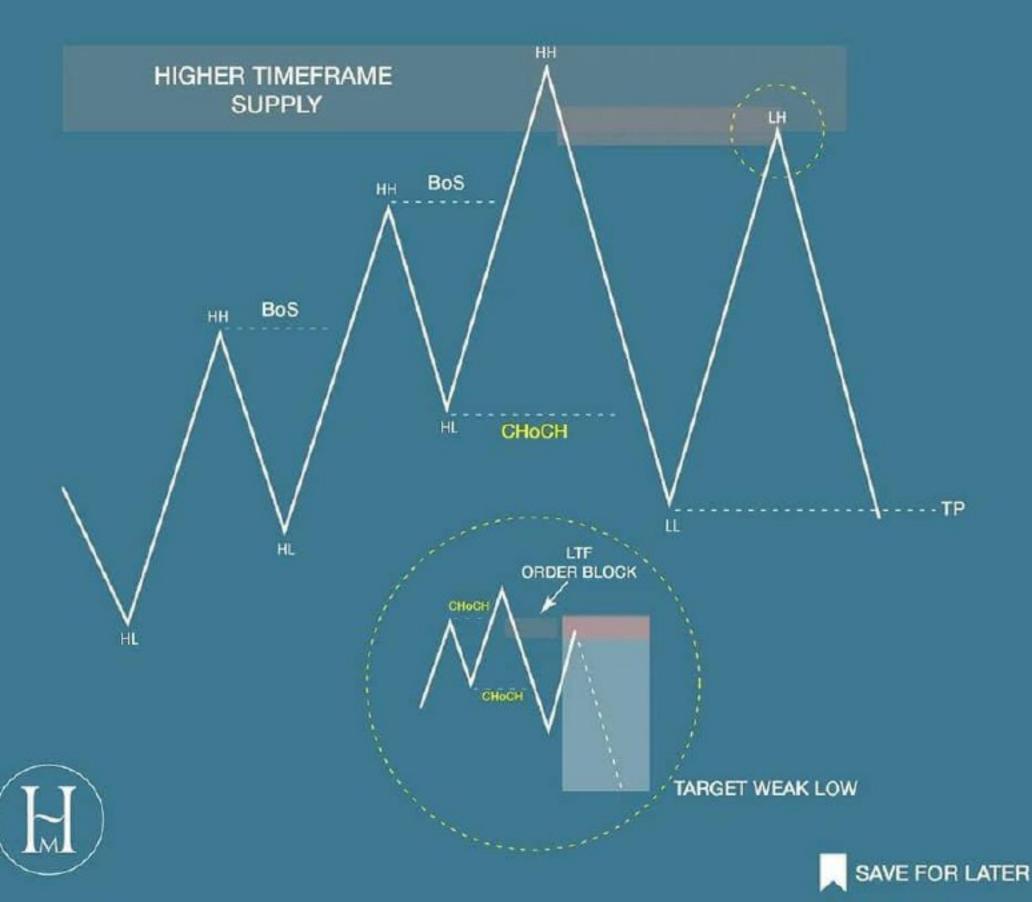
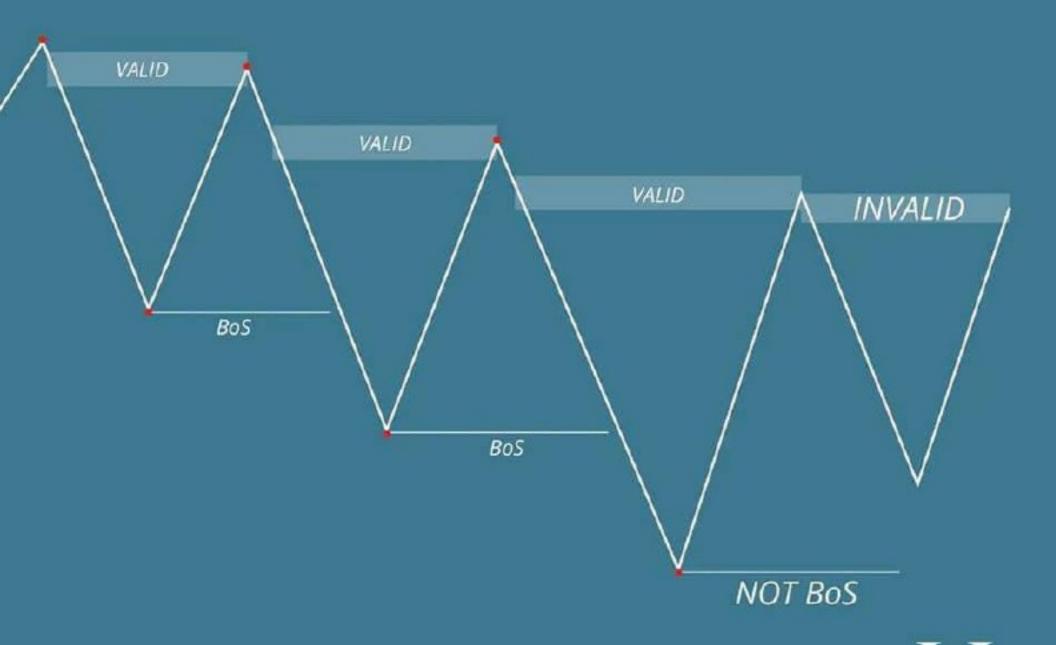
HOW TO TRADE REVERSALS



