



Strategy Master Class

SECTION 3: ENTRY'S AND EXIT'S.

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Section 3: Intro.

We move onto the Final section of the master class, Section 3: ENTRY'S AND EXIT'S. From the previous section's we have gotten our self's to the point of Entry, now we begin the process of executing the trade! Which, for most beginners and more often than not the experienced traders is a stressful part of the Trade. In this section we hope to take away the tension involved at this stage and let you execute and exit the trade with precision. The more experienced traders will have methods of entry and exits but still take the time to read this and see if it has anything that will benefit you. Let's Begin!

Setup, Entry & Exit

We know what we are looking for in our setup now that we have mastered the previous 2 sections so let's have a look at our full setup in Figure 3.1

Figure 3.1



- High between our 2 EMA crosses.
- Immediate pullback after EMA cross allowing us to now place our Fib.
- EMA & FIB Pierce.

A perfect trade entry will show a minimum of 3 out of 4 confluences.

In Figure 3.1 we can see

1. EMA cross
 2. Pierce of the 38% Fib
 3. Pierce of the **14EMA**
- All of which show signs of a great setup.

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We also have a pierce of the 50EMA and a pierce of a box on the first peak before our cross (Figure 3.2), giving us 5 confluences and giving us a higher success probability of the trade.

Figure 3.2



This chart is on the EUR/NZD 5M timescale, the last candle has now shown an entry. Are you Setup?

Each candle represents 5 minutes which is the lowest timeframe we use our scalping strategy for and in theory should be plenty of time to work out what's needed for executing the trade. Let's take a look at the steps taken in this process.

Figure 3.3



Figure 3.3 is showing we are still in the process of the pullback and this is the point this candle has closed, so from here we have 5 minutes to find out what our 10% (or percentage you are personally willing to risk) is. What our stop loss and take profit levels are as well as our Risk Reward Ratio to see wither the trade is worth executing.

In any timeframe, our candle will obviously be making bullish or bearish movement which in turn means we will never be able to get our percentages perfect but, with this preparation we can get as close as possible.

The first thing we use is our long or short position tool, to keep this pdf precisely on the strategy we hope you may figure the use of the tools needed on your own for this part.

Figure 3.4



So our possible entry trigger candle is still on the move, we have selected our short position tool. Looking at the trade we are looking for it to pierce the 38% FIB line along with our **14EMA**. We place the entry line across the desired fib line and fit the box to the required size that is explained in the scalping strategy. For this specific trade following the strategy my SL will be my 50% as highlighted In Figure 3.4 along with my TP which is my -27%. For the inexperienced trader this should be your only target until you have a stronger understanding of the strategy. This now gives us a rough guide of what our box will hopefully look like but no doubt this will change. However our TP -27% box will not change so this number may be jotted down or entered into your trading platform ready for execution. The 50% fib line used for our stop loss may be noted or entered ready for execution unless our candle pierces this level whilst waiting on the close.

Figure 3.5



Now we are coming to our candle close, we have our stop loss and take profit prices placed in our trading platform (MT4/CTrader etc) and our Risk/Reward is acceptable @2.73 shown in our yellow box on the entry line. Next step we need is our lot size (Price per PIP). First we need to know our Risk which we recommend as 10%. For instance our £1000 account has a 10% value of £100. This will now be divided by the number on the left hand side of the red box of your Long or short position missing out any decimal places. For instance figure 3.5 shows that our 10%/£100 should be divided by 108, equaling £0.92 per pip. This is only 1 of a number of ways to find out your lot size, there is a number of PIP calculator apps and equations used to find this out so please try different options and choose whatever suits your way of trading best.

We have our SL, TP and Lot size in place. Now we MUST wait on the Candle Close. As we mentioned the candle will keep moving until the close, so if the candle moves too far down (Drawdown) giving you way more than your desired Risk or in the opposite direction (Up draw) then you have to make the decision do you risk more or put this trade down to being a missed trade? This is where your discipline and pre entry planning will be tested. We have also provided a pre trade checklist to help with this.

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Figure 3.6



Everything now has been executed correctly, your risk percentage has been tightly placed and your trade has hit your target.

Exercise

For this sections exercise, we would like you to send us :

10 x fully executed trades taking them only to target -27%

We hope you have enjoyed these master class sections and would like to hear your feedback. These sections have been made as revisions and can be edited so anything you would like to see covered more or anything we have missed please let us know.

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