



As we said in the very first webinar, as time goes by we will slowly expend our knowledge about the markets until FX Delta becomes not only a trading strategy with software that gives you signals when given conditions are met, but also for you to understand how and why the markets work, "think" and behave.

The knowledge and skills that you have been acquiring during the past months, will give you the power and option to later on apply any given strategy (or develop your own) into your trading.

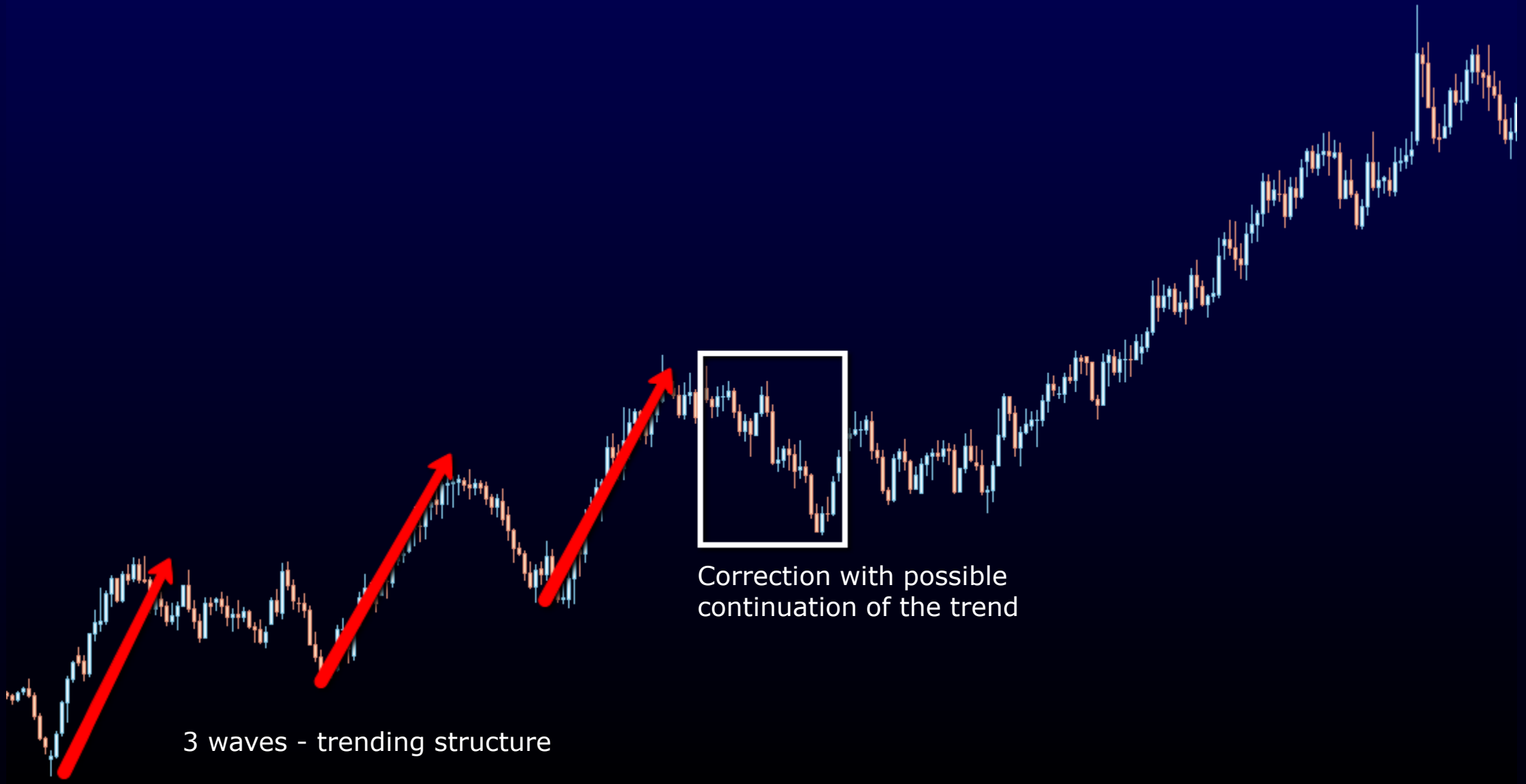
In this webinar we will cover:

- Trending Market Structures
- Corrective Market Structures
- Confirming the end of CS
- Examples