VALID / INVALID BREAK OF STRUCTURE





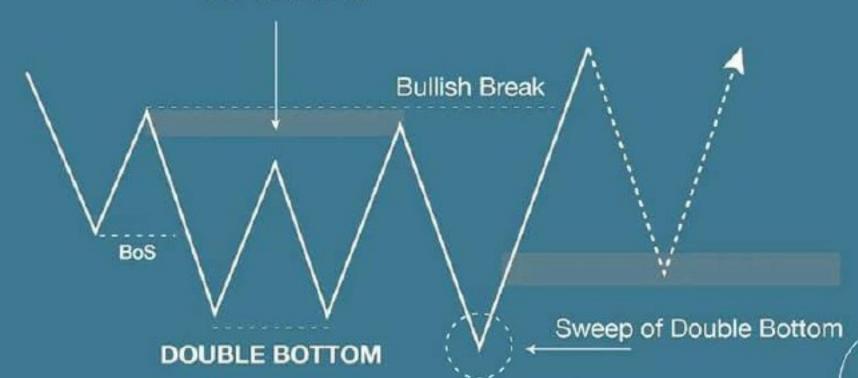
TYPES OF LIQUIDITY



Bearish Break

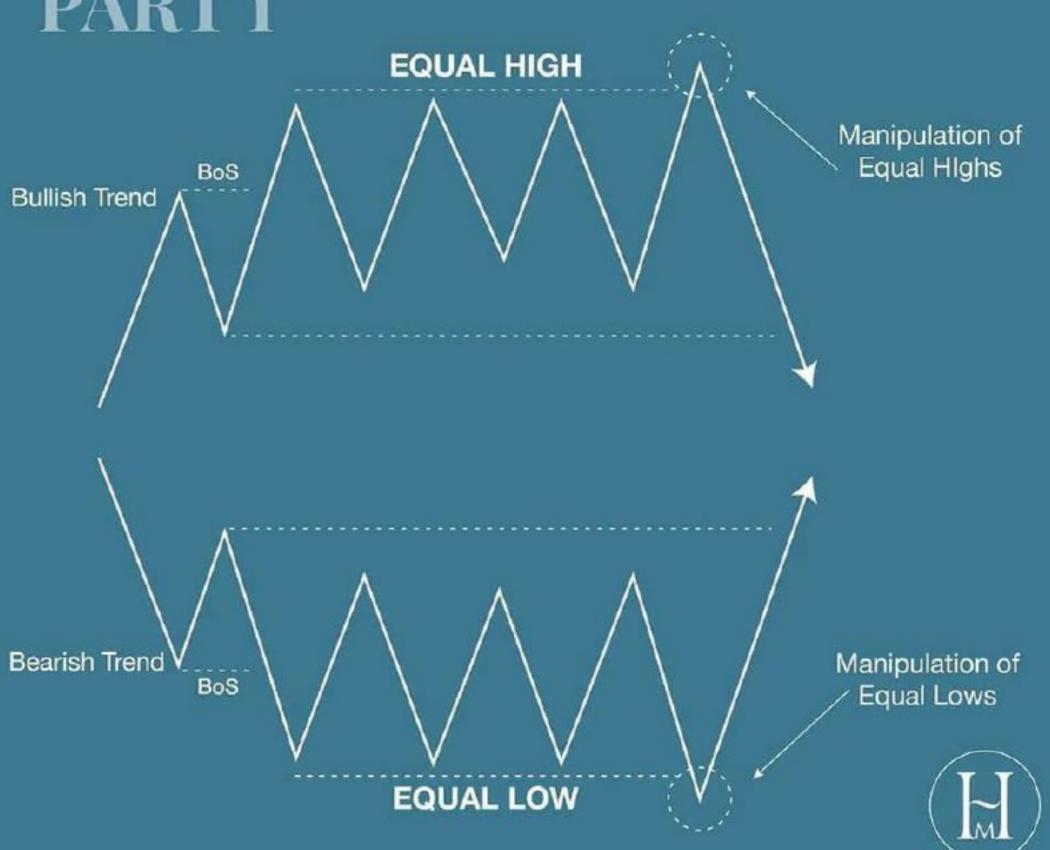
INDUCEMENT

BoS



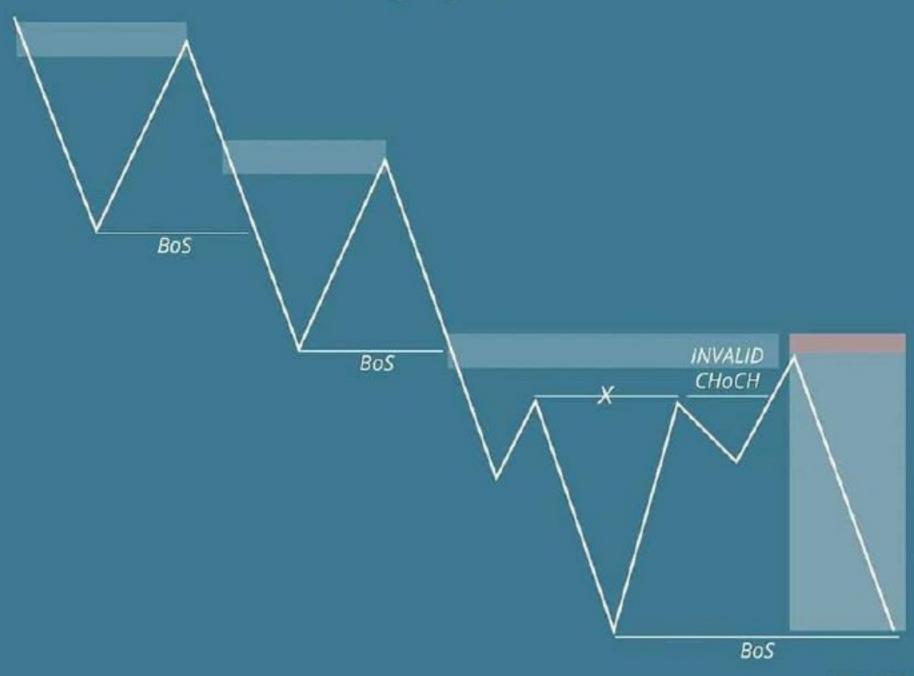
MANIPULATION

TYPES OF LIQUIDITY PART 1



CHANGE OF CHARACTER

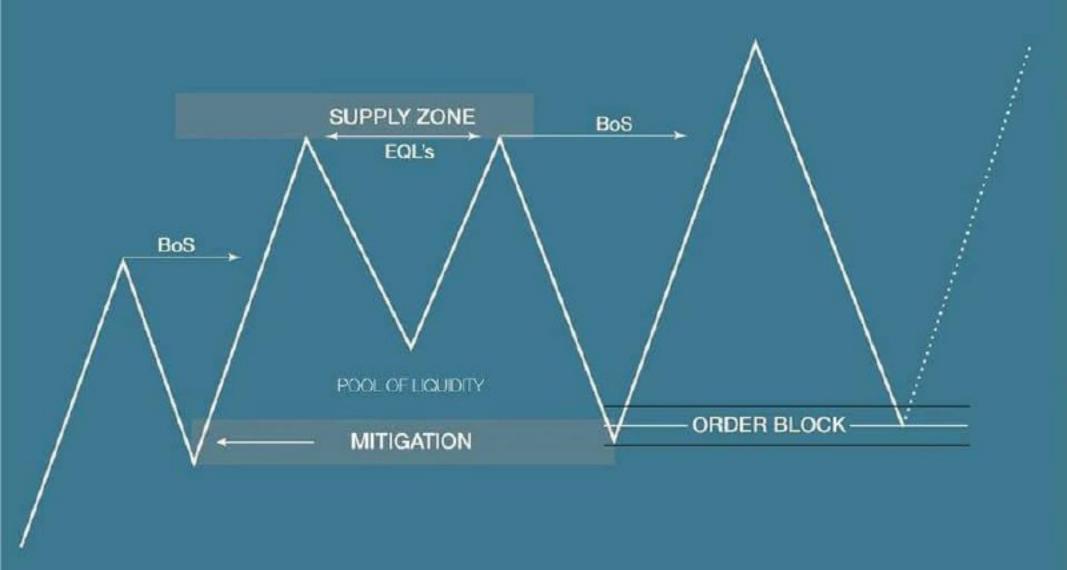
Not every structure change is a change of character



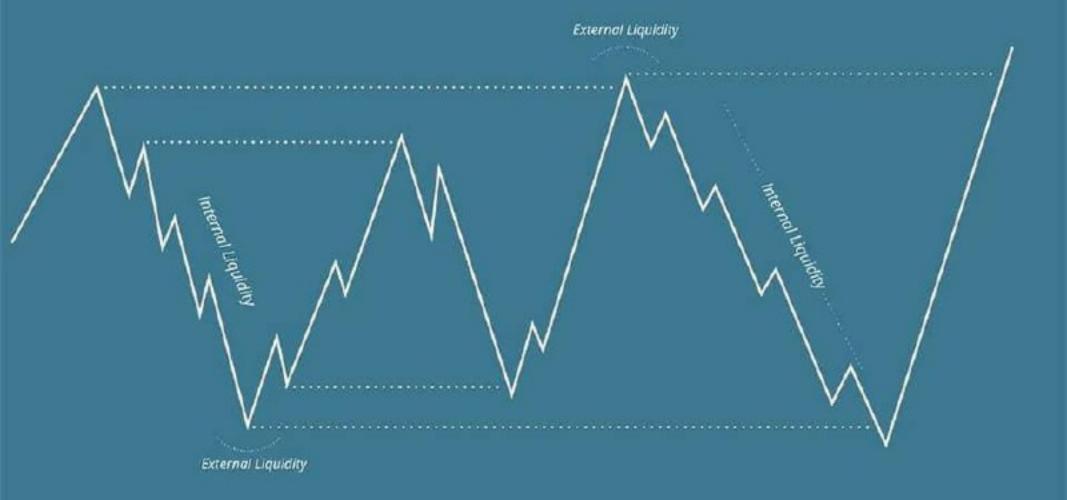
Smart Money Concepts is not just about Break of Structure and Change of Character



