

# Grimm's Polish Dogs

## Location

Moving Average Stack

Fast (18 period) , Medium (50 period), Slow (200 period)

Moving averages must be stacked fast > medium > slow (bullish)

or fast < medium < slow (bearish)

Moving averages used are smoothed moving averages

## Profit Objective

4.669 Extension of right-hand leg of structure. I draw the base of the extension from the right hand high (W) or low (M) to the middle point, then project 4.669 extension from that.

## Momentum

RSI (14 period) with only 50 level highlighted

- Must be above 50 for bull, below 50 for bear
- W confirmation for bull, M confirmation for bear

Do not care about overbought or oversold for this

## Price Structure

- W: Double bottom (bullish)
- M: Double top (bearish)

Can use fractal or candlestick pattern, but in that case, 1/2 position size and project extension from full pattern

## Stop Loss

Trade is invalidated by break of the lows (bullish) or by a break of the highs (bearish)

## Stop management

- Move stop to break-even when price hits 2.618

Private indicator which draws smoothed moving averages and fills in bias can be found [here](#)

# Trend-Following setup intended for day trading

