

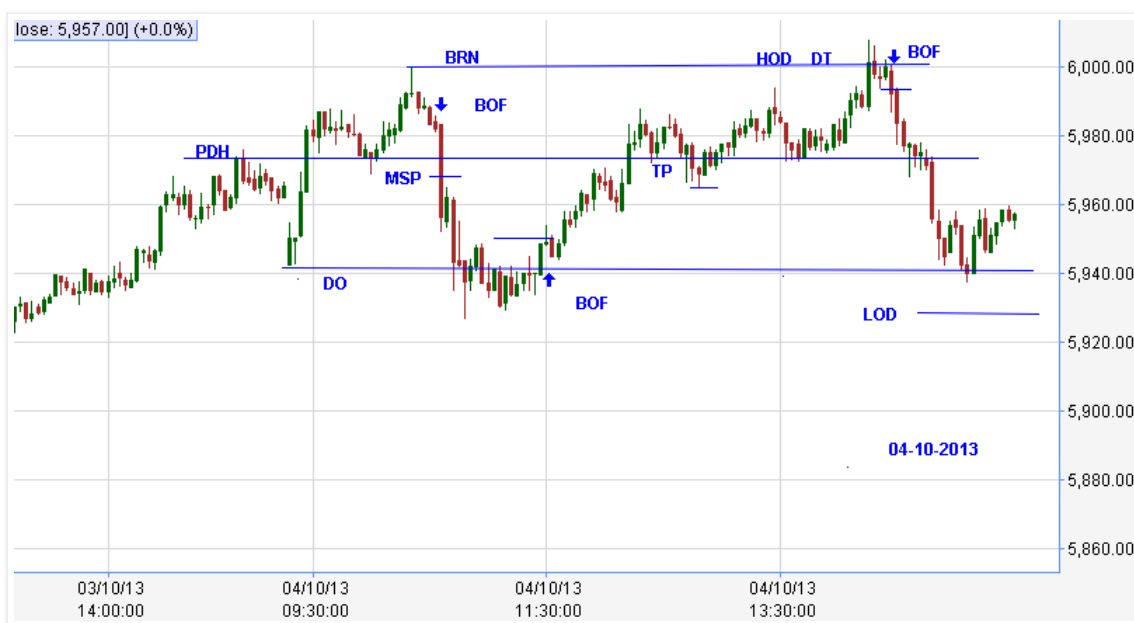


This image is no longer available. Visit [tinypic.com](http://tinypic.com) for more information.

*There is a substantial risk of loss associated with trading Derivatives . Losses can and will occur. My methods will not ensure profits*

Friday, October 4, 2013

04102013



Nifty opened below PDC and spiked. Broke PDC and PDH. Skipped the BPB of PDH as BRN was very near. Price tested BRN and fell. Shorted below the MSP. TP when break below DO failed to continue. Long on the BOF of DO. TP on fall below PDH. Last trade was the DT BOF of BRN/HOD. Nice 50 point move down.

Posted by [SMART Trader](#) at 3:32 PM



## 18 comments:

Anonymous [October 4, 2013 at 5:19 PM](#)

cant v take the first short directly below that 2nd bar(10.25 i guess) after touching BRN which formed a pivot low(same like u took that 2nd short)

Reply



[SMART Trader](#) [October 4, 2013 at 5:33 PM](#)

Anon  
You can take  
But there is a very high probability of price bouncing from PDH/MSP/PDC cluster.

ST

Reply

Anonymous [October 4, 2013 at 7:30 PM](#)

what is full form of pdh pdc n all?  
please tell so we can understand..

Reply

[SMART Trader](#) [October 4, 2013 at 8:34 PM](#)



Anon  
Kindly check the glossary

ST  
Reply

**Anonymous** [October 4, 2013 at 8:59 PM](#)

Hello sir,  
There is lil confusion in this last trade ,there was a big green candle which broke HOD so in the sense we have to see that candle Breakout .  
so how you took that Risk before that candle breakout !!!!!..

Guptak03  
Reply



**SMART Trader** [October 4, 2013 at 9:22 PM](#)

Gupta  
I was very confident about the trade. So took the first opportunity.  
Alternatively you can enter at the break of the Master candle low  
The concept is the rejection of price level 6000.entry location etc are just tactics only.  
Acceptance and rejection of Decision point is the core concept on which the method is built

ST  
Reply

**Anonymous** [October 5, 2013 at 12:16 AM](#)

Sir,  
  
I have traded all the BOF today on wrong side and had big loss. Is there a way of trading the breakouts and break out failures? Often i see in NF we dont get any chance to trade a big breakout if we keep waiting for retracement. So, i try to take positions on breakouts itself. Is that wrong? How do we identify valid breakouts and BOFs ?

