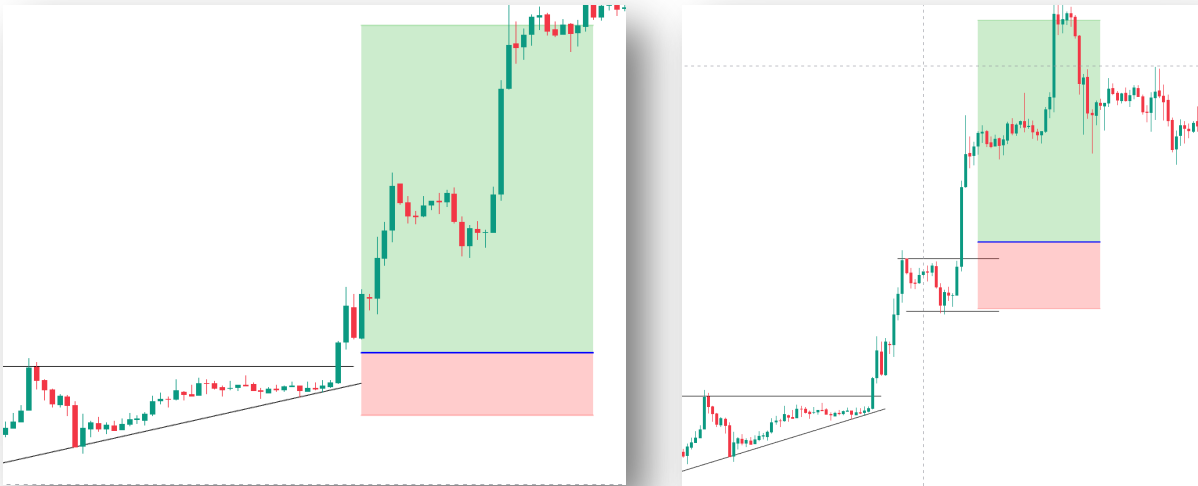


Breakout Cheat Sheet



Breakout Strategy – Executive Summary



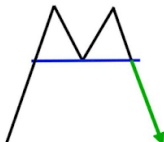
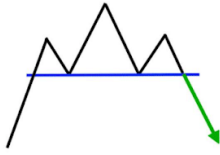
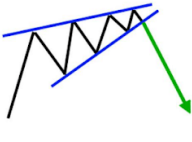
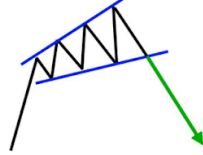
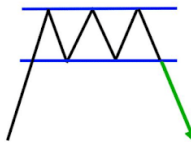
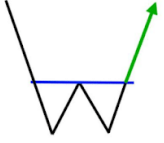
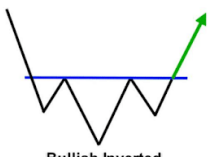
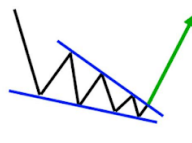
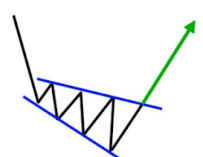
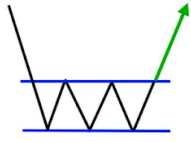
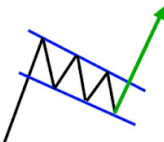

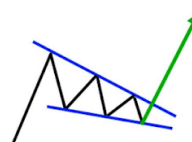
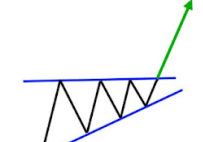
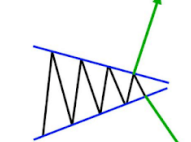
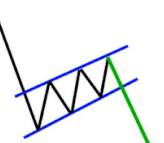
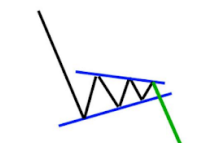
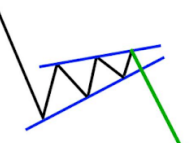
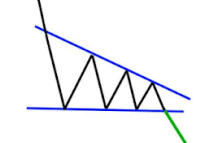
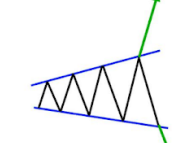
Introduction:

Breakout trading is a powerful way to get an edge in the market. To remind you, an edge is having a setup in the market where you are winning is a higher probability than not. In order for you to get the most out of the cheat sheet, make sure you watch the [Breakout Module](#) in the Gold Course.

