

# The ATM System... Revolutions

for Advanced Traders

## YOUR Personal Bank Machine!!

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( Last Updated: 23-APR-2009 )

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## Section 1: K.I.S.T.

If you have made it this far and you are doing well then I would like to congratulate you: YOU HAVE WHAT IT TAKES and you NOW have the OPTION of making **Trading** your main **vocation** and **vacation**!! : )

In **this e-book** we will be using EVERYTHING we have learned from the **first 2 e-books** but we will be simplifying our **Charts** back again to resemble more closely

### The ATM System for Beginners & Intermediate Template.

**K.I.S.T. (Keep It Simple Tard)** is my take of a well-known acronym; it is a very nice simple way of reminding you NOT TO OVERLOAD your **Charts**.

I realize that **The ATM System... Reloaded** may have gotten a tad complicated for some of you but it was necessary for you and me both to understand the intricacies of the way the **Forex Market** moves. I hope and trust -for your own good- that you spent several months on the **first 2 e-books** BEFORE attempting to even read this one; there are NO SHORTCUTS to **Forex** success!! **Chart Time** is ESSENTIAL to getting to know your subject really well and consequently handling it with intelligence and comfort; I have read from several trading professionals that **8 to 12 months** is the **average time** it takes to “GET IT”.

Here is a **screenshot** of the simplest version of **The ATM... Reloaded Template**:

**M2 Chart.**

**M5 Timeframe** – bottom right corner.

**News Window** – top right corner.



And here is a screenshot of what I like my personal monitor to look like for a **currency pair**:

**M2 Chart with H4 Summary Candles.**

**M5 Timeframe with Roadmap – bottom right corner.**

**H1 Timeframe with Roadmap – top right corner.**

**News Window – top left corner behind the M2 Chart (viewed every 30 minutes or so.)**



The 1<sup>st</sup> noticeable thing is that we are NOW back to using just **1 Simple Moving Average (SMA)**.

I think you will all agree (provided of course you have had reasonable amount of screen time already) that the **SAFEST Simple Moving Average** on the **M2 Template** of **The ATM... Reloaded Template** is the **55 period SMA (Dashed Green Line)** equivalent to the **M5 21 SMA**.

We NOW ONLY use the **50 SMA** (55 SMA rounded-off for simplicity's sake) on the **M2 Chart** and it is only there as reference; a solid mid-point reference line if you will.

It DOES NOT MATTER which **SMA** you choose, simply put it WILL NOT work all of the time ANYWAY; **Price Action** TRUMPS any **Simple Moving Average** you can come up with.

Therefore, for its purpose, the chosen **50 SMA** is a pretty steadily reliable line; this will be further covered in **Section 2: Why the 50 SMA?**

Summary of **The ATM... Reloaded Template Set-up**:

- We use ONLY **1 Simple Moving Average** on the **M2 Chart** = the **50 SMA** for a much cleaner, hence clearer, viewing of **Price Action**.
- We keep the **Breakout Zones**.
- We keep the **Pivot Lines** to help spot **potential bounce/break locations**.
- We keep placing our **M5 Manual S\R Lines** and **Major Trend Lines**.
- And, we continue to make good use of our **M2 Trend Lines**.

Furthermore, with respect to the **Bottom Indicators**:

I have kept both the [RSI Histogram](#) and [Triple Stochastic Indicators](#) because they are STILL valuable trading tools.

- As we will see in **Section 3: RSI also Trends** we will be studying yet **another use** for the [RSI Histogram](#).
- As for the use of the [Triple Stochastic](#), although its **use stays the same**, it NOW holds **less importance**; e.g. if [Price Action](#) shows a clear SELL yet the [Triple Stochastic](#) is OVERSOLD, I WILL NOT let it KEEP ME OUT of the trade!

Check out the following **example**:



This kind of scenario is **NOT ALWAYS** a big **Trade** BUT you can STILL bank some **SAFE PIPS** and that's what it's all about; get as many pips as you can as quickly as you can **WITHOUT** being reckless!!

**REMINDER:** The [Triple Stochastic](#) in the **Grayed-out Area** is STILL our "**prime location**" for the bigger moves.

MOTIVATION:

**Trading** is NOT about sitting there ALL DAY like you would for a "normal" job.

**Trading** is about making a WAY ABOVE AVERAGE WAGE in LESS TIME and therefore having MORE FREE TIME to actually do the THINGS YOU MOST ENJOY; at least that is my take on it!! ; )

## Section 2: Why the 50 SMA?

As already pointed-out the **50 period SMA** on the **M2 Chart** is close enough to the **M5 21 SMA** (equivalent to the **M2 55 SMA**) and a pretty reliable reference line for most market conditions.

### General Rule:

If you are uncertain about **Price** direction then the SAFEST way to go is to favor **Trades** that have **Price** on the correct side of the **50 SMA**.

a) Example of a SAFE Trade:

**RSI Peek-a-Boo** on the correct side of the **50 SMA**

(described in **ATM... Revolution Section 8: RSI Histogram & Triple Stochastic**

and a quick video lesson can also be found at the <http://www.electrolegal.com/> forum).

b) Another example of a SAFE Trade:

When the **50 SMA** has a nicely defined UPWARD/DOWNWARD slope, then you can safely trade **3-5-8-13 Bar Pullbacks**.

