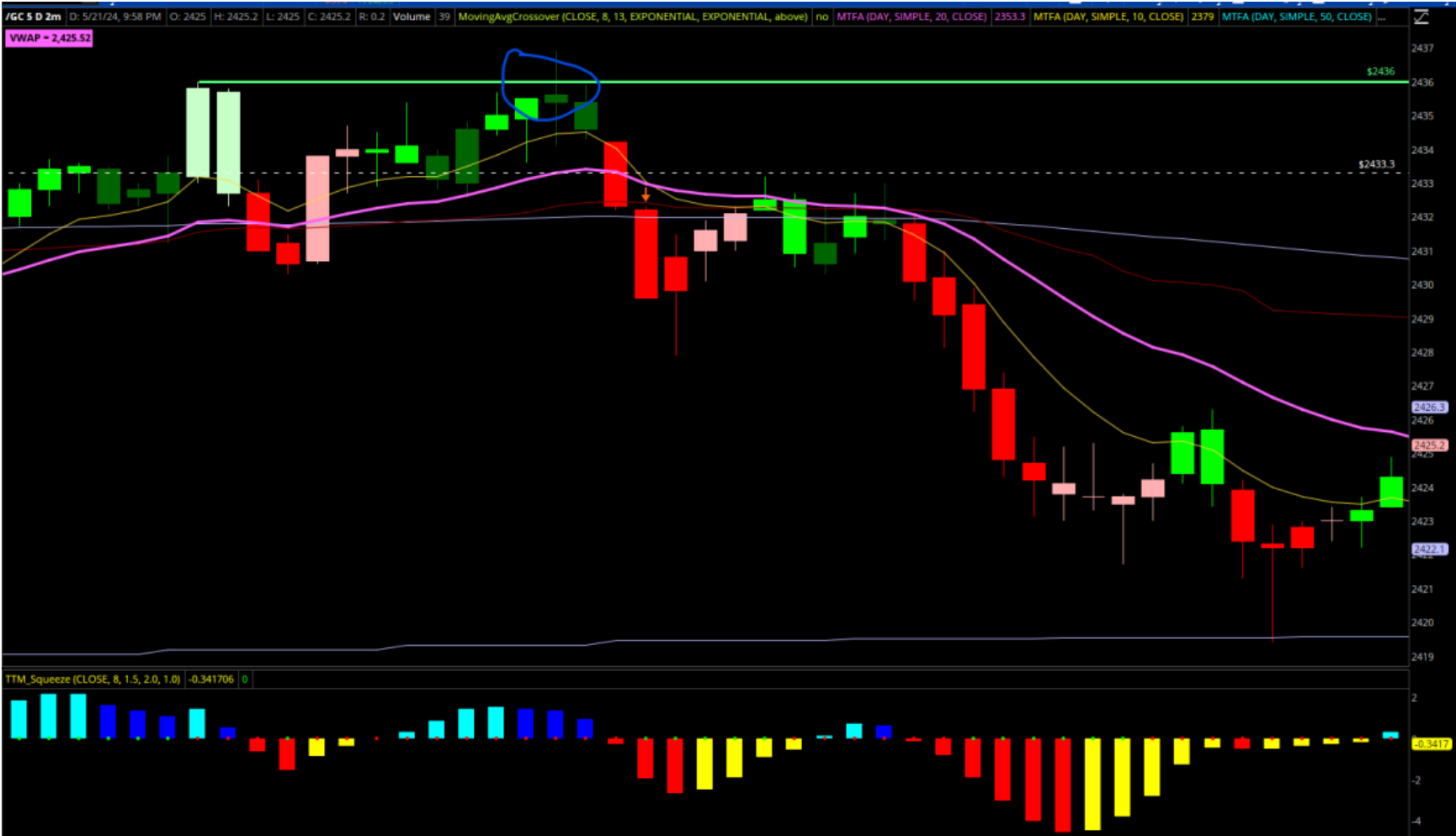
POWER SHORT SETUP



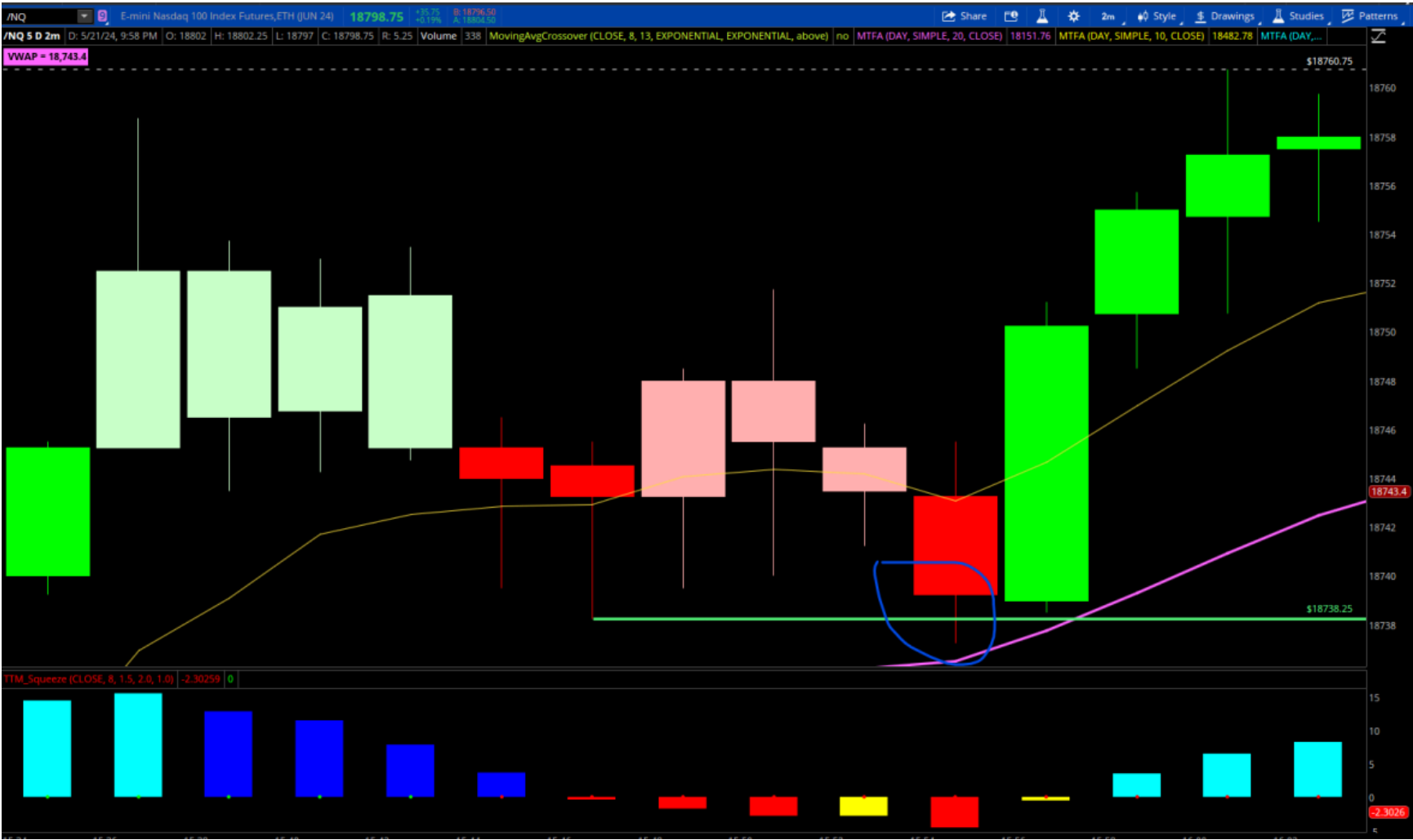
FAILED BREAKOUT



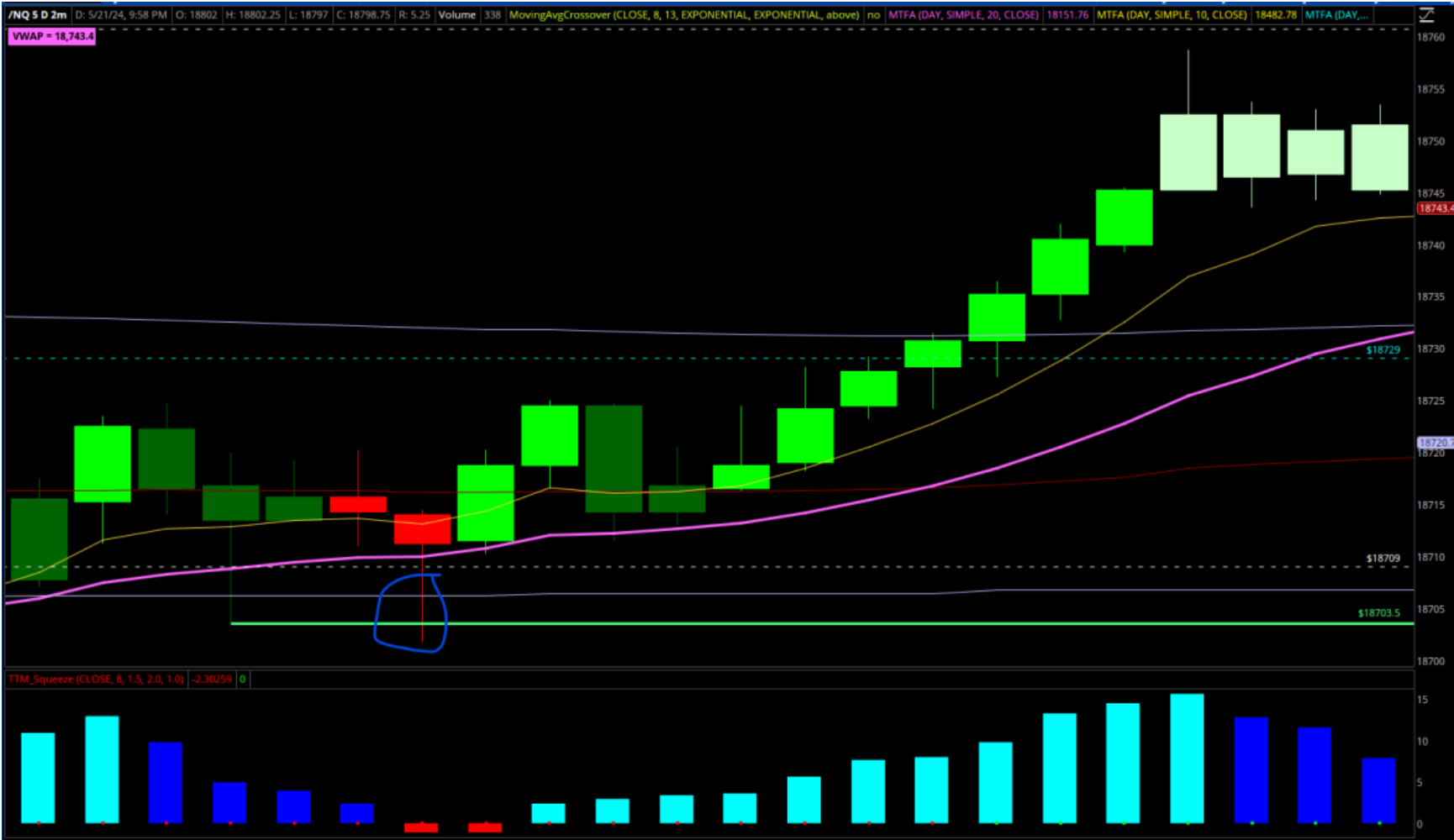
FAILED BREAKOUT



FAILED BREAKDOWN



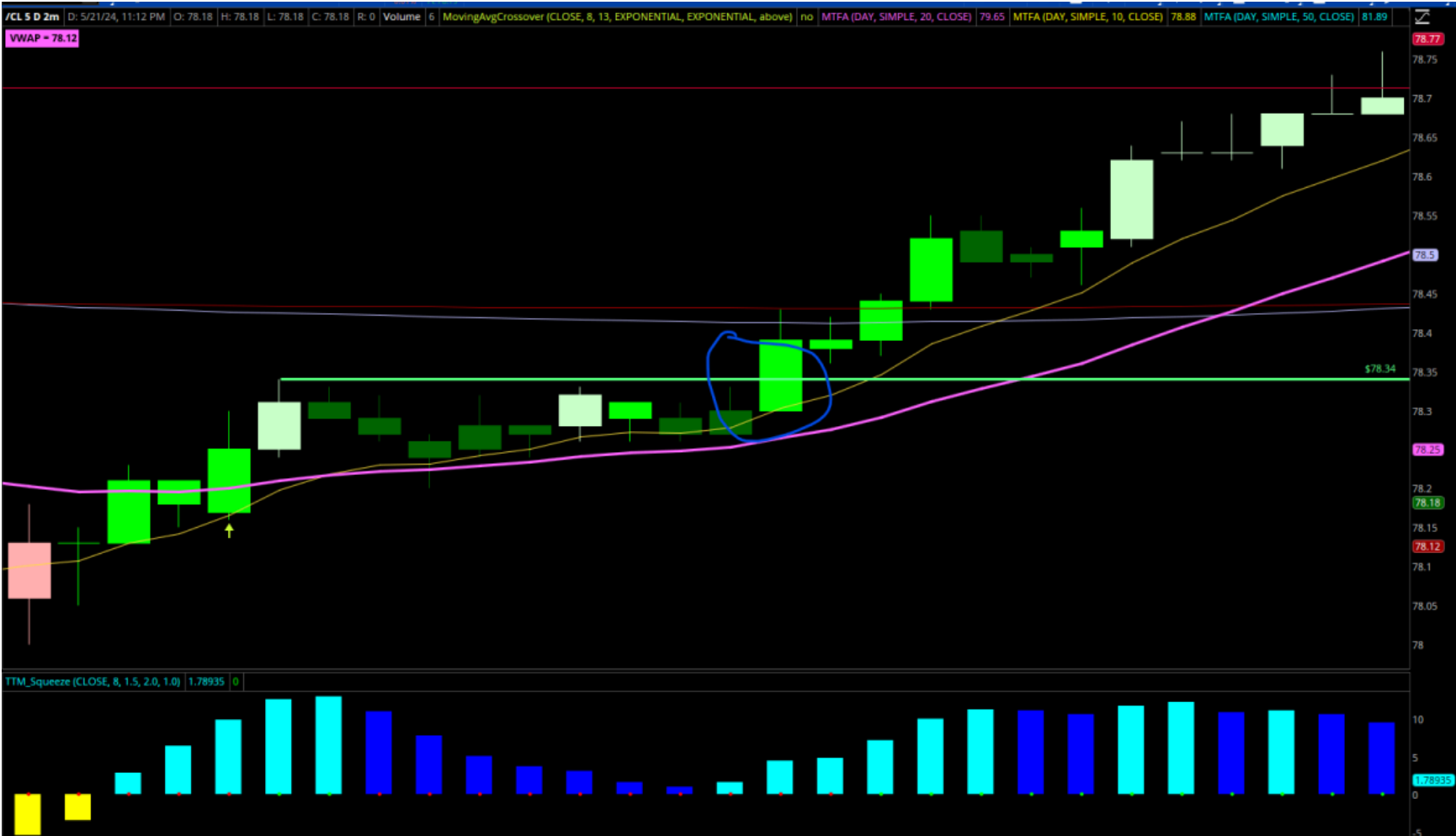
FAILED BREAKDOWN



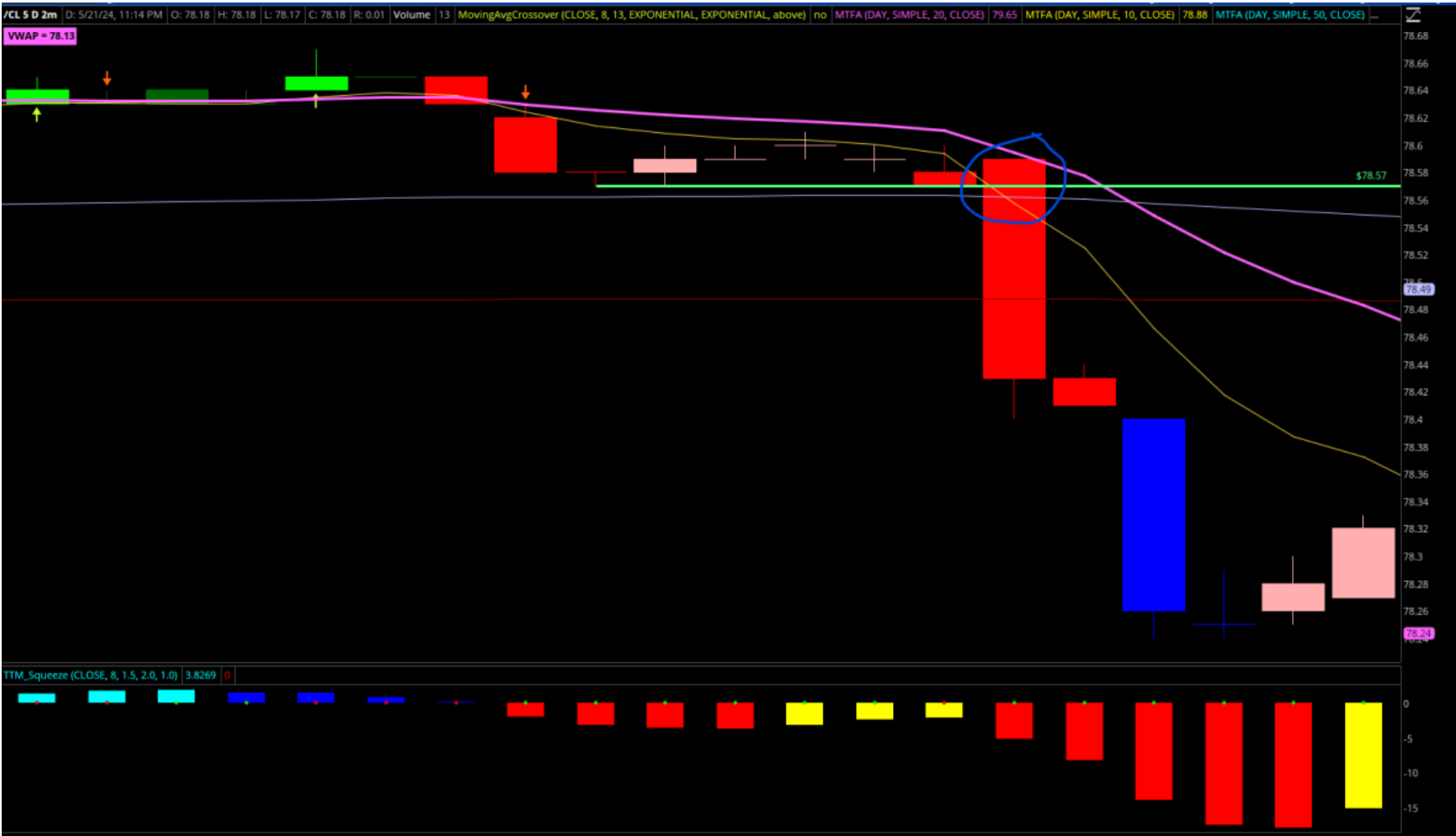
BREAKOUT



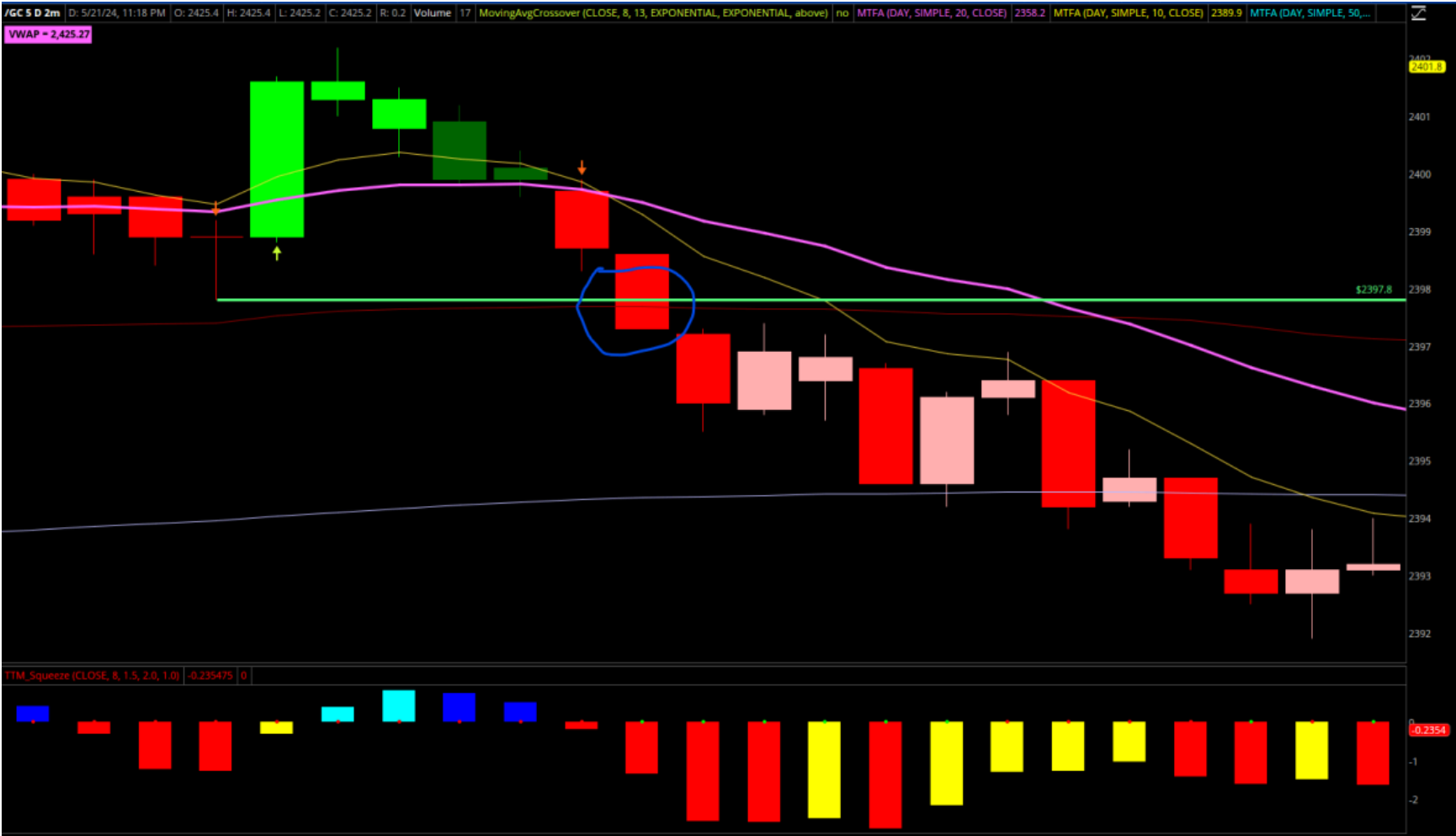
BREAKOUT



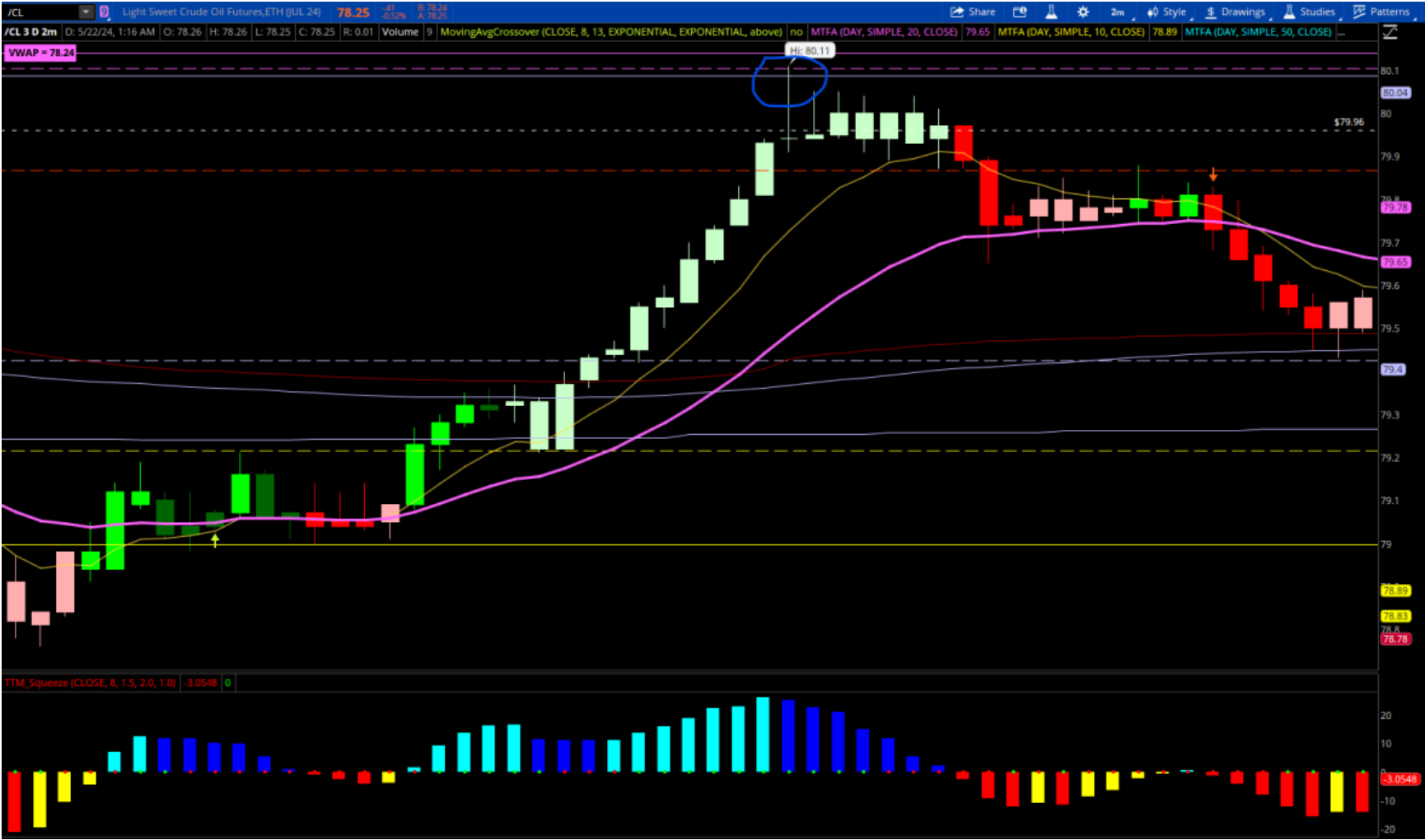
