

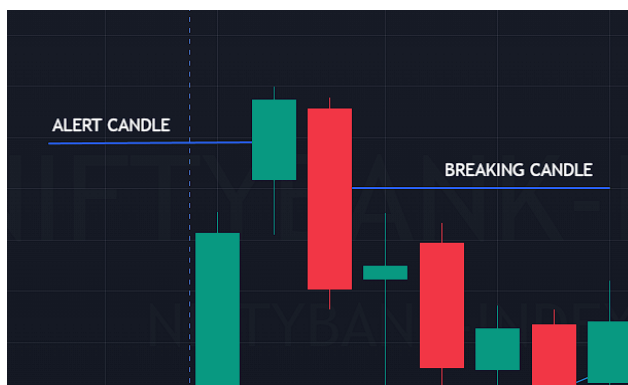
5 EMA STRATEGY

5 EMA stands for Exponential Moving Average. It is a strategy used with EMA indicator in the chart. Observed at 5 min time frame.

- This strategy is for buying PUT calls only.

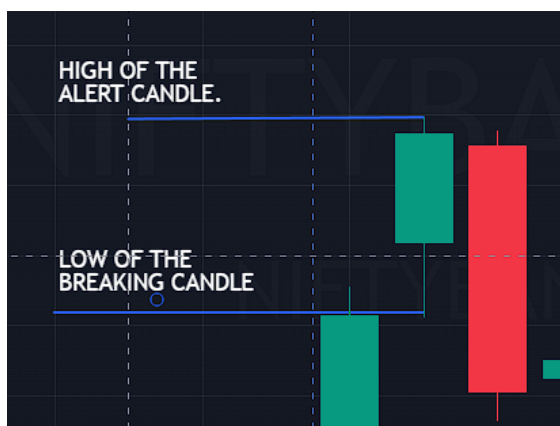
SETUP:

The setup forms when a candle breaks the low of its previous candle, the previous candle being an alert candle which closed above the 5 EMA line indicator not making any contact with it.



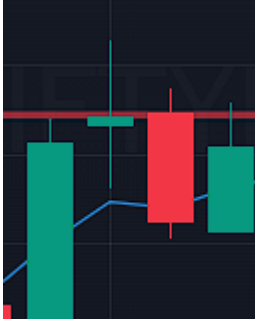
RULES FOR SETTING THE 5 EMA STRATEGY:

The entry in the trade will be at the price/ just after the price where the BREAKING CANDLE broke the low of the ALERT CANDLE. The stoploss being the high of the alert candle and target of the ratio 3.

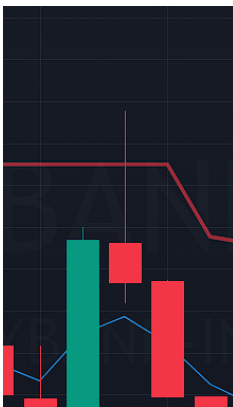


REGULATIONS DURING BACKTESTING AND LIVE TRADING:

- Max number of trades per day – 3.
- Maximum Stoploss set – 80 pts.
- Don't take trades that are too close to the EMA line indicator (1-5 pts).



- Once you complete the Target of the day. Don't trade any more on that day.
- The breaking candle should give a good amount of breakdown to the alert candle



- If your trade stretches till the end of the market, then close the trade where the price closed at the 03:20 pm candle.



Target is not hit, but the current pnl is 24 .85 pts. The order gets executed at 03:20 pm.

- ONLY APPLICABLE FOR LIVE MARKET: If the day high is formed near your current 5 EMA setup, then you can set the day as your stoploss (Optional-high risk high reward).
- Do not take the trades formed right where your previous trade has ended (If Setup is formed that is).