4 signals for the continuation of bullish or bearish trends

There can also be phases in the crypto cycle that do not show a clear change for an uptrend or a downtrend. These phases are then called trend continuations. We use 4 signals to show you how you can recognize that the trend is continuing.

1. Doji

Characteristics: When a market opens and closes at almost the same price, the candles resemble a cross or a plus sign - traders should look for a short to non-existent body with shadows of varying lengths. The Doji pattern depicts a conflict between buyers and sellers that ultimately yields no net gain for either side. A doji alone is a neutral signal, but it can also appear in reversal patterns such as the bullish Morning Star or the bearish Evening Star.

2. Spinning top

Features: The Spinning Top candlestick pattern has a short body sandwiched between shadows of equal length. The pattern indicates indecisiveness in the market, which does not bring about a significant change in price: the bulls push the price higher, while the bears push it back down. Spinning tops are often interpreted as periods of consolidation or calm following a significant uptrend or downtrend. On its own, the spinning top is a relatively benign signal, but it can also be interpreted as a warning as it suggests that the current market pressure is losing control.

3. Falling Three Method

Characteristics Three Method formation patterns are used to predict the continuation of any current trend, whether bearish or bullish.

The bearish pattern is called "Falling Three Methods". It consists of a long red body, followed by three small green bodies and one more red body – the green candlesticks are completely enclosed in the bearish body area. It shows traders that the bulls do not have enough strength to reverse the trend.

4. Rising three methods

Characteristics Exactly the opposite is the case with the bullish candlestick pattern, which is called "Rising Three Methods". It consists of three short red candlesticks, which are within the range of two long green candlesticks. The pattern shows traders that despite selling pressure, buyers remain in control of the market.