

Change in the state of delivery (CSD/CISD)

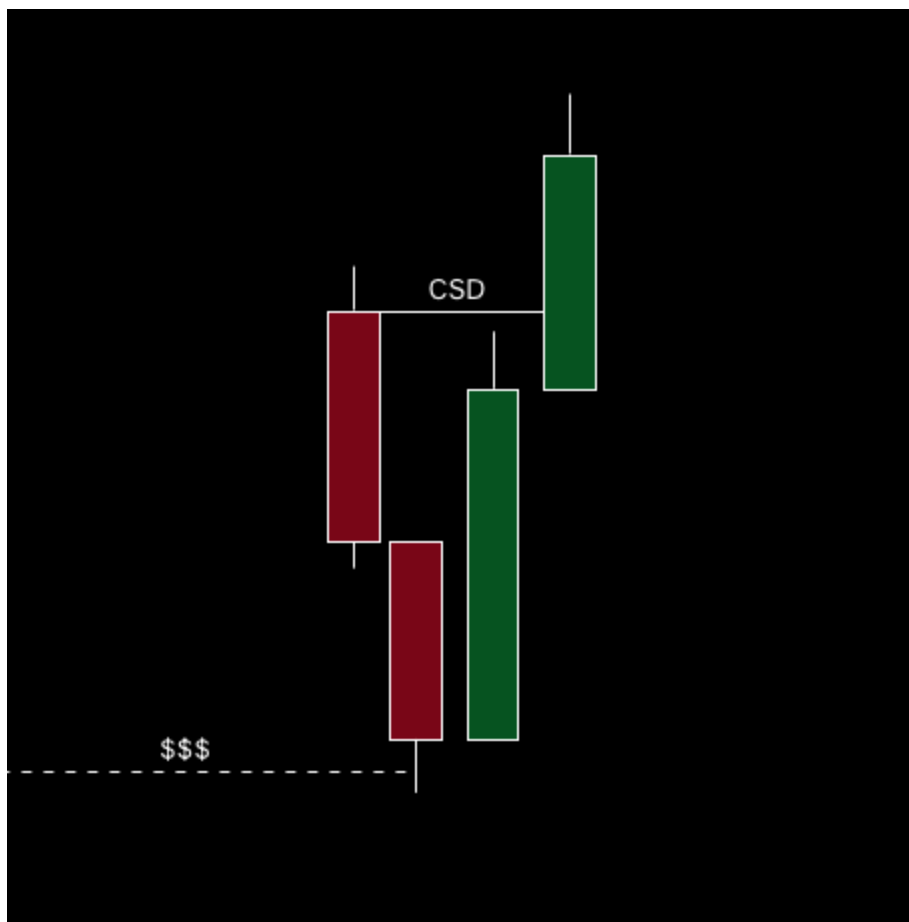
What is change in state of delivery?

The Change in State of Delivery (CSD) refers to a shift in market behavior that indicates a transition from one phase of price delivery to another. This typically signifies a pivotal moment where market sentiment, order flow, or liquidity dynamics undergo a noticeable change, often leading to reversals or significant continuations.