CONTINUATION TRADE FLIP & LIQUIDATION

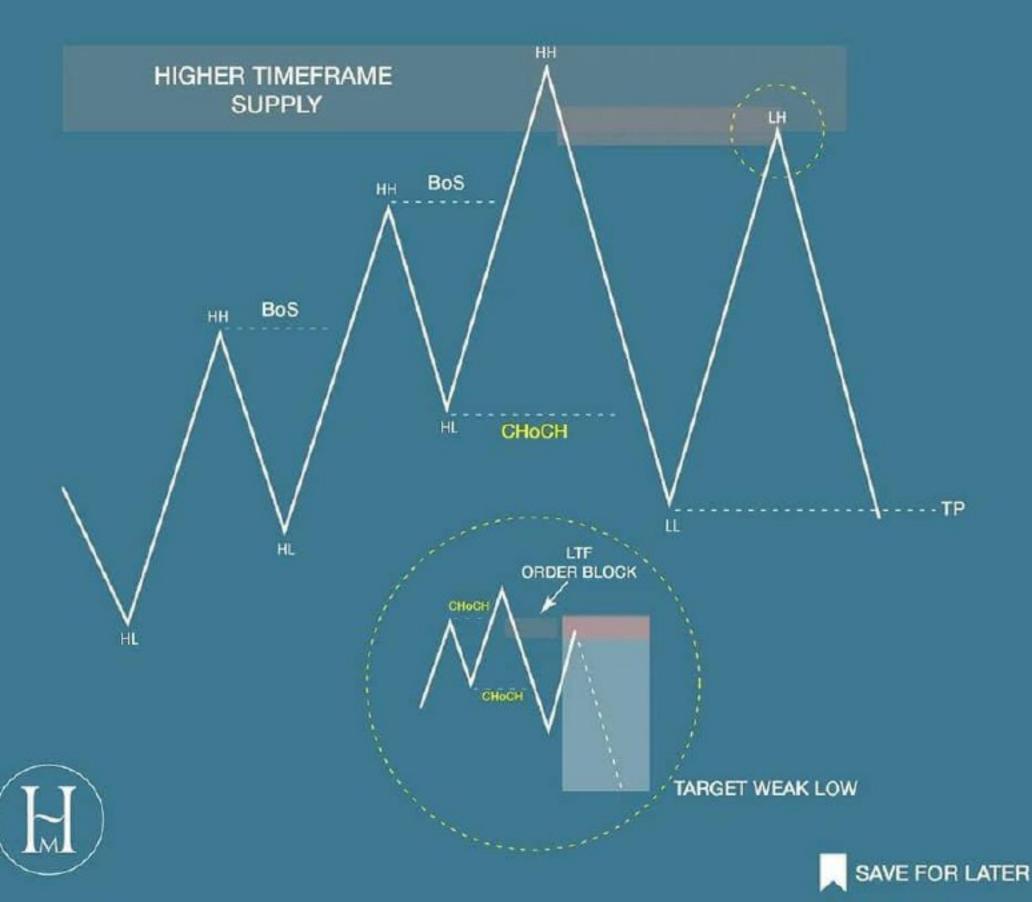


LIQUIDITY SWEEP EXTERNAL & INTERNAL





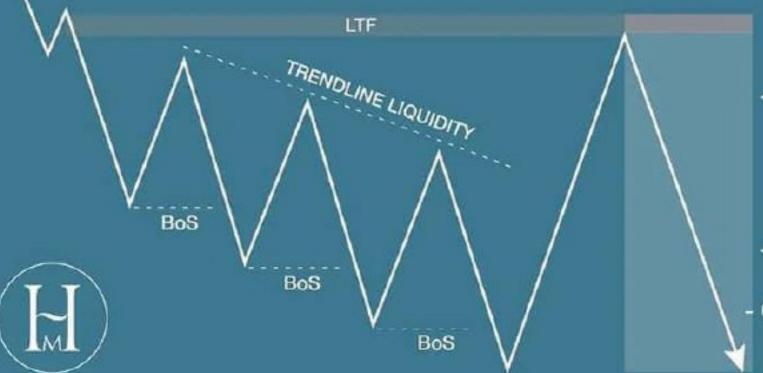
HOW TO TRADE REVERSALS



TYPES OF LIQUIDITY PART 3

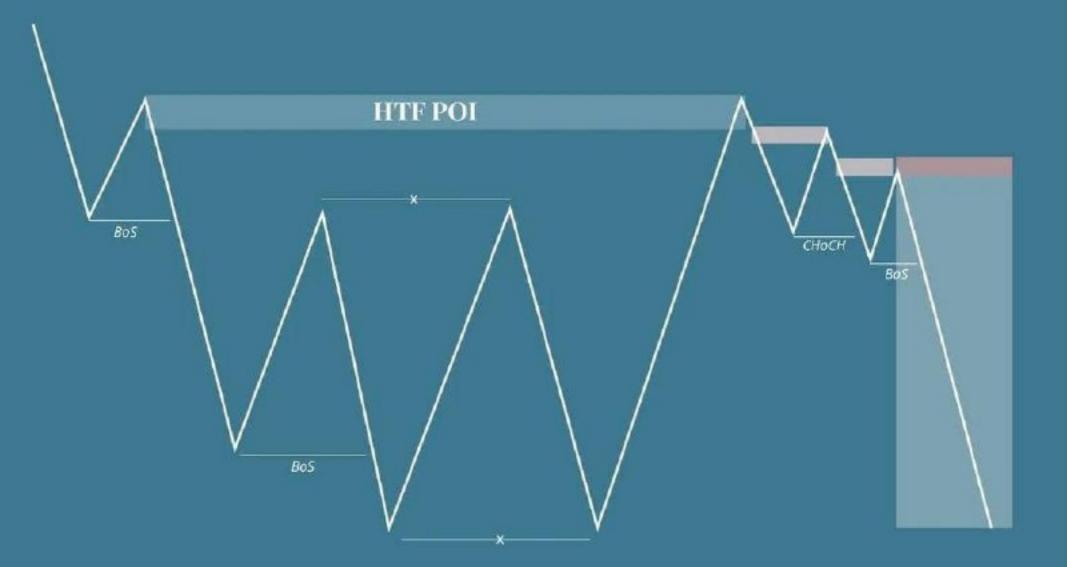


- Continuation Trend
- Price sweeps liquidity below trendline and removes all players with long positions
- Taps LTF demand/OB
 - Continues it upward journey



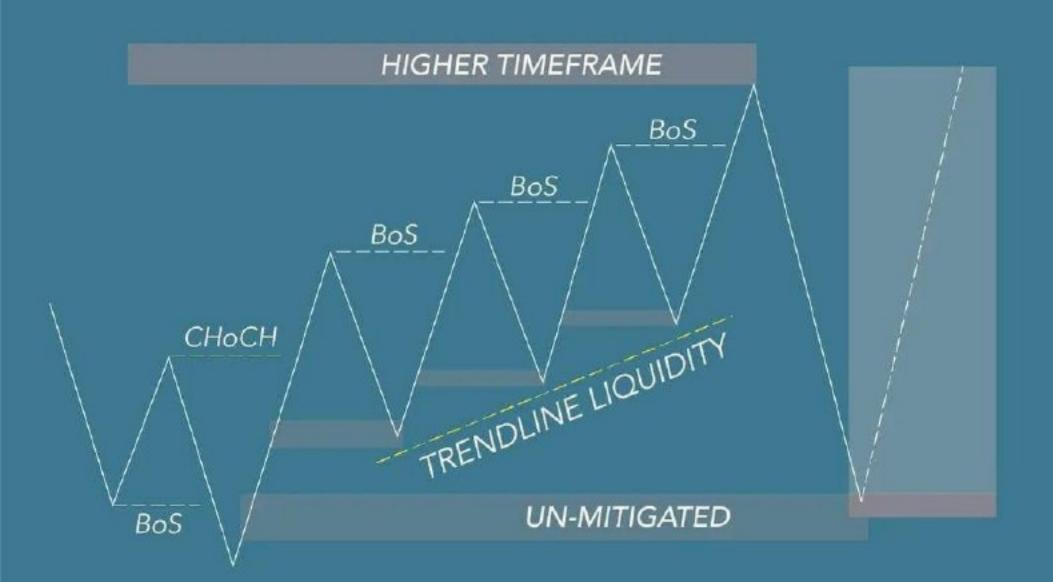
- Continuation Trend
- Price sweeps liquidity above trendline and removes all players with short positions
- Taps LTF demand/OB
- Continues it downward journey