The closer the **Pullback** gets to the **50 SMA** while STILL maintaining correct Price Action (Highs and Lows), the SAFER the **Trade** becomes.

However, this DOES NOT MEAN

that the **Pullback** has to necessarily touch or even get very close the **50 SMA** in order to take the **Trade**.

- Sometimes **Price** may even **cross the 50 SMA to the other side** but its slope remains strong and STILL in our favor.

- Sometimes the **Pullback** may be **more than 13 Candles** yet we STILL **Trade** a strongly sloped **50 SMA** provided that Price Action continues to remain on our side.

### IMPORTANT TO NOTE:

Although some **Trades** may look similar, generally EVERY TRADE has its DIFFERENCES.

The **50 SMA** is ONLY to be used as a **GUIDE**;

it will NEVER have the same accuracy every day or for every trade.

\*\* It is much SAFER to make your decision based on how far YOU EXPECT the **Pullback** to go by using your Trend Lines, Pivot Lines and Manual S/R Lines.

## Section 3: RSI also Trends

In the 2<sup>nd</sup> e-book we learned about placing [Short & Long Term Trend Lines](#) on the **M2 Chart** as well as [Major Trend Lines](#) on the **M5 Chart** by switching over to the higher **Daily, H4 and H1 Timeframes** in order to identify them.

I can only assume that you have felt their POWER by now and therefore can appreciate their guidance.

**Market Energy IS DEFINED** within these **Trend Lines**.

For instance, and it is really as simple as this:

when “things” change, **Trend Lines** are broken!

With this in mind and since the [RSI Histogram](#) is in fact based on **Relative Strength** by its very nature, we can apply HERE TOO the SAME PRINCIPLE we have been using for trading **Price** with respect to **strength of Bears VS. Bulls; Supply VS. Demand** in the case of the **RSI Histogram Indicator**.

By means of placing a **Trend Line** on the [RSI Histogram](#) (which more often than not will correlate to [Divergence](#)), we can NOW see that if the **RSI Trend Line** is broken by the **RSI**, [Divergence](#) is cancelled or has definitely ended, and we can go back to trading in the direction we were on before [Divergence](#) occurred.

Here is an **example**:



**NOTE:**

There was a **mini-Countertrend Trade** up for grabs with respect to the **Divergence** I pointed-out in the **example** above. Notice also the 3<sup>rd</sup> hit on the **Price Trend Line** that then made its way back to the **50 SMA** – not a bad trade indeed!! I did not mark it on the **Chart** but if you have been paying attention and doing your homework you should know exactly which trade I am talking about!! ; )

**GENERAL RSI TIPS:**

1. I like a **Price Pullback** to go far enough such that the **RSI** enters the **Grayed-out Area** and **stops producing Histo Bars**.

The **only exception** to this is when trading **Breakout Zones** where **3-5 bar Pullbacks** are enough, of course NEVER FORGET to STILL & ALWAYS apply your other Trading Tools AS WELL for a proper **Entry Signal**.

2. I PREFER that the line drawn for **Divergence** on the **RSI Histogram** has its **1<sup>st</sup> Peak** located **above/below** the **30/-30 level** and its **2<sup>nd</sup> Peak** located **below/above** the **30/-30 level**.





3. **RSI Histo Bars at +/-53** (min. requirement +/-44, LESS RISKY when closer to +/-53) is a good sign of **overbought/oversold conditions**,  
 WITH **“heavy volume”** is a BIG PLUS (more on **Volume** in **Section 8**)  
 therefore a **HIGHLY PROBABLE** time for a **Reversal** to the current direction; and  
even better when the **Triple Stoch** is ALSO **overbought/oversold (+/-28)** at the same time.  
 I like to call this the **RSI Deluxe Countertrend (RSI DC)**.

Here is an **example** of this, plus

yet AGAIN **Trend Lines**, **Pivots** and **Manual S/R Lines** originally helped position yourself for the expectant trade:



And, some NEW **clarifications/terminology** due to the **RSI DC's** popularity.

There are **4 parameters** to consider:

**Price Action** = currently making a **HH** or **LL**.

**RSI oversold/overbought** = **beyond 44** (BEST by a visible amount).

**Climax Bar** = **Green** (or any other **VSA colored bar**) and/or considerably **Higher Volume** then surrounding bars.

**Triple Stoch oversold/overbought** = **beyond 28** (BEST by a visible amount).

**DC** = **ALL 4 parameters** to qualify.

**DC<** = **Price Action + RSI oversold/overbought** but ONLY 1 of the other 2 parameters.

4. And, DO NOT FORGET the **RSI Peek-a-Boo (PAB)** that we discussed in the **2<sup>nd</sup> e-book**.  
**PAB** is **SAFEST** when it respects **Price Action** but even if it doesn't  
 we can **STILL** take a **PAB Trade** as long as **Price** is **STILL** on the correct side of the 50 SMA.

