\*\*Trading Strategies and Tips from Deon’s Session\*\*

### 1. \*\*Analysis Process for Placing Trades\*\*

- Start with the \*\*4-hour chart\*\*:

- Mark the high and low with the rectangle tool.

- Check for \*\*consolidation zones\*\*:

- Start with the 1-hour chart.

- If not visible on the 1-hour, check the 30-minute, 15-minute, and finally the 5-minute.

- Consolidation may begin on the 5-minute and develop into higher timeframes (e.g., 15-minute, 30-minute).

- Follow consolidation patterns and watch for potential breakouts across timeframes.

### 2. \*\*Entry Strategy\*\*

- Use the \*\*5-minute chart for entries\*\*:

- Consolidation zones and ranges on the 5-minute chart provide the most defined price action.

- Look for exhaustion and structure after breakouts.

- Place \*\*buy or sell stops\*\*:

- Avoid entering on initial breakouts.

- Wait for the pullback to confirm structure.

- Place stops at newly created highs (for buy stops) or lows (for sell stops).

### 3. \*\*Avoiding Fakeouts\*\*

- \*\*Fakeouts defined\*\*: When price appears to break out of a range but reverses back into it.

- To avoid losses:

- Observe price action carefully and wait for confirmation before entering.

- Set stops based on observed support/resistance or consolidation boundaries.

- Use fakeouts as potential setups:

- If price re-enters a range after a fakeout, consider placing a stop order in the direction of the expected continuation.

### 4. \*\*Position Management\*\*

- \*\*Stack positions\*\* to build up to a desired lot size:

- Example: Use smaller increments (e.g., 0.25 lots) to build up to a total of 2 lots.

- Use a \*\*mental stop loss\*\*:

- Set an initial mental stop, then move it to breakeven or profit once the trade moves favorably.

- \*\*Minimize drawdown\*\*:

- Focus on clean entries and avoid overleveraging.

- Monitor spreads and ensure ample distance between stop orders and current price to avoid accidental triggers.

### 5. \*\*Key Indicators and Tools\*\*

- \*\*Rectangle Tool\*\*: Use to mark consolidation zones and ranges.

- Base rectangles on \*\*candle bodies\*\* (not wicks) to avoid misleading entries.

- \*\*Price Action\*\*: Read wicks and candles for signs of exhaustion and direction.

- Example: Long wicks may signal reversal or continuation.

### 6. \*\*Time of Day for Trading\*\*

- Entries can be made \*\*any time of day\*\*:

- Key is to follow price action and identify strong setups.

- Consider \*\*order flow\*\*:

- Watch transitions between sessions (e.g., Asian to London, London to New York).

- Avoid trading during \*\*news events\*\* unless the reaction aligns with your analysis.

### 7. \*\*Higher Timeframe Analysis\*\*

- Focus on \*\*4-hour and lower timeframes\*\* for intraday trading.

- Use daily or weekly charts only for identifying major support/resistance or equal highs/lows.

- Intraday trading minimizes reliance on higher timeframes.

### 8. \*\*Addressing Common Challenges\*\*

- \*\*Managing fakeouts\*\*:

- Wait for confirmation before entering a trade.

- If a fakeout occurs, wait for price to stabilize within a new range.

- \*\*Dealing with losses\*\*:

- Stick to the strategy and avoid emotional decision-making.

- Accept losses as part of the process; they provide learning opportunities.

- \*\*Patience\*\*:

- Wait for clean setups and don’t force trades.

### 9. \*\*Risk and Lot Sizing\*\*

- Avoid overleveraging by limiting lot sizes relative to account size.

- Example: For a $10,000 account, use a maximum of 2 lots.

- Always ensure sufficient margin and account for potential drawdowns.

### 10. \*\*General Tips for Successful Trading\*\*

- \*\*Stick to the plan\*\*:

- Follow a consistent approach based on your strategy.

- \*\*Record setups\*\*:

- Document and review trades to identify strengths and weaknesses.

- \*\*Adapt but stay consistent\*\*:

- Refine your approach as needed but avoid overcomplicating.

### 11. \*\*Non-Trading Time\*\*

- Utilize weekends for trading Bitcoin and reviewing performance.

- Spend time with family or engage in other activities to maintain balance.

### 12. \*\*Final Advice\*\*

- Simplicity is key:

- Avoid overcomplicating analysis with unnecessary indicators.

- Focus on price action and clean setups.

- \*\*Stay disciplined\*\*:

- Follow your strategy rigorously and resist impulsive trades.

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