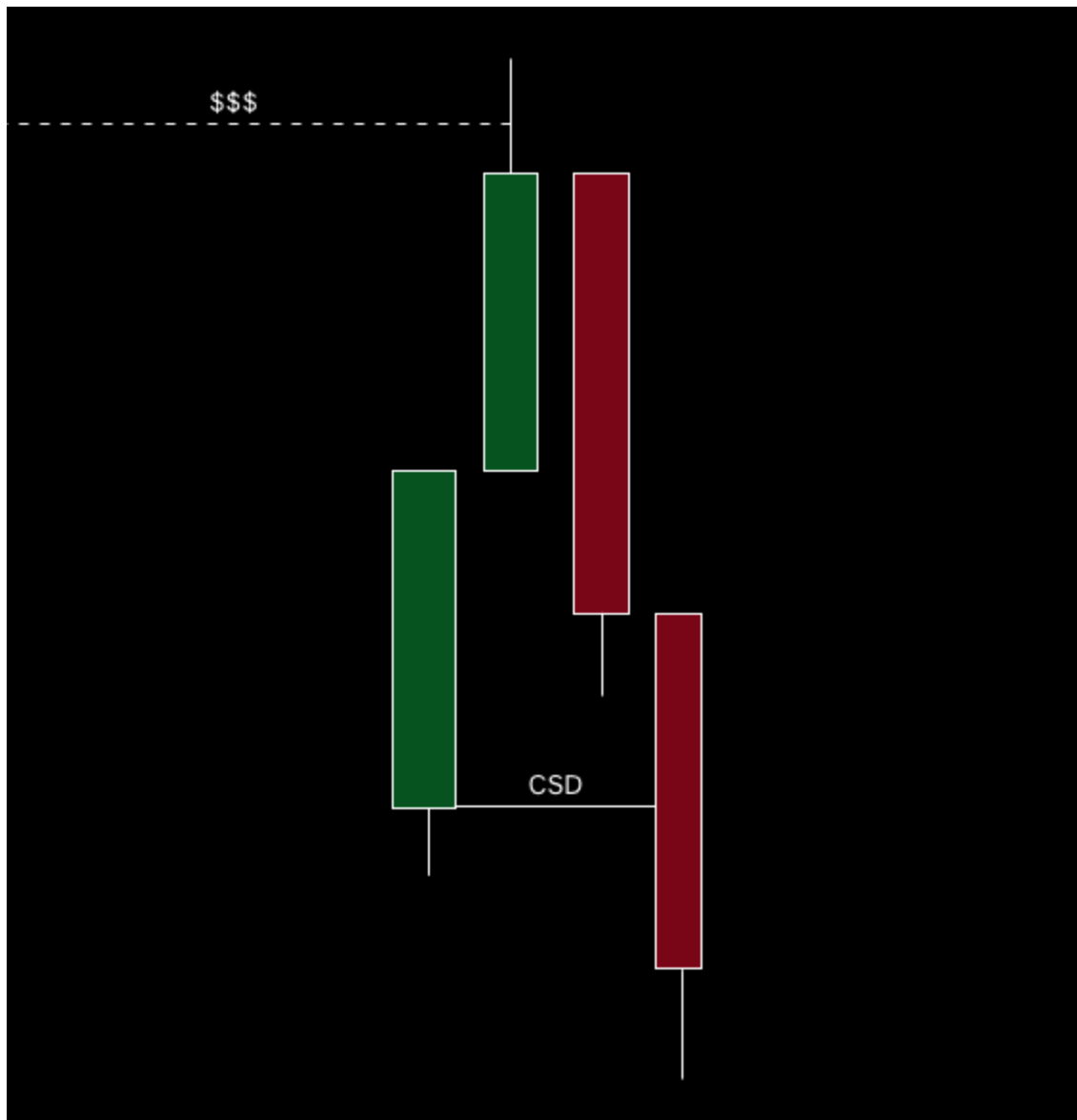
CSD is a concept that is an alternative to a market structure shift (MSS). So we will be using this concept mainly for entries on the LTF. Know that we can also use this concept on HTF to identify zones to take trades from on the LTF. It will be clear as we go through some examples.

We can use CSD for both bullish and bearish moves.

Bullish CSD template;



Bearish CSD template;