Rules:

1. Find a breakout pattern (flag or triangle) or a reversal pattern (ascending or descending triangle) according to the strategy
2. Enter slightly above the highest candle / below lowest (including the wick)
3. Stop loss in the middle of a consolidation or below/above a support/resistance
4. Move stop loss the same way as we do with Buffalo or structurally (see below)
5. Use indicators (that you learn in the course) to improve probability
6. Only enter if it is a "Good Trade"
7. If I lose two trades during a day, I stop for the day
8. I only risk 1% per trade

Find an opportunity using one of the following patterns

Reversal Patterns	 Bearish Double Top	 Bearish Head and Shoulders	 Bearish Rising Wedge	 Bearish Expanding Triangle	 Bearish Triple Top
	 Bullish Double Bottom	 Bullish Inverted Head and Shoulders	 Bullish Falling Wedge	 Bullish Expanding Triangle	 Bullish Triple Bottom
Continuation Patterns	 Bullish Flag Pattern	 Bullish Pennant Pattern	 Bullish Falling Wedge	 Ascending Triangle	 Symmetrical Triangle
	 Bearish Flag Pattern	 Bearish Pennant Pattern	 Bearish Rising Wedge	 Descending Triangle	 Symmetrical Expanding Triangle

Set Entry, Stop Loss and Take profit

Entry (E): Set your entry above the highest point of the consolidation / chart pattern

Stop Loss (SL): Below recent level of support in the middle of a consolidation or below a low

Take Profit (TP): We aim for a 3:1 reward risk ratio

Example Below:

E: 26829

SL: 26203

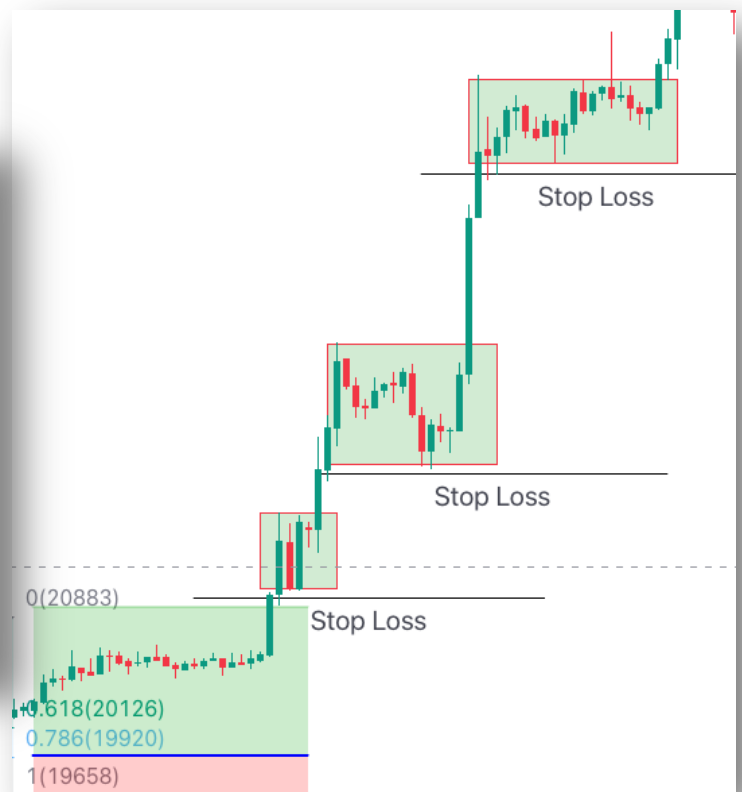
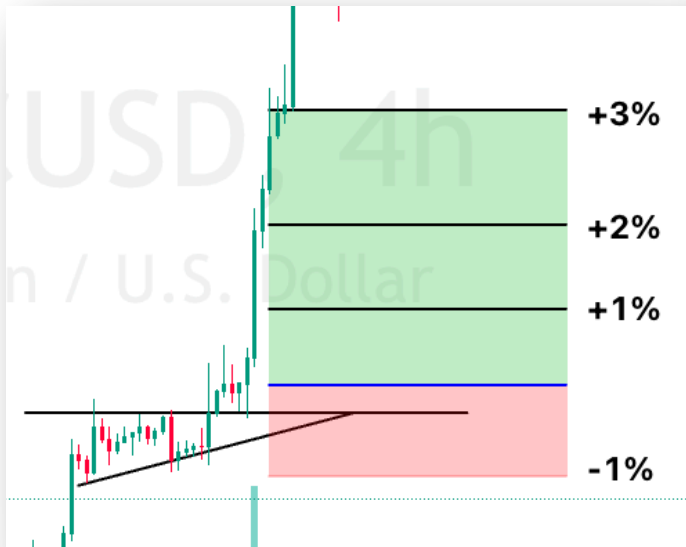
TP: 28718

