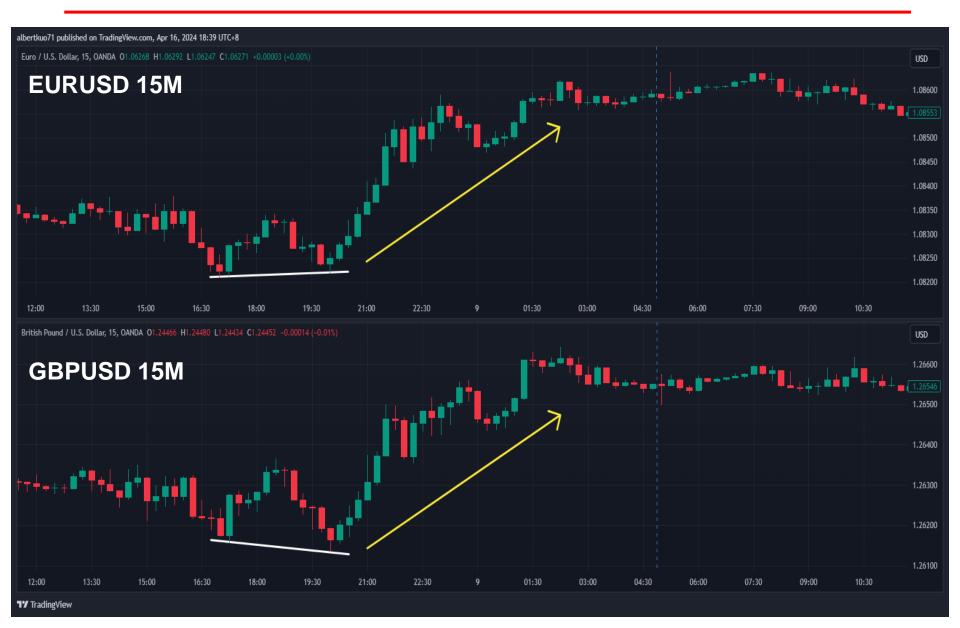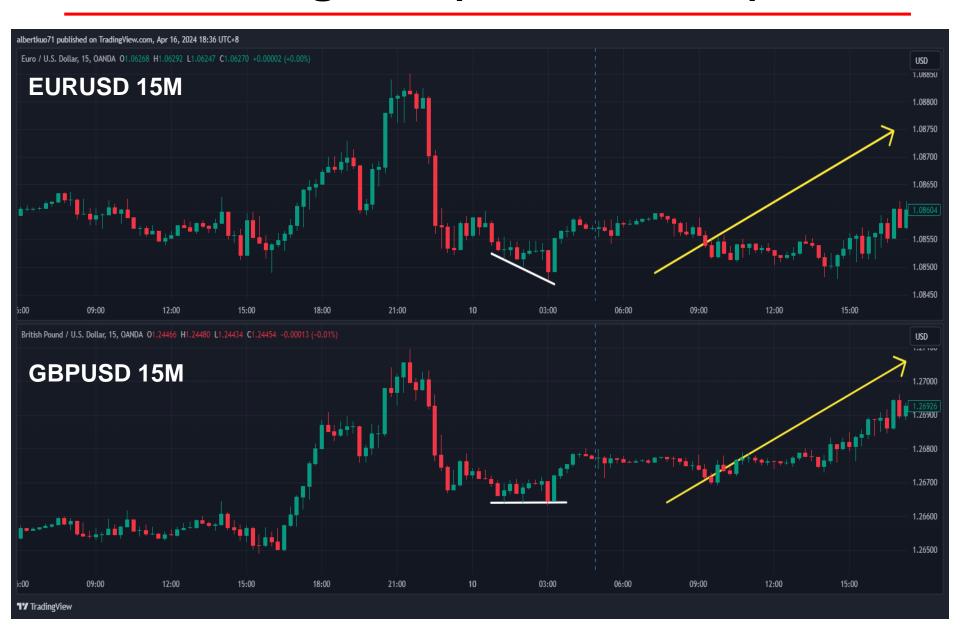# SMT Divergence

Albert Kuo

SMT Divergence

Smart Money Technique(SMT) Divergence is meant to annotate divergences between closely correlated assets. It occurs when the trend of an asset differs from the other highly correlated asset and can be a powerful signal for traders, indicating a potential reversal of the trend. By understanding the significance of SMT divergence, traders can make more informed decisions and achieve greater success in their trading strategies.