Trending Structures

- 3 waves/legs
- Possible continuation expected after corrections





3 waves - trending structure

Correction with possible continuation of the trend

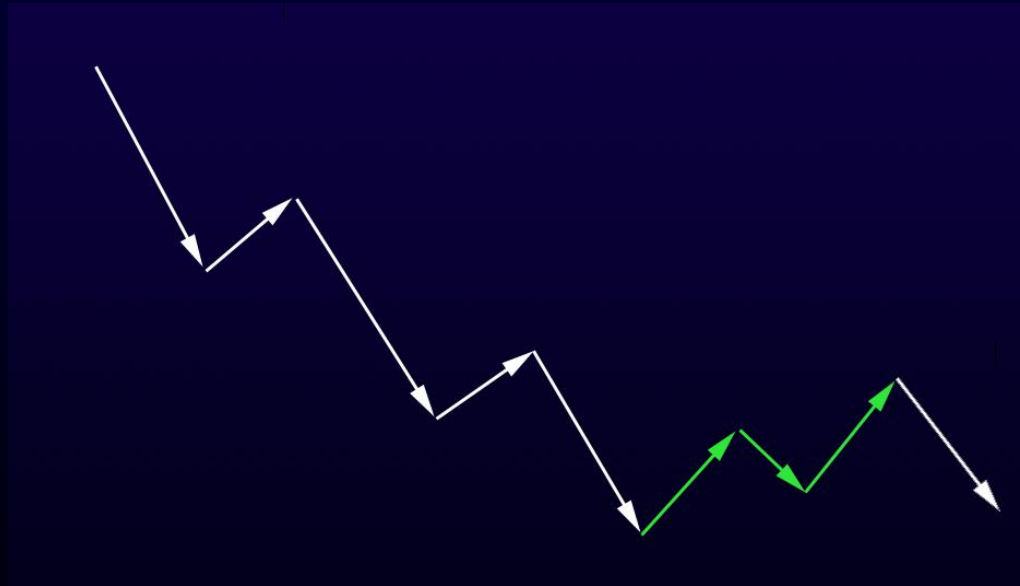
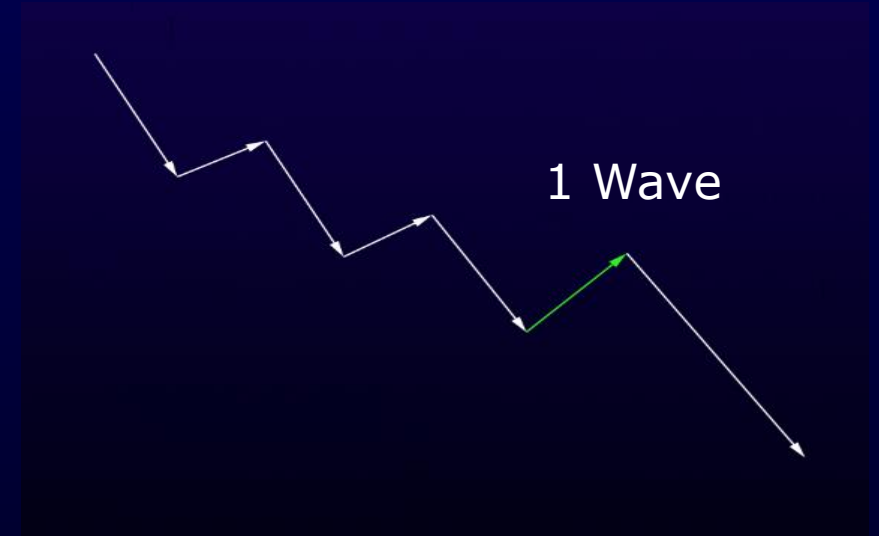


3 waves - trending structure

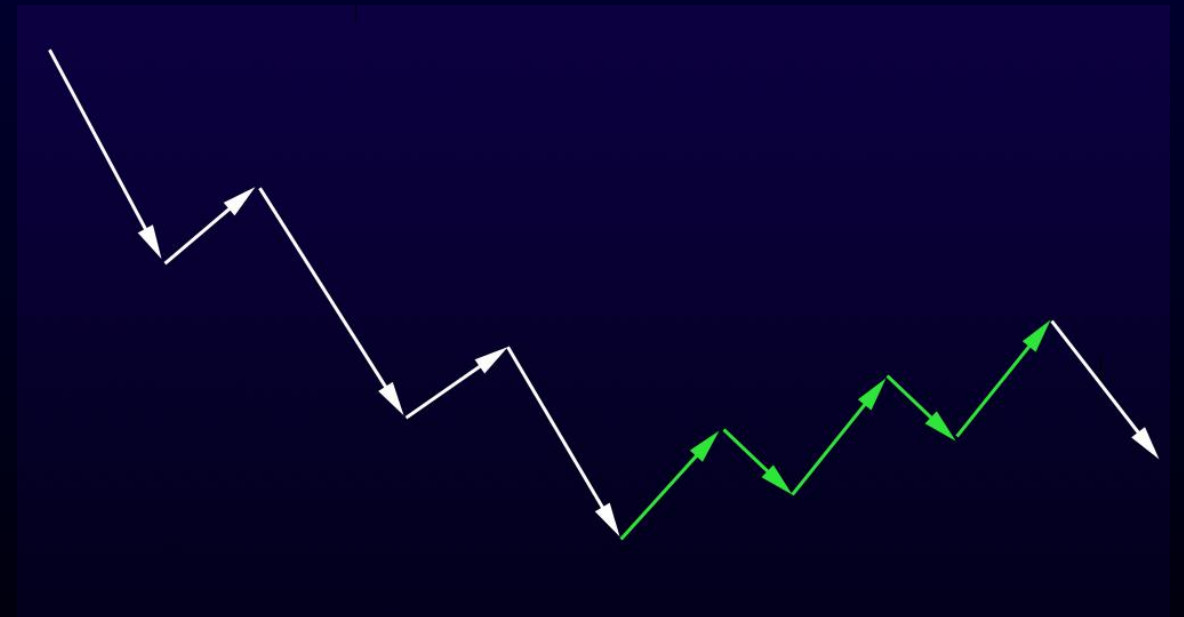
Correction with possible continuation of the trend

Corrective Structures

- 1 wave correction + hidden divergence - quick
- 2 waves correction – classical
- 3 waves correction - extended

