

Scalping

Macd system

Price above 50 EMA, Macd crossing bullish below zero line or near zero line with a bos.
Near zero line is objectified by checking which is the probable area at macd where it can cross bullish again.

Timeframe : 1 min

Confluence: 5 min bands must be green for a long and red for a short.

Entry – Price > 50EMA, MACD < 0 (or near zero), bos

SL – Interim low

TP – Macd crossing bearish at SR level, 12 21 EMA bands crossing red.

Vise versa for shorts

Trade example of this system:

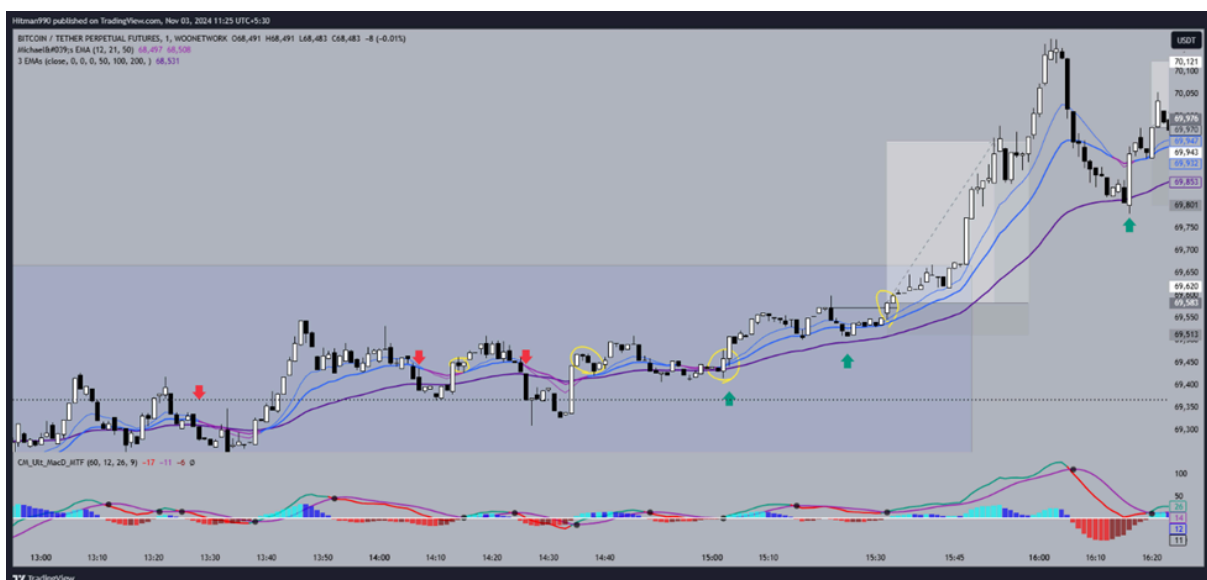


Identifying the best setups in this system:

1. Best setup is when price is respecting 50 EMA. When it is about to go parabolic is the best setup. Red arrows are where price is not respecting the 50 EMA. Green arrows are where price is respecting the 50 EMA.



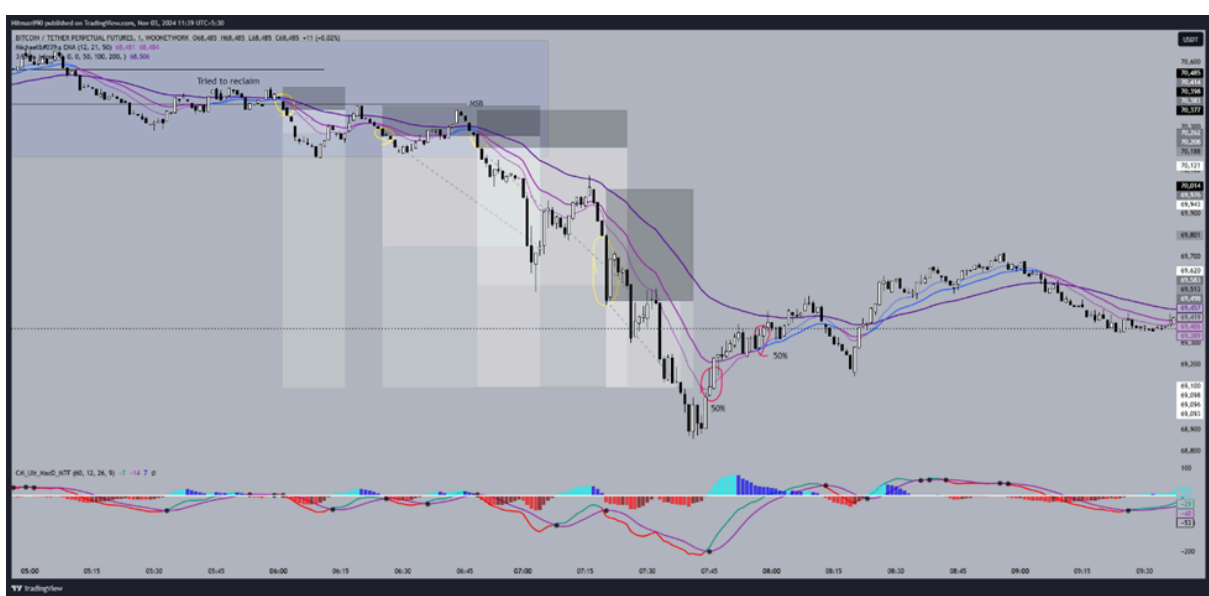
2. The clearest setups are where price is about to go parabolic in which price starts to respect 1min bands and 50 ema. It keeps making higher highs and higher lows and each higher high is extended more than previous one. In yellow color, potential entries are marked which doesn't include the rule of 50 ema respecting which can provide better entries but not the best setup.



Compounding potential: In this example, I am trying to compound this trade with an objective rule of macd crossing bullish to bearish downtrend as long as price is respecting 50 EMA. In yellow potential entries are marked.



In red marked candles is where I would scale out of a position.



Kindly leave your comments and recommendations down here: