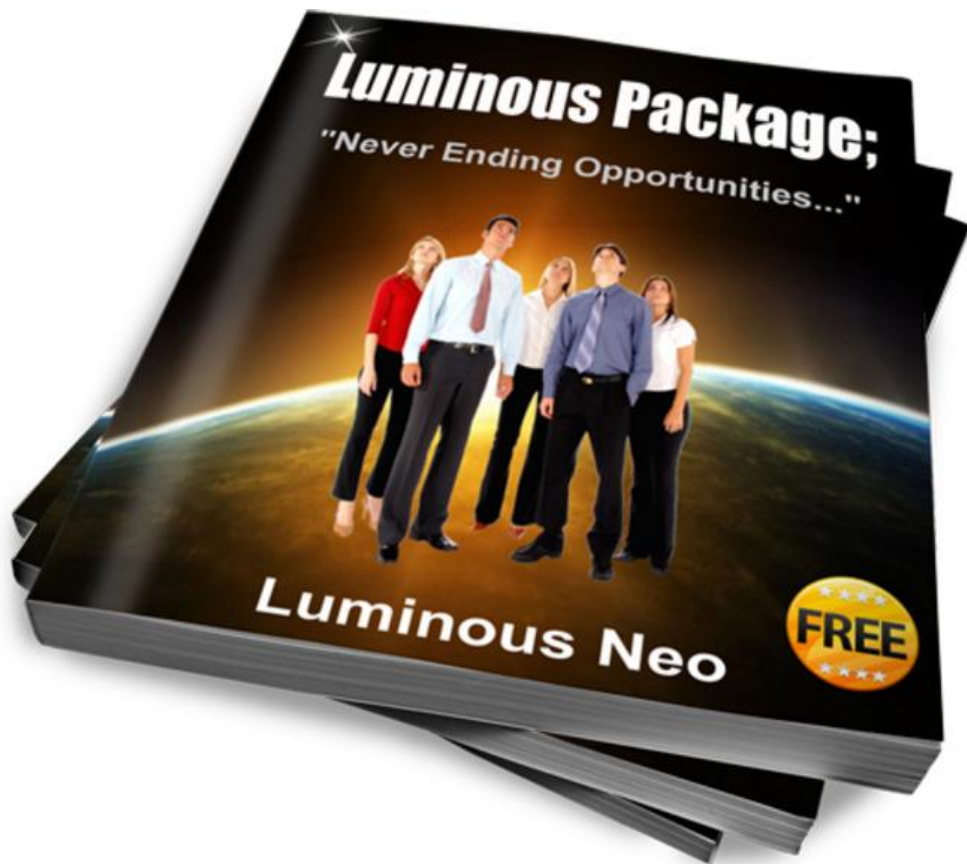


Luminous Package;

"Never Ending Opportunities..."



A collection of my own system...

Luminous Neo

This e-book is dedicated to my fellow traders especially those from Brunei Darussalam. It is based on my experience. I've been involved in Forex since 2001 with total loss of nearly USD30K for the first 2 years. My money was spent on trading and buying systems, but I never stop. Third year I tried to develop my own system and started analysing myself. Then I discovered my real problem in trading. It's HUMAN NATURE...

Since 2004 I met so many friends, who also involve in Forex and none of them are Bruneian. I share a lot with foreign traders. I posted my systems on some forum boards, trade online with these traders, sending trade signal and also having discussion rooms. These experiences teach me a lot. This year I decided to share with my fellow Bruneians and try to help them. I 100% believe all systems are working. Name me any indicators and it should be working too. It's only a matter of how you use it and how good you are in sticking on the rules.

Forex is a very profitable business. However, statistics showed that there are more traders who loss than winning. Basic education is very important to every trader. My systems are not perfect but it could help to minimise your loss and maximise profits. I try my best to provide traders with a step-by-step guide and presented the systems clearly in great detail, so that everyone can learn how to trade like a professional. Inshaallah...

Luminous Neo

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1. GETTING STARTED

Those who are new in Forex I advise you to visit <http://www.babypips.com/school/>. Complete the lesson and don't dare to read this e-book until you graduate. For expert traders but haven't get the opportunity to learn from School of Pipsology, it's not a bad idea for you to do it now. Stop referring other Forex books or resources, only Babypips.

"It is good to read... but don't read too much..."

2. HUMAN NATURE

You can read so many books mentioning why trader keep losing. I read it too and I said to myself that I will keep it in my mind. But what did I do? I keep ignoring it, that's HUMAN NATURE. Why do we ignore traffic light even we know it is wrong? Some said rules are to be broken but I guess we cannot apply it on Forex. Why traders keep losing can be concluded as one good reason, it's NOT the system but it's OUR SELF.

Before you look for new system, ask yourself, "Are you ready to trade???" I met so many traders with different attitude and keep failing because of this human nature;

- Traders who have no basic - if you don't know the term LONG and BUY in Forex better look for other business.
- Traders who keep adding indicators in their chart - some traders like to combine few systems and as a result, they have a chart with 3 to 5 or even more indicators.
- Traders who keep looking for those who can develop an indicator that can be seen easily - eg. up arrow for buy, down arrow for sell.
- Risky trader - high risk, over trade, etc.
- Traders too depending on something - eg. "Hey, I see reversal candle on daily chart, should be a drop... Ok, I'm selling now."
- Superhero trader - traders who keep holding minus position hoping for the market to reverse.
- Traders who think that market will always drop after it flew up or vice versa.
- Traders who never close a trade with 20-50 pips in hand and wait for more pips.
- Traders who sell even they see that market is moving up.

- Traders who teach others even they are not making profit or don't know how to trade.
- Last but not least, traders who never realized they have done any one or all of the above.

3. LUMINOUS MONEY MANAGEMENT

I always train myself not to be greedy. I know it's hard but soon I realized small pips give me more. Most traders look for big pips because they have small account. Imagine if you have an account with USD100 and trade only 1 mini lot, I'm sure it's not enough to get only 10 pips and that is why they looking for at least 100 pips per trade. But let me ask you these questions;

- How often will you get these 100 pips?
- How big is your SL?
- Can you get more than 100 pips if your SL hit?
- Can you get profit in a long run?

I'm sure you know the answer. Getting hundreds of pips is possible but only if you manage to wait for it because market moves and it is unpredictable. This is when your *human nature* activates. But the most important thing is to ask yourself is it worth to wait? This year market only moves in the range of 2000+ pips. Do you realize how many times market move for 100-200 pips in a year? Again, is it worth waiting?

