

VCA Cheat Sheet For Cryptocurrencies

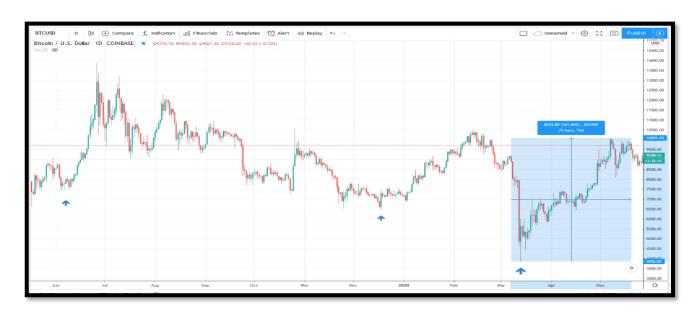
This cheat sheet is a step by step process on how to locate the most recent highs using the VCA strategy:

How to find the high and the steps to buy:

<u>Step 1.</u> 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**).



<u>Step 2.</u> 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 161%)





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 VCA strategy



When we are buying, we are looking to enter the market at 20%, 30%, 40% etc. Drops from the current high. Please use the VCA calculator in the tools section on the trading club. Remember, that each time we enter we invest 25 % more than last time.

Example:

20 % fall: 1000 USD

30 % fall: 1250 USD

40 % fall: 1562 USD

Etc... All the way down to a 80 % fall.



How to Take Profit Once you are in the trade:

Once you are in the positionwe then sell 20 % of our holdings every time we are 50 % 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 reivest.