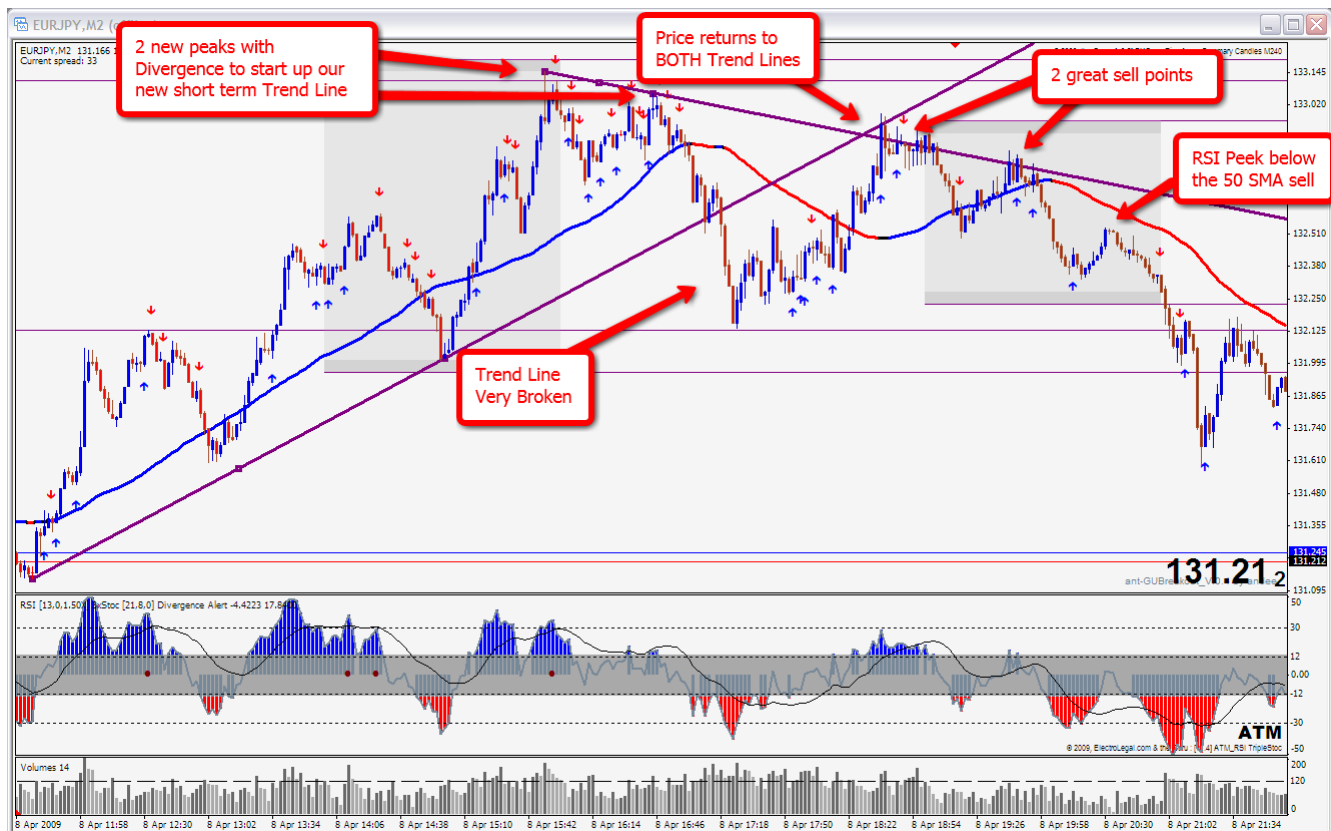
## Section 4: Price Action & Trend Lines AGAIN

As you know I have ALREADY been over these **very important topics** separately in the **first 2 e-books** and NOW I want to specifically address their partnership.

- Price Action** rules the roost for the **SAFEST** of safe trades; **zooming out** on your Charts helps you see the **Longer Term HH's and LL's**, whereas the **zoomed-in** (more immediate) view shows you **Short Term HH's and LL's**.
- Trend Lines** connecting **Highs and Lows** show us the **Energy of a Movement**; This can be applied to both **Long Term** and **Short Term HH's and LL's**.

Hand-in-hand **Price Action & Trend Lines** work together seamlessly.

And, here is an **example**:



We clearly see **Price** making **HH's and HL's** therefore creating an **UPWARD Trend Line** showing us the **Current Market Energy** of the **UPWARD** movement.

### **OBSERVATION:**

This **example** had plenty of simple **Price Action Trades** on the way **UP**, one with **Reverse Divergence**, and clear **immediate Divergence SELLS** on the **Pullbacks** of the overall **UPWARD** movement.

Now let's ignore for a moment the **major Divergence** at the top signaling a **Potential Reversal Trade** in order to look a little further for Additional Signals:

- The **2 new peaks** formed at the very top created a **Short Term DOWNGWARD Trend Line**.
- **Price** broke through the **UPWARD Trend Line** on its way down which shows us that things are indeed changing.
- **Price** then comes back to that **UPWARD Trend Line** from underneath it, also coinciding with the new **Short Term DOWNGWARD Trend Line**.

