

THE BREAKOUT TRADER'S BIBLE — Quant Edition

v10

This PDF contains the full breakout framework, scoring pipeline, CPR logic, SPS/MCS enhancements, and all v10 upgrades.

SECTION 1 — Core Pillars

1. Volume Confirmation
2. Price Acceptance
3. Momentum Alignment

SECTION 2 — Indicators Overview

RSI, ATR, VWAP, OBV, ADX, CPR, MACD, Ichimoku, Heikin-Ashi, Volume Patterns

SECTION 3 — Meta Layers

SPS — Setup Pressure Score

MCS — Momentum Continuation Score

CPS — Continuation Pattern Strength

RPS — Reversal Pressure Score

SECTION 4 — Version 10 Upgrades

1. Volume Delta (VDX)

Simple slope of positive vs negative volume flow. Strong early signal of accumulation / distribution.

2. RSI Density

RSI > 55 percentage over last 20 bars. Eliminates noise of single RSI crosses.

3. Liquidity Stability Score (LQS)

$\text{stddev}(\text{volume}/\text{ATR})$. Filters noisy symbols.

4. Pattern Credibility Scaling

Pattern strength modified by CPR zone & volume context.

5. Tight CPR Base (>3 weeks)

Strongest breakout predictor. CPR < 0.3xavg for 15+ days.

SECTION 5 — Scoring Pipeline

Indicators \times Weights + Meta-Layers \times Weights + Pattern Scores \times Weights \rightarrow Composite Score (0–10).

SECTION 6 — Structure Diagrams (Text Illustrations)

CPR Compression Example:

TC ____
|
BC ____ (narrow width) \rightarrow High SPS

OBV Divergence Illustration:

Price: Higher Highs
OBV: Lower Highs \rightarrow Bearish Reversal Setup (RPS \uparrow).

Pattern Examples:

Hammer: Long lower wick, small body.
Shooting Star: Long upper wick.
Inside Bar: Full candle inside previous range.

SECTION 7 — Multi-Timeframe Rules

Intraday: 15m \rightarrow 5m \rightarrow 1m alignment.

Swing: Weekly \rightarrow Daily \rightarrow 4h alignment.

SECTION 8 — Final Notes

This PDF is a compact version. Full illustrated version with charts can be generated if desired.