RANGE SWEEP ENTRY MODEL

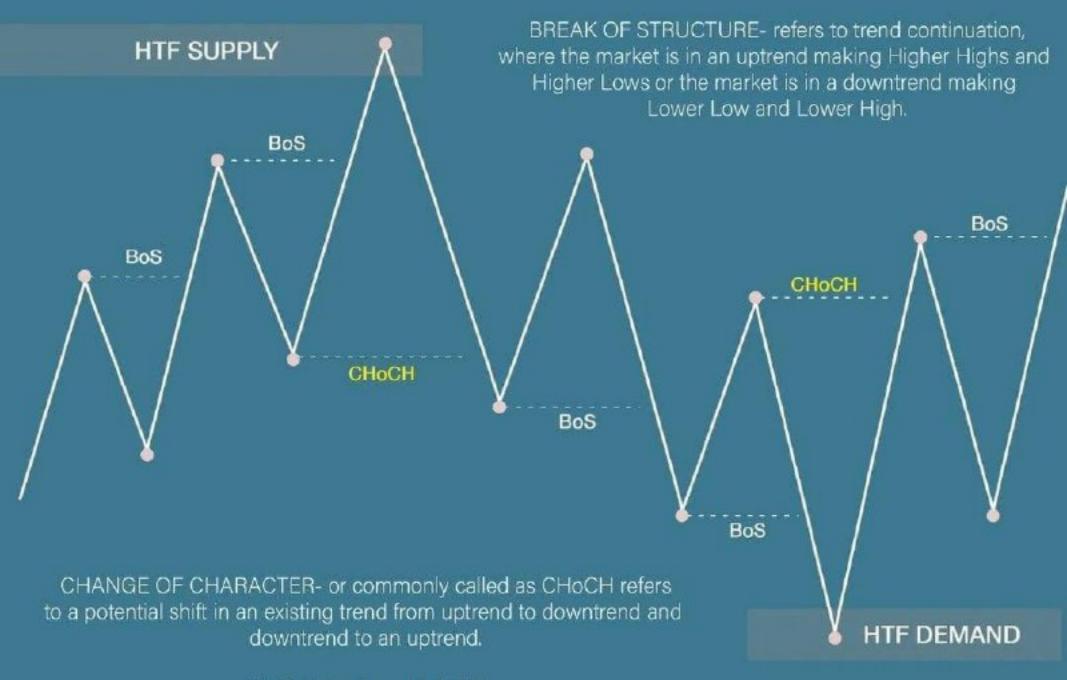




TRENDLINE LIQUIDITY HIGH PROBABILITY TRADE



BOS vs CHOCH

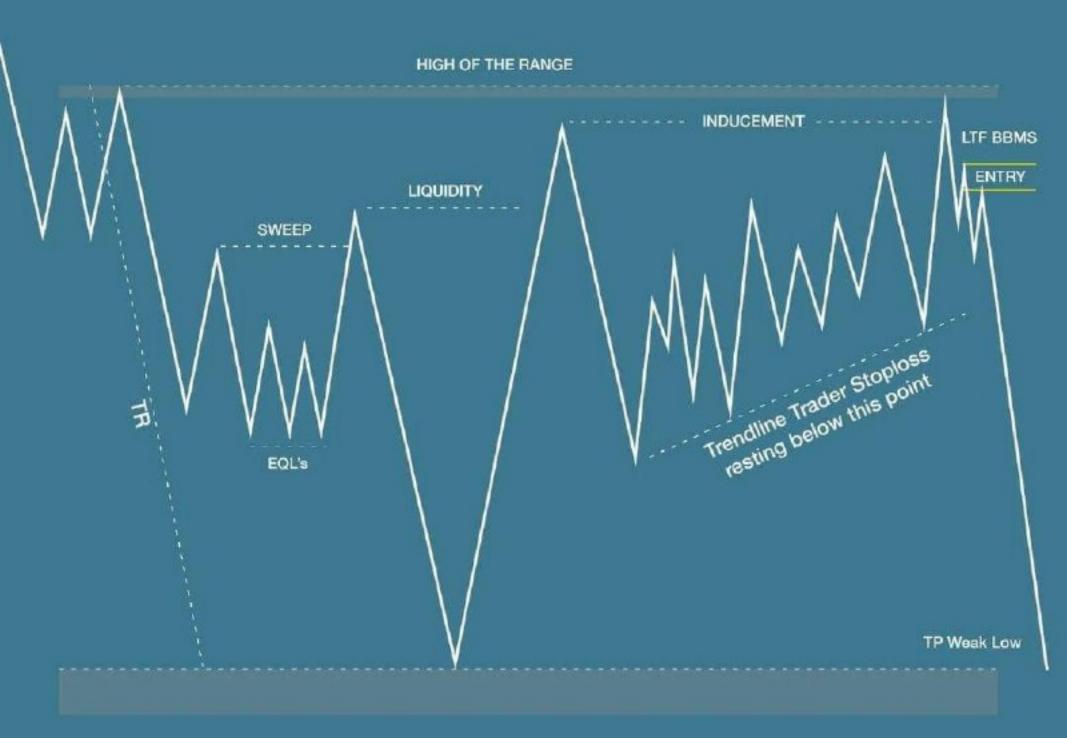








TRENDLINE LIQUIDITY





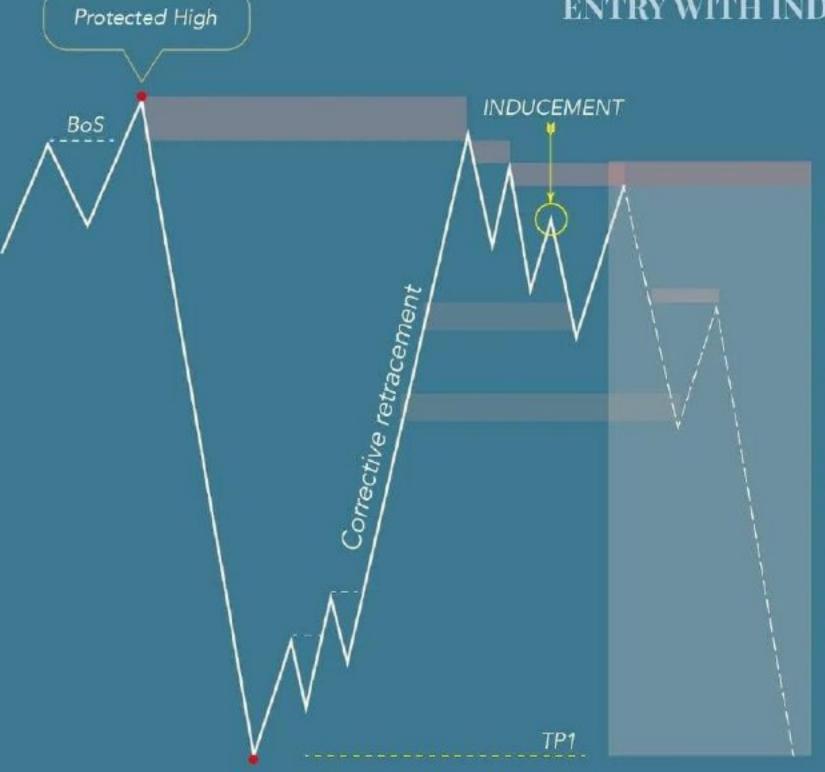
"Ask this to yourself"

Q) Why is price going up in a bearish market?



PROTECTED HIGH

ENTRY WITH INDUCEMENT



PREMIUM DISCOUNT NON-MITIGATED AREA

PREMIUM

DISCOUNT

NON MITIGATED AREA

Inducement

(swing low, liquidity hunt)

CONTINUATION TRADE INDUCEMENT

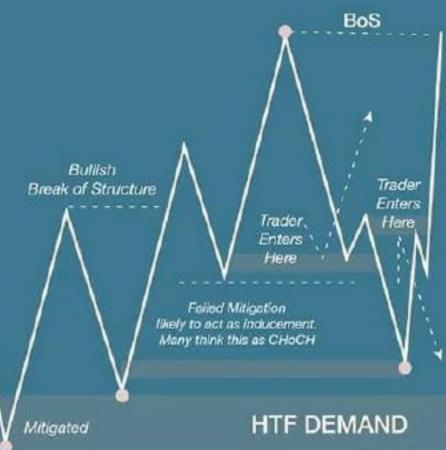
Break of Structure



The Market was in a downtrend, creating Lower Highs and Lower Lows. In the last leg of the move, market created equal highs and showed a bearish break of structure; inducing traders to go short after retracement to Supply Area.

However, they were stopped out with the push to NON Mitigated area and then market showed a bearish break of structure, leaving traders clueless of the move.

- Market reached HTF Demand area and showed bullish ——
 intent- created Bullish Break of Structure.
- The Next break of the structure failed to mitigate the demand area.
- With another break of structure to upside traders marked out order block and plans to take the market up upon retracement.
- Price hits the OB and the trader is happy about the trade- the account is profitable.
- A sudden push to the downside, the trader is pushed out of the market.
- Trader thinks the market has created a CHOCH, identifies OB and plans to take market downside.
- Price hits the OB, the account is profitable and again with a sudden push the trader gets stopped out again.