Our main objective is to protect our money (capital) and make money (profit). All type of businesses has the same objectives. But I realized most traders are interested in collecting pips than getting money. Why? There are so many reasons for this but I found there is only 1 good answer. Traders like to imitate other traders who claimed they can get hundreds of pips in a single

trade. This is what most traders looking for and I guess this is why statistic shows almost 90% Forex traders failed.

My MM will be based on 20 pips daily. Even though my systems give more but I like to get only 20 pips because it is 100% achievable. That's the main point. Let's look at this MM, [Luminous MM](#). This MM is calculated based on FXCM Micro UK account (GBPJPY). Change the setting as below:

Account Type : MICRO

Deposit : \$100

Risk : 10%

Margin : \$4.00

\$ Per Lot : \$0.10

SL : 100

TP : 20

Deposit is only USD100 and I changed the margin to \$4.00, that's the minimum margin requirement for EURUSD. The risk is a bit high but since I include SL -100 pips the actual risk will be less than 10%. The initial SL for Luminous system will be less than -100. The SL included here is the maximum loss I can afford to lose, meaning only if your trade is having consecutive loss.

How to use this MM? Simple. For example on day 1 to day 13 I need to open only 2 lots (\$0.20 per pip) daily. If on day 1 I loss few trades with a total of -100 pips, then I will lose \$20 from my account and my balance will be \$80. So I

need to change my deposit starting with \$80. That's a big loss. Don't worry because I've tested it with all my systems and it never happened.

Usually I'm happy with 20 pips a day and stop trading. Some of my setup will have a TP of more than 20 pips. So I will wait till it hit TP OR close the trade with 20 pips OR lock my profit by moving my SL to +20 pips and wait for it to hit TP. If for example I got 40 pips on day 1, than I have to skip day 2 and start with my day 3 projection on my second day of trading. This will make your target achieve even faster.

The most important rule for this MM to work is NO WITHDRAWAL until you reach your target. I understand some traders don't like this but by far this is the best way to make your account big especially when you start with small account. You only need 255 trading days (2,550 pips) to make your \$100 to %\$1,000,000. It's a good investment. Is it possible? Yes. I even trade with 10 pips a day with one of my account and stop trading each time I got my 10 pips. This is why I never loss a single day because 10 pips is 100% achievable. Even I loss a few trades on a day but I still can get net profit of 10 or 20 pips.

Let put it this way. A shop selling an apple for \$0.50. What if they raise the price to \$1.00 or \$2.00 in order to get more profits? I guess no one will buy. But in Forex you can raise the price anytime.

You just need to increase the lot. It's risky. Yes, that's why you need to be smart. Those who understand this theory can stop reading and use any

system you have now and get only 10-20 pips. I believe all systems work and you don't need to get hundreds of pips to be profitable in this business. I've shared this MM with few traders and I admit it's hard to convince them to use it. I'm not sure if they use it or not but I'm sure they still looking for big pips. Why it's hard to convince them? Maybe because they're not interested in 10-20 pips and they are only looking for 100-200 pips OR they can't even get 10-20 pips. Well, that's common, another *human nature*.

4. LUMINOUS PACKAGE

I will share all of my systems in this e-book. I can guarantee you all of them are profitable. Why so many systems? Since market is unpredictable, so we need to suit the system with the market condition. Let me ask you this, why some people have so many types of cars? Will you open the roof of your convertible car on a rainy day? I guess we need to suit the weather because weather is unpredictable too. There are also few systems that can suit any market condition but it's not easy.

Luminous package consists of;

- Luminous Basic
- Luminous Logic
- Luminous NFXI (No Forex Indicator)
- Luminous Eye
- Luminous Déjà vu
- Luminous Harvest

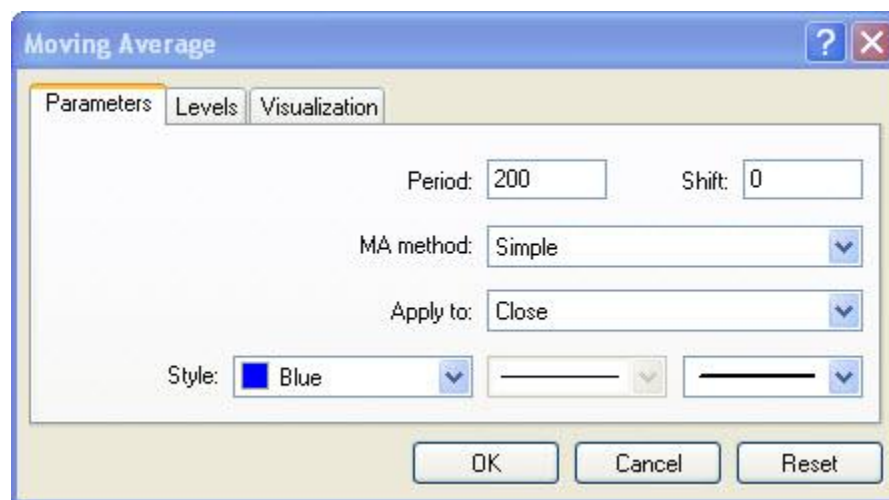
Personally I use only Eye, Déjà vu and Harvest but you can choose any system that suit you best.

5. LUMINOUS BASIC

- **Overview**

- Chart : Any platform
- Time frame : 1 minute
- Pair : All pairs
- Indicator : 200 Simple Moving Average

- **MA Setting**



- **Setup**

- Get ready to trade once the price HIT / CROSSED the blue SMA.
- Enter LONG when the price is ABOVE the blue SMA.
- Enter SHORT when the price is BELOW the blue SMA.
- Set STOP LOSS on previous HIGH / previous LOW.

- Set TP 10 to 20 pips (RECOMMENDED) or more (LUMINOUS HARVEST).

It's hard to decide whether to enter or not once the price HIT / CROSEED SMA. So once the price CROSSED SMA I usually enter LONG when the next candle open ABOVE SMA or enter SHORT when the next candle open BELOW SMA. Usually I choose a trade with small SL, less than -10 pips and skip trade with SL more than -10 pips.

- **Buy Setup**



- **Sell Setup**



The following photos were taken from EURUSD 1 minute chart on Friday, 2nd December 2011. Let say we take only SL of less than -10 pips and TP is 10 pips.

