I use Zigzag indicator to give me 3 bar fractal highs and lows, with these parameters.

Period: 2 (ExtDepth)

Deviation: 1 (ExtDeviation)

Backstep: 1 (ExtBackstep)

Look for these criteria to be filled, and paint arrows below or above certain candles.

For sells

Colorful lines that Zigzag draws needs to make high, low, higher high, higher low, higher high, higher low, higher high, then the price moves below lower low. When the last higher low gets breached downwards, that is the signal candle. Paint red arrow above it pointing downwards. The move, that breaks the last higher low downwards, consists of one or multiple candles. These signal move candles, when you look at their individual ohlc values, the high must be lower for each individual candle that follows after the one that started the move. Otherwise the signal move is invalidated and search for a new zigzag should begin.

For buys

Colorful lines that Zigzag draws needs to make low, high, lower low, lower high, lower low, lower high, lower low, then the price moves above lower high. When the last lower high gets breached upwards, that is the signal candle. Paint red arrow below it pointing upwards. The move, that breaks the last lower high upwards, consists of one or multiple candles. These signal move candles, when you look at their individual ohlc values, the high must be higher for each individual candle that follows after the one that started the move. Otherwise the signal move is invalidated and search for a new zigzag should begin.

So, if you count, for a signal, there needs to be 4 on one side and 5 on the other side. the 5th is confirmed at the same time signal is given. More zigzags are okay for a valid setup, but not less.

Add alerts: terminal/phone push/email.

Below examples of two buy signals and two sell.

If there are questions, please ask.

To clarify the signal move consecutive highs and lows, here is an illustration. The candle bodies can be both bearish or bullish, but the overall ohlc is important in comparison to previous signal move candle.

left – signal move for sells. right - signal move for buys.







