



TRADE[®]

NAVIGATOR

BY GENESIS FINANCIAL TECHNOLOGIES

**Pip Prophet Forex
Library**

Strategize, Prioritize, Optimize

... KNOW before you trade!

PIP PROPHET FOREX LIBRARY

The information presented within is opinion and should be reviewed and interpreted accordingly. There is a substantial risk of loss in trading. You should carefully consider your financial condition and risk tolerance before implementing new trading strategies.

Popular Forex Trading Strategies

Momentum Trading

In theory, trend trading is easy. All you need to do is keep on buying when you see the price rising higher and keep on selling when you see it breaking lower. In practice, however, it is far more difficult to do this successfully. The greatest fear for trend traders is getting into a trend too late, that is, at the point of exhaustion. Yet despite these difficulties, trend trading is probably one of the most popular styles of trading because when a trend develops, whether on a short-term or long-term basis, it can last for hours, days and even months.

OAS- Order Angle Separation

Moving average crossovers are a common way traders use Moving Averages. A crossover occurs when a faster Moving Average (i.e. a shorter period Moving Average) crosses either above a slower Moving Average (i.e. a longer period Moving Average) which is considered a **bullish crossover** or below which is considered a **bearish crossover**

This strategy enters the trade near the beginning of the trend and exits when the trend is over. Using five Moving Averages, when they have crossed and are displayed in Order one above the other, from the smallest to the largest it is a setup for a Long (all five MA's must be pointing up); or one below the other from the smallest to the largest it is a setup for a Short (all five MA's must be pointing down).

The five Moving Averages must be "separated" from each other and not "tangled" up.

Contrarian Trading

Most of the time when it feels safe to enter the market it is probably not safe at all. When a move in the market is greatly extended in one direction and looks like it will keep going this is usually the exact time it is about to fall back and correct itself.

Most traders lose over the long haul... about 94.8% of Forex traders lose. So, if you know when Forex traders are *all doing the same thing*, it is often a great strategy to do the *opposite*.

The art of contrary thinking consists of training your mind to ruminate in directions opposite to the general public opinions: but weigh your conclusions in light of current events and current manifestations of human behavior. - Humphrey B. Neill author of "THE ART OF CONTRARY THINKING"

Included in this Library:

Templates

OAS- Order Angle Separation
Momentum Trading
HMA Contrarian

Indicators

HMA Fast Down 1
HMA Fast Down 2
HMA Fast Up 1
HMA Fast Up 2
HMA Slow Down 1
HMA Slow Down 2
HMA Slow Up 1
HMA Slow Up 2
OAS Buy
OAS Sell
Momentum Long
Momentum Short

Strategies

Momentum Trading
OAS- Order Angle Separation
HMA BB Contrarian



The clear transaction signals help minimize the subjectivity involved in trading and the crosses over the signal line make it easy for traders to ensure that they are trading in the direction of the momentum.



This strategy is far from foolproof as with many trend-trading strategies. It works best on currencies or time frames that trend well.



Forex markets are inherently contrarian. This means that they are regressive and have a natural tendency to pull back to the mean price.



Being contrary does not mean betting against the crowd at all times. It means thinking on your own.



The moving average system is used to generate buy and sell signals. Its buy signals come early in the development of a trend, and its sell signals are generated early when a trend ends.



While tending to provide more profitable entry points in trending markets they can still be used in ranging or volatile markets.