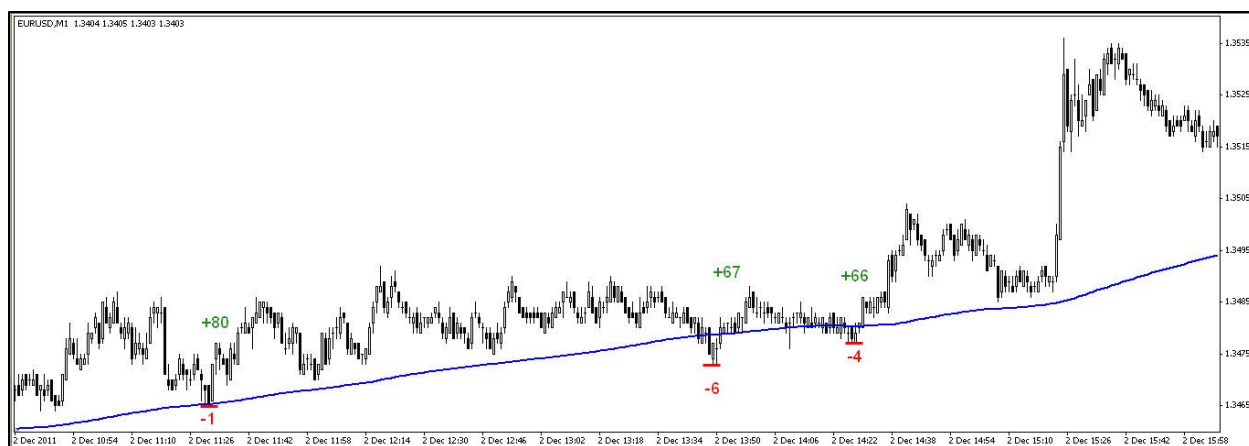


Trade 1 : Hit SL -1 pip

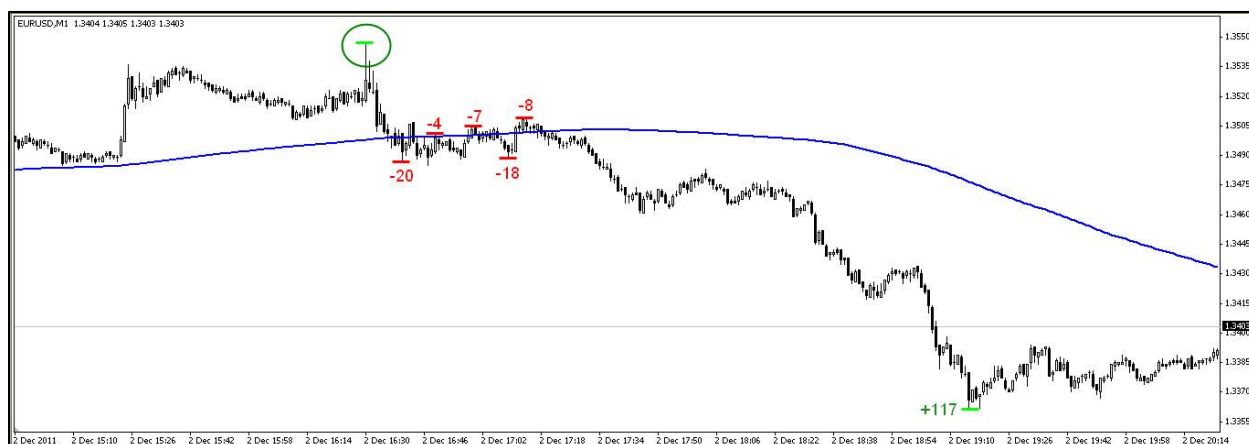
Trade 2 : Hit SL -5 pips
 Trade 3 : Hit SL -3 pips
 Trade 4 : Hit SL -5 pips
 Trade 5 : Hit SL -5 pips
 Trade 6 : Hit SL -2 pips
 Trade 7 : Hit TP
 Trade 8 : Hit SL -2 pips
Total pips: -13 pips



Trade 9 : Hit SL -4 pips
 Trade 10 : Hit TP
 Trade 11 : Hit SL -2 pips
 Trade 12 : Hit SL -4 pips
 Trade 13 : Hit TP
Total pips : 10 pips



Trade 14 : Hit TP
 Trade 15 : Hit TP
 Trade 16 : Hit TP
Total pips : 30 pips



Trade 17 : Trade cancelled
 Trade 18 : Hit SL -4 pips
 Trade 19 : Hit SL -7 pips
 Trade 20 : Trade cancelled

Trade 21 : TP hit

Total pips : -9 pips



Trade 22 : TP hit

Total pips : 15 pips

Therefore total pips on this day are;

$$(-13) + (10) + (30) + (-9) + (15) = 33 \text{ pips}$$

This is the result if you only taking 10 pips from each trade and you should get more if you HARVEST.

6. LUMINOUS LOGIC

LOGIC is applying BASIC on higher time frame (5M, 15M, 1H, 4H and Daily). Let's look at the chart below.



This chart is also taken from EURUSD market on Friday, 2nd December 2011. Please refer all 22 entries on BASIC above to understand how to filter those trades with LOGIC. First of all let look at the position of MA on each time frame. After market open, price was below 200 SMA on 1M, 5M, 4H and Daily. While in 15M and 1H price was already above 200 SMA. It tells us that market is still heading down on higher time frame especially when we refer at 4H and Daily chart. So it is possible market will drop but before it happen they might be some opportunities to buy because 15M and 1H is still above SMA.

This information will help you to filter some entries which we can skip on BASIC. For example the price I highlighted in purple shows a flat market. Since

price already above MA in 15M and 1H, so it is a good idea to skip sell setup and wait for better opportunities. This will lower the amount of loss we take on BASIC. A few hours after that a clear direction heading upward and that's when we get 4 consecutive winning trades on BASIC with 60 - 80 pips each.

Since higher time frame is still below MA so I'm not surprise when market drops further but lucky in 5M there is a pull back (green circle) and that's exactly the point we can refer and enter sell per BASIC. Then a nice rejection on 1H (red circle) and I called it as STOPPER. The MA acts as a stopper which prevent the market to drop further and that's another good info for us but this time it tells us to stop. From this rejection you got another 15 pips on BASIC.

