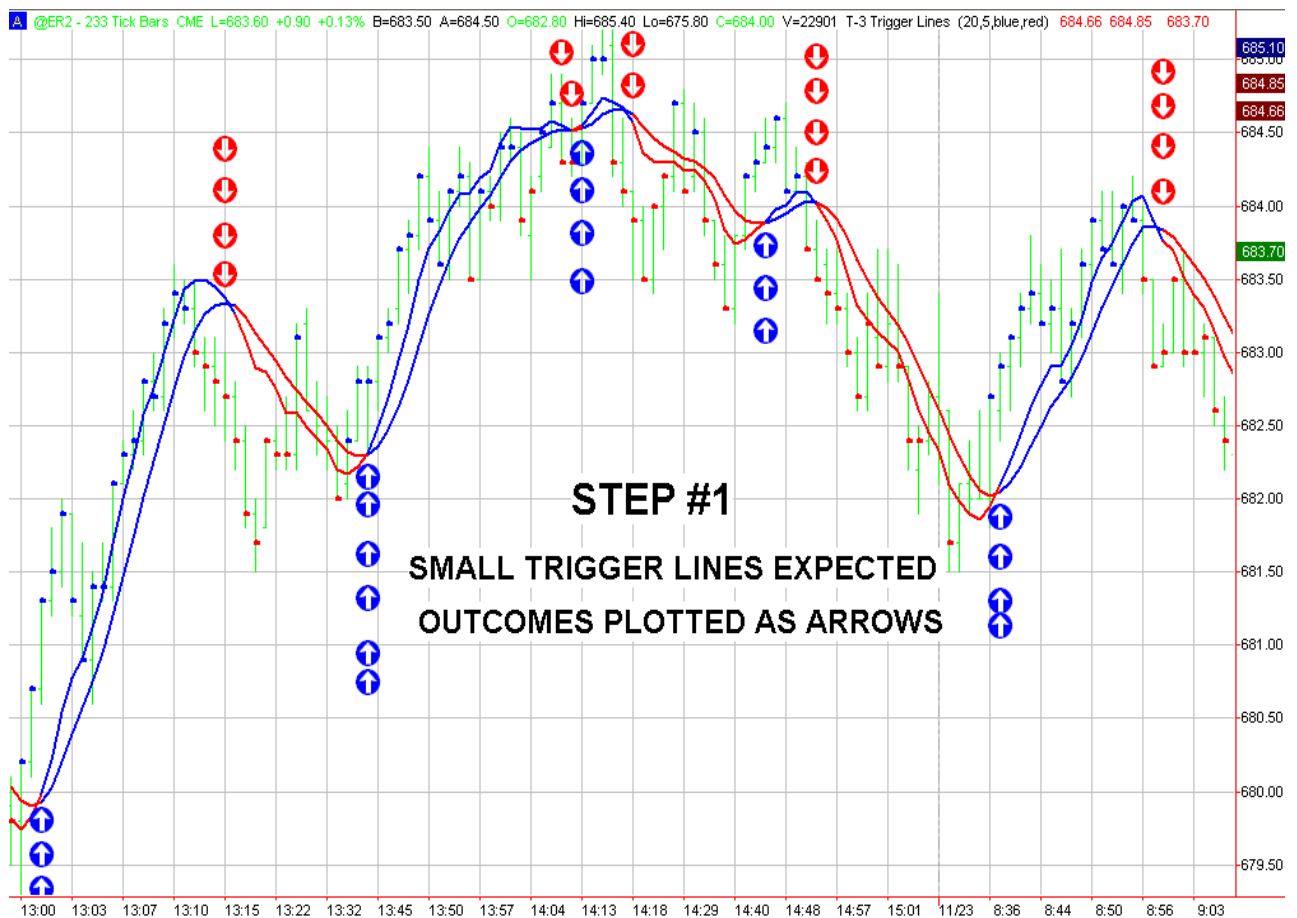


STEP BY STEP TRAINING PAGES TO HELP NEXGEN USERS LEARN THE PROGRAM

STEP #1 BASICS

Small Trigger Lines

- The basic premise is the same as the large triggers; but the smaller triggers represent a smaller more fine tuned frame then the larger.
 - They give an enormous advantage over the market, not only for the direction but when the markets going to turn **and** the strength of the actual market.
-
- The first expectancy is when you are **below** the trigger lines and they cross to the downside in **red** expect to trend **down**.
When you are above the trigger lines and they cross to the upside in **blue** expect to trend **up**. **Above up, below down.**
 - When the trigger lines are **spread out** very wide it means they are moving with strength. This shows there is a lot of momentum in the market to go up or down.
 - When they start to **rollover** it is a good indicator that the market is going to trend down or up.
 - Once you start to close on the opposite side of the trigger lines you can expect them to start to turn



Large Trigger Lines

- What we are going to look at is a couple examples of the Large Trigger Lines:

- The first expectancy is if you are **above** the big trigger lines there is more of a bias to the upside.
- If you are **below** the big trigger lines there is more of a bias to the downside.
- So, if you are on the right side of the triggers for going up and below them for going down, we are looking for more continuation for the direction for the trigger lines.

What the trigger lines are telling you is very important.

THE LARGER LINES GIVE YOU LONGER TERM TREND

DIRECTION



STEP #2 BASICS

Macd BB Lines:

- The green and red dots are Macd calculations- Colored to show you the short-term trend up or down

- Red and blue lines are bollinger bands of, or a standard deviation of a Macd.

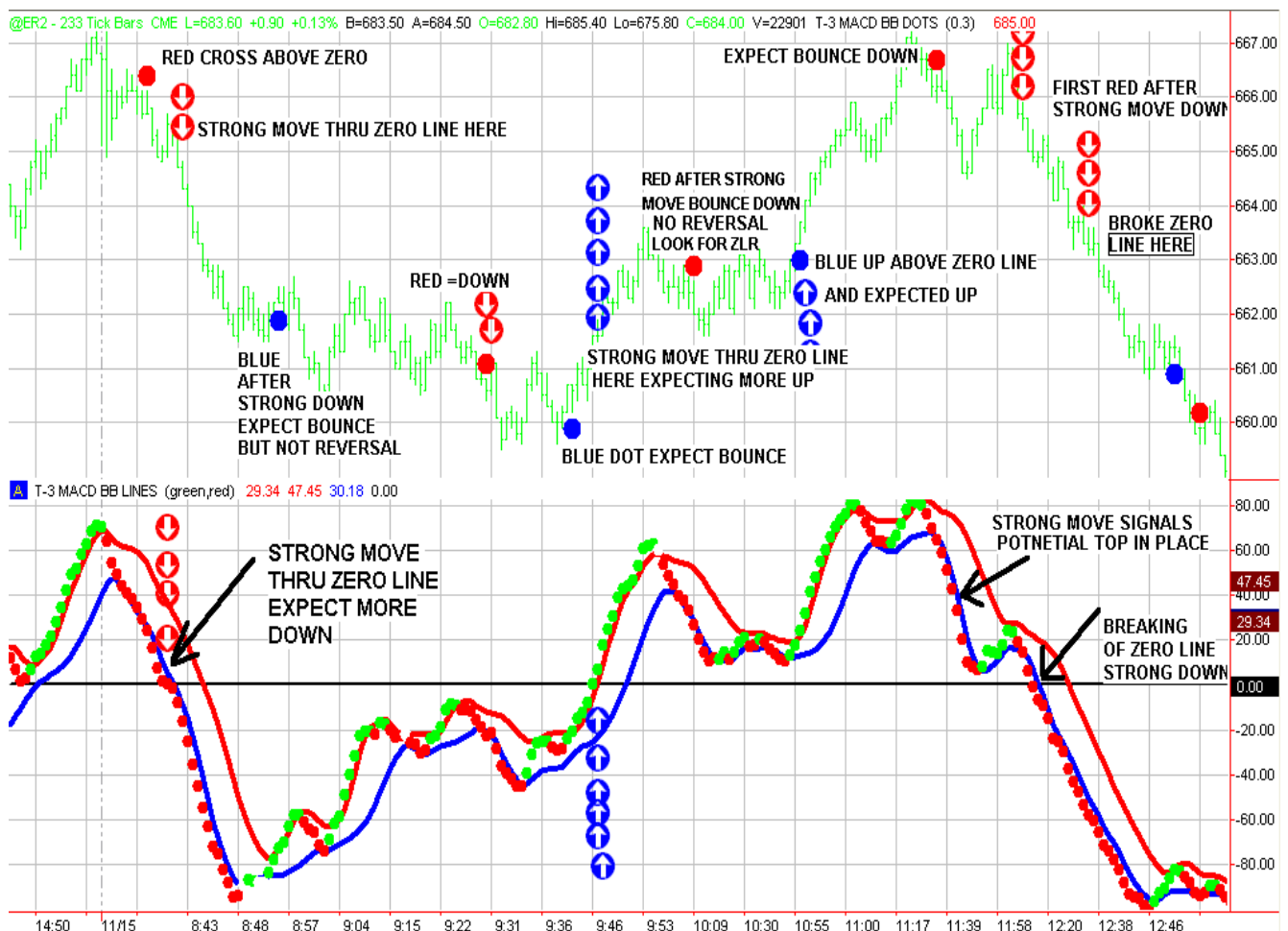
- Bollinger Band basic Theory:

- If you break the upper band then you have some momentum to the upside and you are probably going to keep going up and look for continued action to the upside. (THIS IS WHERE BLUE MACD BB DOTS PLOT ON CHART)
- If the (green dots stay OUTSIDE and ABOVE the upper bands then you have a strong move up.
- If you break the lower band then you got some momentum to the downside and you are probably going to keep going up

and going to get continued action to the downside. (THIS IS WHERE BLUE MACD BB DOTS PLOT ON CHART)

- If the (red dots) stay OUTSIDE and BELOW the lower bands then you have a strong move down.
- The further apart they spread out that is a strength indicator to the up or the downside and expected continuation of the trend is what to look for.
- Another expectancy is when you break above the zero line (middle white line) and then you pull back to the zero line and you start to put in turn.
- You are expected to continue in the longer-term trend. This is called the zero rejection line. (#3 Trade Setup)

We also use this indicator to plot divergences of price and the MACD BB LINES which will also give you an advanced warning on if an KEY support or resistance area is going to hold which we don't have to do now but you will see it many times over and over in the room.



MACD BB DIVERGENCE :

This indicator is used to determine if there is a discrepancy between price and the MACD BB LINES indicator. (USED in #2 and #6 Trades)

The KEY PIVOTS of minimum 2 bars is used as a comparison of the “peaks” to see if there is divergence or not.

YOU MUST BE ABLE TO RECOGNIZE the POTENTIAL FOR DIVERGENCE BEFORE IT HAPPENS! (see video on this)

5 BASICS OF DIVERGENCE – TREND and MACD BB LINES & expected outcomes of each of the setups

1. **Higher Prices** and **Lower Macd BB lines** = EXPECTED REVERSAL TO DOWN SIDE - or Bearish Divergence- RESISTANCE SHOULD HOLD.
2. **HIGHER PRICES** and **HIGHER MACD BB LINES** = TRENDING UP --
- no reversal expected – RESISTANCE MAY BREAK.
3. **Lower Prices** and **Higher Macd BB lines** = EXPECTED REVERSAL TO UPSIDE... or Bullish Divergence-SUPPORT SHOULD HOLD
4. **Lower prices** and **lower trending down Macd BB lines** =
TRENDING DOWN -- no reversal expected – SUPPORT MAY BREAK
5. If Divergence tops or bottoms break- meaning price action beyond the high or low that created divergence then trend usually will continue very strong.



STEP # 3 BASICS

Support and Resistance: Auto prep indicator or the t3 fibs accumulator.

This indicator will give you automated multiple timeframe support and resistance plotted as simple red or blue lines.

What the software will do is take a single timeframe and synthetically build up to 10 higher timeframes. Then the software will scan for all the best possible PIVOT points from which to do up to 20 different Fibonacci ratios and types of calculations from. For example it will do all of the extensions from 100% 138.2% 200% 261.8% and so on.... then do the same for retracements...then do the same for alternates then the same for extensions. Once this is done from EVERY pivot from ALL the timeframes – current timeframe and all the synthetically higher timeframes it will then start to sort and filter through the millions of calculations and find for you the absolute highest concentrations of Fibonacci projections and plot them as a red or blue line.

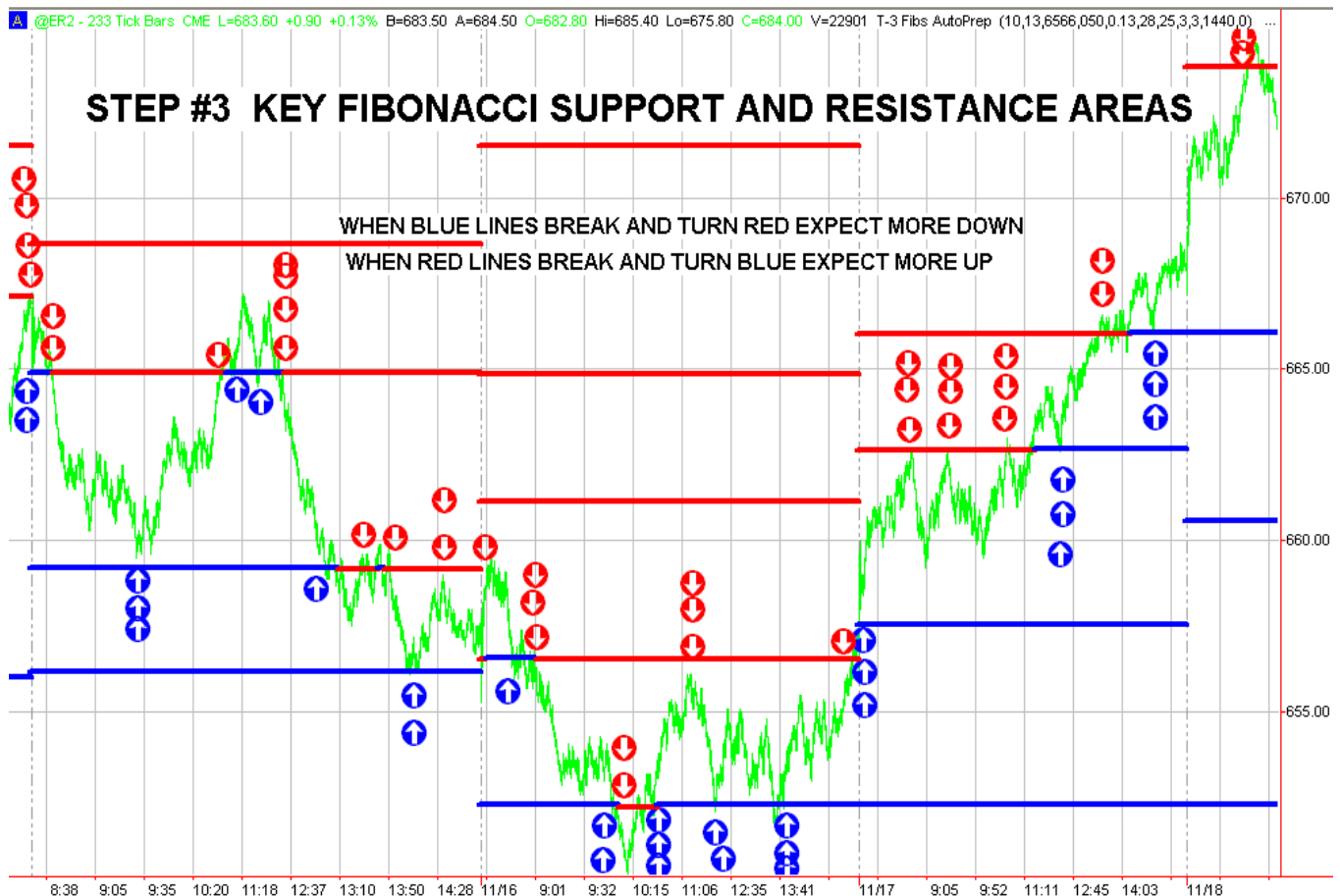
THIS IS THE PART of our software that makes us unique and allows you to know WHEN and WHERE your going to apply the other indicators and lays out a roadmap from which to trade from. Without this knowledge the other indicators will not give you the highest advantages and let you know where to apply them most effectively.