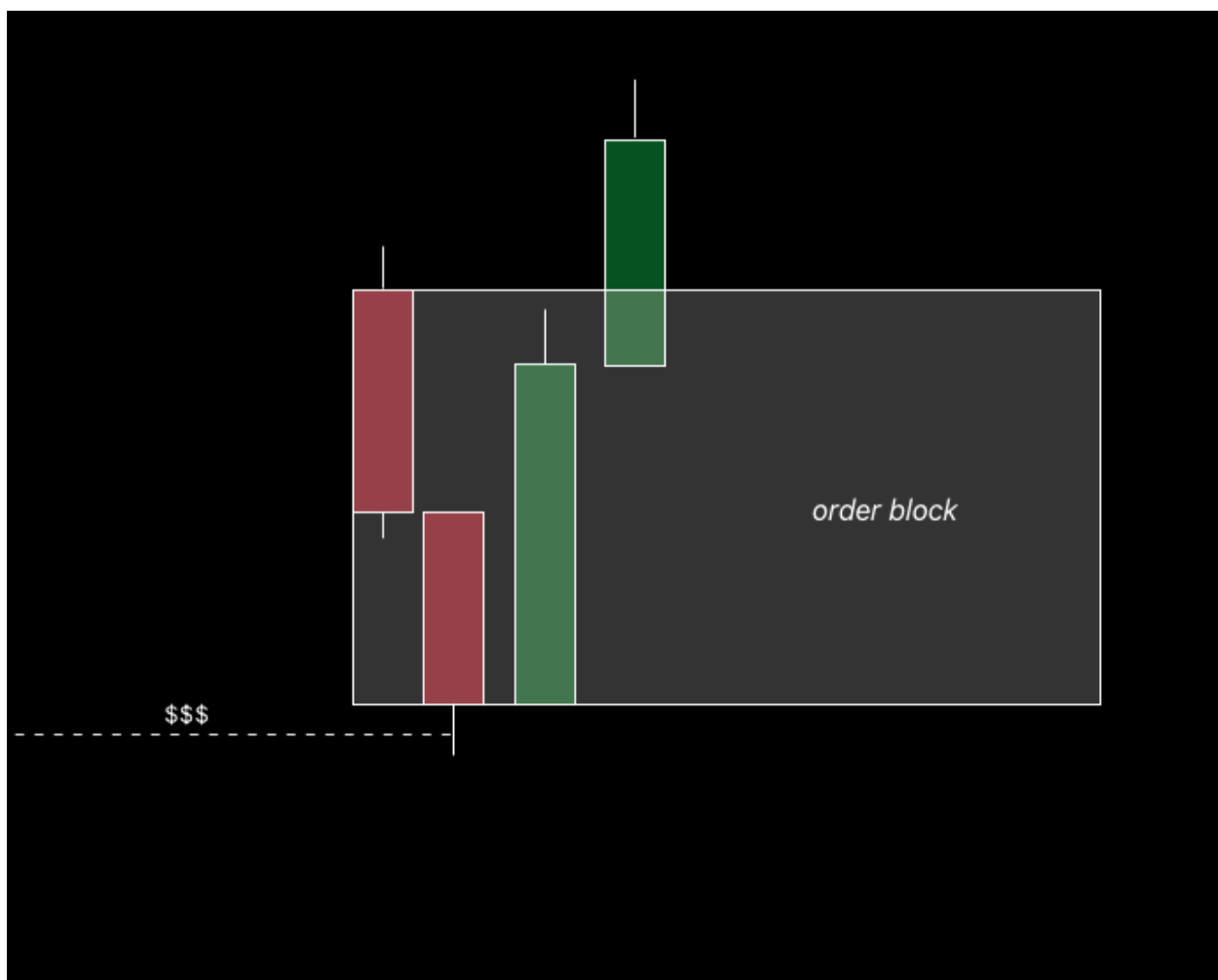


Notice how in both the bullish and bearish templates, we are using the bodies of the candles and not the wicks? That's the difference in CSD and MSS. In CSD we use candle bodies and in MSS we use candle wicks.

In CSD we use the last leg of manipulation into the PD array or last leg of manipulation that sweeps liquidity. We don't just use the last candle body, we use the last leg of candles going into the zone (be it 1 candle, 2 or 3 and so on).

Once the CSD is confirmed, the last leg of candles in the manipulation becomes an order block.

So in the bullish template, our order block is this;



In the bearish template, our order block is this;

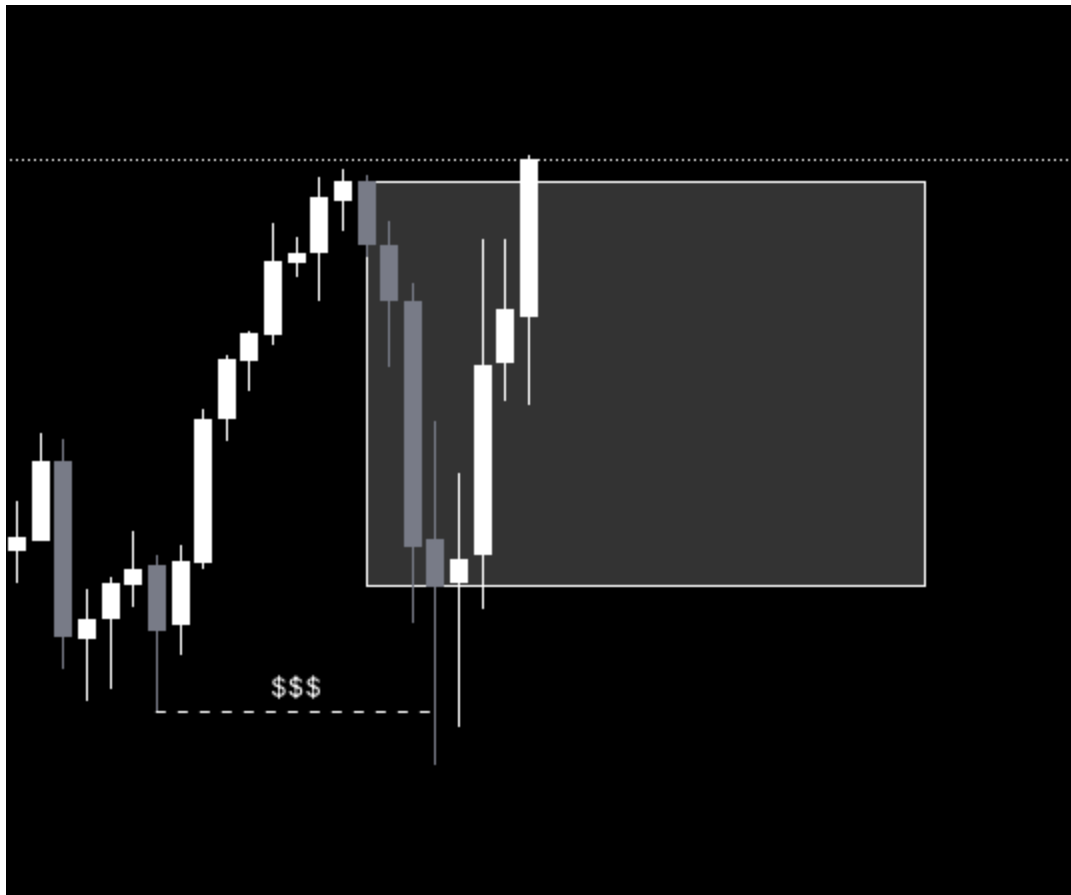


And these are the order blocks we will be looking at to find our entries. We will be looking for a retracement back into the order block and we will take our trade.

