

## Jiquidity - cheat sheet

Liquidity plays a large part in our trading. If you understand liquidity you can avoid getting caught in retail traps and instead use the action of the market to capture winning trades against the crowd.

Let's take a look at some basic retail patterns affected by liquidity:

Equal high liquidity **Equal low liquidity** Double tops Double bottoms Trend line liquidity Symmetrical triangle patterns Descending/ascending triangle patterns Head & shoulders patterns