## Gaps

Monday, September 7, 2020 12:03 PM

• Gaps also act as good support or resistance



- When you found a gap, don't enter directly.
  - Check there is a follow-up
    - If not
  - Gap-up
    - We will plot support line by **considering the previous close of the**
    - Gap-up should shown by strong bulls only, but that gap-up candle printed be a neutral candle
    - Gap up + Bullish candle with huge volume + no follow-up = price went-down







- Gap-down:
  - We will plot resistance line by **considering the higher wicks/high** of the candle
  - Gap down + Bearish candle with huge volume + no follow-up = price went-up
- Example