Lets look at some examples of using CSD on the LTF to confirm reversals and entering from order blocks;

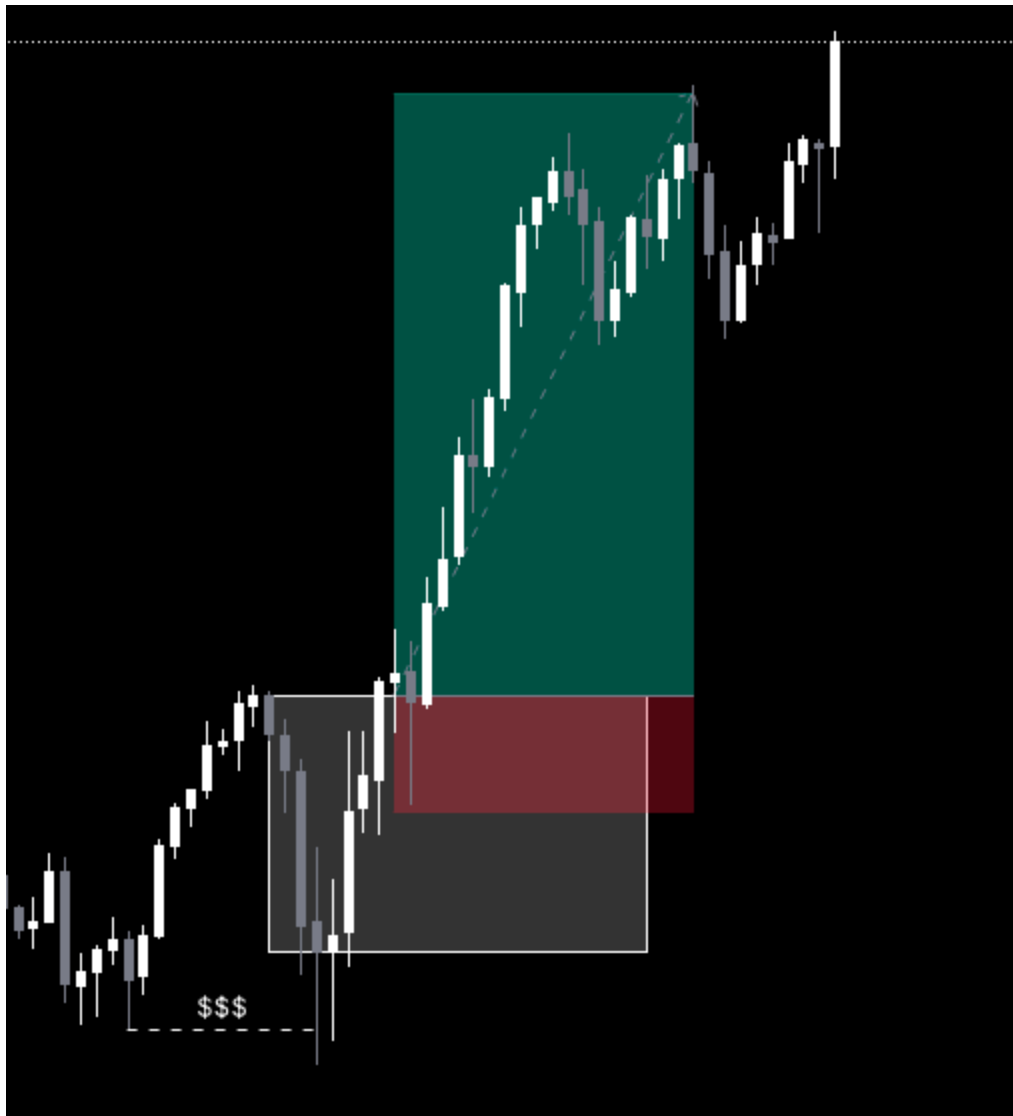


Here we can see that once price sweeps liquidity (\$\$\$), we have an energetic move up and we get a close past the last manipulation leg. The close past confirms our CSD.



After the close past, we get our order block as marked by the box.

We will now wait for a retracement into the order block and enter from there.



Entry at the retrace, and target opposing liquidity.

