

TRADE SET-UPS FOR THE DAILY FORECASTER

29th January 2010

There are many ways to trade and generate trading opportunities. The safest employ trade set ups which are routines to identify reactions in price and/or indicators. The set ups I present here use basic price patterns at the areas I highlight that I feel are more likely to produce a price reaction big enough to generate one of those patterns. There are other support & resistance areas which you can see in my daily review. The use of patterns is a relatively simple way, once you understand how to use patterns, to identify safer trades, provides a trade entry level, implied stop loss and also target. It is restrictive but is intended as a possible introduction for new traders.

SUMMARY:

There were 5 trade set ups identified yesterday, 4 profitable and 1 loser. Net pool available was 95 pips which brought the month total to 1,265 pips in available trades. This came from 42 trade set ups of which only 3 were losers...

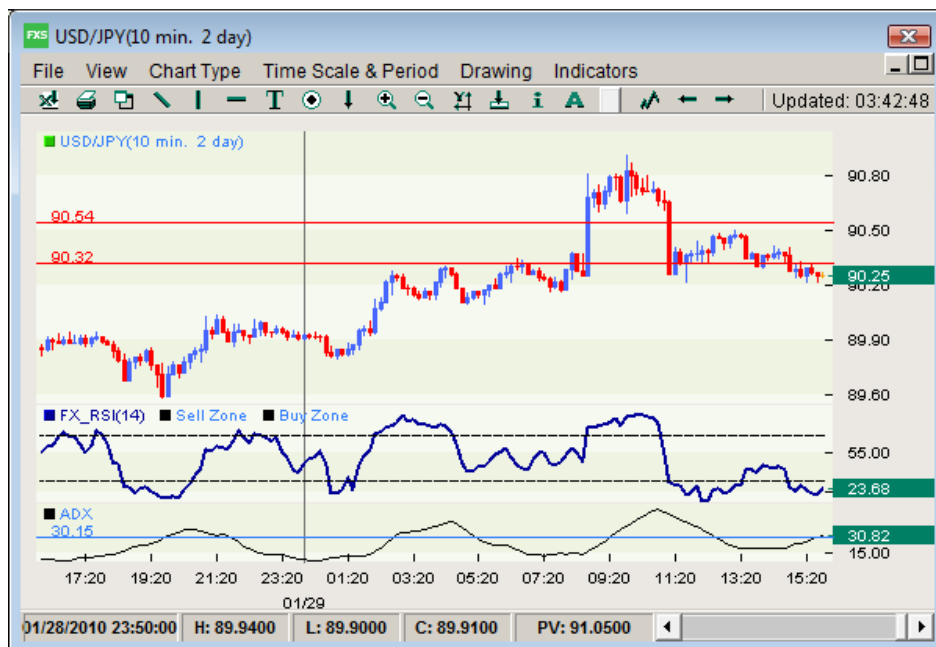
Due to time pressures please note that from Monday I shall include the trade set ups in the Trader Package review...

http://www.fx-forecaster.com/files/Weekly_Review_Support_Resistance_29th_January_2010.pdf

USDJPY

Buy set up: 89.13-30 or 88.42-59

Sell set up: 89.13-30 or 90.32-54



Price stalled at the 90.32 resistance for a while but didn't quite form a reversal pattern and then continued straight through...

DISCLAIMER: The trade set ups are provided in retrospect and intended as a training tool to assist how price patterns may be used in conjunction with the support & resistance levels in The Daily Forecaster report. While all effort is made to ensure that the information included reflects the manner in which the patterns may be utilized in a live trading environment, it must be understood that there may be instances in which some alternate trades may have been implied or other circumstances that may be missed when preparing the report. The reported profit and loss figures should be treated as approximate due to different spreads and market conditions which may cause price to cap in the market causing slippage. Ian Copsey will not be responsible for any differences in results or for losses incurred when applying these techniques.

EURUSD

Buy set up: 1.3870-98 or 1.4047

Sell Set up: 1.3865 or 1.4135-42



Price dipped a little below 1.3870 and even the 1.3865 sell trigger. There's no bearish continuation but a possible double bottom should be observed on Monday morning...

USDCHF

Buy set up: 1.0615 or 1.0410-40

Sell set up: 1.0589-09 or 1.0505



I misjudged the support at 1.0505 which broke but without a bearish continuation pattern and then price rallied as expected but quickly broke through 1.0589 and 1.0609 to reach the next resistance at 1.0641... No patterns available.

GBPUSD

Buy set up: 1.6085-91 or 1.6027-40

Sell set up: 1.6085 or 1.6194-25



No patterns available to trade...

AUDUSD

Buy set up: 0.8803-14 or 0.9000

Sell set up: 0.8964-74 or 0.8860-84



Price stalled a bit below 0.8964 but formed a double top. 20 pip profit target & 10 pip stop loss. Target met.

