

Objectives

TYPE OF TRADER

I see myself as a Momentum trader since I pay more attention to the bigger picture rather than looking at every small detail. I also am strongly opinionated and I am a passive trader.

TIME AVAILABILITY

In my current situation I can look at the charts around 3 to 4 hours in a day (9:30 - 11:30)(1:30 - 3:30)(EST) which means trading swings will be the best option for me.

RISK PROFILE

I am relatively young and have a good cash flow from my job, I believe myself to be risk tolerant.

ASSET CLASS

I am highly interested in stocks and options and I want to make my system around these two assets. I don't see myself trading anything else in the near future until I am more versed with the markets.

Username: Jugraj Singh

Defining the Strategy

Entry Parameters: I will use the box system to enter a trade. For a trade to be valid in my system, price should be above all three MA's. The daily candle should close above the breakout spot and If the price rose from the bottom of the consolidation to the top very quickly I would not enter even if it closes above because it has potential to be a fake breakout.

Exit Parameters: During my initial entry my Stop loss will be placed at the first zone inside the box I will exit if price breaks below that support level (daily candle close). I will be taking partial profits on my trades so I believe after taking partials at TP1 I will ride until TP2 is hit and have daily 9MA acting as a trailing stop.

Question: I'm having trouble figuring out my TP1 and final TP for trades. If you could give any advice it would be appreciated.

Risk Per Trade: Coming back to it after backtesting.