Reply

**Anonymous** [October 5, 2013 at 3:07 AM](#)

why the trade "Long on the BOF of DO. " was not terminated below msp when the price coreected/ breached to pdc  
shai  
Reply



**SMART Trader** [October 5, 2013 at 9:11 AM](#)

Shai  
  
Where is the MSP of that up move ?  
I don,t find any.  
Did you notice anything special in the previous two moves between 5940-5980 ? That is why I stayed with the trade.

ST  
Reply



**SMART Trader** [October 5, 2013 at 9:20 AM](#)

Anon  
"How do we identify valid breakouts and BOFs ?"  
Simple question. But the entire trading community is struggling for a century to find an answer.

ST  
Reply

**Anonymous** [October 5, 2013 at 11:42 AM](#)

sir,  
  
all ur entries are on crack of pivots alone, or do u also take bar level entries also?  
Reply



**SMART Trader** [October 5, 2013 at 1:51 PM](#)

Anon  
  
Not all entries are pivot cracks  
Sometimes it is the break of MC or last significant candle.  
My entries are always where I expect some order flow in my favour. Another thing is as far as possible I enter at probable flips.  
Real entry trigger is TST,BPB,BOF patterns. To make it safer I wait for a formation and enter on break of it

ST

Reply

Anonymous [October 5, 2013 at 3:10 PM](#)

"Did you notice anything special in the previous two moves between 5940-5980? That is why I stayed with the trade."  
i believe it was fluid state, or any other factor also?

shai

Reply

Anonymous [October 5, 2013 at 3:16 PM](#)

my earlier question was wrongly posed, i apologize for the same. the question i intended was

why the trade "Long on the BOF of DO. " was not terminated when the price corected/ breached to pdc (below earstwhile msp level shown in figure)

shai

Reply



**SMART Trader** [October 5, 2013 at 6:02 PM](#)

Shai

Yes it was a fluid. Even during the last down move it acted as a fluid.

MSP is always relevant for the current move only.

PDC and PDH were broken both sides earlier and are not Virgin levels. In my experience PDC is not a prominent level as PDH or PDL. To work well DPs should be very clearly visible to all

ST

Reply



**SMART Trader** [October 5, 2013 at 6:13 PM](#)

shai

Further, think about the order flow.

Critical mass was short and wanted to exit. People have shorted heavily on break of MSP and further on break of DO/LOD. I expected a reasonable up move and stayed with the trade

ST

Reply

Anonymous [October 6, 2013 at 2:29 AM](#)

"Even during the last down move it acted as a fluid" do you mean gap down ( 5940-5980) may also be taken as fluid, and so the consequent move like fluid after DO

Shai

Reply



**SMART Trader** [October 6, 2013 at 9:30 AM](#)

shai

Gaps, WRB and spikes may act as fluid

There are no certainties in Markets. It is just an element in the overall decision making process

ST

Reply

---

Add comment

Note: Only a member of this blog may post a comment.

Enter your comment...



Comment as: [Google Account](#)

**Publish**

Preview

[Newer Post](#) . . . . . [Home](#) . . . . . [Older Post](#)

Subscribe to: [Post Comments \(Atom\)](#)

---

#### Important Posts

- [Disclaimer](#)
- [Glossary](#)
- [Rants 'n Raves](#)
- [Structure and Patterns](#)

#### Download E-Books

- [Decision Points](#)
- [Structure and Patterns](#)
- [Rants N Raves](#)
- [TRADE-SCORE](#)
- [Video Promo](#)

[Statcounter](#)

#### Reciprocal Links

- [Lance Beggs @ YTC](#)
- [URD @ charttechnicals](#)
- [KPL @ vfmindirect](#)

#### Blog Archive

- [2015](#) (100)
- [2014](#) (274)
- ▼ [2013](#) (299)
  - [December](#) (25)
  - [November](#) (25)
  - ▼ [October](#) (27)
    - [31102013](#)
    - [30102013](#)
    - [29102013](#)
    - [28102013](#)
    - [Pink Eye](#)
    - [Breakout Blues](#)
    - [25102013](#)
    - [24102013](#)
    - [23102013](#)
    - [22102013](#)
    - [21102013](#)
    - [Sniper Shots](#)
    - [18102013](#)
    - [Rate the blog](#)
    - [17102013](#)
    - [15102013](#)
    - [14102013](#)
    - [Drug Your Trading](#)
    - [11102013](#)
    - [10102013](#)
    - [09102013](#)
    - [08102013](#)
    - [07102013](#)
    - [Initial Stops](#)
    - [04102013](#)
    - [03102013](#)
    - [01102013](#)
  - [September](#) (26)
  - [August](#) (22)
  - [July](#) (26)
  - [June](#) (26)
  - [May](#) (25)
  - [April](#) (15)
  - [March](#) (25)
  - [February](#) (25)
  - [January](#) (32)
- [2012](#) (338)