Reward/Risk (R/R) Ratio: 3:1



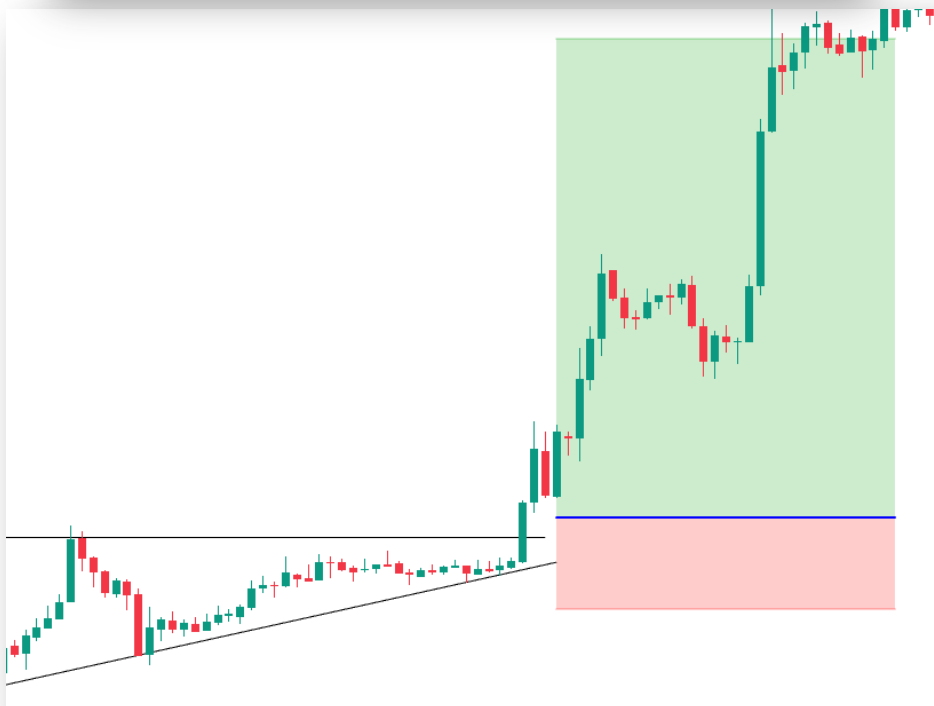
Manage Your Trade

1. Look at your trade on a daily basis and move stop loss if necessary. When you move stop loss, you can remove take profit.
2. When up 1% in profit, move stop loss to breakeven OR move it structurally
3. When up 2% in profit, move stop loss to 1% OR move it structurally
4. When up 3% in profit, move to 2% OR move it structurally



Steps of an example:

1. Find a Pattern



2. Do your analysis



3. Calculate volume by clicking on the long and short position. Double click and change risk to 1% and enter account value. By doing that, you will get the quantity to use for the broker to ensure you only risk 1% of your account

Long Position

Inputs

Style

Visibility

Account size

100000

USD

Lot size

1

Risk

1.00

%

Entry price

26829

PROFIT LEVEL

Ticks

1889

Price

28718

STOP LEVEL

Ticks

626

Price

26203

Template

Cancel

Ok

Target: 1889 (7.04%) 1889, Amount: 103017.57

Open P&L: -397, Qty: 1.597, Risk/Reward Ratio: 3.02

Stop: 626 (2.33%) 626, Amount: 99000

Stop Loss a bit below recent support

Target: 1889 (7.04%) 1889, Amount: 103017.57

Open P&L: -397, Qty: 1.597, Risk/Reward Ratio: 3.02

Quantity 1.597

Stop: 626 (2.33%) 626, Amount: 99000

Stop Loss a bit below recent support

4. Move your stop loss according to percentage or structurally.