BREAKDOWN



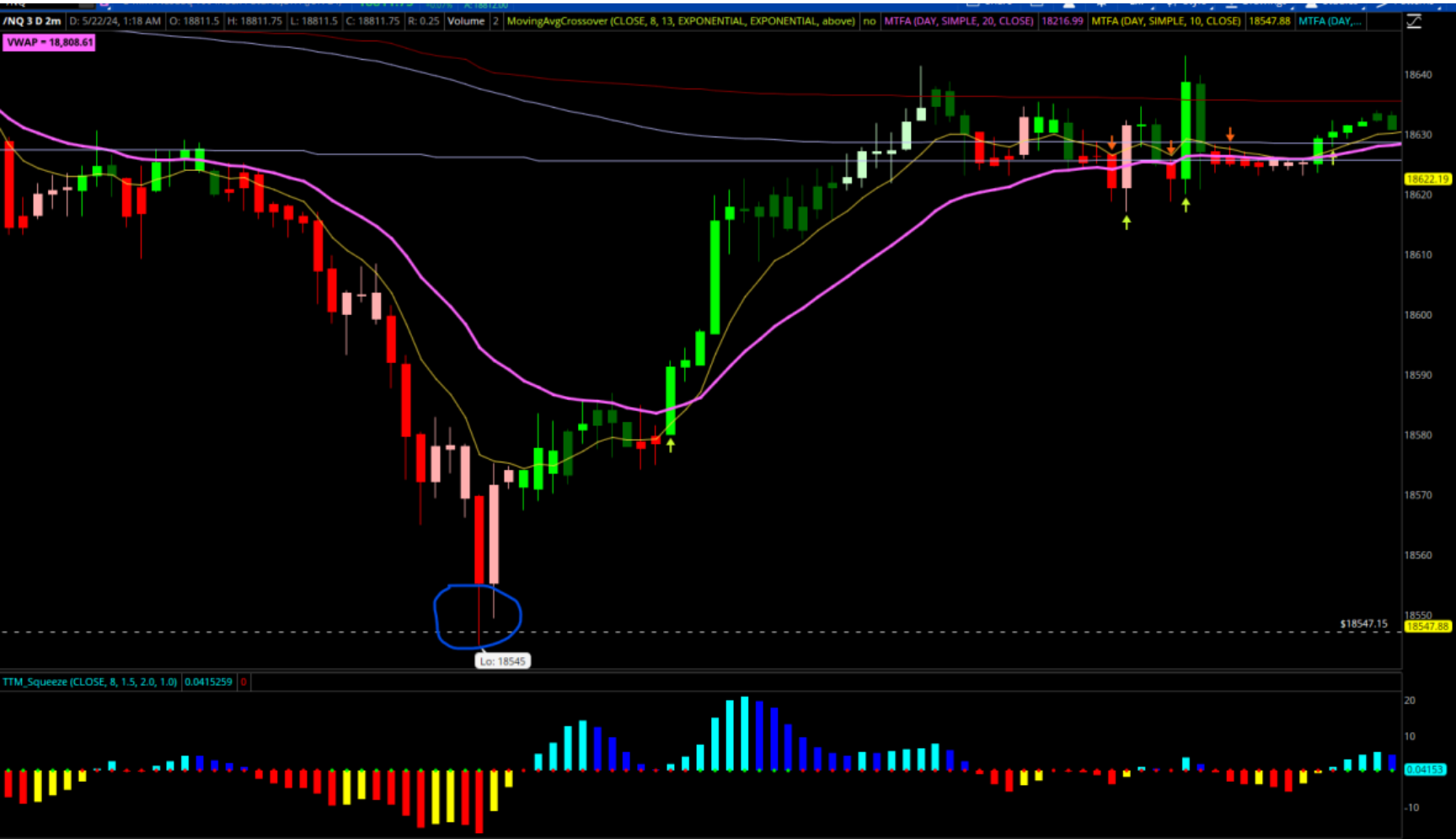
BREAKDOWN



EXTENSION INTO RESISTANCE



EXTENSION INTO SUPPORT



Slope of the EMA lines

The slope of the EMA line is very important. You will mainly use the 21EMA for this. The trend is clearly shown with the slope of the 21EMA on both the 2 Minute Timeframe & the 15 Minute Timeframe. If the 21EMA is sloping upwards it is in a Bull trend