So NOW we have **Price** starting to turn at a HIGHLY PROBABLE LOCATION and we can assume that it will be the **1<sup>st</sup> main LH** for the **new direction change**.

The above **example** ALSO shows us how **Price Action** and **Trend Lines** trump the **SMA**; we could have taken the **SELL** where the **2 Trend Lines** cross, or we could have waited for the **4<sup>th</sup> bounce** off of that same **Short Term DOWNGWARD** moving **Trend Line**, or we could have taken both.

There was ALSO a **3<sup>rd</sup> Possible Entry** = trading the **RSI Peek-a-Boo** below the **50 SMA**. DO NOT WORRY about the lack of **CeC's** in the **example** above; where there is **no CeC** on the **M2 Chart**, there **ALMOST ALWAYS** is on the **M5 Chart** : )

## Section 5: The Roadmap & H1/H4 Candles

In the **2<sup>nd</sup> e-book** we went over how to create your own **Roadmap** for each currency pair, and I think that you will agree that it has been a valuable asset to your Trading Toolbox.

I have been posting my **Roadmaps** at the <http://www.electrolegal.com/> forum for people to download but I really do hope that eventually you will ALL be taking the time to do these on your own and just using mine for reference.

Here is a **EUR/JPY Roadmap example** on the **H1** that I had posted in the **forum** at the beginning of a week (in the **red rectangle** is what happened during the course of that particular week):



As you can see, the **Roadmap** helped call the “**TOP**” of the **move** which would get you into the **1<sup>st</sup> Wave DOWN**.

The **Roadmap** then helped identify the end of this **1<sup>st</sup> Wave**.

**Candle Patterns** and your knowledge of **Pullbacks** would get you into the **2<sup>nd</sup> Wave DOWN**.

The **Roadmap** helped again with pulling out of this **2<sup>nd</sup> Wave**, and so on and so forth... enough said, you can see the rest for yourself!!

I hope you have studied **Candle Patterns/Formations** because I am not going to teach this here. Though I do want to point out here how **VALUABLE** the **H1** and **H4 Candles** are especially when used in conjunction with your [Manual S\R Lines](#) and [Trend Lines](#).

**H1** and **H4 Candles** are extremely **POWERFUL** to trade.

With your knowledge of **The ATM System** for **Precise Entries** you can maneuver your way into the **bigger H1** and **H4 Trades** that ONLY set-up every once in a while.

I STRONGLY SUGGEST that you brush up on **Candle Patterns** because when you do have a nice **H1** or **H4 Candle Pattern Set-up** at the right place, it would be to your best interest to then use your **ATM Tools** in order to confirm the **Set-up** and **get in the Trade** at a proper **Entry spot** with a tight **SL**.

As I briefly mentioned in **Section 1: K.I.S.T.** regarding the **2<sup>nd</sup> screenshot**:

I NOW keep a small **H1 window** above the **M5 Timeframe** with the same **Roadmap** on it as was created for the **M5**.

I NOW ALSO have **candles** for my **H4 Summary** on the top right corner of my **M2 Chart** that help me keep an eye out for nice **H4 CeC's**, **IB's** and **PB's**, etc.

The **H4 Summary Candles** may need to be adjusted to best fit your screen; variables like position, size and amount of candles can be changed in the **ATM\_FXGuru\_Timeframe\_Summary\_Candles.mq4** inputs.

**NOTE:**

If you are NOT comfortable with all the EXTRA VISUALS then you can easily and simply remove the **H4 Summary Candles** from your **M2 Chart** as well as delete the **H1 window**. (The **1<sup>st</sup> screenshot** provided in **Section 1: K.I.S.T.** works just fine if you prefer.)

## Section 6: Remember to Remember

I removed the **MC**, **IB**, and **PB** reminders from this version of **The ATM System** so that our **Charts** are kept as clean as possible. It is my hope that, after trading **The ATM... Reloaded Template** for a few months, you can NOW see these **Immediate Price Action Candles** WITHOUT the use of an **Indicator**.

### REMINDER:

Even if these **Indicator(s)** are no longer on your **Charts** NEVER FORGET to STILL consider these **Immediate Price Action Candles** as we had discussed in **Section 10** of **ATM... Reloaded**.

On the other hand, I did keep the **CeC Indicator** on both the **M2** and **M5 Charts** mainly because I use it as my **Main Entry Trigger**.

Of course this DOES NOT MEAN that you cannot see **CeC's** without it, I just want to know the instant a candle has been overpowered without squinting.

There is an indicator in your **Indicators Folder** called **ATM\_MasterCandle\_IB\_PB.mq4** in case you prefer to have ALL or SOME of these visual reminders ON; just apply the same **Indicator** to any or all of your **Charts** (M2, M5 and/or H1).

Personally, for my **H1 Roadmap** I did choose to throw the **ATM\_MasterCandle\_IB\_PB.mq4** on there as well (as seen in the **2<sup>nd</sup> screenshot** of **Section 1: K.I.S.T.**).