NOW THE TRADER IS CLUELESS

CONTINUATION TRADE INDUCEMENT

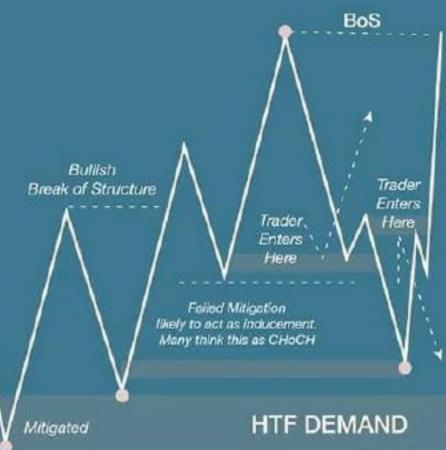
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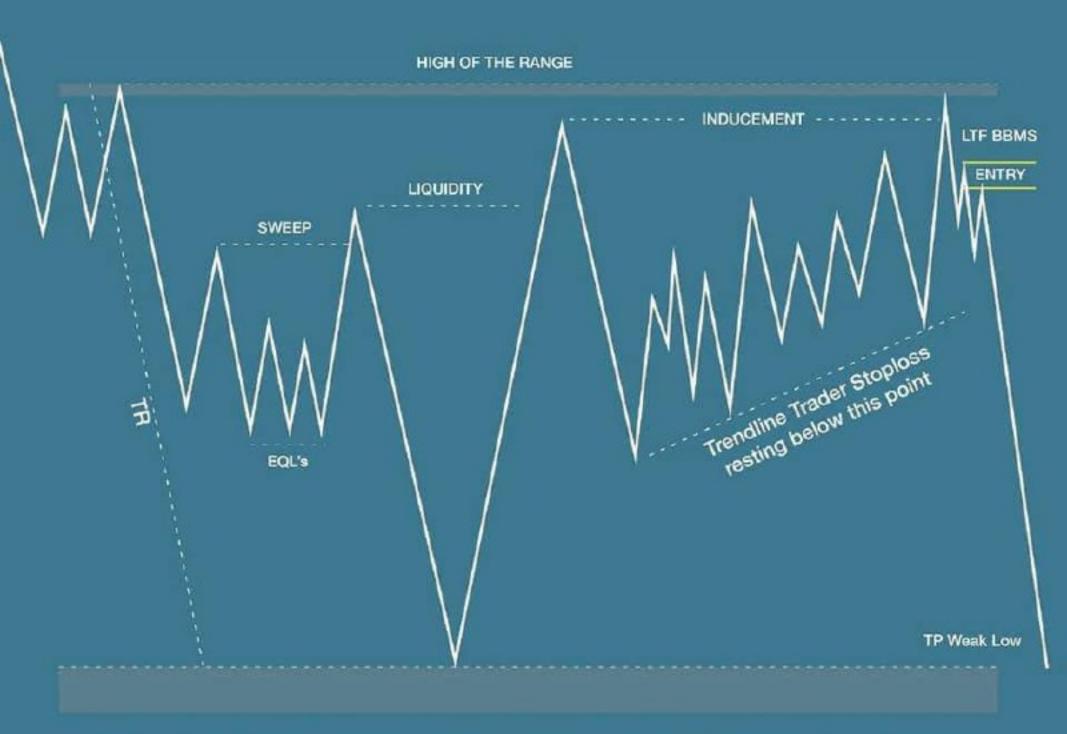
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NOW THE TRADER IS CLUELESS

TRENDLINE LIQUIDITY



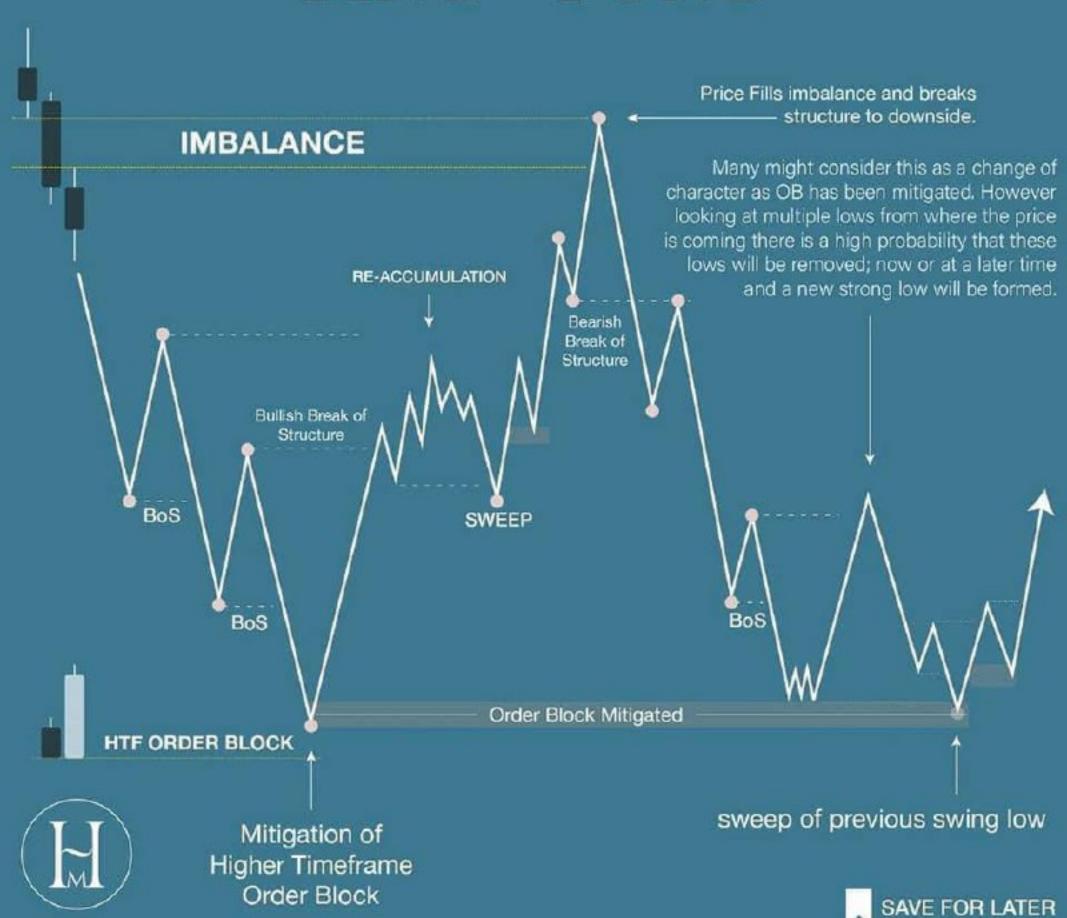


"Ask this to yourself"

Q) Why is price going up in a bearish market?



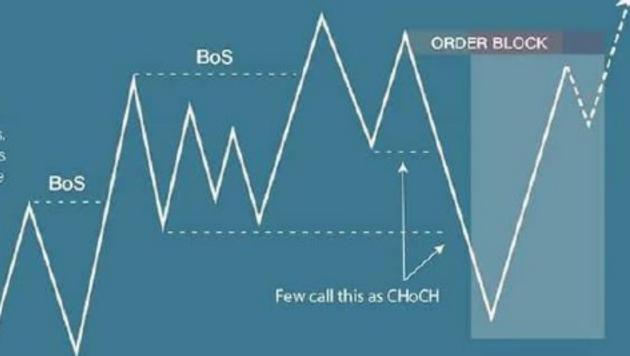
PING - PONG



COMMON MISTAKES

NEWBIE TO SMC

The market is in an uptrend after mitigating the HTF zone creating higher highs and higher lows. A little later price starts consolidating and breaks structure to the upside, Making everyone believe that the trend is still bullish. Now, price breaks structure to the downside, confirming that the trend has changed. You start identifying OB at the orgin of move to make a short entry. Price enters your OB, you are tagged in the trade, your account is profitable for a couple of minutes- and BOOM-YOU ARE OUT.



Sweep of Liquidity from Swing High

REFINE YOUR EDGE

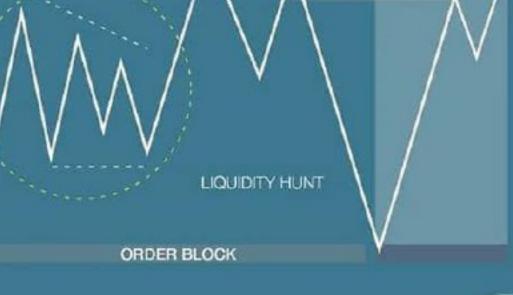
The pool of liquidity acts as inducement for price to push down. Price sweeps liquidity from high and breaks below to hunt liquidity from relatively equal lows.

Taps Order block and continues its upward.

HTF

Taps Order block and continues its upward journey.