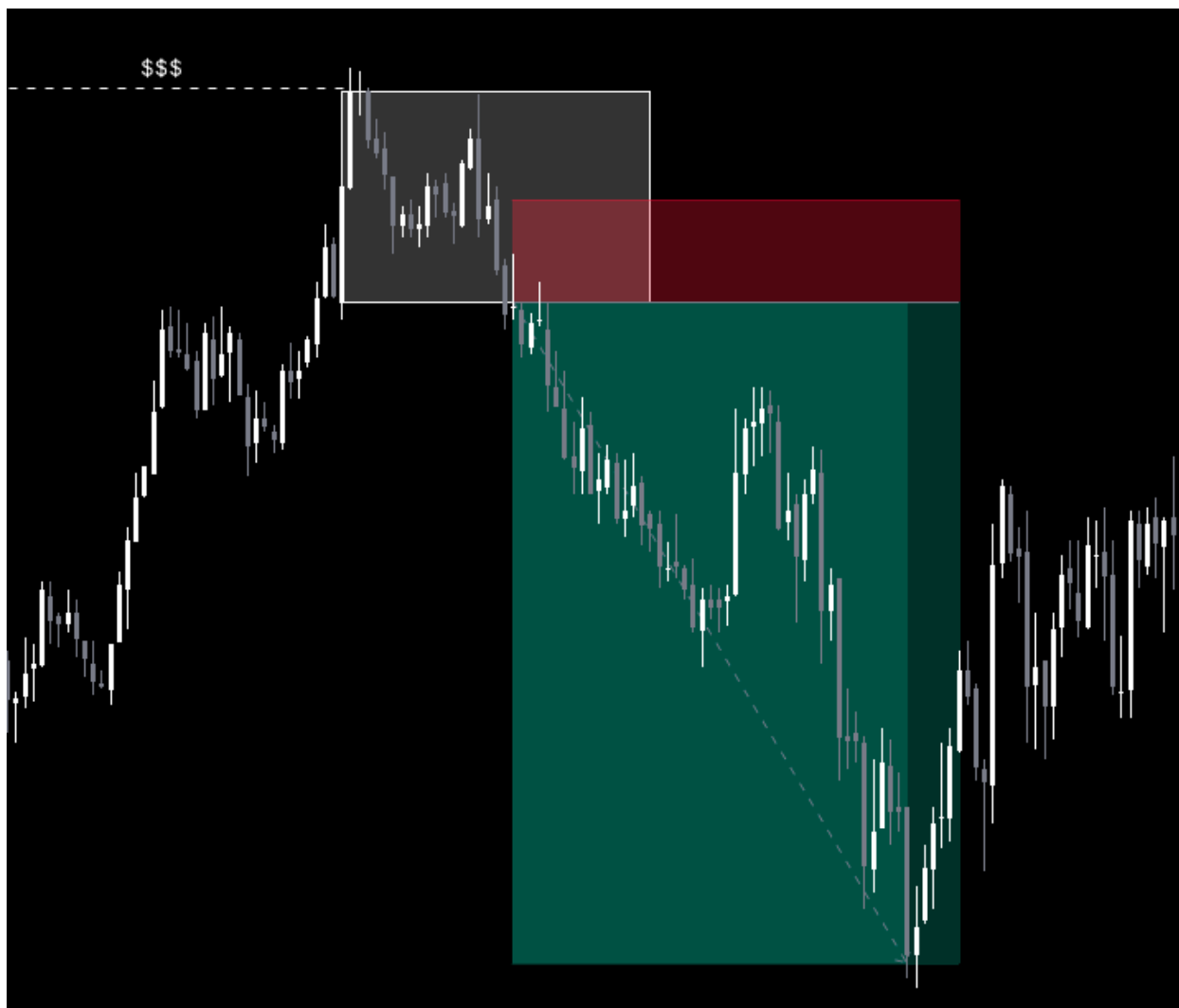
Now lets look at a bearish example;



Here we sweep BSL, and then we start moving down, after that we get a close past the final manipulation leg. This confirms our CSD.