Another thing to remember is that “the **Trend** is your **Friend**”.

### REMINDER:

The SAFEST Trades you will EVER get are WITH Price Action and therefore WITH Trend.

However, we have ALSO discussed some **Techniques** useful for **Countertrend Trades** because “although the **Trend** may be your **Friend**, the Trend ALSO has to END”.

### REMINDER:

**Countertrend Trading Techniques:**

RSI Divergence, RSI PAB and RSI DC.

And here is some food for thought...

Sometimes in the **Short Term** it MAY LOOK like you are **Countertrend Trading** but if you look at the **bigger picture** you are ACTUALLY NOT!!

## Section 7: Advanced Stop Loss & Take Profit

The initial placement of your **hard Stop Loss (SL)** and **Take Profit (TP)** is what I call the SAFETY NET in case things go wrong with your connection to your broker as discussed in the **1<sup>st</sup> e-book**.

What is **IMPORTANT TO NOTE** here is that:

- a) I will NOT ALWAYS let **Price** make it to my **hard SL**;  
I may **EXIT manually** if Price Action is convincing me that my **Trade** is going the OTHER WAY.
- b) The same applies to my **hard TP**, I ALMOST NEVER let it get hit, I MOVE it as I see fit;  
as I **progressively move** my **SL** because my **Trade** goes into profit, my **SL** usually becomes my **TP** anyway, and in other cases I simply **EXIT manually** if I really DO NOT LIKE what I am seeing.

My initial hard SL is ALWAYS **25 pips** since I enter via the Scripts I have provided.

Though, once in a **Trade** I ALWAYS **activate** the **move SL-by-mouse EA** and **move** my **hard SL** to a more appropriate location.

Having LOST plenty of **Trades** because of a **tight SL** that then went in favor of my original trading position, I NOW place my **hard SL** at the **previous Swing High/Low** (the swing right before the one I am currently trading); sometimes this can be quite a ways away and sometimes not, but the POINT IS that if **Price** DOES REACH that location then we are pretty certain we are trading in the WRONG direction anyway!

This is a good time to **REPEAT** that you DO NOT have to wait for **Price** to hit your **hard SL**.

However, BEFORE **manually exiting** a **Trade**, **CONSIDER** the following:

if a **Trade** appears to be going against you but WITHOUT much conviction,

then it is highly likely that **Price** may just go a little further

before turning around and making your **Trade** a WINNER!!

\*\* Be sure to ONLY do this when Price Action is on your side.

Obviously if you are **Countertrend Trading**

then there is NO **recent Swing High/Low** for you to use

and you will have to wing it based on what you see.

It is not the easiest thing to articulate into words but I think that about sums it up.

Here is a **screenshot** to better visualize some of the things mentioned in this **Section**:





## Section 8: Volume Spread Analysis

**Volume Spread Analysis (VSA)** is something that has interested me for quite some time but after a lot of searching I was unable to locate a **VSA Indicator** compatible with **MetaTrader**. Though recently, thanks to an “electrolegal” member pointing me in the right direction, I was finally able to find a **VSA Indicator** that does what it is supposed to.

I have placed the **VSA** on BOTH the **M2 Chart** and the **H1 Timeframe**, and once again to facilitate I have made **2 separate VSA Indicators** for you with the **correct pre-sets for each Timeframe**:

- the **M2 VSA** is based on the **previous 1 hour of activity**, and
- the **H1 VSA** is based on the **previous 24 hours of activity**.

Before we get into this any further I want to make a point AGAIN: as with ALL our other **Trading Tools**, DO NOT trade based ONLY on VSA, and DO NOT let **VSA** keep you out of **Trades** that are otherwise fully signaled as **ATM Trades**.

### **I REPEAT:**

**VSA** should ONLY be used to help OFFER you CONFIDENCE with some **Trades** that you may NOT have TAKEN before the inclusion of **this Indicator**.

There is ALSO a great **e-book** on **VSA** that I have placed a link to in the **ATM Revolutions forum** under the thread **VSA - Volume Spread Analysis**. It is a lengthy yet valuable read but if you could not be bothered or still feel that it is too complicated after having read it, you are in luck once again because I have created a **SUMMARY** of what I believe to be the **most relevant information** regarding **Volume** in general.

1. **Volume Spread Analysis (VSA) Indicator** explained SIMPLY:
  - a) **VSA** is just like a **Normal Volume Indicator** but with the added information of comparing **Volume** to the **Spread of the Candle** (= the **Candle's High/Low**).
  - b) The **VSA Indicator** then further compares these variables to a **user-definable Amount of Candles** (= a **period in time**) to determine if:
    - it is just a **Regular Volume Bar** on par with the current flow of “things”, or
    - it is a slightly **Out-of-the-Norm Volume vs. Candle Spread** which would then ALERT us to its **Irregularity** by producing a **Colored Volume Bar**.

There are **5 types of identifiable Irregularities** that have been **color-coded** into the **VSA Indicator** and have been described below in the form of a quick **Printable Guide** of their textbook meaning:

**Green Bar** = wide range, high volume = **Climax Bar**.

Can be seen:

at the end of an **UPTREND**,  
at the start of an **UPTREND**, and  
in continuation of a **DOWNTREND**.