This software also will do this “Fibonacci” analysis 100% consistently every day. And it is with that consistency that you can then start to put together a rigid trading plan around it and although you’re a discretionary trader you can achieve the highest amount of accuracy possible.

It is from the support and resistance we are anticipating the turning points or a break through of an area, which would signal a continuation of the current trend.

RED LINES WE EXPECT BOUNCE TO THE DOWNSIDE (#2 TRADE)

BLUE LINES WE EXPECT BOUNCE TO THE UPSIDE (#2 TRADE)



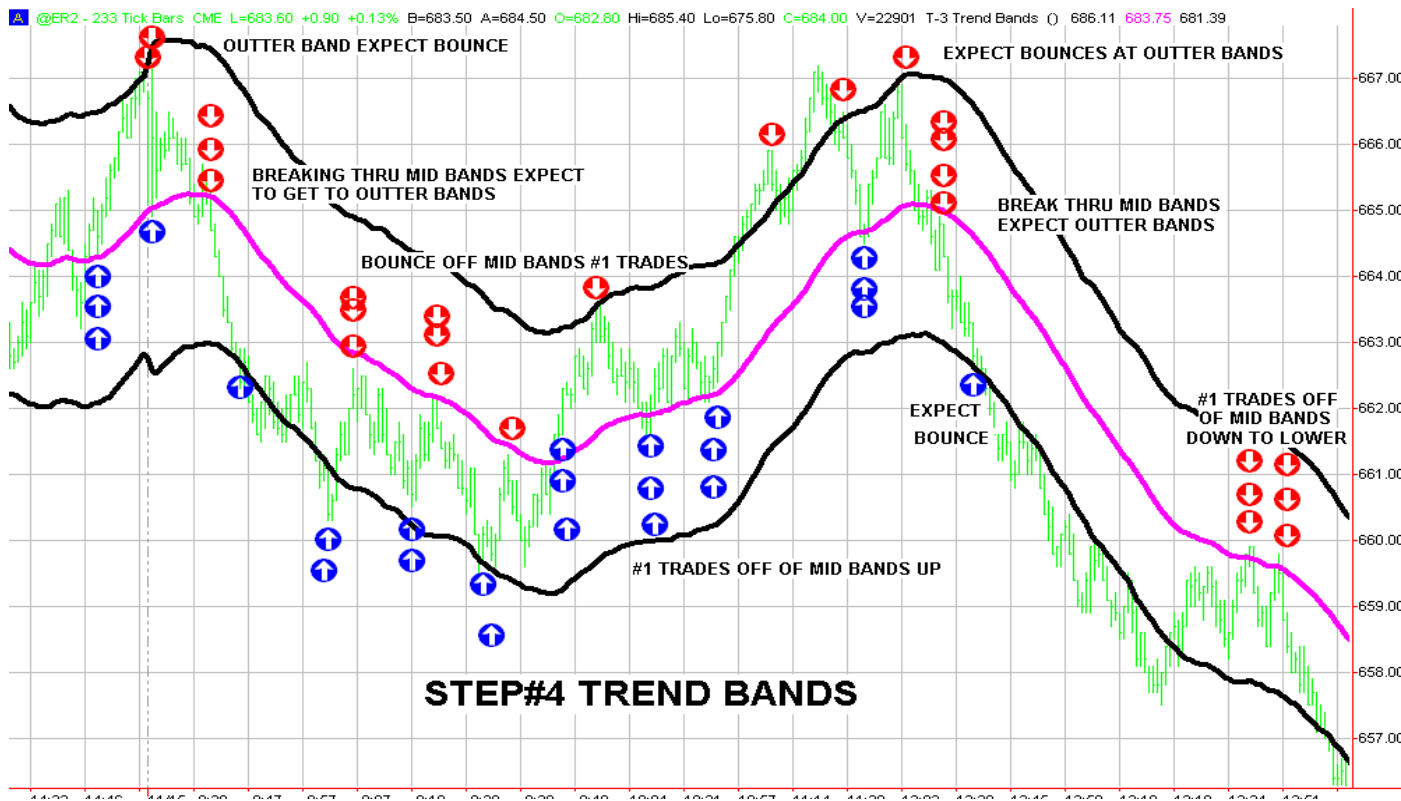
STEP #4 BASICS

T3 Trend Bands: AKA Keltner Channel

- We are going to talk to you about expected outcome and there are four:
 2. Above the mid bands (magenta line) expect to keep going up. Same is true to the downside; if you are below the mid band you expect to keep going down.

So the first expected outcome is the continuation of the trend on the right side of the trend bands

3. The Second outcome we are looking for is:
 - If we break above the middle bands we anticipate the middle bands are going to hold. So we anticipate they are going to hold on a pullback (#1 Setup)
 - If we break below the mid bands we anticipate the mid bands are going to hold. So we anticipate they are going to hold on a pullback. (#1 Setup)
4. You will find when you get into a very STRONG market the mid bands will provide a very good opportunity for continuation with the trend trades. (#5 Setup)
5. The last outcome is:
 - When you reach the outside of the bands, then you are going to have a strong pullback or at least a strong change. (Potential exit area)



STEP #5 BASICS

T-3 one to ones

1. The initial outcome is that we expect the one to one to HOLD as support or resistance on a TEMPORARY BASIS.
2. The one to one will serve as initial profit targets and FINAL profit targets if they are AT key Fibonacci areas or OUTER bands
3. The one to ones can also be used in a MOMENTUM PLAY (#7 Trade Setup) when they break if the other conditions are true as per the rules.



STEP #6 BASICS

T-3 ABC PLOT TRENDS INDICATOR (ABC's) (THE #4 TRADE SETUP)

1. ABC's will many times confuse a new person to the software. Which ones to take and which setups to NOT take. Hopefully this will help some.
2. When first getting software started this will be the LAST thing that you will incorporate into your trading plan.
3. The #4 trade, which is MOST OF THE TIME a "B-long or short" or ABCFailure setup with the trend, has several basic rules.
 - a. B trades or ABC FAILURES will be MOST COMMON as they represent a very nice continuation of the trend. THESE are the only #4 trades you should start off with until your very comfortable with the indicators.
 - b. A-long or short trades (as long as with the trend) can be very profitable...typically A LONGS after divergence breaks tend to be the most common in any sustained trend.

