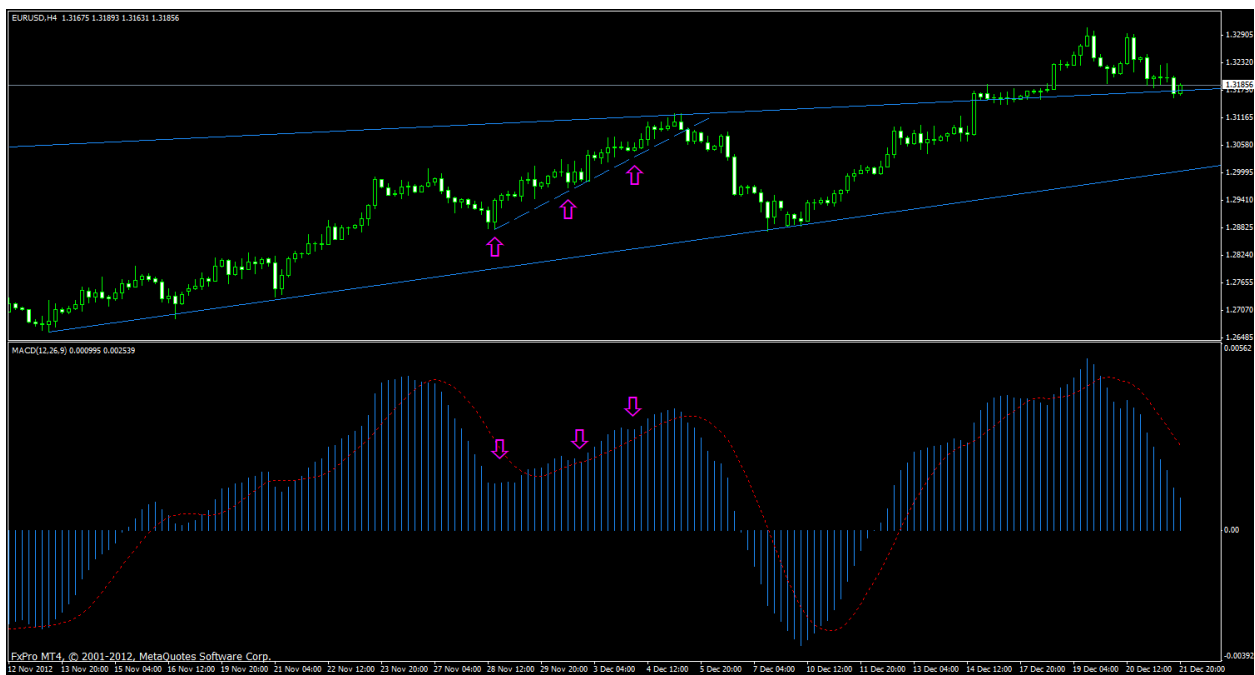


## Trading MACD Trend Lines Part II Trading Unconfirmed Trend Lines

In the first part of Trading MACD Trend Lines trading confirmed trend lines was described. In this second part trading unconfirmed trend lines will be described. A bit more difficult to describe this method will provide more frequent trading opportunities but perhaps involve more risk.

The chart below shows an expanded MACD to reveal the smaller dips highlighted by the pink down arrows. Ignored by most these dips provide points at which to draw valid TLs. These are unconfirmed TLs as the MACD has not completed a cycle. In this case the TL occurs before the MACD moves back below the zero line. The TL is broken to the downside. Later the MACD moves below the zero and confirms a TL point. The solid blue line is the confirmed TL and the broken blue line is the unconfirmed TL.



Another example. The inflections in the MACD are obvious and correlate to dips in price action where a TL can be drawn.



This GBPUSD highlights several examples of unconfirmed TLs that provided trading opportunities.



Entries, stop losses and profit taking are no different than in Part I.