MARKET IS NOT ABOUT BOS AND CHOCH ONLY





HUNT FOR LIQUIDITY BULLISH MOVE IN A BEARISH MARKET

Swept liquidity from Swing High and Bearish structure break

> Minor Structure Break

DON't GET TRAPPED IN INTERNAL STRUCTURES



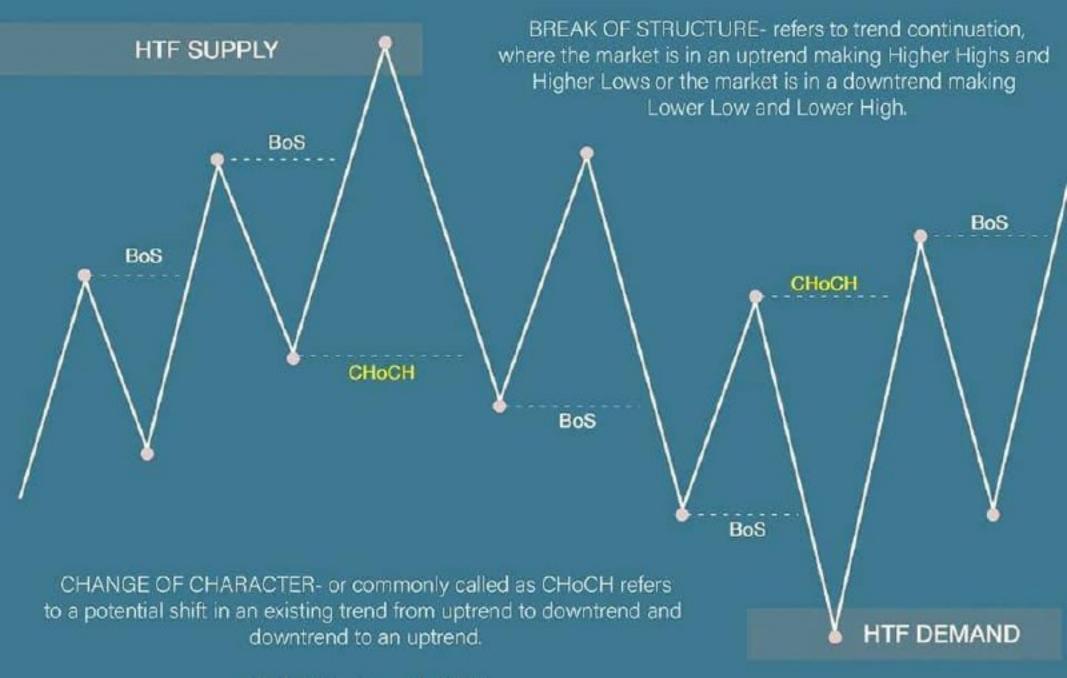
BoS

relatively equal low



SAVE FOR LATER

BOS vs CHOCH

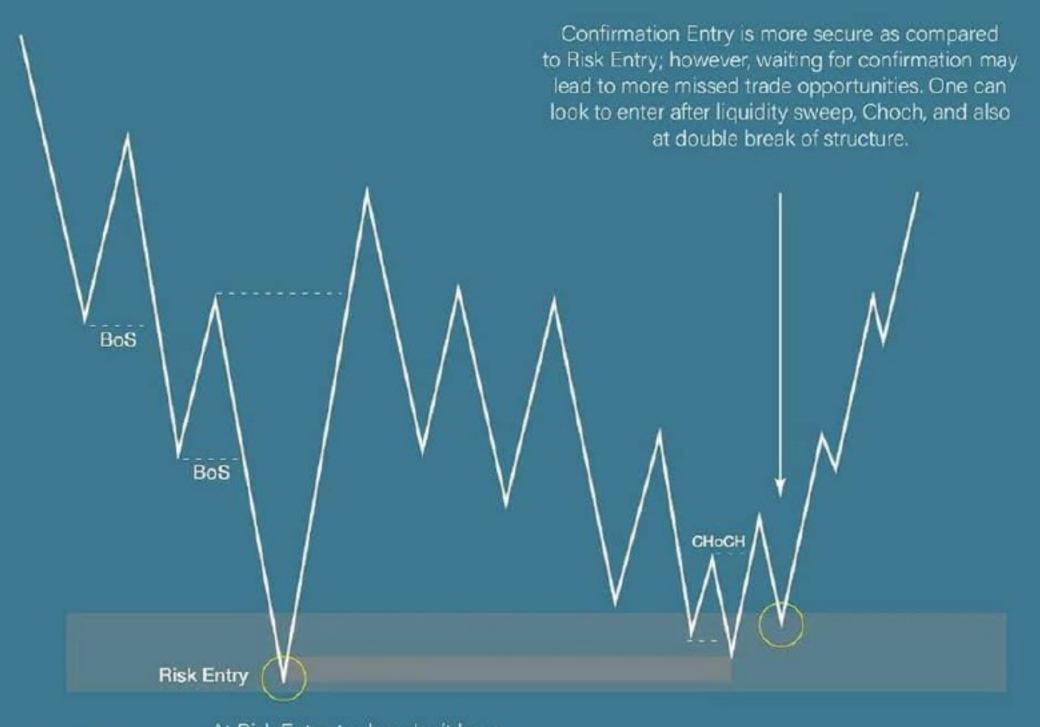








RISK vs CONFIRMATION ENTRY

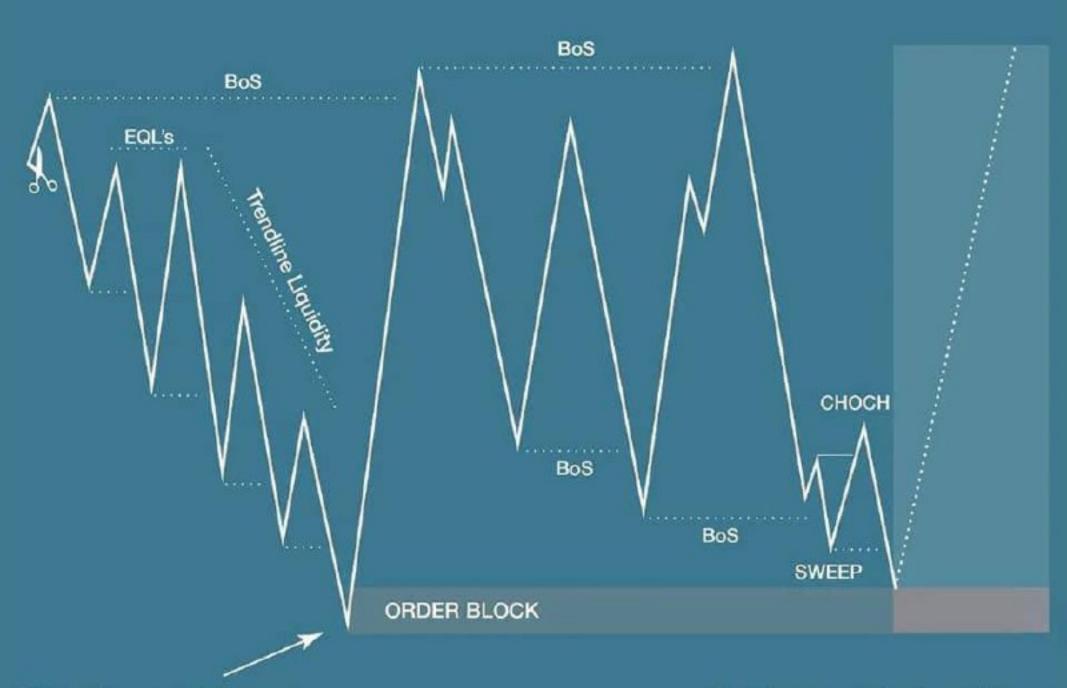




At Risk Entry, traders don't have many confluences to backup the trade, however, these may still work out and give you an entry much earlier than a confirmation entry.