I guess with this explanation I can answer some questions that might be playing in your mind. "Hey, it is impossible to watch the market on 1M" or "I cannot watch 1M because I'm working". Just be smart. You don't need to take every entry on 1M chart. This is where discipline plays an important role. You can refer more on BASIC and LOGIC [here](#).

7. LUMINOUS NFXI (NO FOREX INDICATOR)

NFXI consists of 2 systems namely LONG TERM TRADE (LTT) and SHORT TERM TRADE (STT). But I'm going to share LTT only because you need to spend more time watching your chart on STT. LTT is more like *set and forget* system.

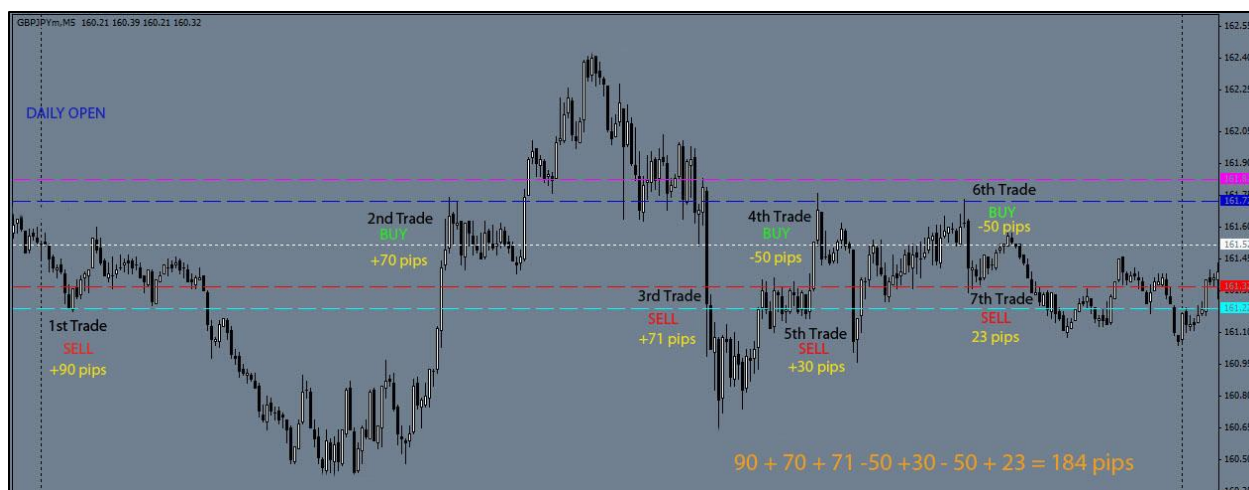
- **Overview**

- Chart : Any platform
- Time frame : 5 minute
- Pair : All pairs

- **Setup**

- Look at the Daily open and draw a horizontal line (WHITE DOTTED).
- Draw a horizontal (BLUE DASHED) +20 pips ABOVE the daily open for BUY ZONE.
- Draw a horizontal (RED DASHED) -20 pips BELOW the daily open for SELL ZONE.
- SL -50 pips and I usually do HARVEST for TP.

Look at the chart below. I've tested it on all pairs and I managed to tame GBPJPY by using this system.

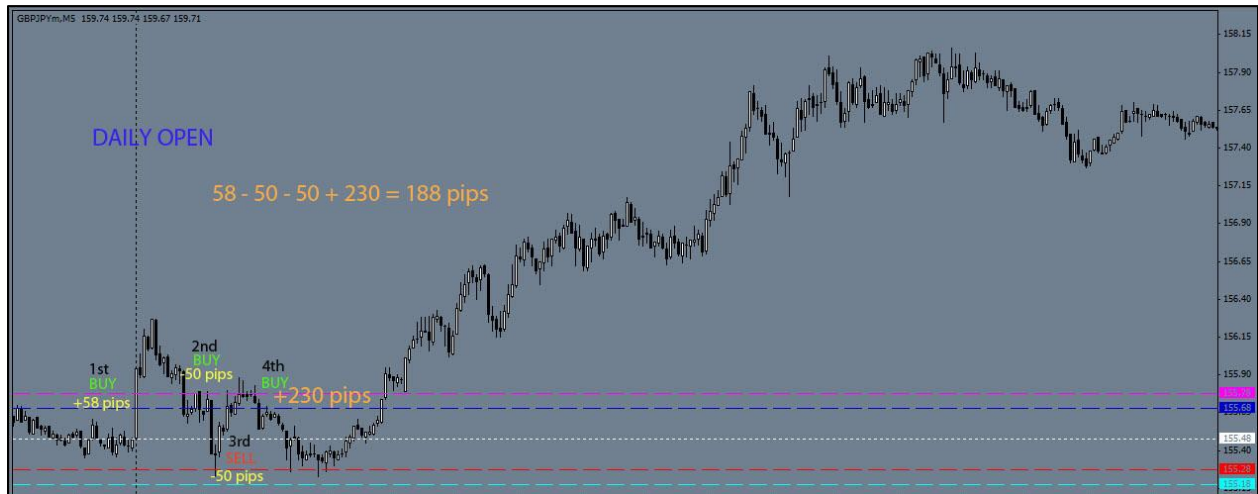


The line in MAGENTA is the SL for SELL setup while the line in CYAN is the SL for BUY setup. After market open I will set pending order on both BZ line and SZ line. In this case my sell entry triggered first so I close my pending buy. Look how the price flew after entry triggered but still can't hit the SL and it dropped for a maximum of 90 pips.

Then market went up and I will wait for it to visit the daily open again. I called this daily open as our ZERO point. When this happened I put another pending order on BZ and SZ. My buy entry triggered and could take a maximum of 70 pips. Then my ZERO point visited again and sell entry triggered and dropped for another 71 pips. The 4th trade is a loss. Buy entry triggered but hit SL. 5th trade possibly collect another 30 pips. 6th trade another loss and the last trade dropped for another 23 pips. Therefore total pips on this day are;

$$(90) + (70) + (71) + (-50) + (30) + (-50) + (23) = 184 \text{ pips}$$

Do you think you can get 10-20 pips from this system? The chart below is another good example.



