

USERNAME : Beegacy

Defining Objectives

1. Momentum Trader Vs Reversal Trader

1.1 I consider myself as a **momentum trader** because I like markets that trend well, (creating a series of Higher Highs & Higher Lows/Lower Lows & Lower Highs) as it allows me to zone to zone with the box system to catch those continuation moves and bank from them.

2. Scalps vs Swings vs Long Term Investor

2.1 I see myself as a **scalper** because I can be there for the full sessions. Also because I have a small account that I cannot hold too many plays on for too many days. Therefore I believe scalping can help my small account compound nicely over time so I can be able to hold swings and start a long term portfolio.

3. Asset Class - Stocks vs Options vs Futures vs CFDs

3.1 I will be scalping Stock **Options** because I can manage my risk well by only risking what I can afford to lose per trade since I will be trading a small account taking scalps.

4. Risk Tolerance - Risk Seeking vs Risk Tolerant vs Risk Averse

4.1 My risk tolerance will be **risk seeking** since I can handle the volatility that comes with lower time frames as I will be scalping.

Defining the strategy

2.1 **Entry Parameters** : As a momentum trader who takes scalps on the hourly charts, I use moving averages & zone to zone to identify what price is doing. If price is above 50MA, I will assume the momentum is on the upside. Then I wait for some sort of consolidation (AKA 50MA box) on the hourly charts, and take a break and hold off the first zone out the box to enter.

Preparation checklist for Entry:

Mark important levels where price can bounce or reject on both Daily charts and hourly charts
Identify the momentum on Daily and hourly charts
Wait for consolidation on the hourly charts (AKA a box) preferably 50MA box.
Then take a break and hold off the first zone outside the box to enter.

2.2 Exit Parameters : My exit parameters will be on the predetermined levels on the hourly charts since i am someone who can change hes mind easy and dont like to hold trades for too long. When the trade has moved 50% towards my exit, i raise stops to BE and wait for my exit level to be hit, When my target gets hit i take profits and sit out.