-
- @ER2 - 233 Tick Bars CME L=683.60 +0.90 +0.13% B=683.50 A=684.50 O=682.80 HI=685.40 Lo=675.80 C=684.00 V=22901 T-3 ABC Plot Trends (0.5, BLACK, green, magenta, 3, FALSE, FA...
- STEP 6 ABC PLOT TRENDS**
- Trend down
 THIS WOULD HAVE BEEN B SHORT IF NOT OUTSIDE THE TREND BANDS
 LOOK FOR MORE DOWN
 Ext
 Ex
 A-long potential
 ONCE YOU HIT KEY AREAS STOP TAKING A LONGS LOOK FOR SELLS
 A LONG AFTER INITIAL MOVE UP IS USUALLY GOOD IF YOU HAVE ROOM TO THE KEY KEY AREA
 A-short potential
 A-long potential
 B-long potential
 Trend up
 REVERSAL IN TREND AND B LONG OFF OF KEY FIBONACCI AREAS USUALLY IS VERY GOOD SETUP
 Ext
 Ext
 Ext
 Ext

Here are the “levels” of which we speak about daily and what generates each of the levels?

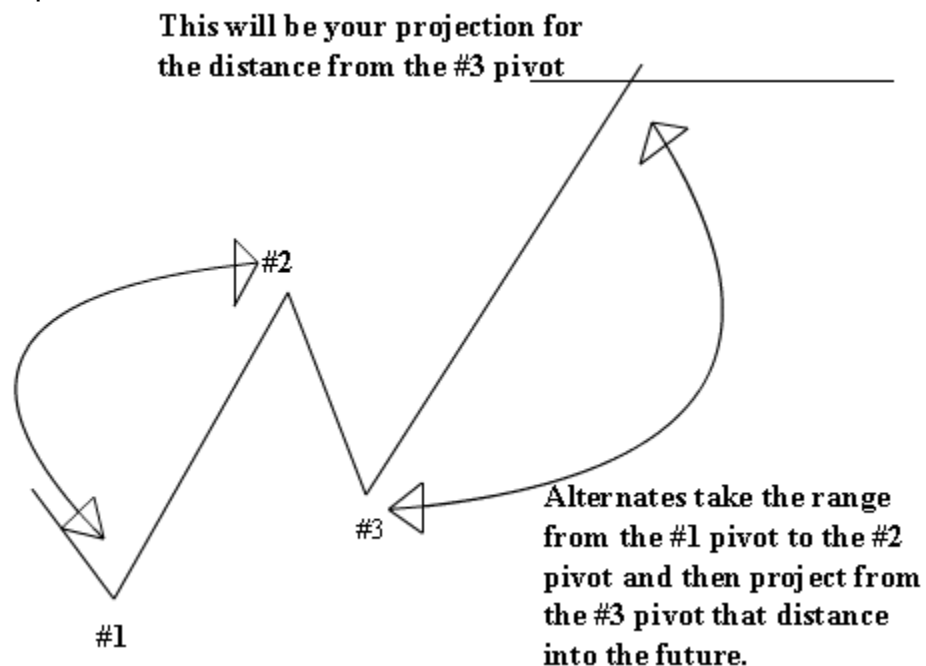
- **KEY FIBONACCI AREAS** are very powerful clusters of Fibonacci ratios that fall into a very tight area and are the road map for our general trading. These key areas typically will be very reliable for determining potential reversal points in the market. These key Fibonacci clusters or as we call them confluence areas are generated by 10 times of “synthetically built” higher timeframes that

give us the most complete and accurate Fibonacci analysis that could not possibly be done by hand with the same accuracy and efficiency on a daily basis.

The software will automatically define which pivots are best from which to do all the calculations from then rank and sort the KEY AREAS into the most powerful and plot them as an easy to read red or blue line on your chart.

- **ONE TO ONES** – Nexgen Software's *ABC PLOT TRENDS PROGRAM* generates these. These are NOT as powerful as KEY FIBONACCI areas but are useful as an intermediate “bump in the road” or temporary support or resistance, which enables us to use them as intermediate profit-targets or to signal the continuation of a trend. THE SMALL ONE TO ONES are simply 100% alternates of the last few swings in the market and the LARGER SWING ONE TO ONES are generated by the last key swings between trend changes. When they fall together they are twice as powerful ... by themselves we expect a moderate bump or retracement in the current trend but not a reversal.
SMALL WHITE DOTS ARE SMALLER SWING ONE TO ONES
LARGER MAGENTA DOTS ARE LARGER SWING ONE TO ONES

Example of a Fibonacci alternate.



- **OUTTER BANDS – or MID BANDS** generated by our T-3 Trend bands give us the VISUAL target of a level that is to be used for profit target areas and or support or resistance. When you get to a mid or

outer band we expect there to be the potential for a turn or retracement.

- **FLOOR TRADER PIVOTS** – also give us Key support and resistance levels that many traders watch so we should as well. Below is a bit of education on the floor pivots.

Floor Traders Pivots are a well-known technique used by floor traders (locals) and market makers in the trading pits to calculate intraday support and resistance points. This technique has been around for decades, yet is still much in use today. Before the advent of computers and sophisticated analysis techniques, floor traders used a set of calculations to determine key support and resistance points in the market. They calculated these points from the previous days open, high, low and close. The floor traders today still use these points in their intraday trading. Since the floor traders in the pits are using these points for support and resistance, it just makes good sense to keep track of these key points and be aware of them if you are doing any type of intraday trading.

Knowledge of the levels at which different types of traders are likely to enter the market can assist in determining when a shift in valuation by the locals has occurred. This is especially useful when there is little outside influence on the market and the local floor traders dominate trading. As long as no significant market news has occurred between yesterday's close and today's opening, the local floor traders and market makers tend to move the market between the pivot point (P) and the first band of support (S1) and resistance (R1). If these first levels are broken, look for the market to test the level of support (S2) or resistance (R2) and then (S3) and (R3).

IN SUMMATION OF KNOWING THE AREA

Know the levels at which change could occur.... Once you know and can see and have planned for where the market **COULD AND SHOULD** possibly go then you need to move on to step number two.

THE NEXT STEP IS knowing the direction and momentum of the market.

How are we going to know which direction the market is going to head? We use 2 simple indicators in many different ways to determine the strength, often referred to as momentum of the market and direction of the market.

The two indicators are

1. T-3 Trigger Lines – Used different ways which we will explain
2. T-3 Macd BB lines - Used different ways which we will explain

These two indicators in combination with the KEY areas will give you everything you need to know about the market and it's current state and the expected outcome for the near future.

TRIGGER LINES and KEY FACTORS to watch for that will tell you instantly the direction of the market and the momentum as well as the potential for a reversal.

- Trigger lines crossed up and blue we expect UP
- Trigger lines crossed red and down we expect down.
- WIDE APART we have lots of momentum behind the move and we expect more move in the current direction.
- NOT WIDE APART we expect less momentum and not much follow through.
- IF crossed down and RED...but closes are above the trigger lines and especially if an entire bar of data (HIGH AND LOW) is beyond the trigger line is a sure sign that the market may be putting in a reversal.
- If Crossed UP and BLUE but closes are BELOW the trigger lines and especially if an entire bar of data (HIGH AND LOW) is beyond the trigger line is a sure sign that the market may be putting in a reversal.

MACD BB LINES and KEY FACTORS to watch for that will tell you instantly the direction of the market and the momentum as well as the potential for a continuation of the trend or a reversal.