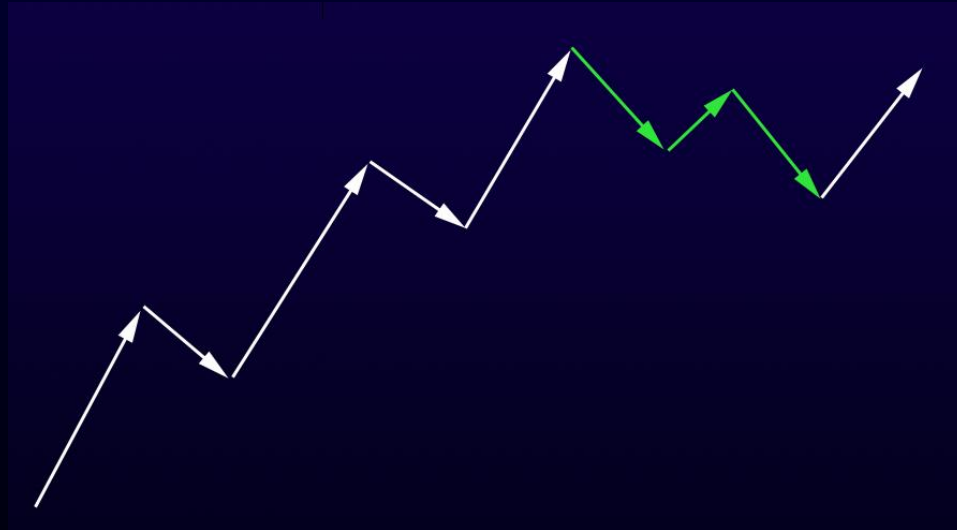
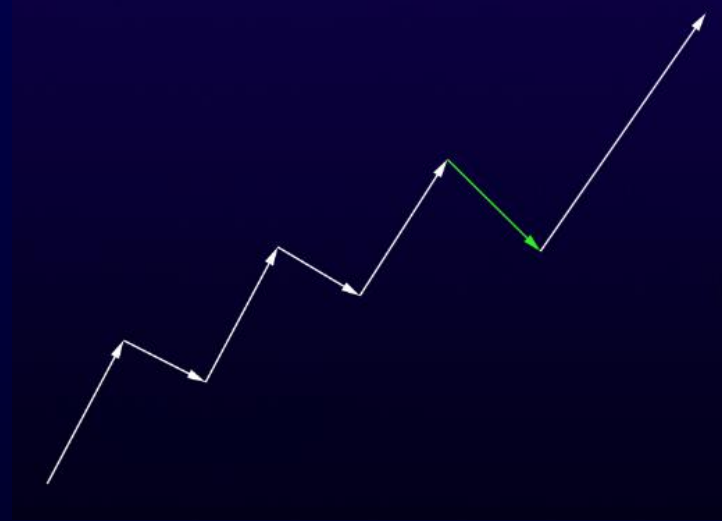


