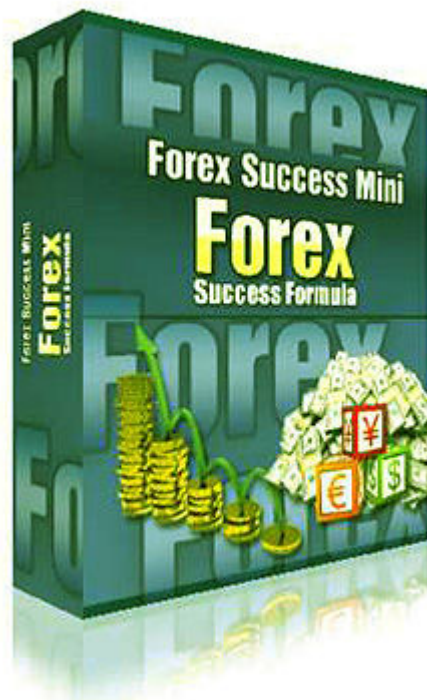


# Forex Success Formula

## Presents

# Forex Success Mini



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## **Day Trade with Forex Success Mini**

I have a lot of Forex Traders friends. Some of them are swing traders who like to place a trade and after that they want to forget about that particular trade for hours.

However the remaining are day-traders, who want immediate profits. These traders place a trade everyday. It is their lifestyle. Most of them developed craving for the trades. They are not comfortable with the idea of trading only few times a week.

And if they are not able to find a trade on a particular day, they become restless

But, both of these trading styles are vastly different from each other. Here is a link that mentions some of the obvious differences –

<http://www.forexsuccessformula.com/swingtrading-vs-daytrading>

But apart from that there is another huge difference – The % of winning trades in Day Trade is slightly lower than Swing Trades. That's because, the lower the timeframe, the less reliable the technical indicators become.

But, the advantage of day trade is that the number of trades you can place in day trade is significantly higher than Swing Trades. I know one of my friends on same days places as many as 7 to 8 trades on a single trade.

So Day Trade is more about Quantity. Swing Trade is about Quality.

Nonetheless, both styles are hugely popular and people make huge profits from them.

Forex Success Formula course contains a swing trading strategy that is highly accurate and extremely reliable.

Because this strategy has strong fundamentals and strong support of money management, it is but obvious that it can work in day trading format also, provided it can be tweaked a bit to meet the demands of day trading set-ups.

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Here is what I mean with my last sentence –

Like I mentioned above, the day trades last for only for few minutes or few hours. Due to this, we need to be ready to place a trade as soon as possible. We need the possible entry signal very quickly, because if we identify the trade a little late, the price may have already gone beyond the ideal setup and so if a trade is placed then, the risk required will be higher.

This is the main concept behind Forex Success Mini.

Though called mini, make no mistake about the profits and potential of Forex Success Mini. Like its elder brother, the mini-version also has significantly high winning ratio. And on average, the profits received by this system are close to 65 pips, while the average loss limited to close to 25-30 pips.

Typically, the Forex Success Mini identifies 1-2 trades each day. So this is perfect for day trading.

Lets look at what Forex Success Mini consists of -

## **The technical indicators of Forex Success Mini**

Forex Success Mini works on 15 min charts. I don't recommend trading on any time frame lower than that using any day trading system because there is way too much noise and whipshaws.

Just like the swing trading system, the mini version also uses the EMAs. However, their values are different. They are faster moving since we need the entry signals as soon as possible.

Here is the list of indicators used in Forex Success Mini -

- a. 8 EMA
- b. 21 EMA
- c. 100 EMA
- d. RSI of 14 periods
- e. Candlesticks

As you can see that these indicators are available on all the charts(free and paid) and are very common.

And that's the beauty of this system! You don't want to run into complex and proprietary indicator.

Here is how the chart will look like –

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Now let's look at how to implement Forex Success Mini.

### How to use Forex Success Mini

Since, Forex Success Mini is a day trading version of the Forex Success Swing Trading strategy, most of the rules remain the same.

Let's look at how to identify the entry points –

#### **1. During Bullish Market -**

A valid trading setup occurs when –

- The price crosses 21 EMA.

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- The value of RSI should be 45 or above. If it is between 45 & 50, the RSI should be in upward direction.
- The candle which crossed the 21 EMA should be a bullish candle. The body of candle should close above the 21 EMA and not just the wick

Once the entry signals are found, open a new trade. As soon as the trade is opened, place the initial stop loss. Like any trading system, money management plays a key role in Forex Success Mini also.

The initial stop loss should be 15 pips below the **entry candle** (Not the entry price) in bullish candle or 15 pips above the bearish candle.

Once you are 25 pips in profit, Start using the trailing stops – Move the Stop loss to entry point when you are at 25 pips profit.

After this, keep moving your stop loss further once your profits grow every further 10 pips. So once you are in 35 pips profit, move your stop loss from entry price to further 10 pips in the direction of trade. This would mean that now you are guaranteed to make 10 pips in the trade from this point onwards.

Remember, when trading 15 min timeframe, the profits won't be as high as in swing trading. But the number of trades placed per week will be higher. So it is a matter of number of trades.

Now let's look at the Exit indicators and Exit Criteria.

### **A. Exit Criteria -**

In any forex trading system, the exit criteria are as important as entry criteria. The most efficient way to exit any trade is when you see the reversal sign. With this background, let's look at the exit criteria.

You can use any of the following criteria for a exiting a trade –

- When the trade hits the stop loss.
- When the trade closes below 8 EMA or 21 EMA

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- Just like in the swing trading version of Forex Success System, the most recommended way is by observing the currency behavior at –
  1. Support and Resistance levels
  2. Fibonacci Levels
  3. 200 EMA

Also, observe the currency pair behavior at –

4. 100 EMA

Remember, you don't have to close the trade once the Currency pair hits these levels. We just need to watch the currency pair behavior. Once we see a sign of reversal, then only we are going to close the trade.

To see how to plot these levels, please see the videos included in the course.

### 2. Re-Entry Criteria –

There are few occasions where there is a perfect set-up, but you miss the trade. For e.g. you are out shopping or you are busy for some reason.

The 1<sup>st</sup> thing to keep in mind in such situations is – “ Don't chase the trade”. So if the price is too far from 21 EMA, do not open the trade.

Instead, wait for the currency to retrace and use the re-entry guidelines –

Incase you miss a trade, you can re-enter by following below mentioned re-entry guidelines –

- Just like in the swing trading version, the mini version also requires a bounce from EMAs. In this case they are 8 EMA or 21 EMA to re-enter the trade.
- The RSI should be above 45 for a bullish trade.
- Make sure to put stop loss when re-entering the trade.

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Its time to look at an example of bullish trade using Forex Success Mini Strategy –

### 3. Example of Forex Success Mini



Above is the chart of USD/USD 15 min.

Let's read it –

- A. It is the point where the Currency pair bounces from 21 EMA. As soon as the trade is opened, we place the stop loss 15 pips below this candle.
- B. Point where the trade gets closed due to stop loss. Total Profit – 63 pips
- C. We open another trade because the currency pair bounced from 21 EMA.

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D. Point where the trade gets closed because hit the stop loss.  
Total Profit – 231 pips.

E. Point where another trade is opened, the same day.

F. Point where the trade was closed with 73 pips profit

So this was a very nice session where the trades resulted in big profits. However, on some days you may get opportunity for only 1-2 trades.

However I would also like you to place close attention to points X and Y. You can very clearly see that the currency pairs find huge resistance/support on these levels.

Also if you see, the market later on crosses the 21 EMA and we could have started a bearish trade.

Placing a bearish trade is just the opposite of a bullish trade. Let's look at the guidelines for a bearish trade.

### **B. For Bearish market**

The rules for entering a bullish trade are –

- Price Crosses 21 EMA from above
- RSI should be at 55 or below. If it is between 50 and 55, it should be climbing down
- The candle through which price crosses the 21 EMA should be a bearish candle. The body of candle should close below the 21 EMA and not just the wick

Once the trade is opened, the stop loss should be placed 15 pips above the candle where the trade was opened.

Once the profit reaches 25 pips, bring the stop loss to entry point. So from now on, the trade cannot end in a loss. After this, keep trailing your stop loss every 10 pips to secure the profit.

## **A pop quiz!!**

Yes, this is surprise. Here is what you have to do –

Below is a link of a webpage where a forex chart is present. To make things easier, I have intentionally not plotted the RSI so that you can see the candles and EMAs clearly.

<http://www.forexsuccessformula.com/example1.jpg>

\* Click on the chart to zoom it for more clarity.

I would like you to look at it closely. After that, please tell me –

1. How many Bearish Trades you would have placed.
2. How many of those trades would have been profitable!!
3. Which trade you would have avoided and why?

I need you to focus only on Bearish trades and not bullish. For now you can assume that the RSI was below 50 during all the bearish set-ups

Please send me your replies at [fsformula@forexsuccessformula.com](mailto:fsformula@forexsuccessformula.com)

## **Conclusion**

So there it is folks the Forex Success Mini system. As you can see, this strategy is highly effective and the profit margins are also very impressive. But because of lower time frame, the accuracy is a bit low as compared to the swing trading version.

But, due to the number of trades in a day, the daily profits are as high as the swing trading version.

Before using this, you need to make a decision – Which style of trading are you more comfortable with – Swing Trading or Daily Trading. You must have noticed that both are totally different forms.

Now, the next thing for you is read the money management guidelines in “Secure Your Money” manual which is free for you.

As always, please send me your questions at –

[fsformula@forexsuccessformula.com](mailto:fsformula@forexsuccessformula.com)

Thanks again for buying Forex Success Formula.

Thanks & Regards,  
Rahul

[www.forexsuccessformula.com/forextradingblog](http://www.forexsuccessformula.com/forextradingblog)