

Imp

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- Trend changes/reversing only when
 - There is a Reversal pattern
 - There is Trend line BO/BD
 - When a Price action takes place
 - concept
 - When one candle that takes out the action of multiple previous candles, good sign to Enter.
 - When there is follow-up candle, it is a cautious sign
- Longer the trend line- higher the significant
- Flatter the trend line -Bigger the impact
- Break out
 - The close of the candle should above the resistance
- Breakdown
 - The close of the candle should below the support
- The candles that we are taking to analyze have only significance if it only at Support / or Top/bottom
- Check whether the condition of Bulls/Bears are Good / Cautious
- In case of Good sign,
 - Suppose an resistance breakout
 - Check the scenario
 - Top
 - Correction
 - Rally
 - Neutral candles
 - Then Cautious
 - Otherwise we can proceed
 - Suppose an support breakdown found we can proceed
- In case of Cautious Sign
 - If a break out is found we are not going to long/short sell, We must verify the next candlestick patterns, that is If the next candle is a follow-up candle or not
- There are two chances for next candle
 - The next candle is a follow-up candle
 - The next candle is not a follow-up candle
 - Wait for the confirmation candle
 - Inside that we will consider
 - Neutral candles
 - Bullish/Bearish patterns
 - Volume
 - Size of the candle
- For example



- Targets
 - Chart pattern
 - Support/resistance
 - Trailing SL
- **Catching the bottom + against the trend = cautious**
- **Bearish candle/pattern + huge volume + Support = cautious as bears**
 - Always check the follow -up
- **Hanging man + Top+ Resistance : Cautious**
- **Bullish candlestick patterns + Support = Good/Bullish**
- **HW candles at Top + BD it's Low : Good to sell**
- Scenarios in Real time trade
- Scenario-1

Scenario-1	Condition	Value	Decision	Result
	Trendline BO	Yes		
	BB challenge	Yes		
	ADX showing ungli (above 15 is good)	No. Below 12	Wait for one more candle	
	+DI above -DI	Yes		
	RSI above 60	Yes		
	Volume	Yes		
	SL	Low of the first candle that challenges the BB	SL will not change even you are trading on second candle	Chances that R:R ratio will not fit into 1:3
	Target-1	Only one target	If it affects the Risk reward ratio, Don't trade	
	Target-1,Target-2	Two target. T1 not fits R:R ratio and T2 fits the R:R ration of 1:3	Trade with lesser quantity	
	Target-1,Target-2,Target-3	Three target. T1 not fits R:R ratio and T2 & T3 fits the R:R ration of 1:3	Trade with full quantity	
	Target-1,Target-2,Target-3	Three target. T1 & T2 not fits R:R ratio and only T3 fits the R:R ration of 1:3	Don't take the trade Trade with lesser quantity	