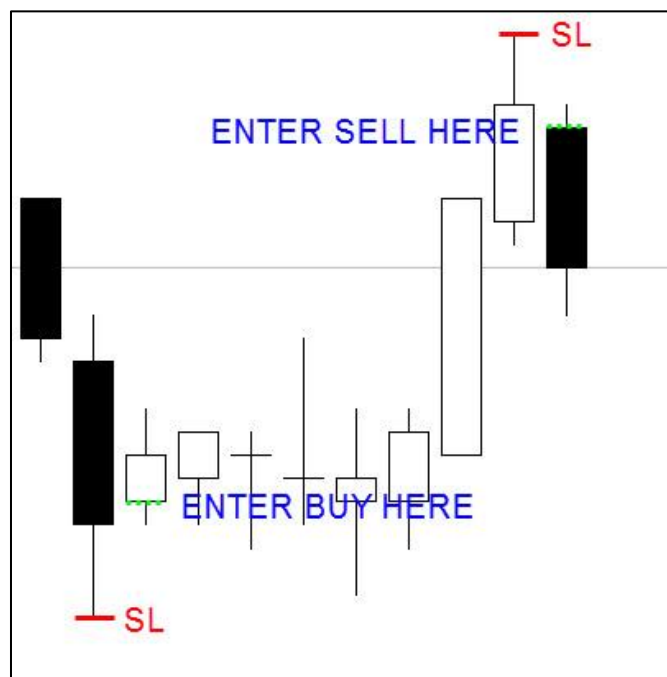
You can refer more on LTT [here](#).

8. LUMINOUS EYE

This is by far the simplest setup but it's not easy. The main objective here is to get a small SL as possible. Understanding waves is also important for a better result. It can be use on any pairs any time frame

- **Setup**

- Look at LOW / HIGH of the current candle then wait till this candle close.
- Wait for a few minutes and if next candle could not break the LOW / HIGH for previous candle, it's a good place to set the SL.
- Once you have the SL, then you can enter a few minutes after the next candle open.



Usually I refer to the waves and enter once I see my SL. I prefer to enter at the top or bottom of the waves. Some extra info are also needed, example if you look at the chart above, after the buy setup price drop a bit but still could not hit SL. It tells us market could not drop further down and sure we are on the right track. The buy trade gave me an SL of -5 pips and went up for 20 pips while the sell setup gave me an SL of -4 pips and dropped for 16 pips. It doesn't matter for me if it hit my SL because I have a small SL. Again, can you get 10-20 pips from this system?

9. LUMINOUS DÉJÀ VU

What is Déjà vu?

Déjà vu is the experience of feeling sure that one has already witnessed or experienced a current situation, even though the exact circumstances of the previous encounter are uncertain and were perhaps imagined. The experience of déjà vu is usually accompanied by a compelling sense of familiarity, and also a sense of "eeriness," "strangeness," "weirdness". The "previous" experience is most frequently attributed to a dream, although in some cases there is a firm sense that the experience has genuinely happened in the past....

(Source : wikipedia.org)

Déjà vu is a high probability trade because it always happened and I don't look at *Virtual Pips*. What are virtual pips? For me those are pips that are LIKELY or UNLIKELY to happen, for example breakout. I used to see this before, hoping to get more pips but sometime it happen and sometime not. And sometime I've to skip trading for a few days just to wait for it to happen. Look at the photo below:



This is example of lovely breakout but I have to wait for days to make it happen.



This is example for another breakout. The 1st is a false breakout and 2nd was happening but again I have to wait for a few days.

I know some look breakout in different way but again it's uncertain. We never know. Why I don't trade on rejections instead of breakout?? Again its uncertain. We never know it will reject or break. But what I'm trying to say is due to this HUMAN NATURE which called GREEDY, I tend to look for bigger pips. Watch the photo below:



It's nice to see it happened. Hit 161.8 Fibonacci level and I might get 180 pips from my entry but trust me it won't be that easy. It's nice to see past chart but only God knows how difficult to handle this trade. Imagine we are taking that trade and while waiting for it to hit TP we probably come across the feeling to close the trade earlier because we afraid it won't hit our TP. If this happened, it will be a waste. Sometime we close earlier and open another trade and it may hit TP or hit SL. That's also a waste. The most important thing is for me having a single trade with nearly 200 pips profit is chance of a lifetime. We will never get it often. That's fact.

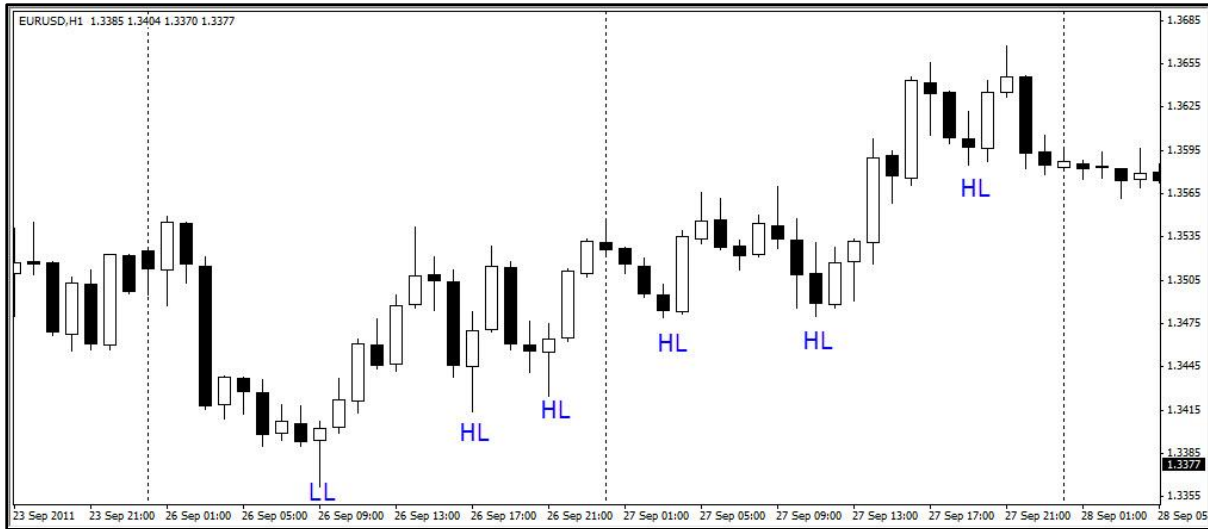
So in order to overcome these uncertain things, I asked myself why I don't look for pips that 80%-90% likely to hit TP??? Yes, I think the same way as you before. It's impossible but it's not. It happens not once, not twice but it's Déjà vu.