2 Waves Correction in bearish trend

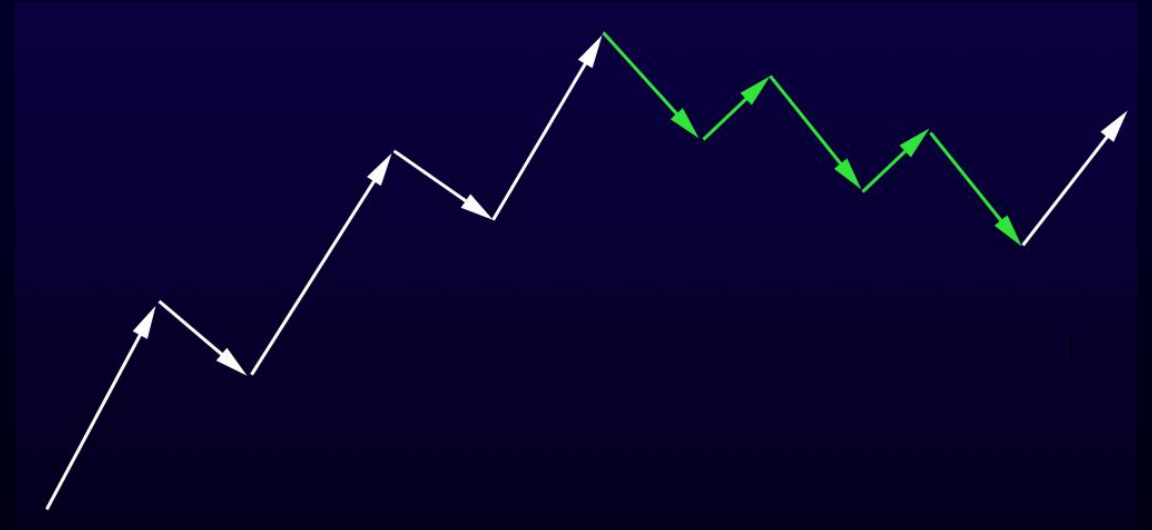


3 Waves Correction in bearish trend

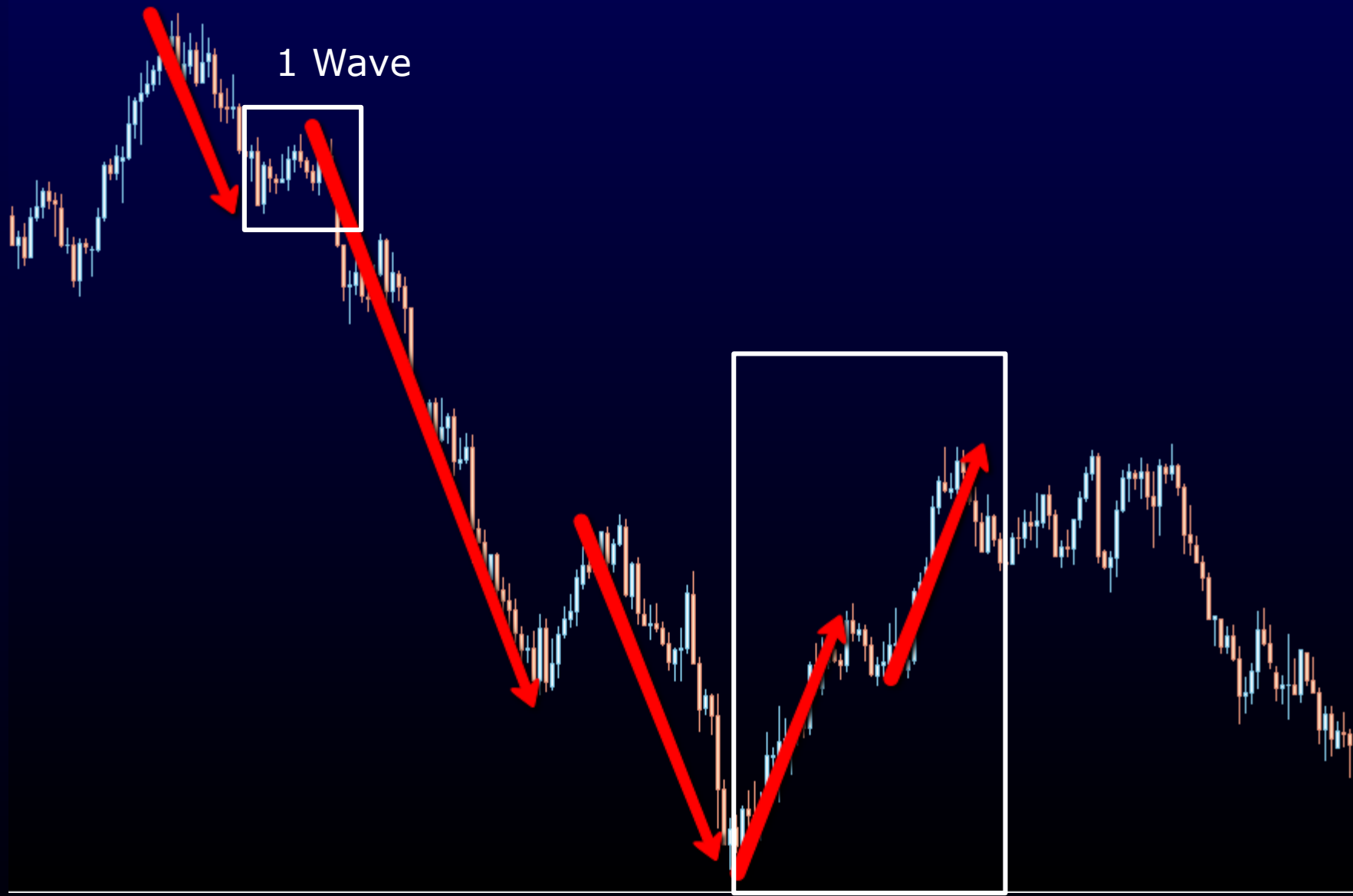
Corrective Structures



2 Waves Correction in bullish trend

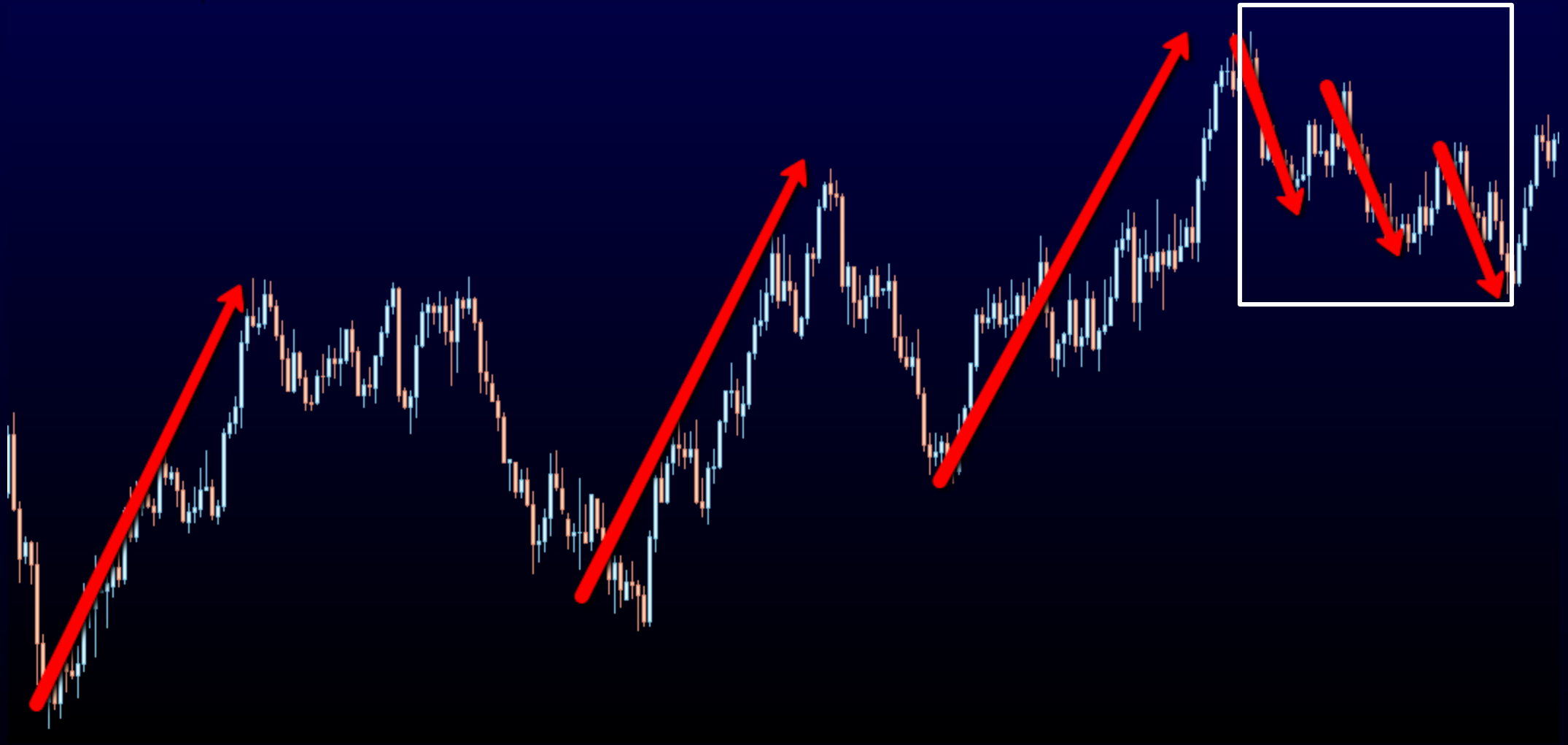


3 Waves Correction in bullish trend



1 Wave

2 Waves Correction in bearish trend



3 Waves Correction in bullish trend

Now what?

If triple waves are usually suggesting continuation how do we know when it is a correction and when it is continuation?

The simple answer is that we DON'T.

Good news is, we have ways to try and predict whether the correction is over or we can expect further continuation (for deeper correction or maybe even reversal).

