

MACD Divergence / Double Top Indicator

Since several weeks I try to discover the logic behind this indicator:

<https://www.mql5.com/de/market/product/28103>

You can also download it working on all pairs and timeframes here:

<http://www.perfecttrendsystem.com/double-top-bottom-indicator>

And i really wanna know how it detects this specific pattern, because it is working really well. I wanna start creating several EAs based on this and improve the indicator. (Follow jobs might be included ;))

After weeks i figured out, that it is an MACD Divergence of a traditional 2 Line MACD.

If you attach the Double Top indicator and this one

(<https://www.mql5.com/de/market/product/24209>)

You will see that it also detects the divergence. (see attached image)

The question is. What rule or filter does the Double Top indicator use to just “alert” on this special divergence?

Thoughts:

- Certain range of the last candles?
- Average move between Points A,B and C?
- Break of the last support/resistance?

If you think you might be the one for the job, i would love to work with you!

Find attached some Screenshots and a 2 Line MACD.