

SMALL CAP CHEAT SHEET FOR CRYPTOCURRENCIES

This cheat sheet is a step by step process on how to locate the most recent highs using the Small Cap strategy:

How to find the high and the steps to buy:

Step 1.

Open a chart using daily candles and locate all the lows the Crypto Currency has been over the last year, as identified by the blue arrows in the picture below (remember we will be using daily candles).



Step 2.

Once we find the lows we have to measure if the Crypto Currency from the low has recovered 80% of more. Remember when measure from the low to high we always measure left to right (As seen in the picture below – there is a recovery of over 95%).



If the recovery is not 80% we look at the next low (on the left) and measure for a 80% recovery. We do this until we see that the Crypto Currency has recovered 80% from the low. Once we have found a 80% recovery then we would have found our new high.

Step 3.

Once we have located our current high, we can start placing orders in relation to the Small Cap strategy



When we are buying, we are looking to enter the market at 25%, 50% and 75%. Drops from the current high. Please use the Small Cap calculator in the tools section on the crypto club. Remember, that each time we enter we invest 25 % more than last time.

Example:

25 % fall: 1000 USD

50 % fall: 1250 USD

75 % fall: 1562 USD



How to Take Profit Once you are in the trade:

Once you are in the position we then sell 20 % of our holdings every time we are 100 % in profit from our average position. Since we invest 25 % more each time we get in, our average price comes down a lot.



We never sell everything since we do not want to be on the sidelines when the new bull market occurs. BUT we want to take some profits along the way in case the price drops so we can reinvest.

