

MY RULES FOR TRADING PRICE ACTION

RULES:

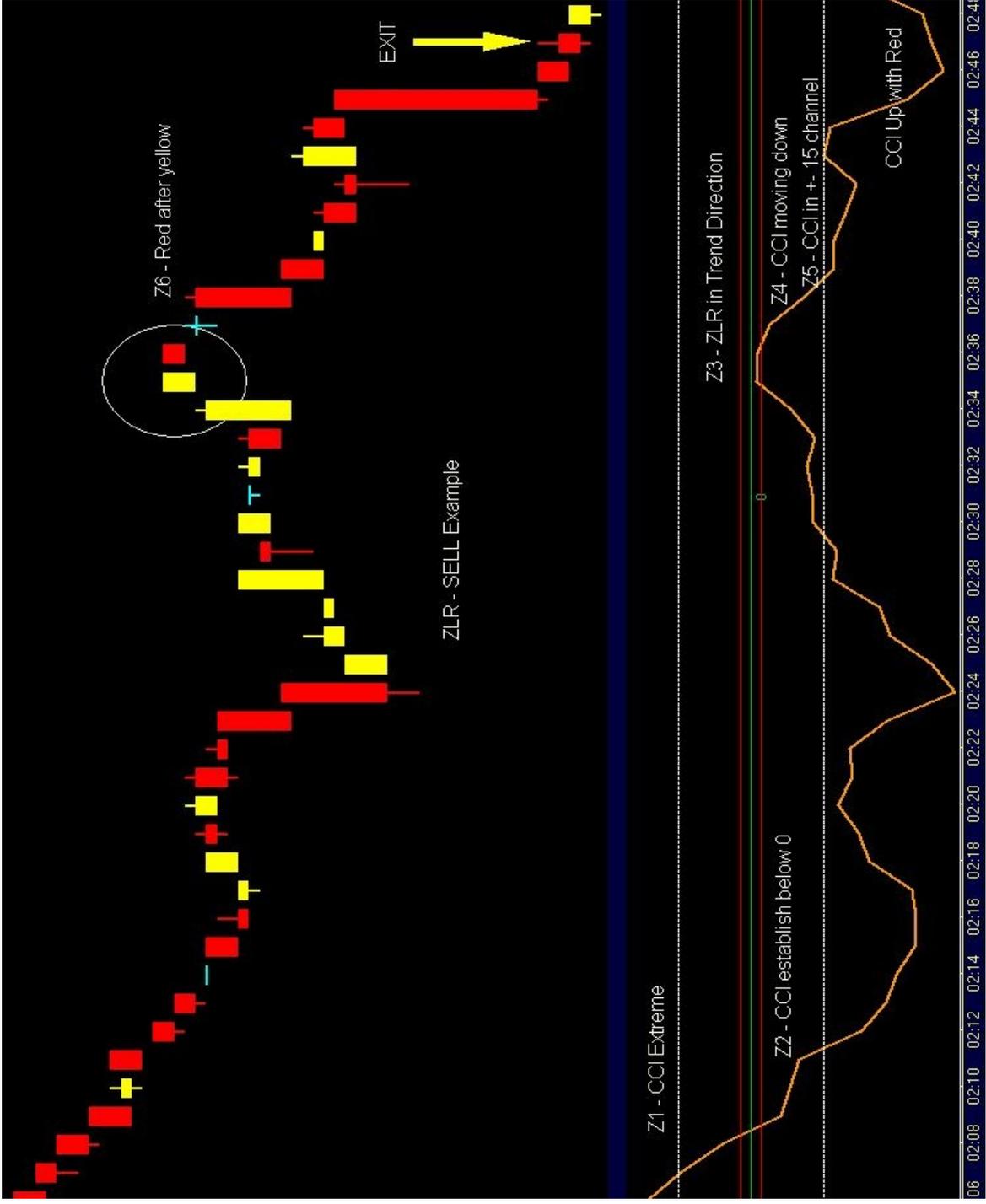
- A) Trading hours are 01:00 to 5:00 EST
- B) Maximum 2 stop outs per session
- C) GY - Flat 25 pip SL including spread
- D) Immediately set stop for all contracts – NO Limit

CONTEXT #1: Trend Direction ZLR

1 Minute ZLR

- 1) 30 Min – Establish direction of Bias (could have RSI 3 Extreme)
- 2) 1 Min – Z1: CCI had been extreme – Low for Buy, High for Sell
- 3) 1 Min – Z2: CCI goes over 0, possibly to extreme
- 4) 1 Min – Z3: CCI drops back down for a zero line reject IN THE TREND DIRECTION
- 5) 1 Min – Z4: CCI MUST be established at the candle close in the direction of the trade.
- 6) 1 Min – Z5: CCI establishes within +- 15 around 0.
- 7) 1 Min – Z6: Red after yellow candle for Sell or Yellow after red candle for Buy





CONTEXT #2: 1 Min Divergence

1 Minute Divergence

- 1) 30 Min – Establish direction of Bias (could have RSI 3 Extreme)
- 2) 1 Min – D1: CCI had been further than +- 160,
- 3) 1 Min – D2: 2nd attempt with divergence (price further, CCI not as far, but over 100),
- 4) 1 Min – D3: Price establishing higher/lower highs & lows
- 5) 1 Min – D4: CCI approaching 100
- 6) 1 Min – D5: CCI MUST be established at the candle close in the direction of the trade.
- 7) 1 Min – D6: Red after yellow candle for Sell or Yellow after red candle for Buy



EXITS:

- 1) Watching 1 Minute CCI and Price for a discrepancy in progress
- 2) Watch for CCI going opposite direction from candle color (CCI up, candle red)
- 3) Take profits at the end of a strong move and look for new entry.
- 4) Looking for opposite direction set up.