SMT Divergence(EUR vs GBP)
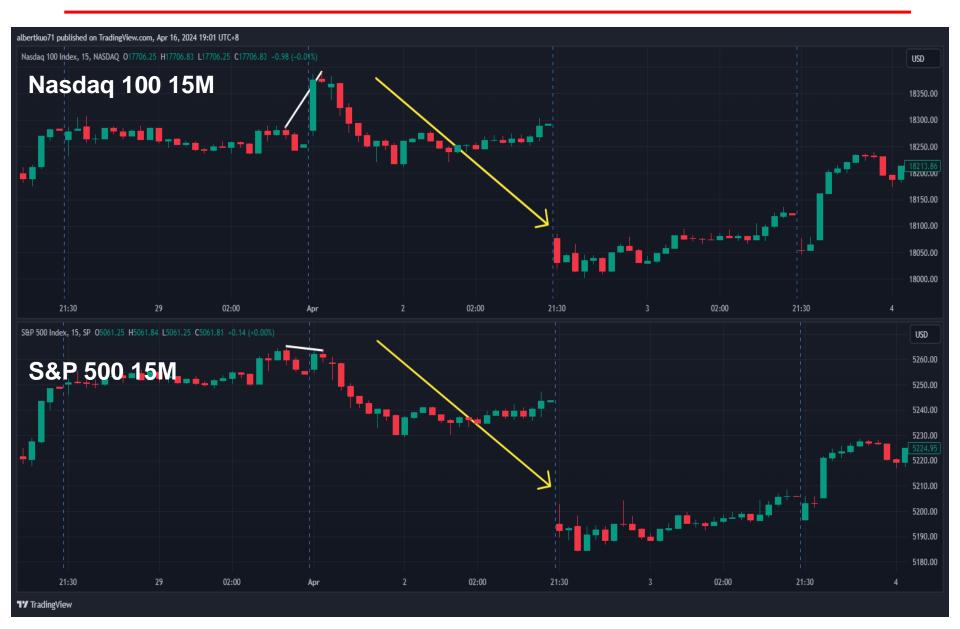
SMT Divergence(EUR vs GBP)

SMT Divergence(EUR vs GBP)

SMT Divergence(Nasdaq 100 vs S&P500)

SMT Divergence(Nasdaq 100 vs S&P500)

SMT Divergence Trading Strategy

When SMT divergence occurs, there're two methods available for entering trades(either asset 1 or 2, or both, but usually we select the asset with the liquidity sweep):

1. In the current time frame, use ICT method to seek an entry opportunity.
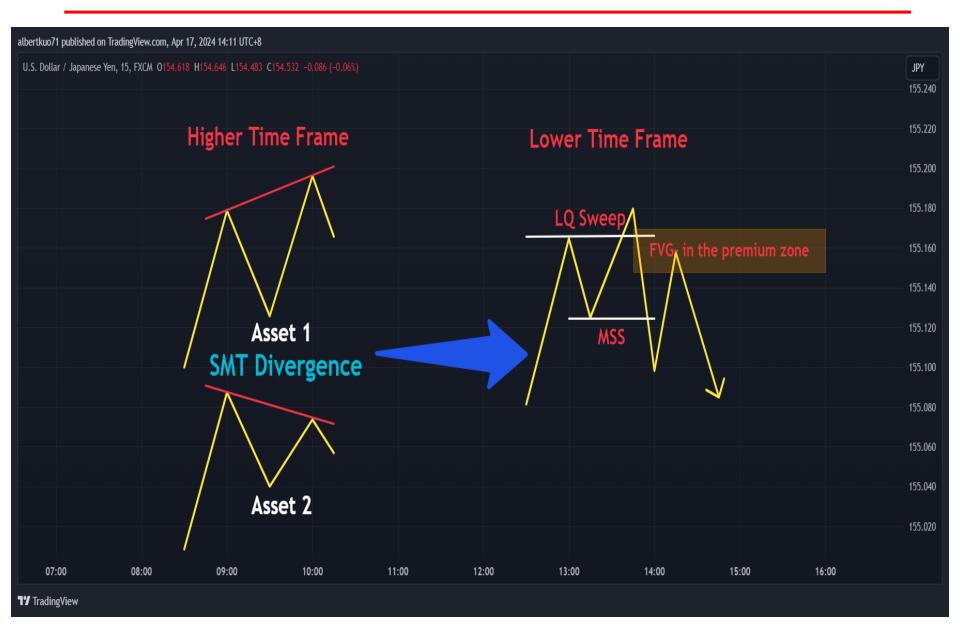2. Switch to lower time frame and use ICT method to seek an entry opportunity.

*ICT method:

1. Wait for an entry opportunity after a liquidity sweep, displacement and MSS occur.
2. Better if entering in London or NY killzone session as much as possible.
3. Find OB+ or FVG+ in the discount zone of the displacement when long / Find OB- or FVG- in the premium zone of the displacement when short.