Before we move on any further let's talk about confirmations.

Why do we care about Market Structures?

If the market is forming "trending structure" where we expect "corrective structure" it is telling us that there is a possibility for either a complete reversal or deeper pullbacks.

This is why when triple waves appear inside what we expect to be a correction we need to pay extra attention and try to manage our positions accordingly.

Of course that knowledge will help you with your trading not only when it comes to FX Delta but in general. Identifying trending markets and corrective markets.

Confirming the end of Corrections

Divergences and price action breakouts play crucial part in the markets. They are extremely valuable for every trader and we have been using them since day one in FX Delta.

Divergences in their essence do exactly what we are looking for – they confirm the end of a move (whether it is going to be a short term pullback or reversal). A divergence is telling us that the momentum is slowing down and we should be ready to see opposite moves.

This information is available for all market participants. How are we going to use this information (if we decide to use it at all) is up to us.

When we are looking for the end of a corrective move, we will apply both hidden and regular divergences.

Divergences combined with breakouts give us exactly what we need to confirm whether the move is over or it will continue.

Bottom Line

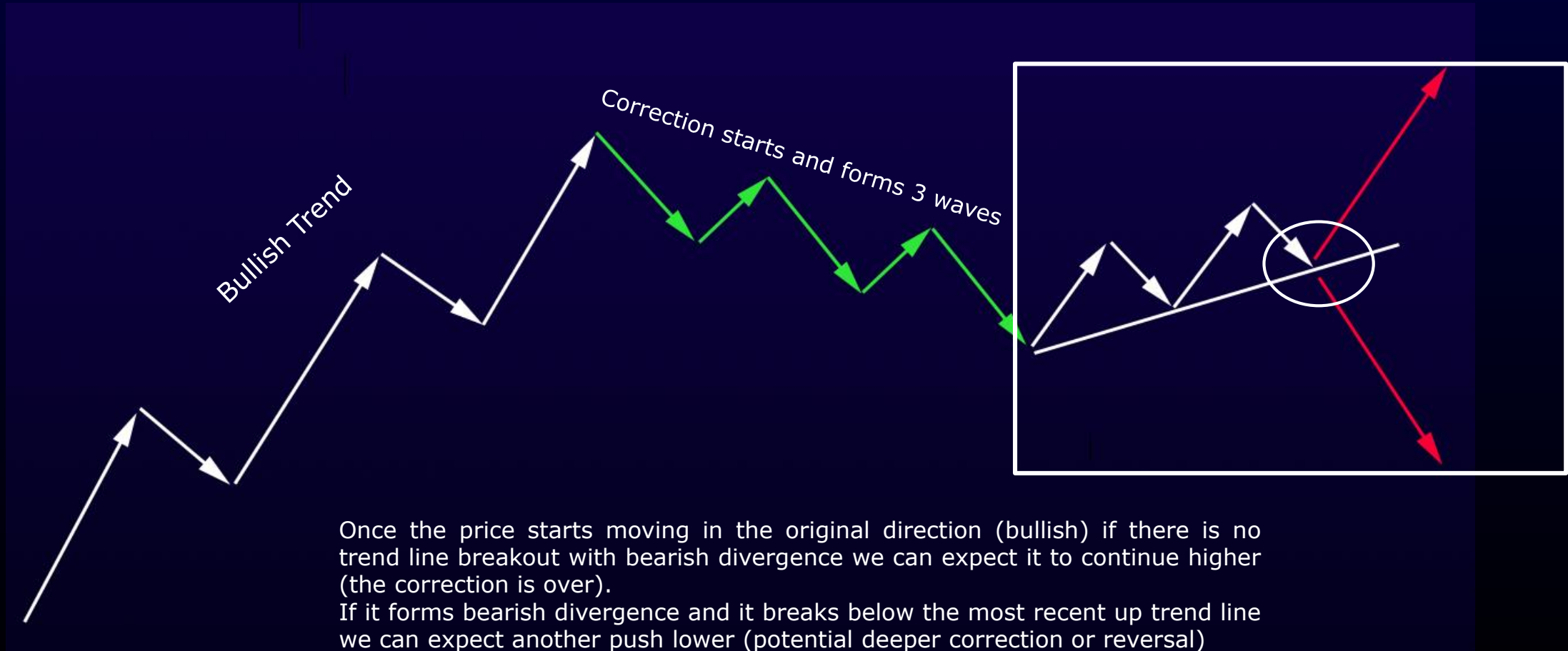
If we see Triple Wave formation during what we are expecting to be a correction we need to pay attention for potential continuation.