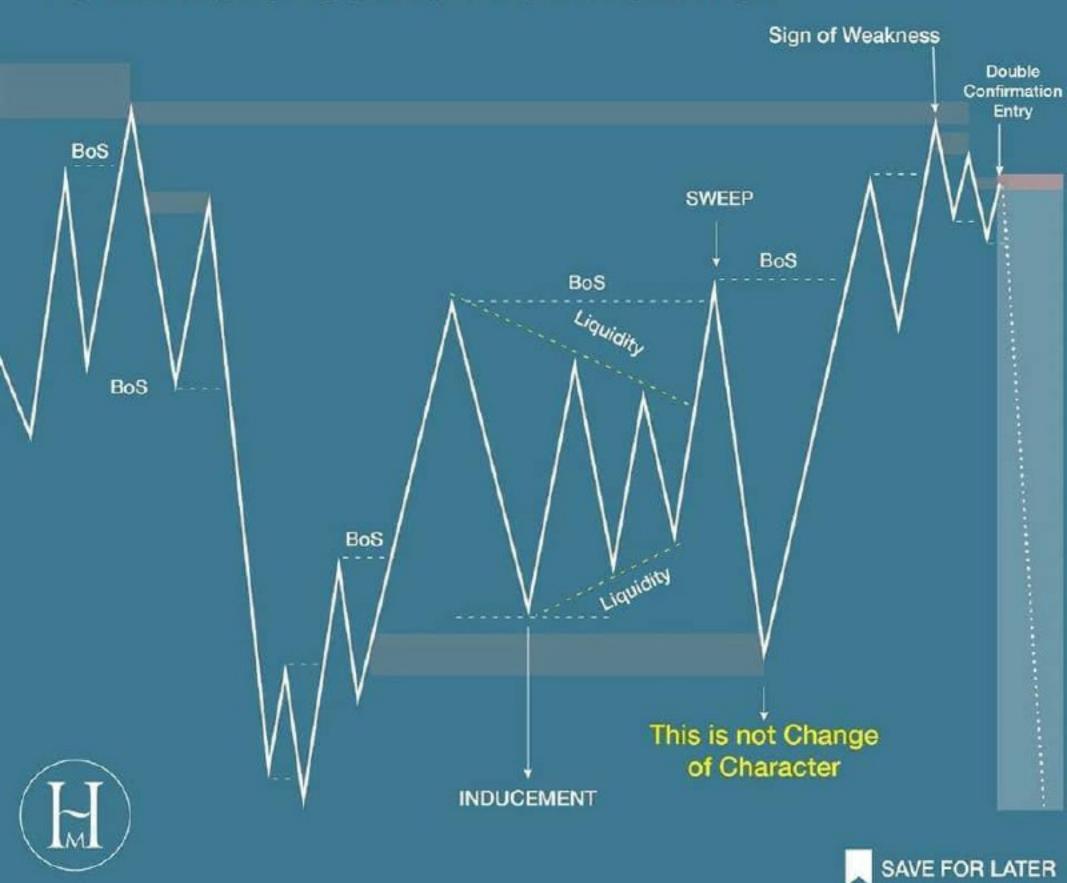


CHANGE OF CHARACTER BUILD THE RIGHT NARRATIVE

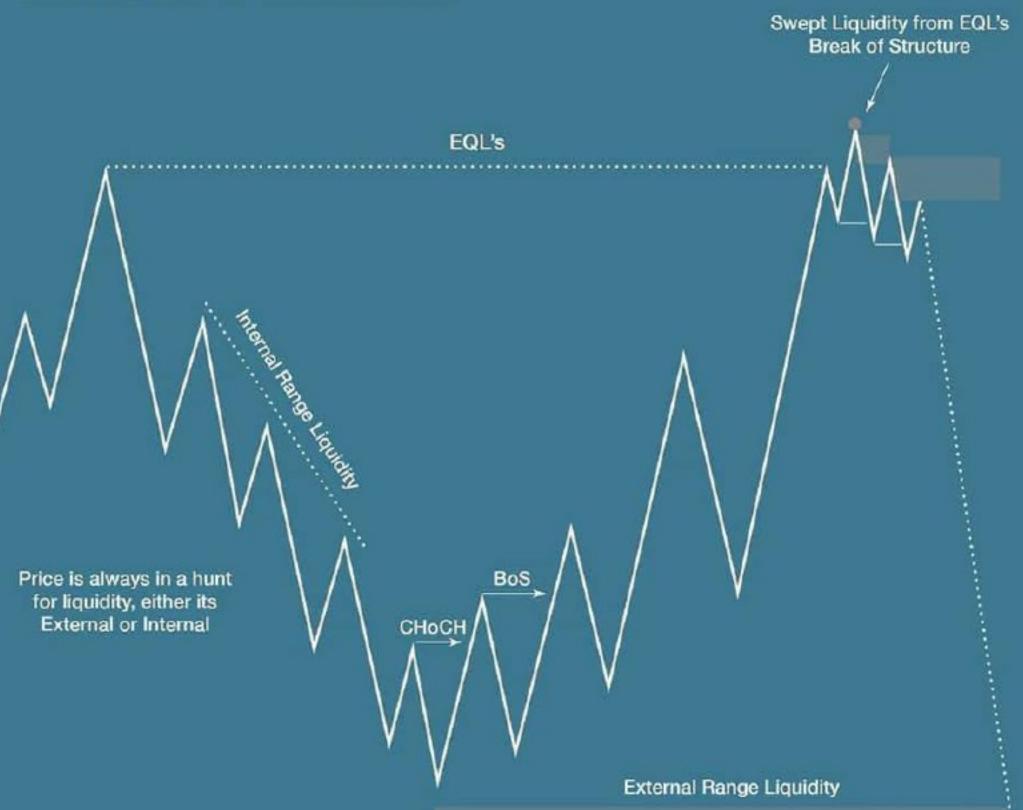


This is the area that swept previous swing structure, took out trendline liquidity and gave Bullish Break of Structure Build you narrative the right way as these CHoCH can trap you in a wrong trade.

