

Step 2 – Trade Entry

There is unfortunately no opportunity to work a better entry, as the trade is triggered at LWP.

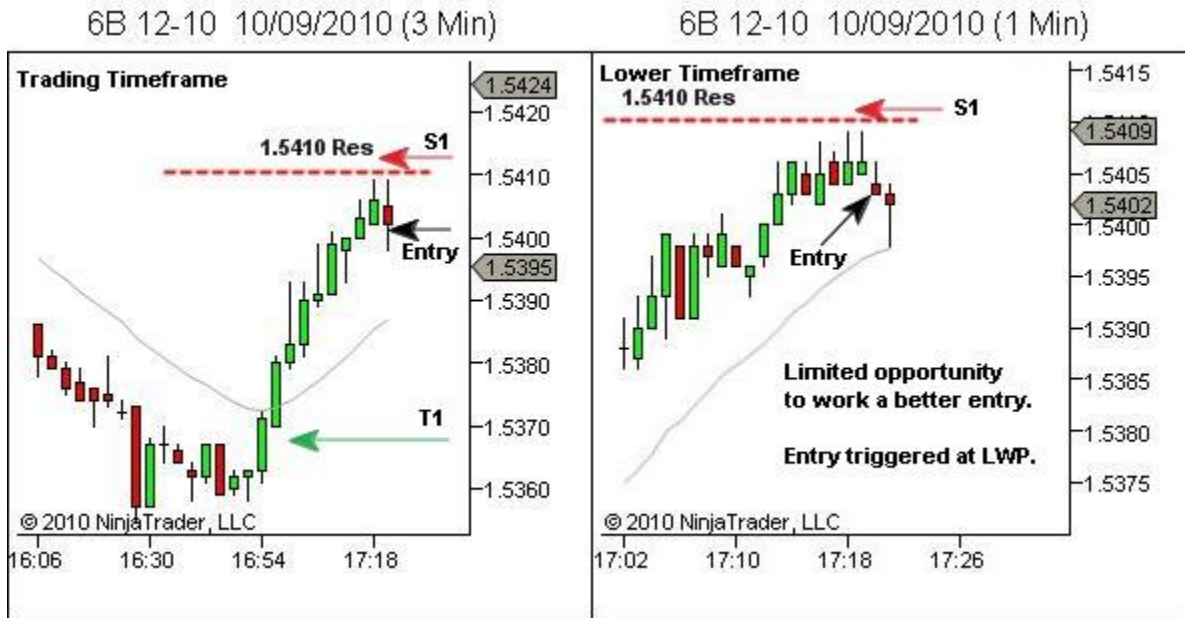


Figure 5.106 – Example 10 – Trade Entry

Trade entry parameters:

- Entry: 1.5401
- S1: 1.5411 (risk 10 pips)
- T1: 1.5368 (reward 33 pips) (3:1 R:R for part one)
- T2: 1.5440 (reward 61 pips) (6:1 R:R for part two)

Step 3 – Trade Management & Exit

Note the last candle on the RHS of figure 5.106 above. The initial break through LWP did profit from bearish orderflow driving price initially in our direction, but it was short-lived. The lower tail indicates there is more demand at lower prices. This is a sign of strength. The stop for part one will be moved just above this candle.

Let's look at further price action.