So where is Déjà vu in the chart? It's the waves. The first thing to consider is to spot the market bias. Some prefer to call it TREND. It doesn't matter actually but just make sure you keep this in mind;

“Trends are to break or change anytime... support and resistance are also to break anytime...”

It's good to refer the trend, support or resistance but some traders are too depending on these 3 terms and affect their trades. So I prefer look at bias and to see bias we need to understand how to look at waves. Waves are important for me because it gives me more info. Bias can be seen through waves (HH, LH, LL, HL), traders constructed trend lines on waves, support and resistance happened on waves, trend line break on wave too, pullback also happened on waves etc.

- UPWARD MOVEMENT
 - Look at the Lowest Low (LL) and when it followed by series of Highest Low (HL), we can consider the market bias is UP.
 - $LL + HL = UP$

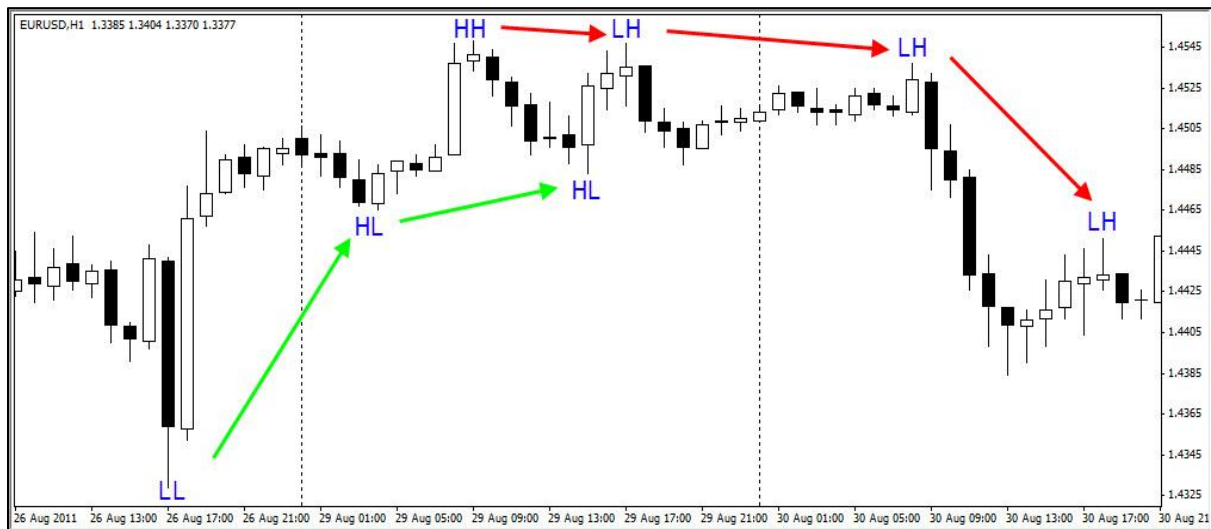


- DOWNWARD MOVEMENT

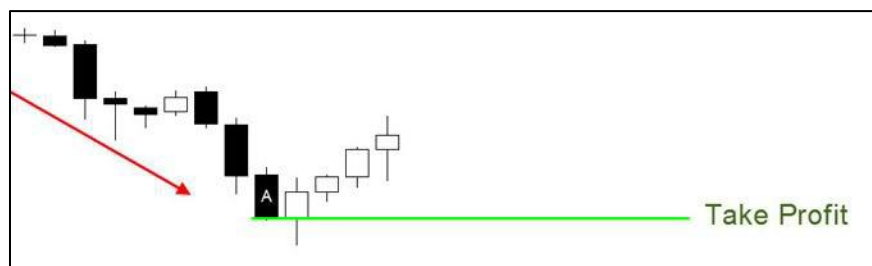
- When Highest High (HH) is followed by series of Lowest High (LH), then we can consider the market bias is going DOWN.
- HH + LH = DOWN



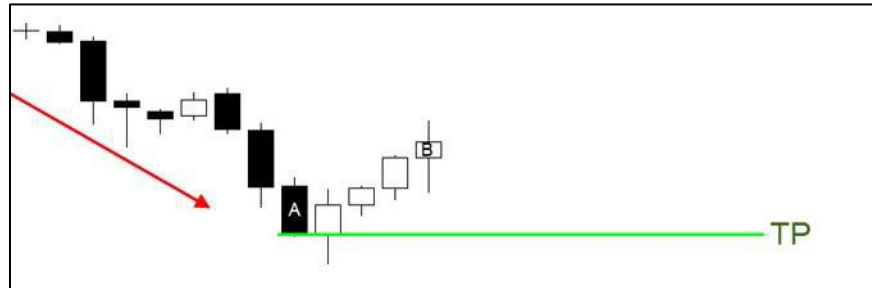
The photo below shows how the market bias change from UP to DOWN. The market keeps flying and makes a new HH. Then LH formed. The first LH tells you the price could not move further and could not break the previous HH. This is a good sign for the bias to change. Once the bias changes, please forget the old bias.



It is important to know the market bias because it will help you to decide where to go. If the market is UP then we will only look for BUY setup and if market is DOWN then we will only look for a SELL setup. Before we talk about the entry, let see how to set your Take Profit (TP) or Stop Loss (SL).



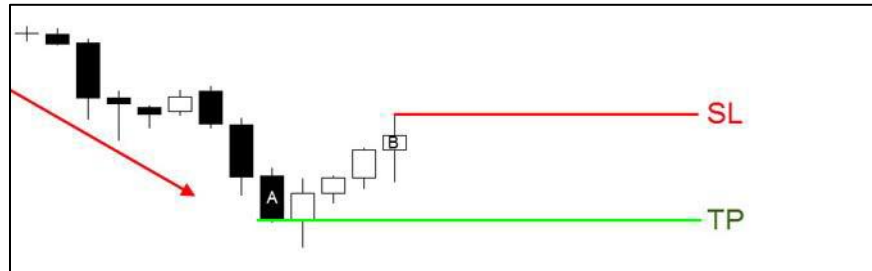
I look for market direction and this case its heading downward. So I will only look for SHORT setup. When market drop, it will form a wave. I will start looking for a good setup. My first setup is to find my TP.