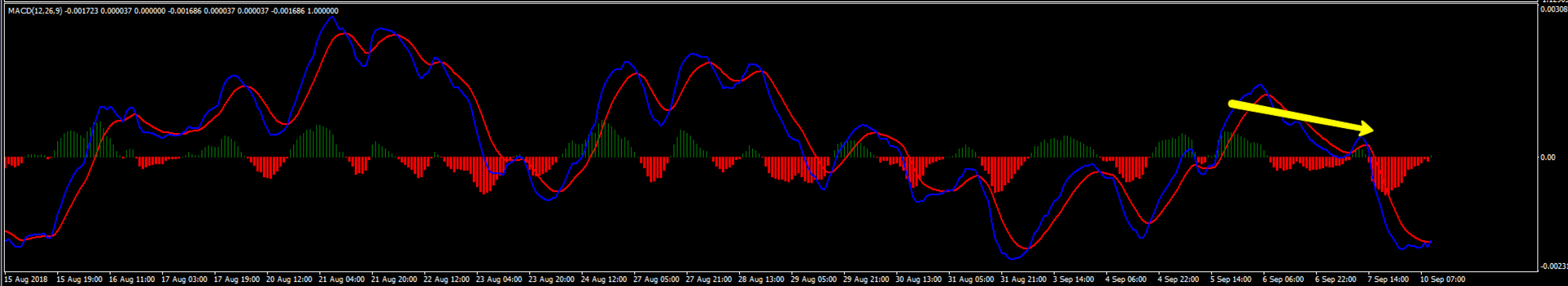
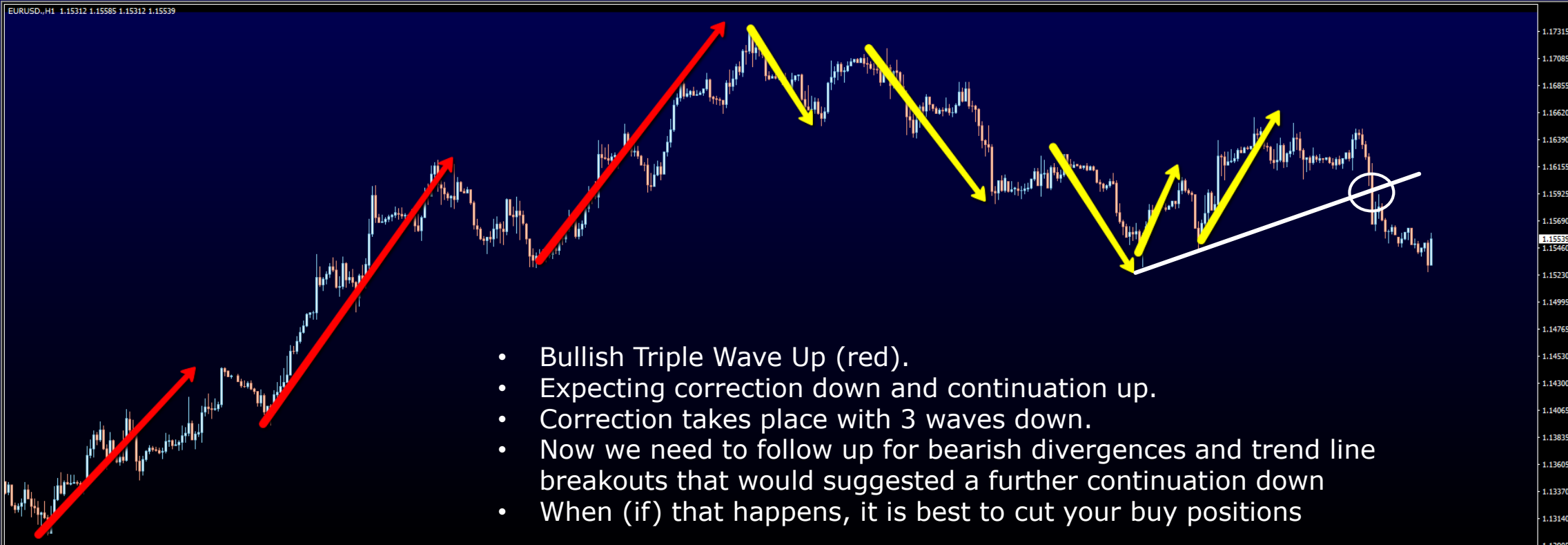


Bottom Line

Taking the same scenario 1 step further we will follow for 2 things:

- Bearish Divergences
- Trend line breakouts





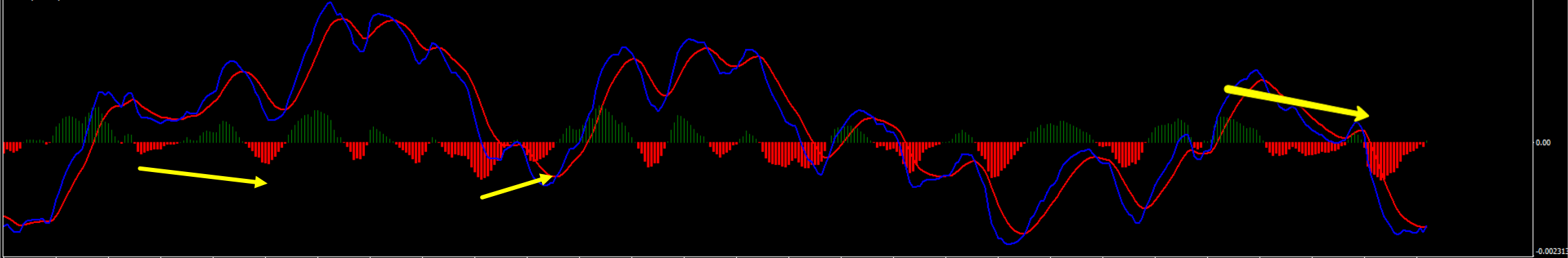
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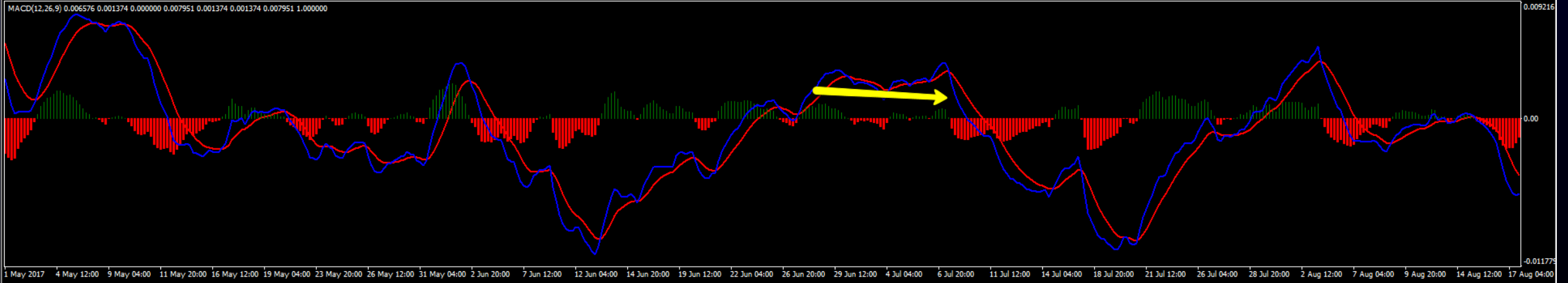
3 Wave correction and continuation up vs 3 Wave Correction and breakout down

