

Rating the Trade



You can use these guidelines to evaluate your positions and choose the type of entry or filter out low-probability trades.

- 1. Strength at the Origin of the Move**
 - a. No opposing pressure within two times the height of the zone = 1 point
 - i. At Demand, no red candles, or large topping tails
 - ii. At Supply, no green candles, or large bottom tails
 - b. The move out of the zone makes a new high or a new low = 1 point
- 2. Time at the Level** (How many candles make up the basing)
 - a. 1 to 3 candles = 2 points
 - b. 4 to 6 candles = 1 points
 - c. > 6 candles = 0 points
- 3. Trend** (The trend from the Trend Time Frame)
 - a. 1 points if the trend is in your favor
 - b. No points if the trade is countertrend
- 4. Field of Play** (Curve) – On the Higher Time Frame, (Perspective Time Frame) Divide the area between the demand and supply zones into thirds
 - a. Short, if the LTF supply zone is in the upper third = 1 point
 - b. Short, if the LTF supply zone is in the middle third = 0.5 points
 - c. Short, if the LTF supply zone is in the lower third = 0 points
 - d. Long, if the LTF demand zone is in the lower third = 1 point
 - e. Long, if the LTF demand zone is in the middle third = 0.5 points
 - f. Long, if the LTF demand zone is in the higher third = 0 points
- 5. Freshness** – Has price returned to the origin of the zone?
 - a. Zone has never been tested = 2 points
 - b. Price tested less than 25% of the zone = 1 point
 - c. Price tested more than 25% or multiple tests of the zone = 0 points
- 6. Profit Margin**
 - a. 5:1 Reward to Risk = 2 points
 - b. 3:1 Reward to Risk = 1 point
 - c. < 3:1 Reward to Risk = 0 points

Maximum Scores

1. 2
2. 2
3. 1
4. 1
5. 2
6. 2

Types or Entries Based on Score

7 or more = Confirmation Entries

8 or more = Zone Entry

9 or more = Limit Entry

Total 10 points