- Macd BB lines crossing upper bands creating a MACD BB DOT (one of our show me's) (BLUE) we expect the trend to go up.
 - MACD BB lines crossing the lower bands creating a MACD BB DOT(one of our show me's) (RED) we expect the market to go down.
 - DIVERGENCE OF MACD BB LINES - When the MACD BB DOTS and PRICE go in the opposite direction they create a DIVERGENCE between the price and indicator. With this divergence we expect one of two things to happen... 1. A reversal in the market or 2. A breaking of divergence and a continuation of the trend.
1. We have an indicator called T-3 MACD BB DIVERGENCE that plots on the chart but it is imperative that you are able to see the "potential" for divergence before it happens so your prepared for your trade setups. So know the basics below.

- ZERO LINE of the MACD BB Lines is a KEY area and can maybe be classified in step number one but we chose to do it here to keep a consistent flow through the indicators and their expected outcomes. When the value of the MACD BB LINES (which are really red and green dots) reaches the ZERO LINE from above or below we expect that there may be the potential for a reversal. If the MACD BB LINES move thru the zero line quickly then we expect that the trend changed from up to down or down to up.
- The swing distance on the Macd bb lines are typically indicative of a the trend and it's momentum. IF the MACD BB LINES are moving very rapidly in one direction with very little to NO pullback at all that is a strong move. This will typically happen after a period of consolidation on the charts. If the Macd BB lines are slowing and "coming together" it is indicative of a weakening of the current trend and some consolidation or reversal may take place.
- The Final part of the MACD BB LINES is the dots color themselves. If the dots are all green with no red then it is a strong move up. If they are red then it is a move down. Using the MACD BB DOTS COLORS to help you define when to get in and out of a trade can be beneficial for keeping you on the right side of a move. Keep in mind to watch your MACD BB DOTS trend direction for the larger MACD BB trend and the dots colors to show the short-term trend.

IN SUMMATION OF KNOWING THE DIRECTION – Know the direction of the market. If you know that we have a higher probability of going up and you have the areas mastered and know what levels to buy off of you will have the highest potential of winning. Same holds true for the sell side...if the market is trending down then you must find key resistance levels to look to sell the market.

T-CHART FOR TRADE SETUPS

BUY SETUPS LOOK FOR

SELL SETUPS LOOK FOR

BIG TRIGS – BUY MODE? Y___ N___	BIG TRIGS SELL MODE? Y___ N___
ZERO LINE BUY MODE? Y___ N___	ZERO LINE SELL MODE? Y___ N___
MID BAND target or entry? T___ E___	MID BAND target or entry? T___ E___
Support areas hit? Y___ N___	Resistance areas hit? Y___ N___
Bullish divergence true? Y___ N___	Bearish divergence true? Y___ N___
Diverg. against possible? Y___ N___	Diverg. against possible? Y___

	N
Small triggers favor buy? Y___ N	Small triggers favor sell? Y___ N
Outer bands target or Entry T___E	Outer bands target or Entry T___E
One to Ones for target ---- watch them	One to Ones for target – watch them

BUY SETUPS LOOK FOR

SELL SETUPS LOOK FOR

BIG TRIGS – BUY MODE? Y___ N	BIG TRIGS SELL MODE? Y___ N
ZERO LINE BUY MODE? Y___ N	ZERO LINE SELL MODE? Y___ N
MID BAND target or entry? T___E	MID BAND target or entry? T___E
Support areas hit? Y___ N	Resistance areas hit? Y___ N
Bullish divergence true? Y___ N	Bearish divergence true? Y___ N
Diverg. against possible? Y___ N	Diverg. against possible? Y___ N
Small triggers favor buy? Y___ N	Small triggers favor sell? Y___ N
Outer bands target or Entry T___E	Outer bands target or Entry T___E
One to Ones for target ---- watch them	One to Ones for target – watch them

BUY SETUPS LOOK FOR

SELL SETUPS LOOK FOR

BIG TRIGS – BUY MODE? Y___ N	BIG TRIGS SELL MODE? Y___ N
ZERO LINE BUY MODE? Y___ N	ZERO LINE SELL MODE? Y___ N
MID BAND target or entry? T___E	MID BAND target or entry? T___E
Support areas hit? Y___ N	Resistance areas hit? Y___ N
Bullish divergence true? Y___ N	Bearish divergence true? Y___ N
Diverg. against possible? Y___ N	Diverg. against possible? Y___ N
Small triggers favor buy? Y___ N	Small triggers favor sell? Y___ N
Outer bands target or Entry T___E	Outer bands target or Entry T___E
One to Ones for target ---- watch them	One to Ones for target – watch them

Trading Plan Outline for T-3 Users

The purpose of this plan is not to tell you what is best for your personal situation (goals and objectives) but to make sure that you have given enough basics and ability to practice using the T-3 Software in an attempt to make the most accurate and profitable trading decisions possible.

In this plan we will attempt to help you sort your thoughts into a simple outline that will help you assemble your own business and basic trading plan. You should still take the time to do the work to write your own plan and practice it without risking money, make revisions to your plan that fit your goals, practice your plan again on a simulator, make adjustments again then simulate one more time until your expected outcome of consistency has been attained.

First you must answer the question on if you have enough capital to even begin this endeavor. While there is the potential to make more money than is needed to live there are also costs involved in becoming a professional trader and the better prepared you are the higher your chances of reaching your goals. So let's look at some of the basic costs that most people will not think about. Keep in mind. This is business, treat it as such and pay special attention to the planning of your business so you have the highest chances of success.

Just a quick checklist will be posted here to give you some of the basics as of the end of 2005. These may change or fluctuate in time but a general outline of costs is below.

1. **T-3 Fibs Software-** \$9,500 dollars- one time purchase. You can lease for 90 days at 3900 dollars but this lease option is a daily depreciating asset and will cost you more in the long run.
2. **Computer Equipment-** At a minimum a Pentium 1.2 gig hertz chip or AMD 2600 chip or better with a minimum of 512 RAM – 1-4 GB of Ram is better. At least TWO SCREENS! You may have to buy an additional video card for your computer. I recently purchased an E-machine 64 bit 3600 machine with 20" top of the line monitors and an extra video card for 1900 dollars. So \$2,000 would be a round number to use for computers if you don't have one.
3. **HIGH SPEED INTERNET-** period you MUST have it. If not get it.
4. **Hotcomm Chat room software-** \$59.95 dollars for 3 months. Until your fully educated this should be purchased then it becomes optional.
5. **Tradestation-** pick this or Esignal (DATA AND CHARTING) - free if you do 50 round turns per month through tradestation brokerage which is pretty easy to do if your daytrading. \$99 –\$199 dollars monthly if you do not have the volume or trading account there. As of late they are making strides to make their trading platform better but for now an outside source of trading platform is needed. Also have to include a VERY wide variety of exchange fees depending on which market you trade. You also have to decide if they have your data. Esignal has a wider variety of exchanges they deliver on.
6. **E-Signal (DATA AND CHARTING)-** Approximately \$100 dollars per month. They offer many more data sources and are slightly different than tradestation. Also have to include a VERY wide variety of exchange fees depending on which market you trade. You also have to decide if they have your data. Esignal has a wider variety of exchanges they deliver on.