**Lime Bar** = low range, high volume = **High Churn Bar**.

Can be seen:

at the end of an **UPTREND**,  
in continuation of a **DOWNTREND**, and  
at the end of a **DOWNTREND**.

**Magenta Bar** = **Climax Volume + High Churn Volume** = **Green Bar** and **Lime Bar Combo**

Can be seen:

at the end of an **UPTREND**, and  
in continuation of a **DOWNTREND**.

**Black Bar** = high range, low volume = **Low Churn Bar**.

Can be seen:















in continuation of an **UPTREND**,  
at the start of a **DOWNTREND**, and  
at the end of a **DOWNTREND**.

**Dim Gray Bar** = low range, low volume.

Can be seen:

at the end of an **UPTREND**,  
in continuation of an **UPTREND**, and  
at the end of a **DOWNTREND**.

## ATM VSA Reference Guide

TOP =    	Start Downtrend = 
Uptrend Continued =  	Downtrend Continued =   
Start Uptrend = 	BOTTOM =   

2. The **2 Main Points** regarding **Volume**:

a) **Bullish Volume** =

increasing volume on **UP-moves** and decreasing volume on **DOWN-moves (Pullback)**.

Therefore, if we are in an **Uptrend** then we want to see **Volume decrease** during the **Pullback** and increase when **Price takes-off** again (the **Volume's MA** can help see this).

b) **Bearish Volume** =

increasing volume on **DOWN-moves** and decreasing volume on **UP-moves (Pullback)**.

Therefore, if we are in a **Downtrend** then we want to see **Volume decrease** during the **Pullback** and increase when **Price starts falling** again (the **Volume's MA** can help see this).

Here is an **example** of a **BEAR Market** (and reverse this thought process for a **BULL Market**):



This **Chart** can be analyzed in BOTH **Long Term** and **Short Term Perspectives**.

I have pointed out the slightly **Longer Term View** with respect to **DOWNs** and **UPS** of this overall **Bearish Move**.

Now, ALSO pay attention to the **Volume** during ONLY the **1<sup>st</sup> DOWN-move** (to the very left).

Notice how **Volume drops** every time **Price pulls back** and **Volume increases** again when the **Selling resumes**; this scenario **CONFIRMS interest** towards **Selling** and **lack of support** for the **Buying**.

3. **2 Key Points** to keep in mind:

a) **Key Point #1.**

Buying Climax

If **Volume** is exceptionally High and heading into NEW High Price ground (such as **HH's**), then this is most likely a "**Buying Climax**".

Selling Climax

If **Volume** is exceptionally High and heading into NEW Low Price ground (such as **LL's**), then this is most likely a "**Selling Climax**".

b) **Key Point #2.**

UP-Bars

**WEAKNESS** manifests itself on **UP-Bars**, especially when the Spreads of Candles are narrow + Volume is less than the previous 2 Candles' Volume. This shows that there is "**NO DEMAND**" from professional traders.

DOWN-Bars

**WEAKNESS** manifests itself on **DOWN-Bars**, especially when the Spreads of Candles are narrow + Volume is less than the previous 2 Candles' Volume with Price CLOSING in the middle or high end of the Candle. This indicates that there is "**NO SELLING PRESSURE**".

I realize that these **2 Key Points** may first appear to be conflicting with each other BUT NOT after a bit of analysis...

**Think about it;**

since we may ALREADY have an idea of where **Price is likely to TURN** due to Pivot Lines and our placement of Trend Lines and Manual S/R Lines, we are:

- either, waiting for **Extreme Volume** (= **Climax Bar**) because the Herd is all jumping in late + the Professionals Traders are beginning to trade the other way.
- or, expecting to see **Tiny Volume Bars** as the Professionals STOP supporting the Current Move.

4. And, **2 Handy Tips** to further assist you with your trading success:

a) **Tip #1.**

If you see a nice **long Green Climax Bar** sticking out ABOVE most of the other bars around it and **Price** is making **Higher Highs** or **Lower Lows**, then look for:

- **Price** to reach a projected area of **Support/Resistance** (**Trend Lines** and **Manual S/R Lines**) followed by a **CeC to Enter** – as per the **2<sup>nd</sup> Trade** identified in the **Chart** below.
- and/or some **RSI Divergence** may ALSO be useful – as per the **3<sup>rd</sup> Trade** identified in the **Chart** below.

Perfect **Countertrend Trades** set-up this way;

**TOPS, BOTTOMS** as well as the **Intermediate Pullbacks**.

**NOTE:** It may be a bit difficult to see in this **Chart** but each of the **vertical black lines** I have placed line-up with a **long Green Volume Climax Bar**.



As for the **1<sup>st</sup> Trade** identified in the **Chart** above, the **long Green Climax Bar** warns of a **possible Trade** but had **NO CeC Entry**.