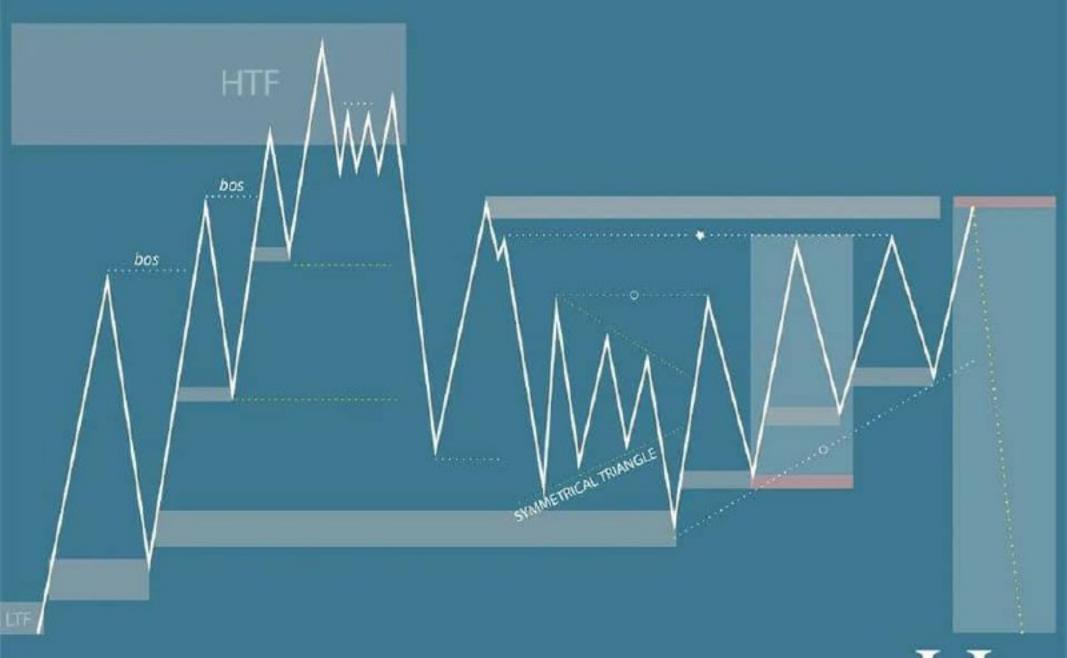
CHANGE OF CHARACTER NOT EVERY CHOCH IS A TREND CHANGE



LIQUIDITY SWEEP INTERNAL & EXTERNAL

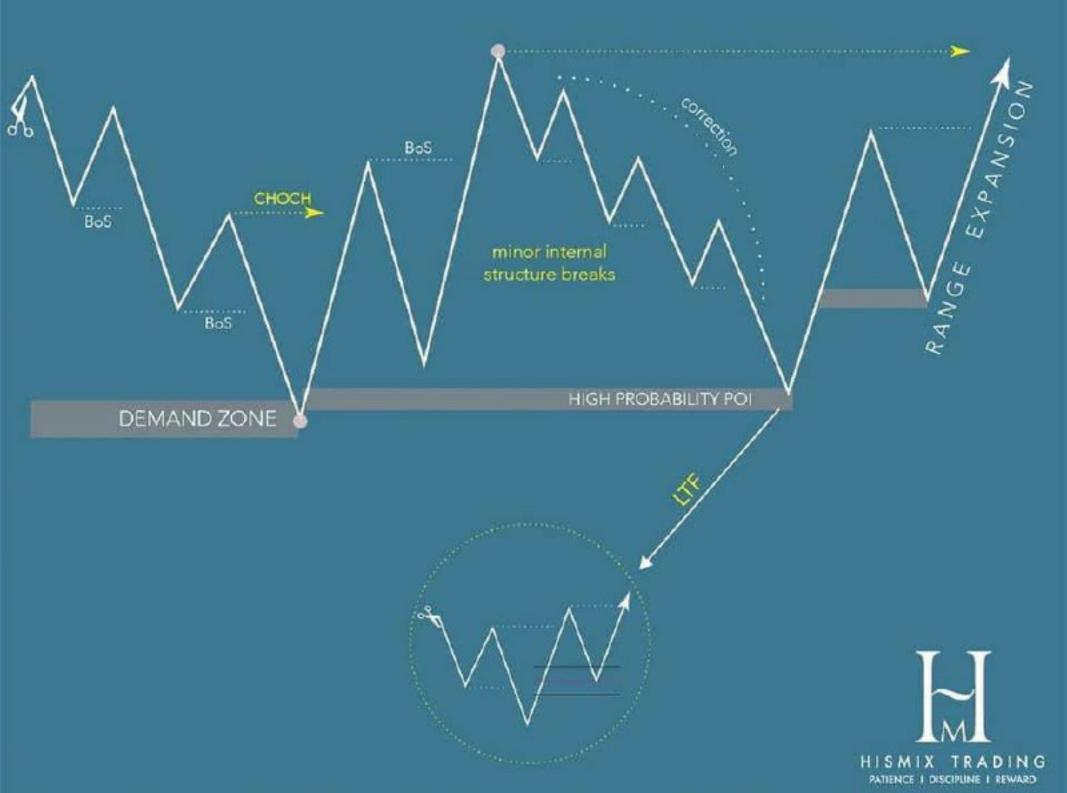


LIQUIDITY SYMMETRICAL TRIANGLE

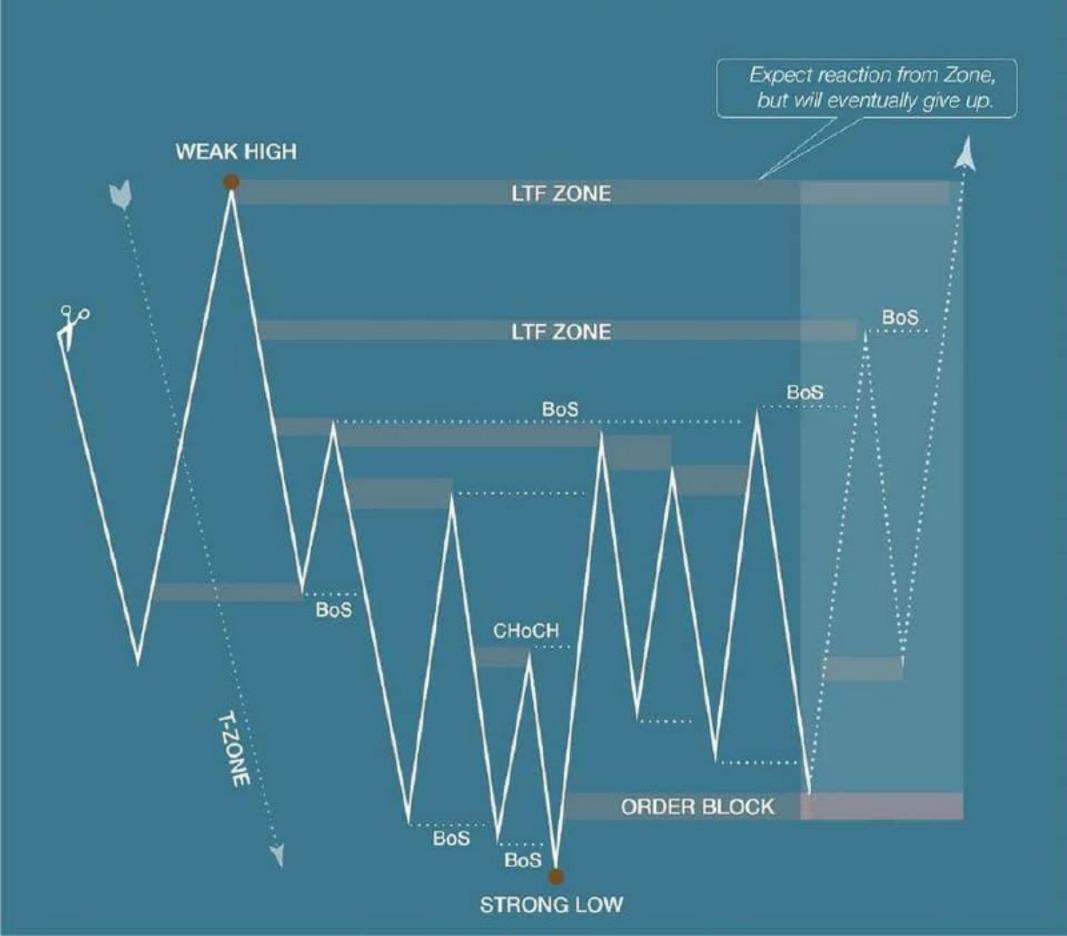




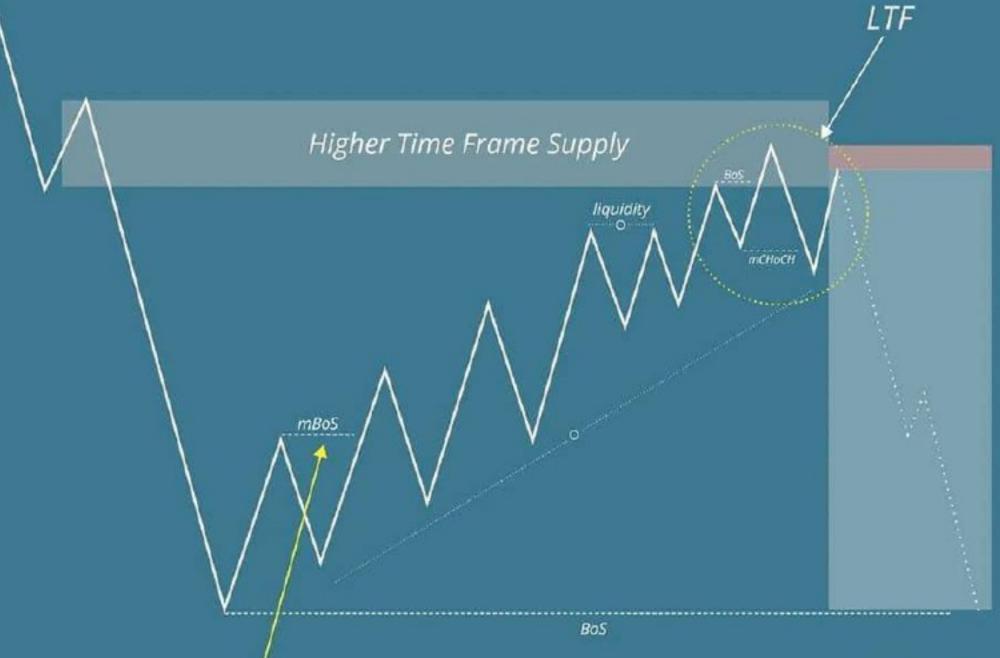
SHIFT IN MARKET STRUCTURE



STRONG & WEAK ZONES



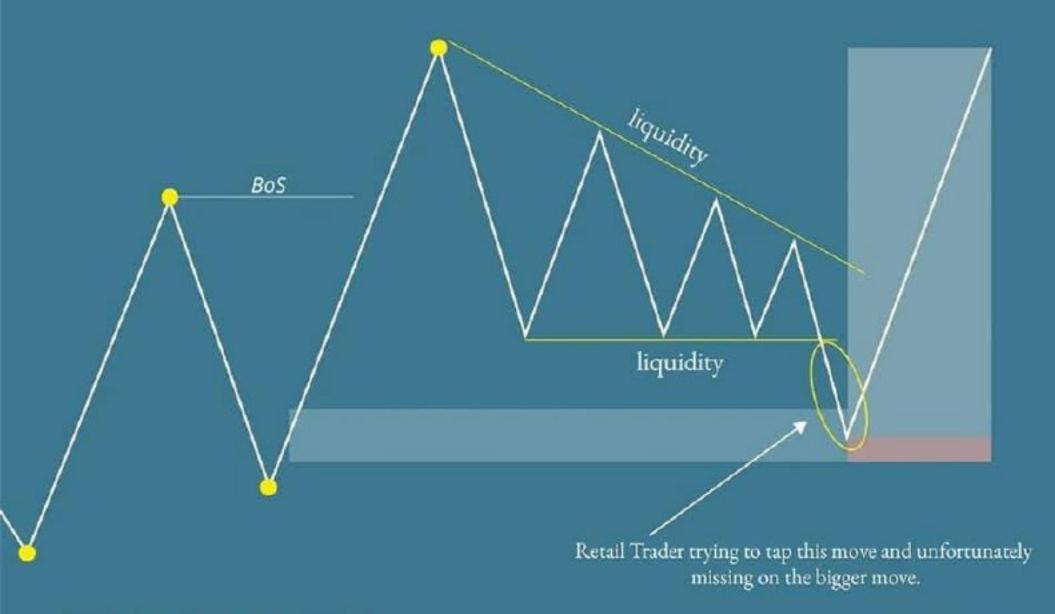
CONTINUATION TRADE WITH LIQUIDITY SWEEP



This is not CHoCH, It's just a minor break of structure, also called internal structures.



CHART PATTERNS DESCENDING TRIANGLE



Liquidity drives the market, understand where maximum liquidity lies and act accordingly.