7. **Trading platform-** Ninja Trader is the front-runner for now in my opinion. Trade Maven – J-trader- and many others offer much functionality but for the money- approx. \$49 dollars per month Ninja Trader is tops on the list.
8. **Trading Capital-** This is where most traders will fall short and cause them selves to lose money. This area is VERY important for several reasons.
 - You should NOT trade real money until you know you can win
 - So simulation is KEY and winning on the simulator for quite some time is KEY before you ever risk one real dollar. With the quality of simulators now you should be able to win most of 50 trades. 35-45 out of 50 following the rules of your plan and being 100% comfortable with your plan.
 - SO to the money. A good rule of thumb is to take your maximum loss for one day. In the case of the ER2 sample plan we have \$300 dollars per contract. Multiply that number by at least 20 and that will be the MINIMUM allocation per contract in this plan. This will give you the ability to lose several trades and have enough equity to continue trading. Some traders will use more and some will use less but this should give you some basis for thought. Also, after your simulation you should be able to map out how your trading has gone and to see what your upside and your downside risks are.

How much money will you need to start your business? Let's work out a simple formula based on a 12-month plan to make \$1,000,000 dollars. This may not be 100% exact but is given as a general guideline to get you started.

Business Capital Expenses:

- Software \$9500- one time
- Computer equipment (you may or may not have enough) \$2,000- once or twice
- Hotcomm – $\$59.95 * 12 / \text{mo.} = \719.40
- Tradestation or Esignal assuming highest costs $\$250 \text{ monthly} * 12/\text{mo} = \3000
- High Speed internet – $\$49 \text{ monthly} * 12/\text{mo} = \588
- Trading platform - $\$49 \text{ monthly} * 12/\text{mo} = \588
- Trading capital - \$10,000 minimum starting (personal adjustments needed)
- **Total for first year approximations for your daytrading business are =**
 - **$\$9500 + \$2000 + \$719.40 + \$3000 + \$588 + \$588 + \$10,000 = \$26,395.40$ to start your business in basic 1st year costs.**

Taken from

<http://www.mcdonalds.com/corp/franchise/faqs2/qualifications.html>

- **Q: How much cash do I need to buy a McDonald's franchise?**
A: McDonald's requires that prospective Owner/Operators have a minimum of \$200,000 in cash or liquid assets. Candidates with greater financial resources may have more potential franchise opportunities than those who meet the minimum requirements.
- **Generally it takes a minimum of one to two years to recover one's initial investment.**

Business Timeline of Events

We are going to go on the assumption of 20 trading days per month with the exception of December, which we will assume 15. We will also assume a January first start date this will have to be adjusted. **We will assume averaging \$250 dollars per day per contract per day regardless of market traded.** Then we will assume \$5,000 per contract traded for round number increasing the amount of contracts traded as profits allowed on a MONTHLY basis not a day by day which may produce higher numbers. We will stop compounding when we reach 64 contracts on any given market. You will see by the hypothetical example below that you will have the POTENTIAL to reach your goal of \$1,000,000 within 12 months of your start date if you can average \$250 per day per contract traded. So while your goals may be higher or lower this will show you that with approximately **\$26,395.40 in start up capital what your potential is at \$250 per day per contract. So ask yourself, and those who are doing it live with you in your training room if 250 per day per contract is realistic, then ask yourself if you're ready to make the commitment to learn!**

DATE	ACTION	PROFIT	RUNNING TOTAL
1-1-200x	Write your plan -practice	0	10,000
2-1-200x	Write your plan -practice	0	
3-1-200x	Write your plan -practice	0	
4-1-200x	Start trading 2 contracts	10,000	20,000
5-1-200x	Trade 4 contracts	20,000	40,000
6-1-200x	Trade 8 contracts	40,000	80,000
7-1-200x	Trade 16 contracts	80,000	160,000
8-1-200x	Trade 32 contracts	160,000	320,000
10-1-200x	Trade 64 contract	320,000	640,000
11-1-200x	Trade 64 contracts	320,000	960,000
12-1-200x	Trade 64 contracts	240,000- 15 days	1,200,000

Now to the T3 trading plan basics

While we have written the basic setups for the trading plan and we will share them below some of the “art of trading for maximum gains” is to know when to ignore trade setups based on the expected outcome of each of the individual indicators and when to trade the setups. We are not going to make new rules here but we are going to add some modifications that you can use to apply when looking at the trade setups of the plan in an attempt to make the trade setups more successful.

You should still take the time to do the work to write your own plan and practice it without risking money, make revisions to your plan that fit your goals, practice your plan again on a simulator, make adjustments again then simulate one more time until your expected outcome of consistency has been attained. Once attained if you lose your results

when trading real time go back and analyze your plan and then restart the process of simulation and practice until again your plan is second nature then re-attempt your real-time efforts.

Keep in mind that these are basic setups that do not take into account ALL factors you must consider. You must still know when and where in the market you CAN and CANNOT use these setups. Our online educational room and text after the setups is designed to help you with that education.

TRADE SETUPS	ENTRY SETUP CHECKLIST	EXIT CONDITIONS CHECK LIST
#1 Trade setup Mid Bands Continuation buy or sell with the trend	<ul style="list-style-type: none"> • Must hit midbands • Close on the intended direction of the trade side of smaller triggers • Pullback to lessen risk • Look for trigger lines and Macd bb clues for how deep of a pullback • Must be with Macd BB trend. 	<ul style="list-style-type: none"> • Outer bands first target • Key Fibonacci area • One to ones at outer bands • Divergence against the trade.
#2 Trade setup <ul style="list-style-type: none"> • Fibonacci support or resistance – • IF Divergence breaks..... <i>NO MORE COUNTER TREND TRADES</i>	<ul style="list-style-type: none"> • Must hit key Fibonacci area • Must have divergence • Trigger lines must be crossed in direction of trade • Watch for other key factors to pinpoint entry such as One to ones or floor trader pivot • IF using multiple tick charts proper side of larger triggers makes it more conservative. 	<ul style="list-style-type: none"> • Mid band first exit • One to ones • Next key Fibonacci area • Divergence against trade • Opposite outer bands
#3 Trade setup <ul style="list-style-type: none"> • Zero line rejection 	<ul style="list-style-type: none"> • Must bounce at the zero line on Macd BB • Must have room to next key Fibonacci area • Must have triggers and 	<ul style="list-style-type: none"> • Outer bands first target • Key Fibonacci area • One to ones at outer bands

trades	<p>Macd bb lines rolling-dots changing colors on lower sub-graph to green or red</p> <ul style="list-style-type: none"> • Close on right side of smaller triggers with pullback to lessen risk 	<ul style="list-style-type: none"> • Divergence against the trend
<p>#4 Trade setup</p> <ul style="list-style-type: none"> • ABC Long or Shorts at key Fibonacci areas, Mid bands or one to ones 	<ul style="list-style-type: none"> • Must hit the support or resistance indicators • Must close on right side of the triggers when abc plots • Must be with Macd BB trend – UNLESS DIVERGENCE has broken then OK to be on wrong side of MACD BB TREND. • Pullback to lessen risk Look for trigger lines and Macd bb clues for how deep of a pullback • B short or longs or Failures to be take on PROPER SIDE OF LARGER TRIGGERS 	<ul style="list-style-type: none"> • Outer bands first target • Key Fibonacci area • One to ones at outer bands • Divergence against the trend
<p>#5 Trade setup</p> <ul style="list-style-type: none"> • MACD BB Strong moves With Trend 	<ul style="list-style-type: none"> • Macd bb Lines strong move through zero line • Market makes strong move through mid bands • Enter on pullback to mid bands with triggers and Macd bb favoring • If macd bb lines or triggers cross over against intended direction no trade setup 	<ul style="list-style-type: none"> • .40-.70 past mid bands stop level or just past KEY area. • Outer bands first target • Key Fibonacci area • One to ones at outer bands
#6 Trade setup	<ul style="list-style-type: none"> • Must be at outer bands • Must have Macd BB 	<ul style="list-style-type: none"> • Mid band first exit • One to ones