The **ONLY** way to get into this **mini-DOWN Trade** (= **Intermediate Pullback**)

**WITHOUT** trading it **SOLELY** off of the **Volume Climax Bar** is

by a statistic provided by a professional trader, Oliver Velez:

a **closed BLUE Candle** has an **80% chance** of being followed by a **BLUE Candle**, and

a **closed RED Candle** has an **80% chance** of being followed by a **RED Candle**.

(I do not know how accurate this % is because I have never sat down to do the math, however it does appear to be quite reliable.)

So a **Green Volume Climax Bar** as **Price** makes a fresh **HH** followed by a **closed RED Candle** bouncing off of the **Breakout Zone** increases the odds of a **Pullback** – and this is how to enter this **VERY advanced Trade!**

b) **Tip #2.**

Keep in mind that in its simplest form, ANY **colored Volume Bar** means that something out of the norm happened compared to the **previous 1 hour** on the **M2 Chart** (**previous 24 hours** on the **H1 Timeframe**). Therefore, if **Price** is at a location that you are expecting “something” to happen based on ALL your other analysis, then these **colored Volume Bars** may serve to boost your CONFIDENCE that little bit extra ; )

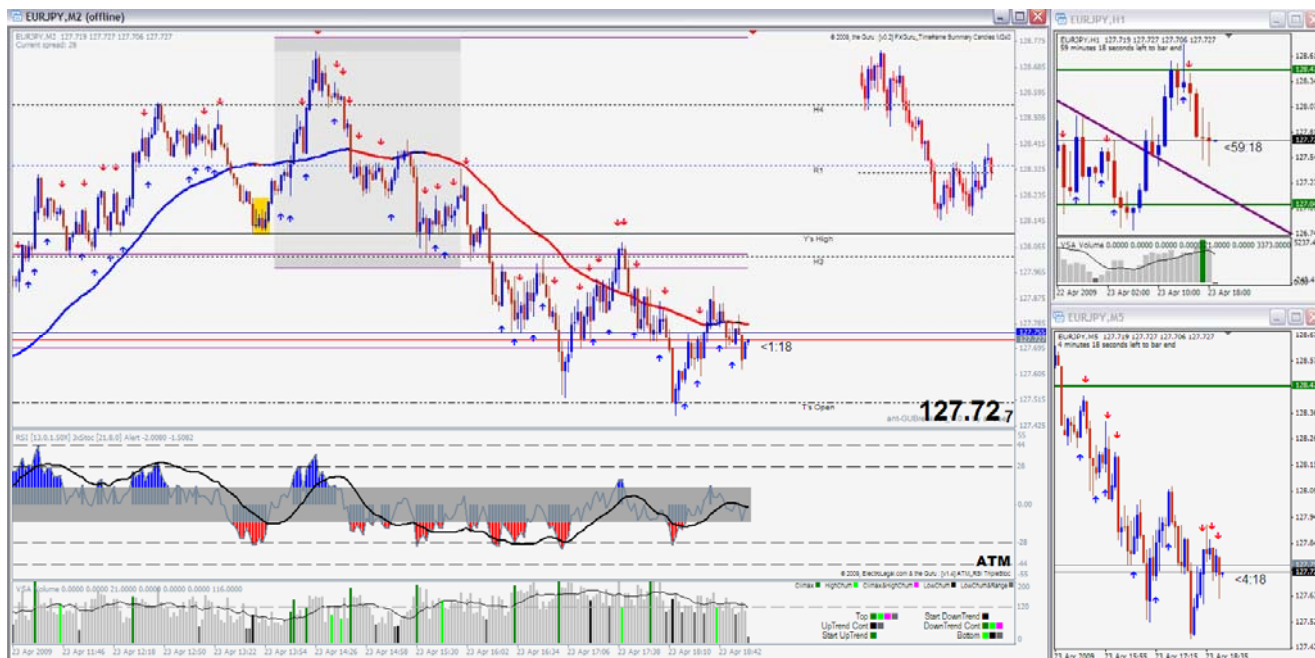
NOW combine ALL the information of **this Section** to what we learnt in the **2<sup>nd</sup> e-book** regarding **Volume** and you are ALL well on your way to ALSO understand **Volume** as the professionals traders do.

As mentioned above, I NOW have on my **Charts** a **color-coded VSA Indicator** to help me see quicker certain types of **Trades** that may be setting-up. If you ALSO wish to choose to use the **VSA Indicator**, I have included it in a separate **M2 Template** called “**ATM-REVOLUTIONS-M2-VSA.tpl**”.

As for the **H1 Timeframe**, I save my **Roadmap** lines on it as discussed in **Section 5: The Roadmap & H1/H4 Candles** and then add any **extra Indicators** I want afterwards.

Here is a **screenshot** of what my monitor NOW looks like:

**(NOTE:** This view will occasionally slightly change with minor improvements and adjustments; updates will be accordingly posted on the <http://www.electrolegal.com/> forum.)



To the **bottom right hand corner** of the **M2 Chart** within the **Volume Indicator** I have ALSO included a little **VSA Guide** for quick referencing of what the **colored Volume Bars** mean and are most likely to represent. Alternatively, you can print out the **Printable Guide** as presented earlier in **this Section** and keep it on your desk while trading.