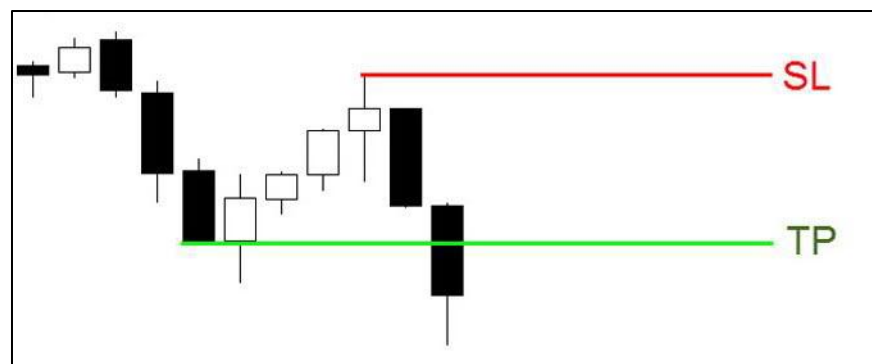
Then I will look for possible STOP LOSS. Candle B show a sign for another drop. When this happened I will look for smaller TF.



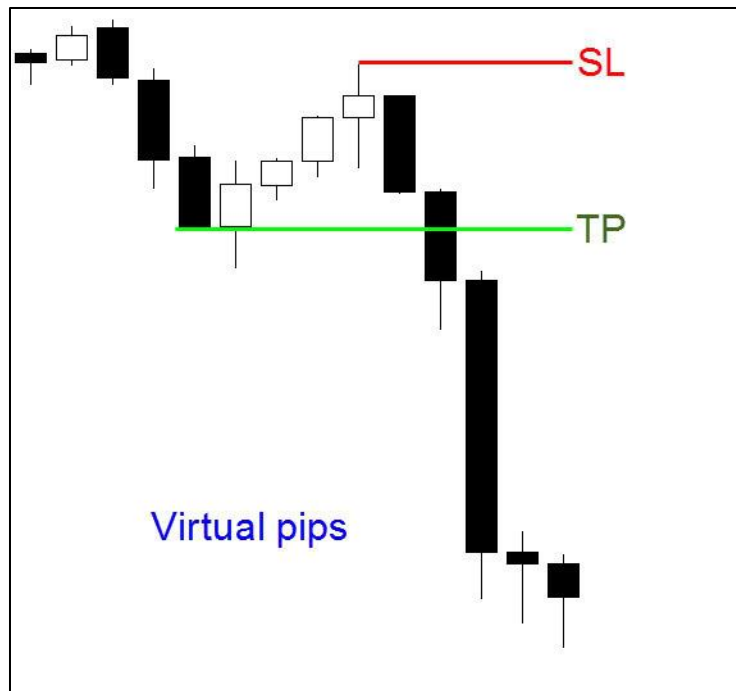
This photo is from 5M time frame. The 1st vertical red line is the OPEN for 1H candle and the 2nd vertical red line is the CLOSE of 1H candle. On this picture you can see price formed a new high and that probably will be a good SL. Since price heading down in 5M chart, it almost certain SL is a good setup.



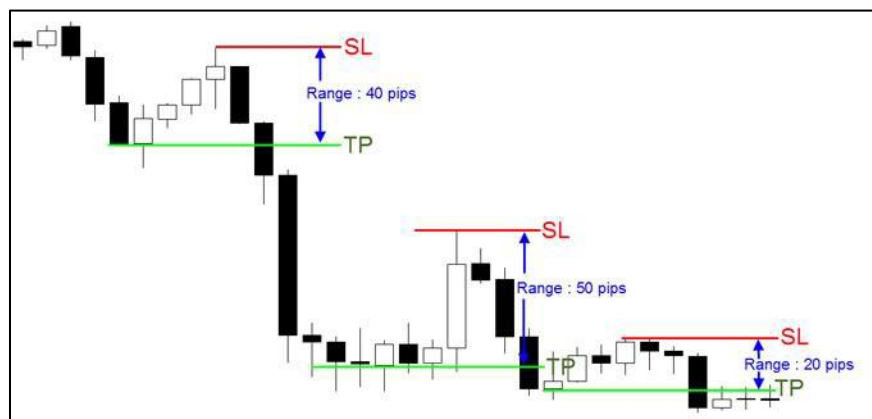
Once I see my TP and SL then I will ready to enter. Entry is somewhere in between SL and TP.

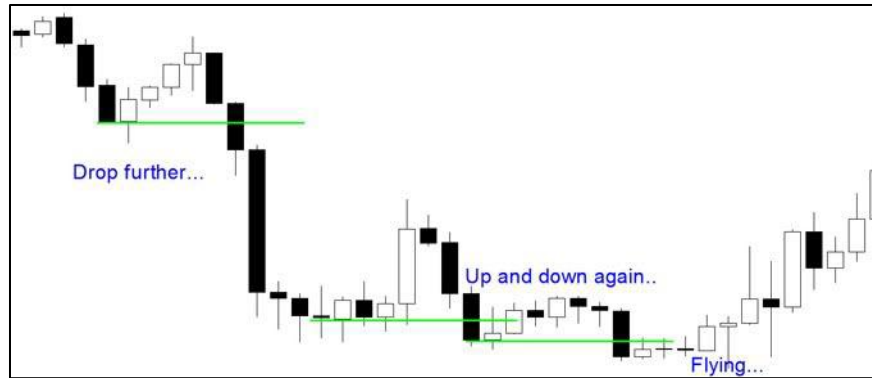


In this case, my TP hit and it drop further. You can look at the chart below. Why didn't I hold that trade??? That beyond my TP is virtual pips. It may happen or may not and I won't regret for not holding it because the most important thing is my TP hit.



Here is the example of Déjà vu. It always happened but we just don't realize it, TP is 80%-90% likely to hit. Can you see what happened after TP hit?





Most likely price will retrace after TP hit and this shows that the TP in Déjà vu is an ideal place and SL might hit if we hold our trade for too long. The charts below show another good example of looking at the waves.



- **Entry setup**

Once you know how to look at SL and TP, now you can look for entry. To make my life easy I use Fibonacci to set my entry.

