

The Side Method

Introduction.

The Side Method is a simply but powerful Cross method.

This system made the trade very profitable as it easy to understand, easy to implement and easy to find the right entry-points.

What do you need?

- 1H (of 30MIN, but you will get wore whipsaws) candlesticks/bar charts
- 18 EMA & 28 EMA (put them in red)
- 5 WMA (in blue) & 8 WMA (in yellow)

The 18 EMA & 28 EMA are two red lines who form a tunnel, these will help you to determine the start of a trend and the end of a trend. _ Long term

The WMA & 8 WMA will show you when to enter a trend, they will also help you to see the strength of the trends. _ Short term

Entry Signals

! You should only open a position, when the red tunnel is extremely narrow or crossed !

LONG: 5 WMA & 8 WMA cross the red tunnel upwards.

If the 5 WMA also crosses the 8 WMA upwards, then the signal is extra strong.

SHORT: 5 WMA & 8 WMA cross the red tunnel downwards.

If the 5 WMA also crosses the 8 WMA downwards, then the signal is extra strong.

Exit Signals

Signals that show the end of the chosen trend:

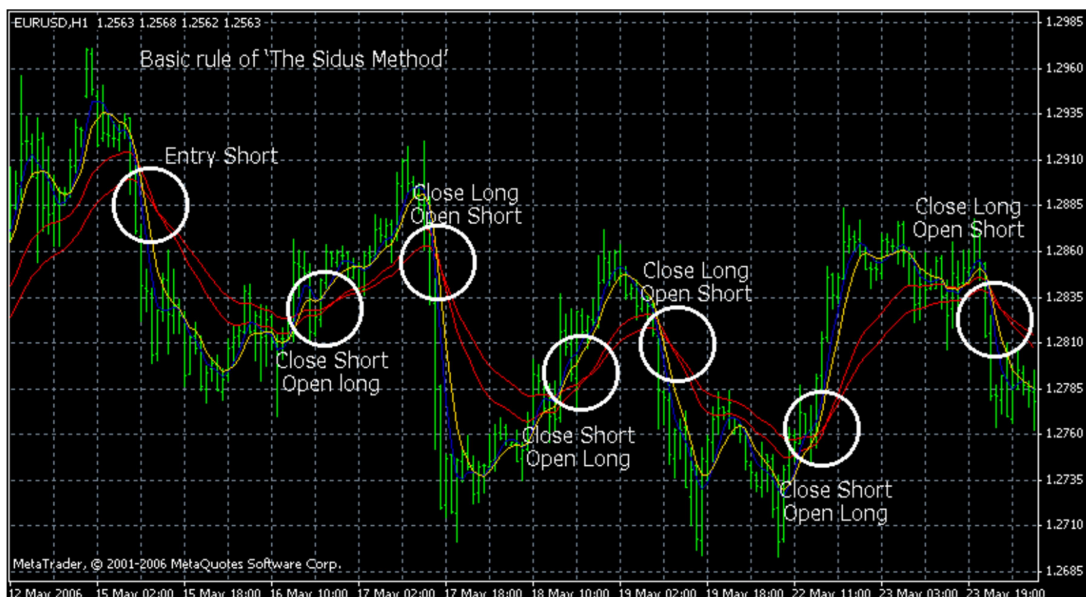
- Long: The price has reached a top and 5 WMA dives under 8 WMA _ Close position
- Short: The price has reached a bottom and 5 WMA jumps above 8 WMA _ Close position

Always close your position when boundary of the red tunnel cross each other or when they become so narrow that they are one! This is a clear sign of a trend reversal. After you see this, close your position and open a new position in the other way (If you were long, close, open a short position)

When in a trade and the 5 WMA & 8 WMA cross the red tunnel -> Pay attention! As long as the red tunnel boundary's doesn't cross each other there is no problem, but often this is a sign that they will!

Basic rule

Enter a position where the red tunnel boundary's cross and exit that position when they cross again. Always use a stop loss - I recommend a 10-15 pip stop loss



Example trades





Remarks

Money management is THE holy grail of forex trading! Please think about this and implement it. If you use this system it will give you nice rewards, but use money management to give you larger returns!

This method was manually back tested in real time on EUR/GBP and EUR/USD. I can only say it works for these pairs, as I didn't test with others.