台新銀行
Taishin Bank

SMT Divergence Trading Strategy

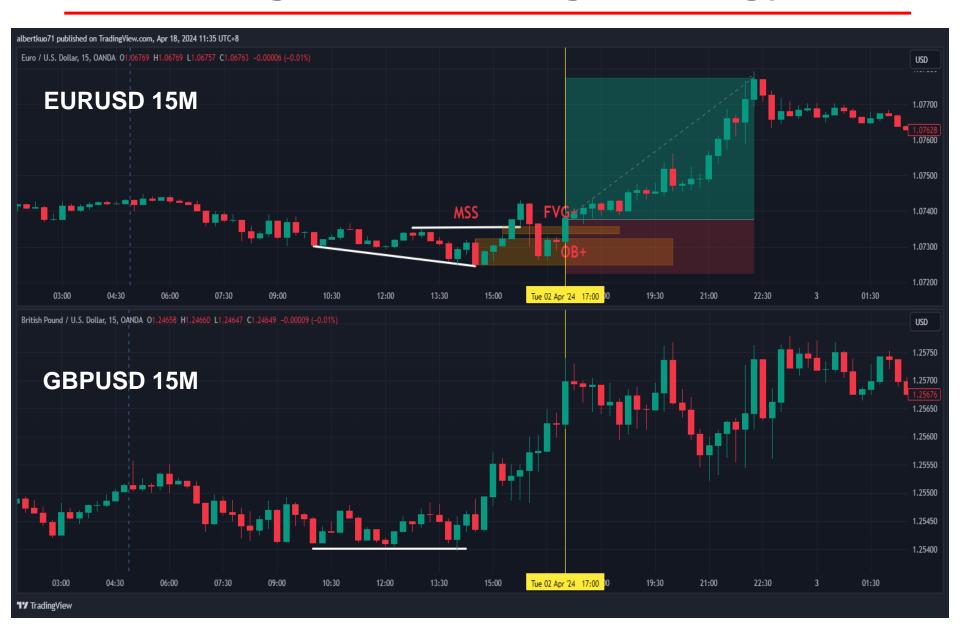# SMT Divergence Trading Strategy
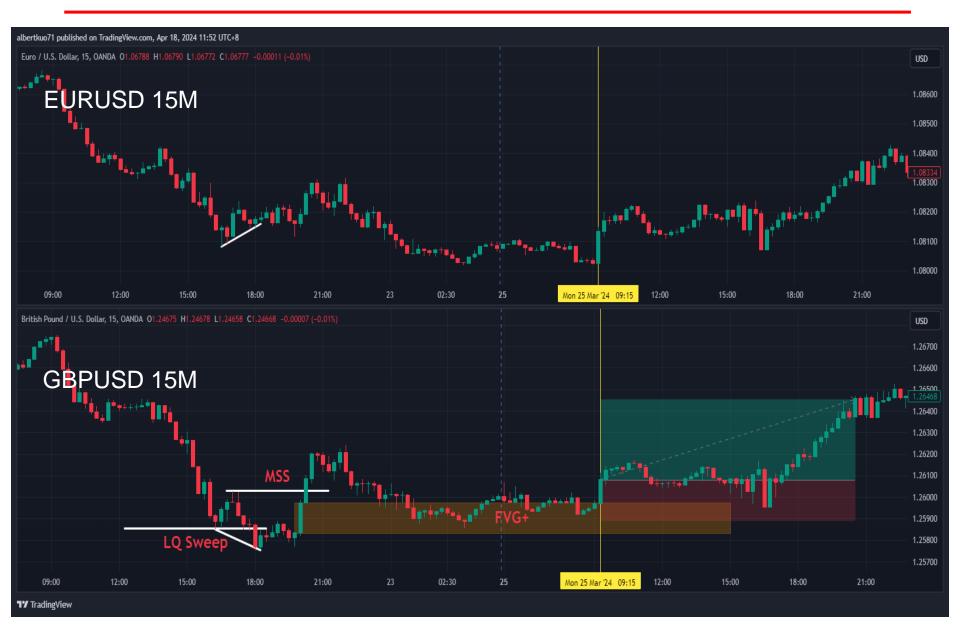
SMT Divergence Trading Strategy(EX1)

SMT Divergence Trading Strategy(EX2)

SMT Divergence Trading Strategy(EX3)

SMT Divergence Trading Strategy(EX4)

SMT Divergence Trading Strategy(EX5)

SMT Divergence Trading Strategy(EX6)

SMT Divergence Trading Strategy(EX7)

SMT Divergence Trading Strategy(EX8)