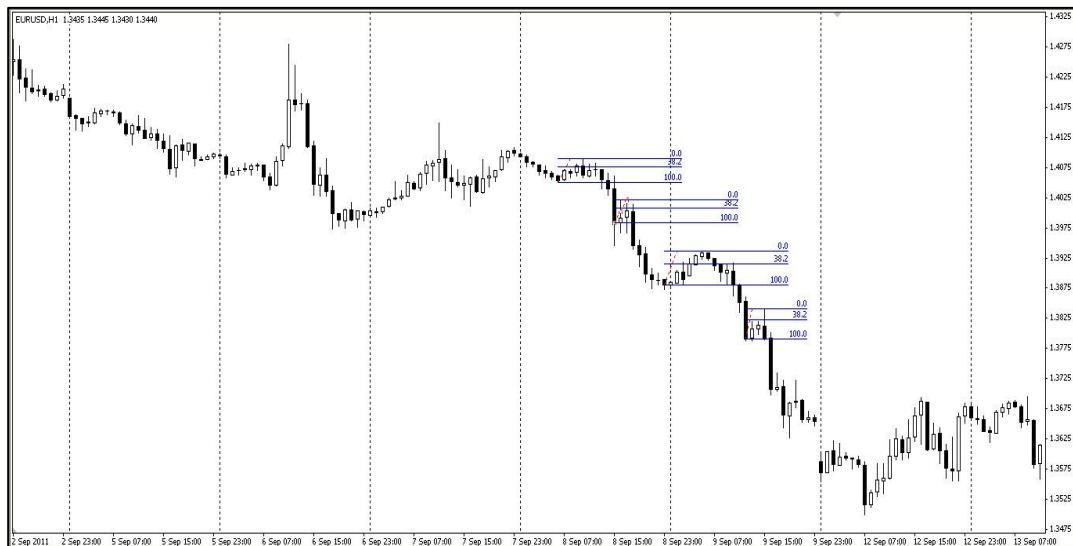
- SL : 0.00 Fibo level
- Entry : 38.20 Fibo level
- TP : 100.00 Fibo level

Construct Fibonacci **from your TP to your SL**. Once you have your Fibonacci, you can either have market order or pending order. Look at the chart below. It is an example of setting up a buy entry and TP hit.



- **Secret of Déjà vu**

- Since my target is only 20 pips daily, I might close my trade earlier before it hit my initial TP or move my SL to +20 pips or do HARVEST.
- I like small waves because it most likely 99% will hit TP. But how you can you get enough pips from small waves? I will hold and move my SL on my initial TP or you can do trailing.



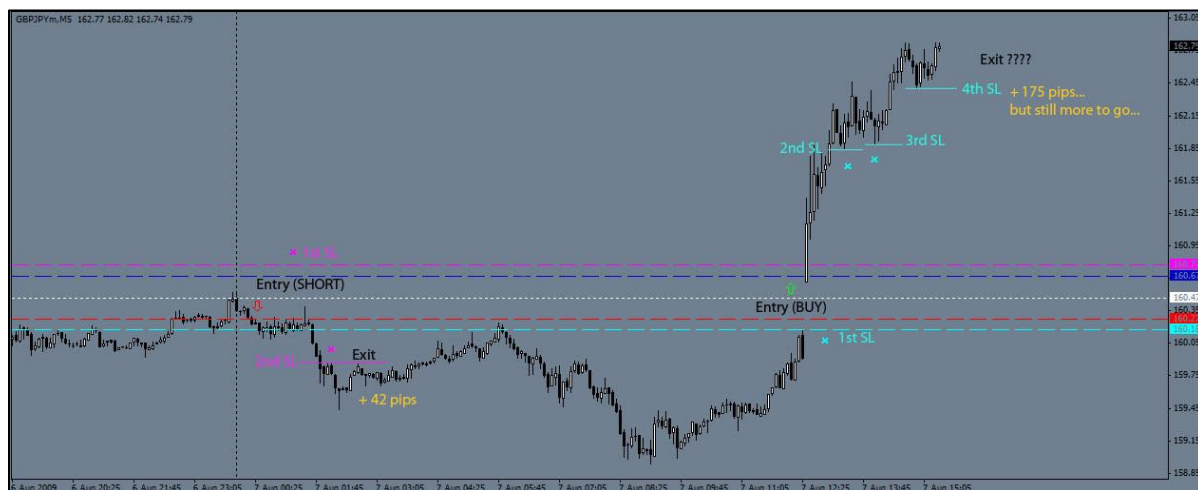
- I might enter early before price hit my 38.2 Fibonacci level. How is that possible? I will look for Déjà vu setup and enter trade per EYE.

You can read more on Déjà vu [here](#).

10. LUMINOUS HARVEST

Luminous Harvest is a way in maximising pips. It can be used for any system I mentioned above. It's basically moving SL on waves (previous HIGH or LOW). The chart below is from LTT system. The first trade is short on GBPJPY. You should know where to put initial SL (1st SL). Before market dropped down further, it moved up a bit and small wave formed. That previous HIGH is exactly the place where we move our SL (2nd SL), meaning we already lock a few pips. After a few minutes market could not drop further and hit our SL and managed to get 42 pips.

The next trade is a buy trade. Market flew up and few waves formed. 2nd SL is the previous LOW but it's not hit. New wave formed and SL was moved to another previous LOW (3rd SL). 3rd SL never hit too and market flew high and made another new wave. We can see another previous LOW there and SL (4th SL) moved again. This trade already holding 175 pips but still not hit SL yet. This is how I HARVEST.



11. BETTER SAFE THAN SORRY

Finally I completed my e-book. This e-book is just a guide for you and I never forced anyone to follow it. All I do is to share my experience in this business. But I believe there is no shortcut. Even I have managed to tell you everything in this thin e-book but it doesn't mean you can trade like me after you finish reading this book. You need to experience it yourself. As I said before I can't get hundreds of pips every day. I'm not that good but I'm smart.

I've struggled for a few years and lucky I discovered my weaknesses. It's *Human Nature*. I can say all of us have it. Those are our real enemy. When you read this book you will realize that my systems can give me hundreds of pips every day but me myself never take that much. I'm sure you know why. Taking 10-20 pips from possible 100 pips is 100% achievable and that's the amount I'm willing to grab. Better safe than sorry...

I hope this e-book can help you a lot. I'm not a good trader and I'm still learning but I can guarantee this e-book and can reduce your struggling periods.

“Thanks to my wife and my kids for their support and make my dream comes true. This e-book launch today on 5th December 2011. A special gift to my wife. It’s our 8th anniversary...”