<ul style="list-style-type: none"> • Outer Bands & Divergence • IF Divergence breaks..... <i>NO MORE COUNTER TREND TRADES</i> 	<ul style="list-style-type: none"> • divergence • One to Ones at outer bands increase chances of winning • Triggers must be crossed in direction of trade • IF using multiple tick charts proper side of larger triggers makes it more conservative. 	<ul style="list-style-type: none"> • Next key Fibonacci area • Divergence against trade • Opposite outer bands
<ul style="list-style-type: none"> • #7 Trade setup Breaking One to Ones Continuation 	<ul style="list-style-type: none"> • Must have room to next key area and NOTHING IN THE WAY!!!!!!! • Must have Triggers strong in direction of the break of the 1:1's • Must have Macd BB lines in favor of the break • Enter on pullback to one to ones • NEVER TO BE TAKEN AFTER INITIAL DIVERGENCE! • NEVER AT KEY FIB AREAS • NEVER WITH POTENTIAL DIVERGENCE 	<ul style="list-style-type: none"> • Stop no more than .2-.4 past the One to Ones that got you in to reduce risk. • Next Key Fibonacci area • Close on opposite side of Trigger Lines
<ul style="list-style-type: none"> • Trade#8 AREA + DIRECTION TRADE • The aggressive get 	<ul style="list-style-type: none"> • MUST BE UP MONEY ARLEADY ON DAY! • Must have room to next key area and NOTHING IN THE WAY! • Must have all 4 Trigger lines strong in direction 	<ul style="list-style-type: none"> • .40-.70 past KEY area max stop. • Outer bands first target • Key Fibonacci area One to ones at outer bands

<p>in at the best spot trade with no entry criteria from trigger lines.</p> <ul style="list-style-type: none"> • The jump in because everything is in your favor trade. 	<p>of the trade.</p> <ul style="list-style-type: none"> • Must have Macd BB lines in favor of the trade direction. • Enter on pullback to MULTIPLE KEY AREAS in the same spot- this could include fib lines- one to ones mid bands or trigger lines themselves • Never take when divergence is possible 	

Below you will find some additional supplementation for your trade setups 1-8 to think about to increase the accuracy of the software.

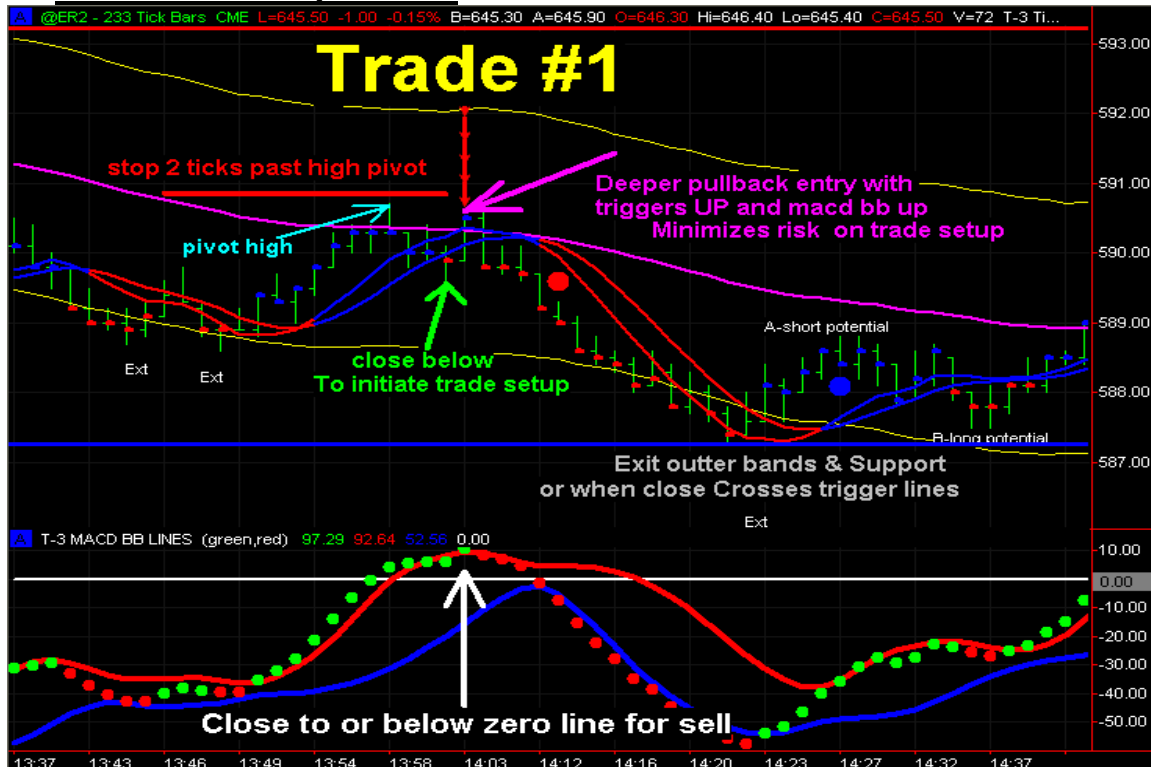
1. Trade on the intended direction side of the larger and smaller trigger lines. This is training step number one and will keep the trade setups as conservative as possible for daytrading with the trend.
2. If you use multiple “entry” charts – for example 233 tick and 450 tick charts there are several supplementations that you can use to increase the effectiveness of the software.
3. If on “intended direction of trade on both timeframe larger trigger lines” then you should hold for LARGER profits all the way to key areas. Use the momentum of the market and knowing where the best areas are to make maximum profits when everything is pointing in your favor.
4. If on “intended” side of larger timeframe large timeframe larger triggers and NOT on the “intended direction” side of the smaller timeframe larger triggers then be quicker to take profits at the FIRST areas of support or resistance against your trade. Also be quicker to move stops into a break-even or better situation.
5. IF Macd bb lines have NO DIVERGENCE or NO pending divergence then hold for larger target areas. Use the momentum of the market and knowing where the best areas are to make maximum profits when everything is pointing in your favor.
6. If Macd bb lines are on the “intended side of the zero line” on both timeframes – and both larger triggers and smaller trigger agree then hold for larger targets.

7. If Macd bb lines are MIXED meaning one of them is UP and one of them is DOWN or on both timeframes on opposite sides of the zero line then be quicker to take trade exits AT key areas and move stop quickly to reduce risk.
8. Make sure you are using the software's area to get in and out at the best spots. Make your money, follow your plan and if there was more on the table after you had a successful trade be thankful for your money and look for your next set.
9. When using multiple timeframes- you may enter and exit using smaller timeframes trigger lines or Macd bb lines colors (red and green) AT key areas. Meaning unless your in a **TRADE #8 SITUATION** then you must have some confirmation of the trade turning so you do not get run over.
10. **Start off avoiding counter trend trades until you have profits booked on the day, they are the hardest to do and while profitable you must get great entries and proper exits to minimize risk and maximize reward at the best areas as defined by the software. THIS INCLUDES #2 and #6 trade setups.**
11. If you beat yourself up one time over a trade (get mad or sad or frustrated) –YOU ARE DONE FOR THE DAY SHUT IT DOWN AND WALK AWAY NO MATTER HOW MUCH YOU ARE UP OR DOWN. This is a sign that you're not mentally in line with your plan and your rules and you will more than likely do more damage than good for the rest of the day.
12. Be quick to recognize a mistake- and fix it. Mistakes happen, if you make a mistake entry EXIT IMMEDIATELY if not sooner and re-evaluate your position and your plan. Never hope or pray for better exit on a mistake.
13. **Your plan is your only view of the market.** Do not be influenced by any outside forces. This includes our own T3 Educational Chat room. It is educational and when you trade your money, your trades, your bills to be paid with your profits, never leave this in someone else's hands to make your decisions. YOUR PLAN may change as time progresses but you must have rules or you will not win. Without the rules YOU have written we cannot help you make any educational strides.
14. In the hopes of maximizing your educational process with us sharing your plan with us when you post charts in the room or an explanation of why you did what you did is helpful. Posting charts in the room with no explanation of why or any rules will be frowned upon with the exception of technical support.
15. POST YOUR WINNERS and YOUR LOSERS – you cannot and will not win every trade so make your time in our room educational from all perspectives. WE learn more from our losses than our wins...

winning is easy but losing correctly can be the difference in your trading success or failure.