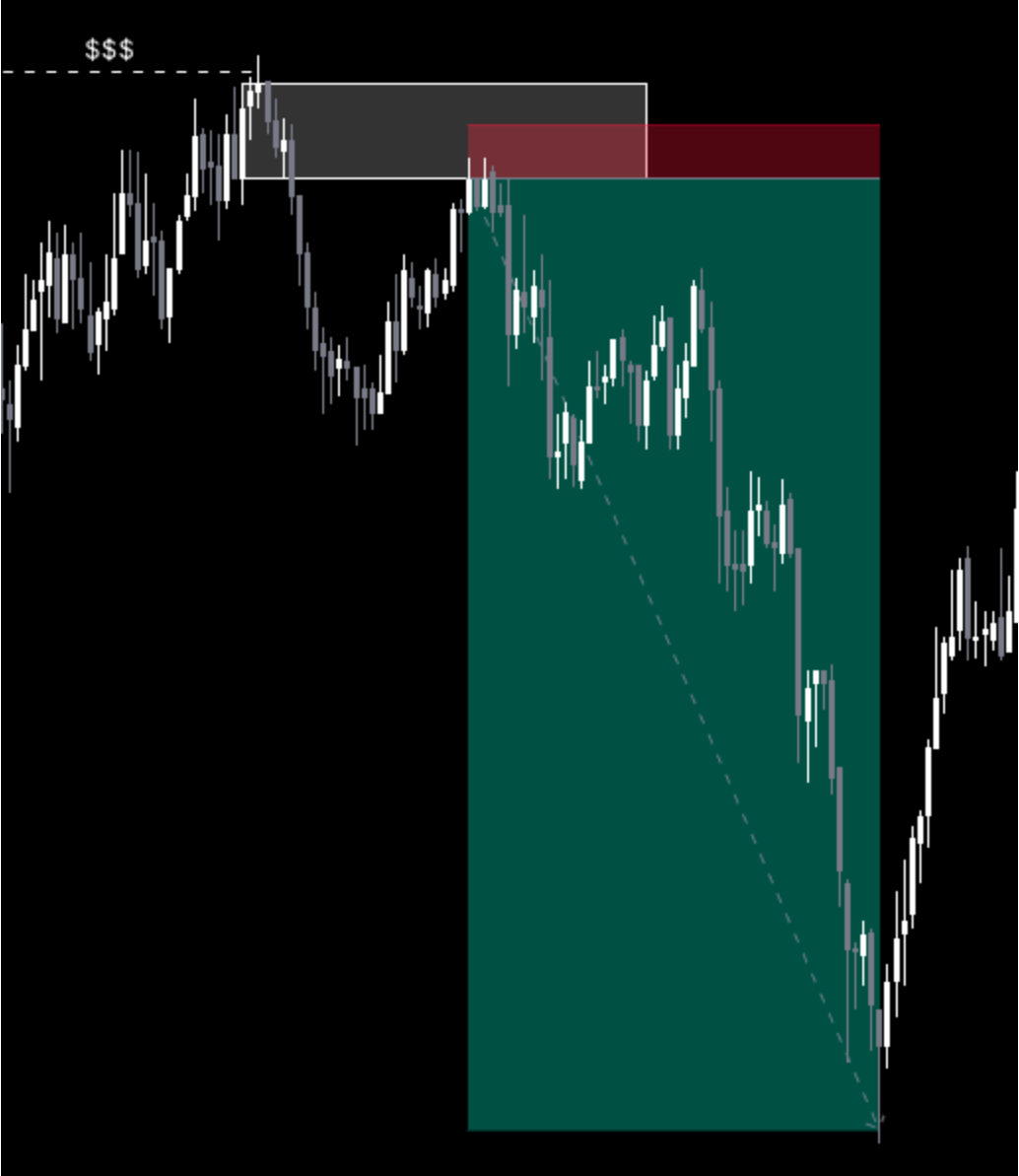


As said before, we now have an order block. So we will wait for a retrace into the order block and we will take our entry from that.