1 Wave correction

MACD(12,26,9) -0.001723 0.000037 0.000000 -0.001686 0.000037 0.000037 -0.001686 1.000000

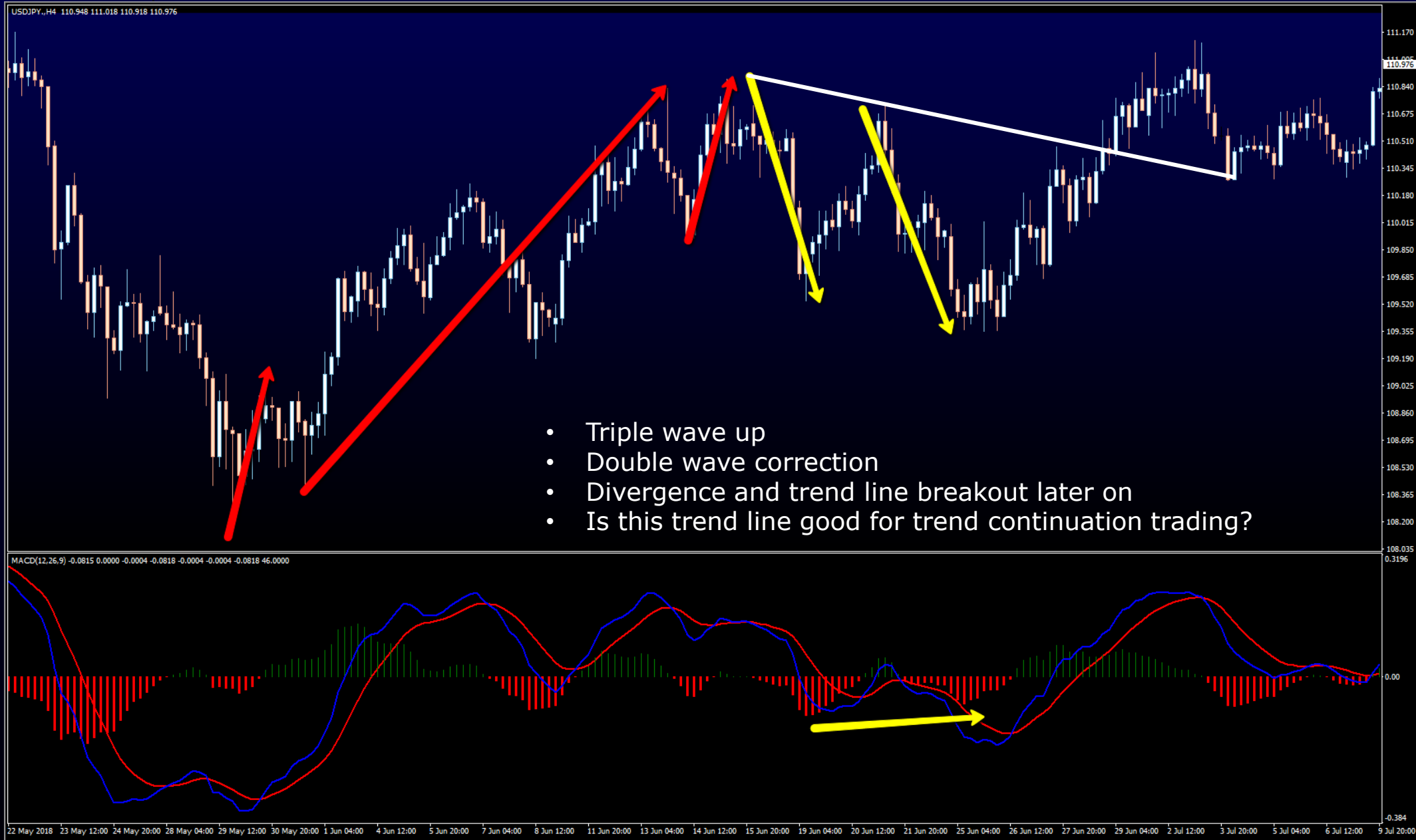


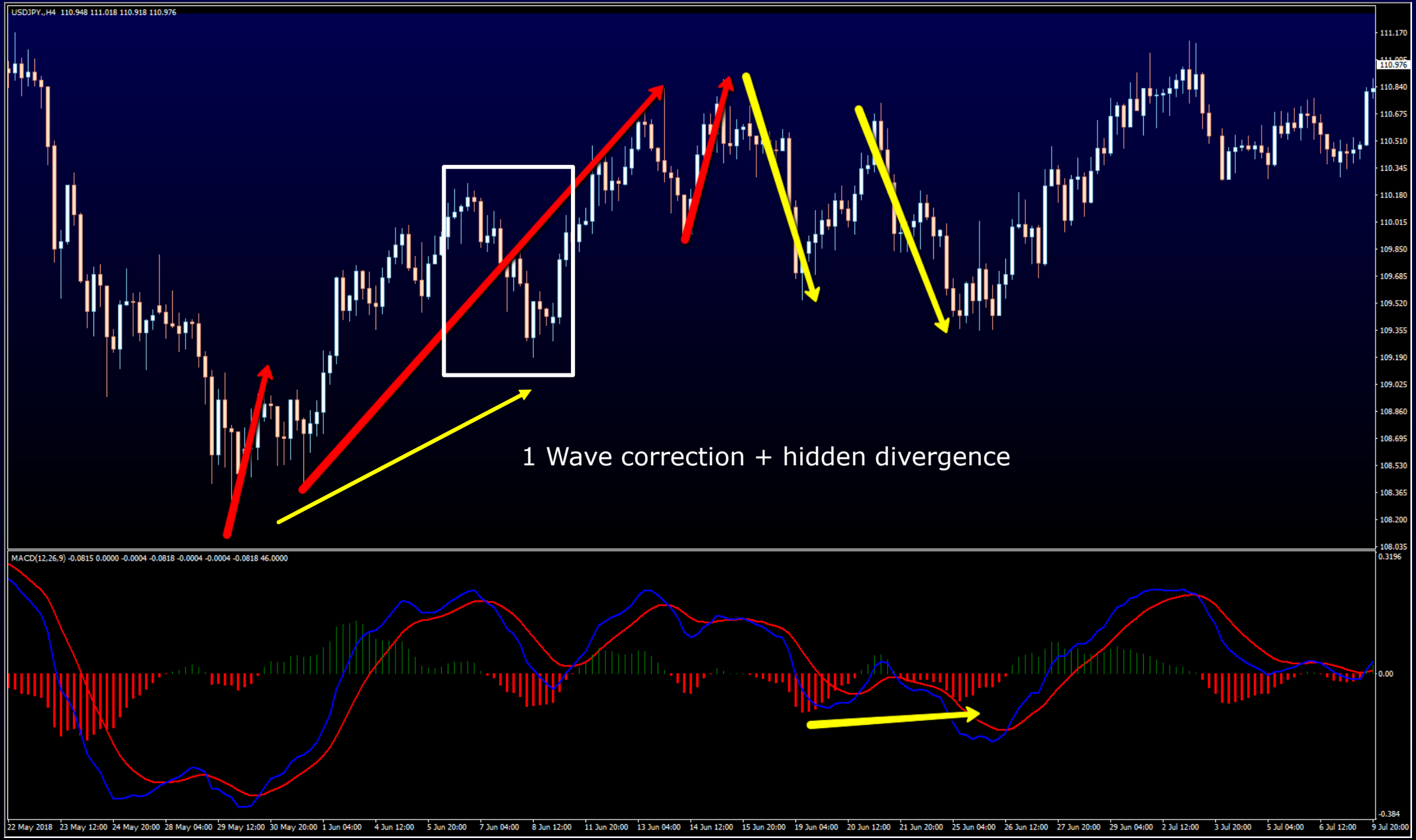
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1 Wave Corrections + Hidden Divergences

As we are dealing with 1 wave corrections all the time, there are a few important factors which I follow closely in order to improve the quality of the trades:

- Best setups are in newly developed trends (after the 1st impulsive wave of a reversal)
- Trading the 1st hidden divergence in that new trend

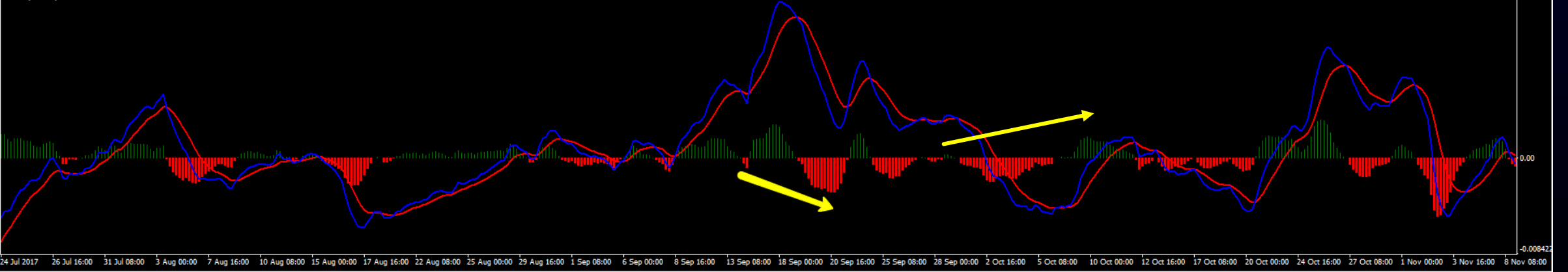
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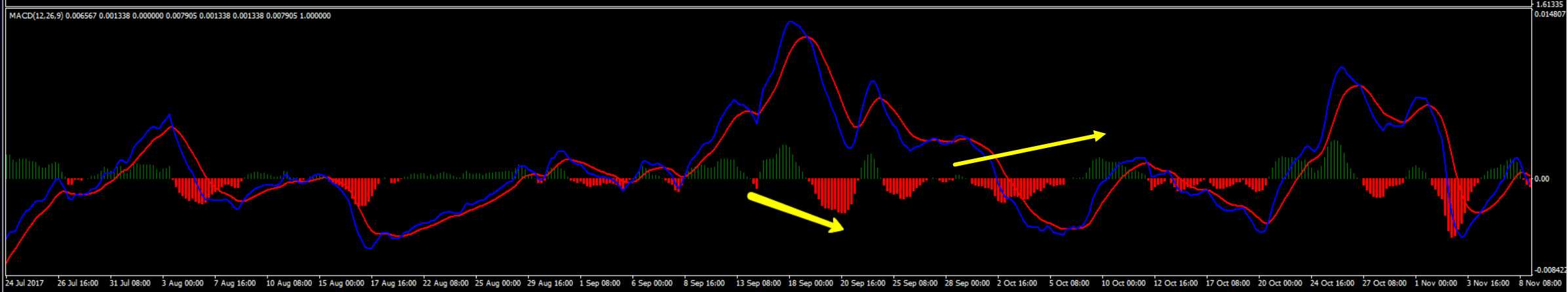
- 1 Wave correction + hidden divergence
- Best in the beginning of new trends (in this example previous down trend, now reversed to up trend)
- A.K.A. the first hidden divergence
- Strong move up in a few candles interval
- Slow correction down. Usually takes twice the time to develop, compared to the trending move



- 1 Wave correction after strong push down
- Hidden divergence forms and later turns into continuing div
- Move down provided

MACD(12,26,9) 0.0069567 0.001338 0.000000 0.007905 0.001338 0.001338 0.007905 1.000000





Thank you for your time! 😊

Official Website: www.fxdelta.net

For any questions contact me and the support team at:
support@fxdelta.net