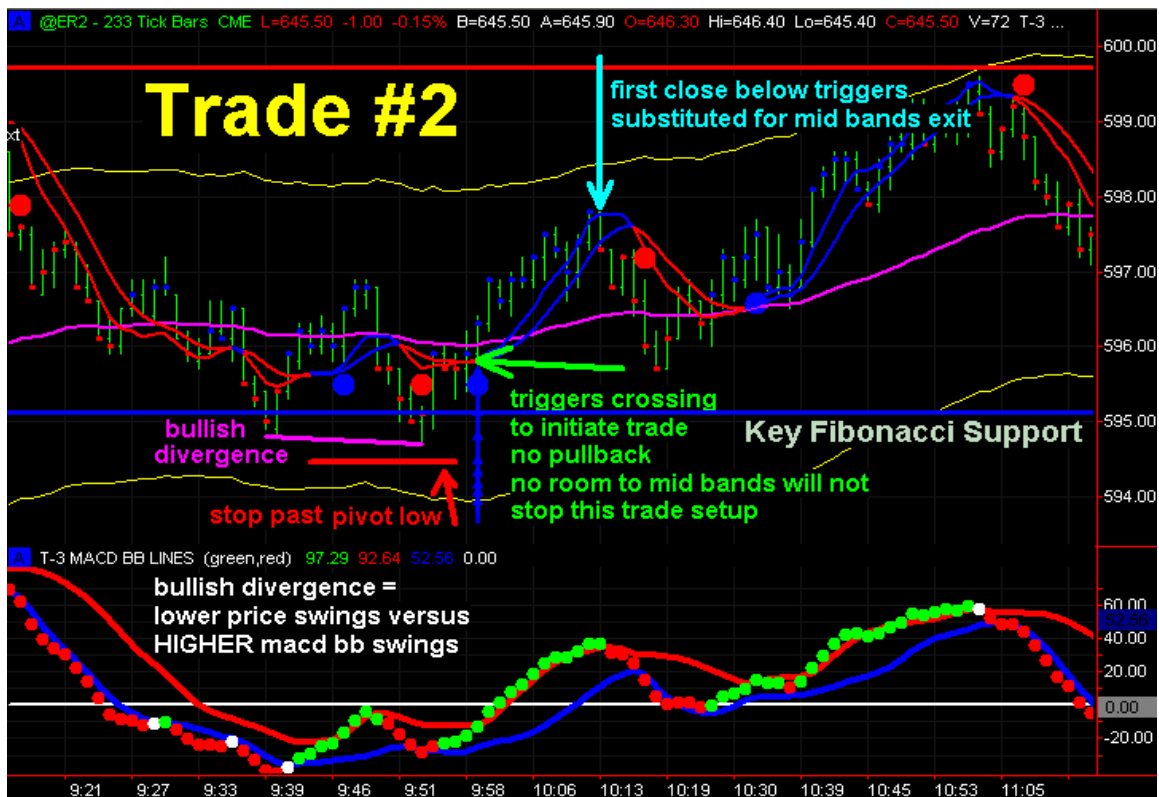
16. IF you see a way to help make the setups more successful share the ideas with us we are not in a situation where we think we know everything there is to know and sharing knowledge makes us a powerful group
17. Thank you for your time and your confidence in what we do and we look forward to helping you achieve your objectives.

Trade #1 example 1 &2





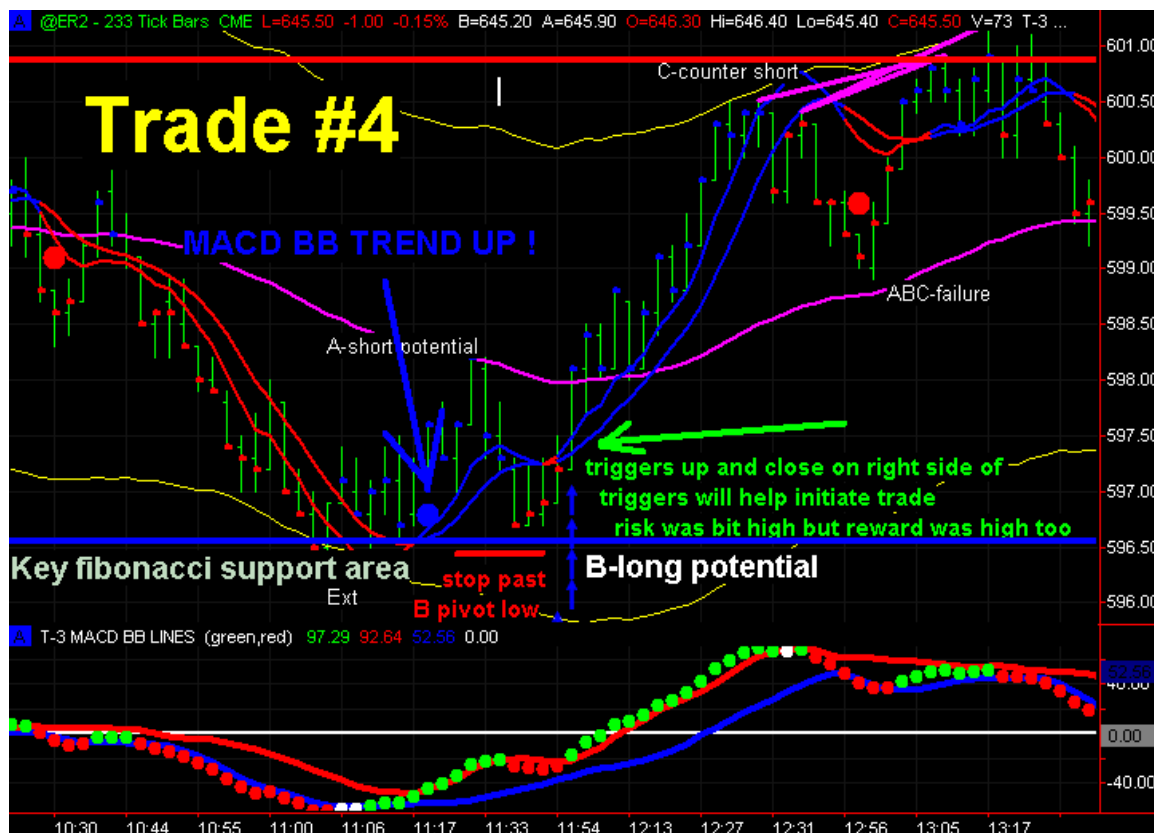
Trade #2 example 1 &2



Trade #3 example 1 & 2



Trade #4 example 1 & 2



Trade #5 example 1 & 2



Trade #6example (same as number 2 trade without Fibonacci areas to help)



Trade #7 example (low risk high reward momentum play) lower winning %)