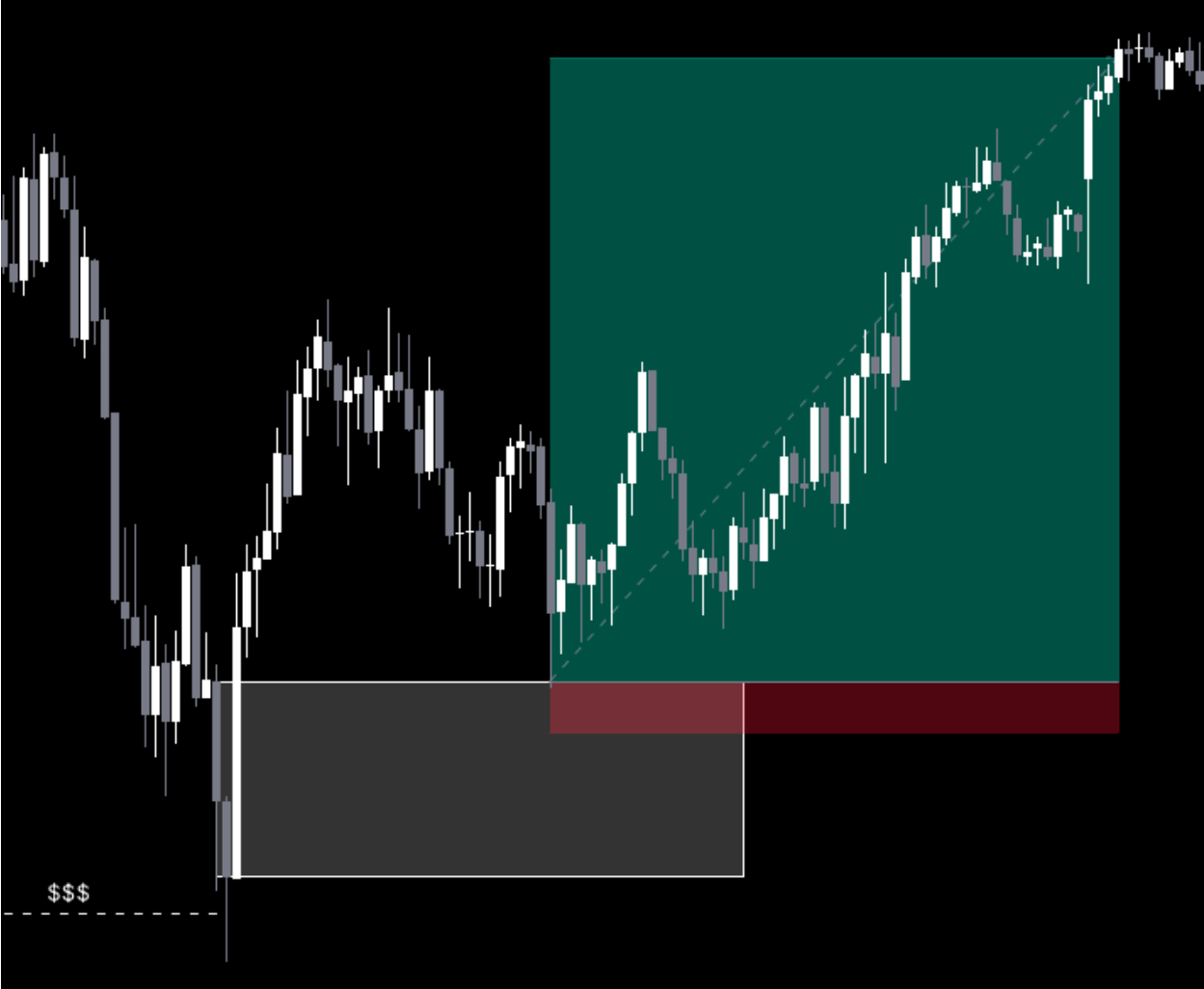


We enter at the order block and then we target opposing liquidity.

Those were the bullish and bearish template examples, lets see a few more trade examples with CSD;









now lets look at some HTF order blocks from which we can long or short on the LTF;



On the 1H timeframe, we have a CSD and an order block is formed;

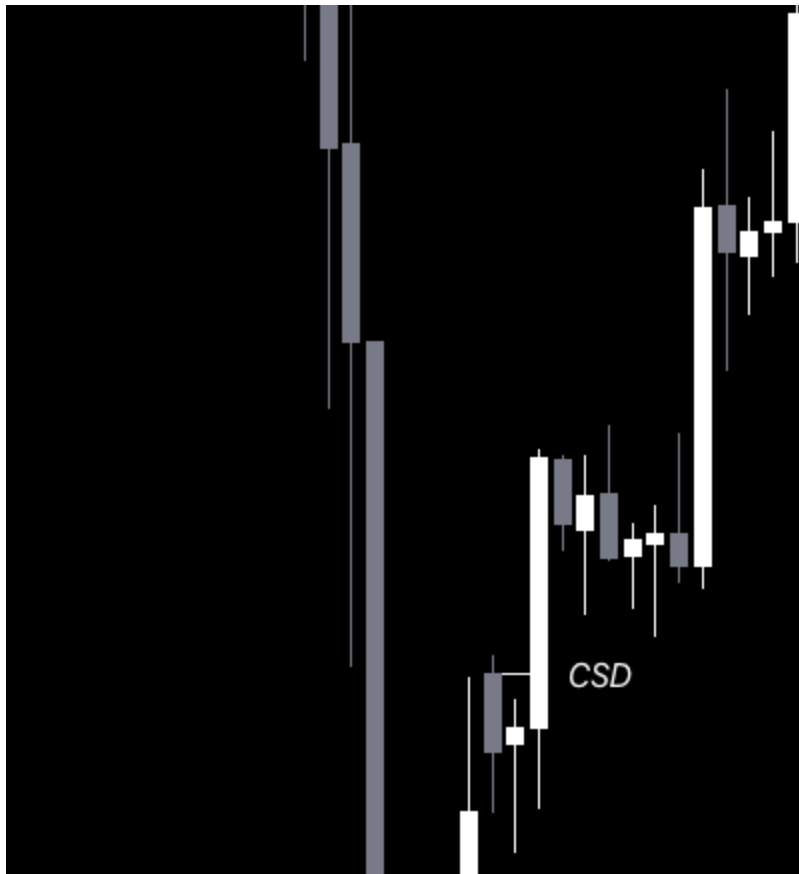


Eventually, we retrace back to that order block, and once we reach that zone we can look for LTF entries;

