

List of Changes

- Instead of exiting at breakeven, we get out at SW, which is $(0.20 \times \text{ATRH})$ pips worth of gains. Small, but better than getting out empty handed. It does make the system slightly more vulnerable to wild intraday swings.
- Break replaced by SWT in definitions
- ATRH multiplier for the time limit on pending orders to be commuted from 12 hours to 2 hours reduced from 2.0 to 1.5. This is to counterbalance the more “aggressive” nature of the system due to the more relaxed rules on Entry Type 2.
- For Entry Type 2, removed the confusing overlap with Entry Type 1 by removing the requirement that the original HHHH or LHLL pattern has to comply with Entry Type 1.
- If the original HHHH or LHLL pattern does not comply with Entry Type 1, then no pending orders will be placed. But if it does, then the original HHHH or LHLL pattern is treated as an order based on Entry Type 1.
- Also for Entry Type 2, the original HHHH or LHLL pattern would only be deemed broken if the penetration is greater than 2 pips. This is mainly to make the test results somewhat more “universal” since discrepancies in the price data feed can sometimes result in significantly different results.
- Also for Entry Type 2, there was no time limit on the effectivity of Entry Type 2. However, thanks to helpful insight from reader [mrrie](#), Entry Type 2 orders will only be effective for 12 hours. If an HHHH or LHLL pattern forms after the 12-hour time limit, they need to comply with the rules for Entry Type 1, even if the original HHHH or LHLL pattern that’s the basis for Entry Type 2 is still intact. (Note: Was originally 24 hours, but reduced to 12 to compensate for relaxed rules on Entry Type 2).
- For Entry Type 4, clarified that the IB needs to form consecutively
- Entry Type 5 uses $P1 \times 2$, so the trade filter is 2 pips, not just 1 pip.
- This applies mainly to those who are planning to make an EA, but clarified that buy stop orders and sell stop orders are not the only orders allowed. If it’s impossible to place a buy stop or sell stop order because, say, of the spread or the candle opened very close to the entry price, then market orders are the way to go.