

Formation of a successful trading system takes a lot of time and creativity. We can keep this as simple as a single technical indicator with one strategy system to a very advanced and complicated strategy. However, creating a strategy is all about practice. As a beginner, we will read as many charts as we can. This will enhance our ability to understand what they are conveying.

The best way to practice for beginners has been discussed multiple times in this set. We will go back to a particular date and then we will start moving ahead, one candlestick at a time. Based on that one candlestick movement, we will take calls on our potential action in case the pattern was being replicated today. And based on the trades entered and exited, we will see the profit and loss in each trade. This way, we will ace in identifying entry and exit signals in the real market based on the strategy.



KEEP PRACTISING

We will be backtesting each strategy manually for now. Doing so helps us recognize the buy and sell signals in the markets in realtime. Pat yourself on the shoulder! We have reached the end! We have learnt to create multiple strategies and then put them together as systems and then finally deploy them as a trading system.

As a beginner, we will perform these processes manually to understand the markets and nitty-gritty in greater detail. We will follow the system manually for at least a year and maybe even longer. Once everything is working and is in shape, we can slowly move towards automating the same as well. This automation of systems is something that is beyond the scope of this book as that is a different field in itself. We will focus on creating strategies and systems here.

With this, we have learnt enough to create a winning trading system. The rest, we will figure out on our own while getting our hands dirty with the charts and strategies. So let us get started. The way forward is pretty simple -practice, practice and practice!



CREATING A WORKING TECHNICAL TRADING SYSTEM





THE END