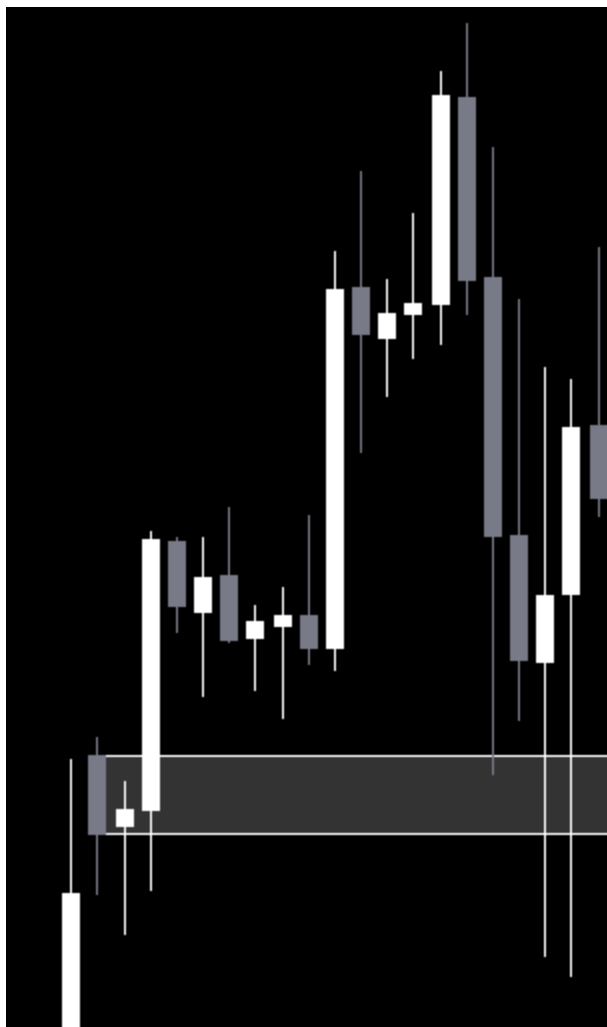


We again use the CSD concept on the LTF to enter and target opposing liquidity.

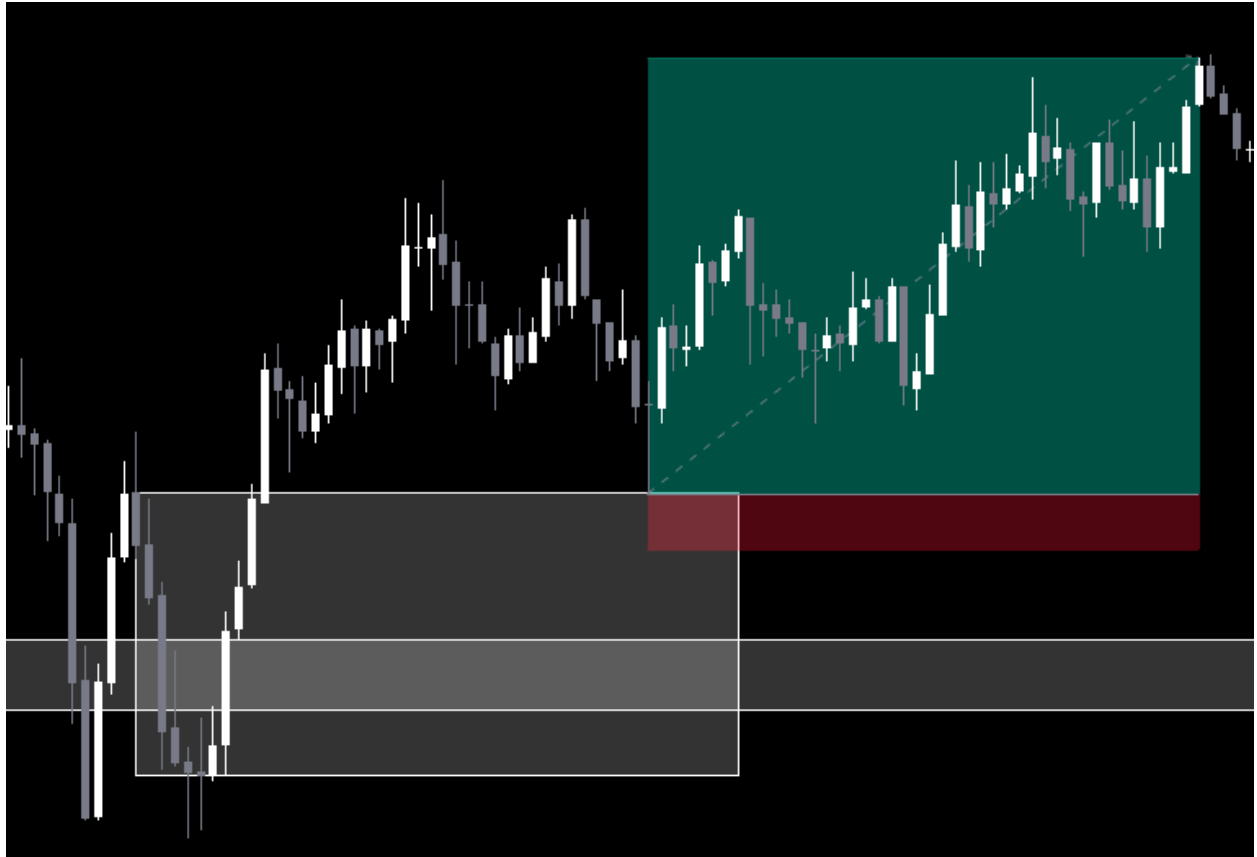
Lets look another example;



CSD on the 1H timeframe, giving us an order block;



We then have a retrace onto the order block, from which we will look for LTF entries;



We enter at the LTF CSD order block and we target opposing liquidity.