And this my contribution to an extremely BASIC interpretation of **Volume** in order to **K.I.S.T. !! ; )**

## Section 9: Puzzle Complete

I have also included an **Indicator** called the **ATM\_Trendline\_Alerter.mq4**; this can be used on ANY and/or ALL of your **Charts**.

With this **Indicator** on your **Chart**, you can double-click ANY **Horizontal Line** or **Angled Line** on your **Chart**, then right-click it to select **Trend Line Properties**, and in the **Description Field** type "**Alert\_#**" (# represents the **number of pips away** from the **Line** from which you want to be **ALERTED**).

It will ONLY **ALERT** you ONCE, at which point it WILL DELETE the "**Alert\_#**" from that **Line's Description Field**. I have found it to be USEFUL when I am not looking at my **Charts**; perhaps temporarily looking at another window or even doing something around the house yet nearby my computer of course!

And finally, if the **Market** is **NOT MAKING ANY SENSE** to you and/or you **LOSE A TRADE** that you were certain was to be a winner, STOP TRADING and COME BACK LATER!! You may have **foggy "trader" vision** which makes you a "**tarder**" instead... and being a **tarder** makes things **harder!!** ; )

I hope you have enjoyed this **3<sup>rd</sup> e-book** as well, and I would like to also say a **BIG Thank You** to EVERYONE that contributes at the **electrolegal forum** and makes this a pleasurable journey for ALL OF US; we may have the best Forex community on the net with no BS attached to it!! : )

Now, once again, after having gone through all of the **new additions** to **The ATM System**, download from <http://www.electrolegal.com/> the **ATM-REVOLUTIONS.zip** file and the **ATM-REVOLUTIONS-WEBINARS.zip** (**PLEASE NOTE:** username = atmforum / password = theredpill).

**Unzip the ATM-REVOLUTIONS.zip file and place everything into the correct folders on your computer.**  
**Load up "ATM-M1.tpl" on your chosen pair and make sure M1 is selected.**  
**Then go to File>Open Offline.**  
**Select the M2 for your chosen pair.**  
**Load up "ATM-REVOLUTIONS-M2.tpl" onto this new M2 chart.**  
**Open another regular chart for your chosen pair.**  
**Select M5 and Load up "ATM-REVOLUTIONS-M5.tpl".**  
**DO NOT CLOSE THE M1 CHART, just minimize it, the M2 needs it.**

*Please read all of the above very carefully and several times if need be and remember to **ENJOY your trading**; the I took great joy and satisfaction in sharing this knowledge with you, I wish you well and thank you all for your input throughout the consolidation of this system into words. I will not say good luck as there really is no such thing here!!*

**TKPOWER8** (a.k.a. **THEO**) and much credit & thanks to **KAT** (the **Kportion** of my screen name & life) for taking the time to patiently and systematically edit and make all this look pretty and comprehensive.

## Project Robin Hood

I believe in karma; I believe that the way one treats others will dictate the types of people that are drawn into their lives and consequently the way they get treated right back. I believe that the energy one gives out will be returned in like, and so on and so forth.

Do not get me wrong, I am no saint that helps others all day long, nor some kind of perfect human being. I work hard, like to stay in shape and enjoy having a good time like everyone else while still trying to help others whenever I can. That said, this whole experience of teaching others how to make money got me thinking and I came up with **Project Robin Hood**. Amusing name I know, but it suits I believe.

The way I see it is that with proper/clear **Rules and Guidelines** along with personal **Consistency, Patience, Discipline and Focus** we can all take back money from wealthy bankers and major corporations and put it into our own less wealthy pockets!!

I hope to be able to help as many of you as possible in becoming profitable traders and/or to simply add to the trading toolbox of already successful traders. Either way, I have put together a few **e-books** and accompanying **website** which together house all information and videos needed in order to help people start making money 5 days a week.

The idea of **Project Robin Hood** is that I accept DONATIONS through the website [www.electrolegal.com](http://www.electrolegal.com). Anyone, that feels that they have become a better trader through something they have learnt from my e-books and/or website, is given the opportunity to ALSO HELP someone by DONATING some of their pips/cash to **Project Robin Hood**.

All the money that comes in will be DONATED to charities and/or people that could use a bit of a cash surprise in their lives. The money will be awarded to a said charity/person and in return I will request that they write a THANK YOU email/note that will be viewed on the website by everyone. We will also have a LIST of the DONATORS on the website with the option of course of remaining anonymous, if one so chooses.

I do not charge anything when it comes to trading methods and videos. But I do feel that if anyone goes away with what they have learnt from me and starts turning over \$1000/day for example, they might want to also consider passing on some cash to others that could really use it. After all, I am spending time and money to help teach anyone that wants to learn. I ask for nothing in return, other than a small DONATION, say even as little as \$10-20, that will express your token of appreciation. And, if you feel like giving more than that, it will also be accepted and greatly appreciated by the recipient.

**Signing off with:**

**Take care and enjoy what life has to offer!!.. So say all of us : )**