and you should look for Long setups. If the 21EMA is sloping downwards it is in a Bear trend and you should look for Short setups. If the 21EMA is Flat then you should wait for a Breakout or Breakdown. -

Extension Above/Below the 21EMA on 15 Min Timeframe

When price is extended far Above the 15 Min 21EMA you should be more cautious on your Long setups as naturally it will begin to close the space between the current price and the 21EMA. In this situation your Long setups should be more like scalp trades. When price is extended far Below the 15 Min 21EMA you should be more cautious on your Short setups as naturally it will begin to close the space between the current price and the 21EMA. In this situation your Short setups should be more like scalp trades. -

Counter Trend Short/Long trades

Going Counter Trend on a futures/large cap trade should be a very rare occasion. You would need a perfect setup where the price is super extended above or below the 21EMA on both the 2 Minute Timeframe & The 15 Minute Timeframe and at some sort of Resistance/Support level. If you do execute a Counter Trend trade then the most important rule is that you MUST Sell 50% of your LONG or Cover 50% of your SHORT when price tests the 21EMA on the 2 Minute Timeframe. -

Higher the timeframe setup, the bigger move potential

If one of our Trade Setups listed at the top of this channel occurs on the 15 Minute Timeframe & Daily Timeframe, then it has potential for a much larger move compared to the same Trade Setups on the 2 Minute Timeframe. Regardless of whether the Trade Setup occurs on the 15 Minute/Daily Timeframes, you must execute your trade based on the 2 Minute Timeframe.

BEWARE OF ECONOMIC NEWS

<https://www.marketwatch.com/economy-politics/calendar> On this website you can see the Time & Dates of the Economic Data News releases. Large caps/Futures price action will react with huge volatility on some of these news releases. The main news releases to look out for are:

- Any time Fed Chairman Jerome Powell Speaks
- FOMC meeting
- CORE PPI
- CORE CPI
- Initial Jobless Claims
- CORE PCE
- GDP

90% of these important News releases are at 8:30am EST You do NOT gamble a Long/Short position before the News releases, you also do not need to read the News releases, you simply trade off of the price action. News can be good for the economy but the price can still sell off, the same visa versa.