



**candlecharts.com**

**Revealing the Past. Lighting the Future.™**



**Steve Nison, President**

**Advanced Candlestick  
Charting Techniques:**

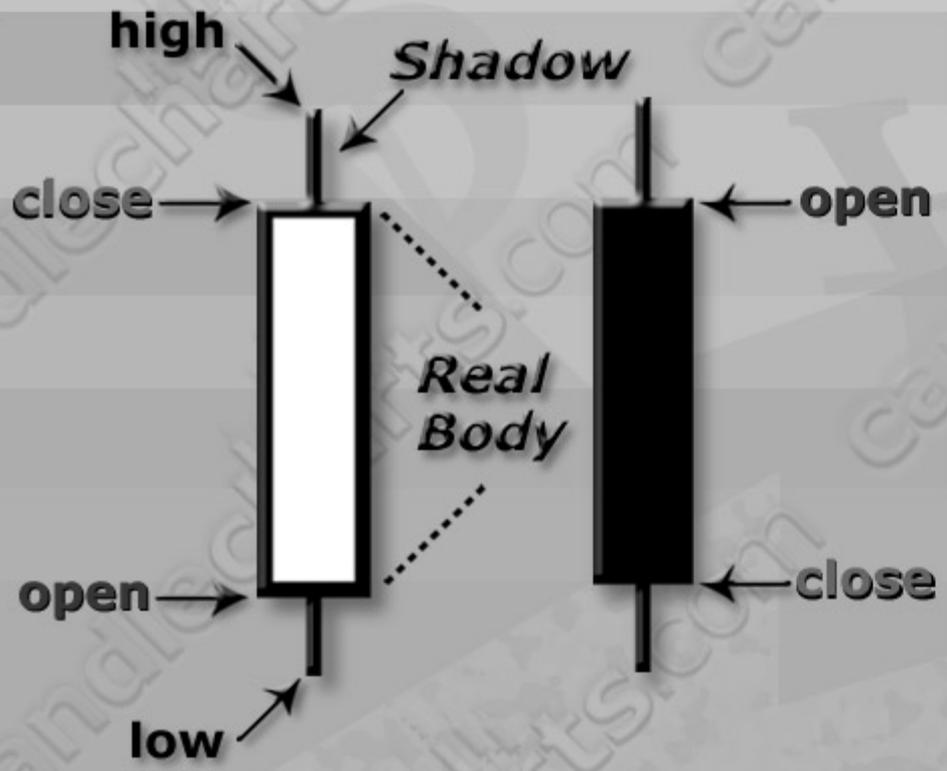
***Secrets to Becoming a  
Samurai Trader***

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**“He who is well  
prepared has won  
half the battle”**

- **New refinements and enhancements for high success trading with candle charts**
- **See when to ignore a candle signal**
- **Special section on on intraday charts**
- **Uncover the one rule every candlestick trader ignores at their own peril**
- **The P.R.O.F.I.T.S methodology**
- **Learn the six principles every candlestick trader must know**
- **Uncloak new uses for the most potent candle pattern - the window**
- **Effective money management concepts to maximize the effectiveness of candle charts**
- **Interactive practice sessions**

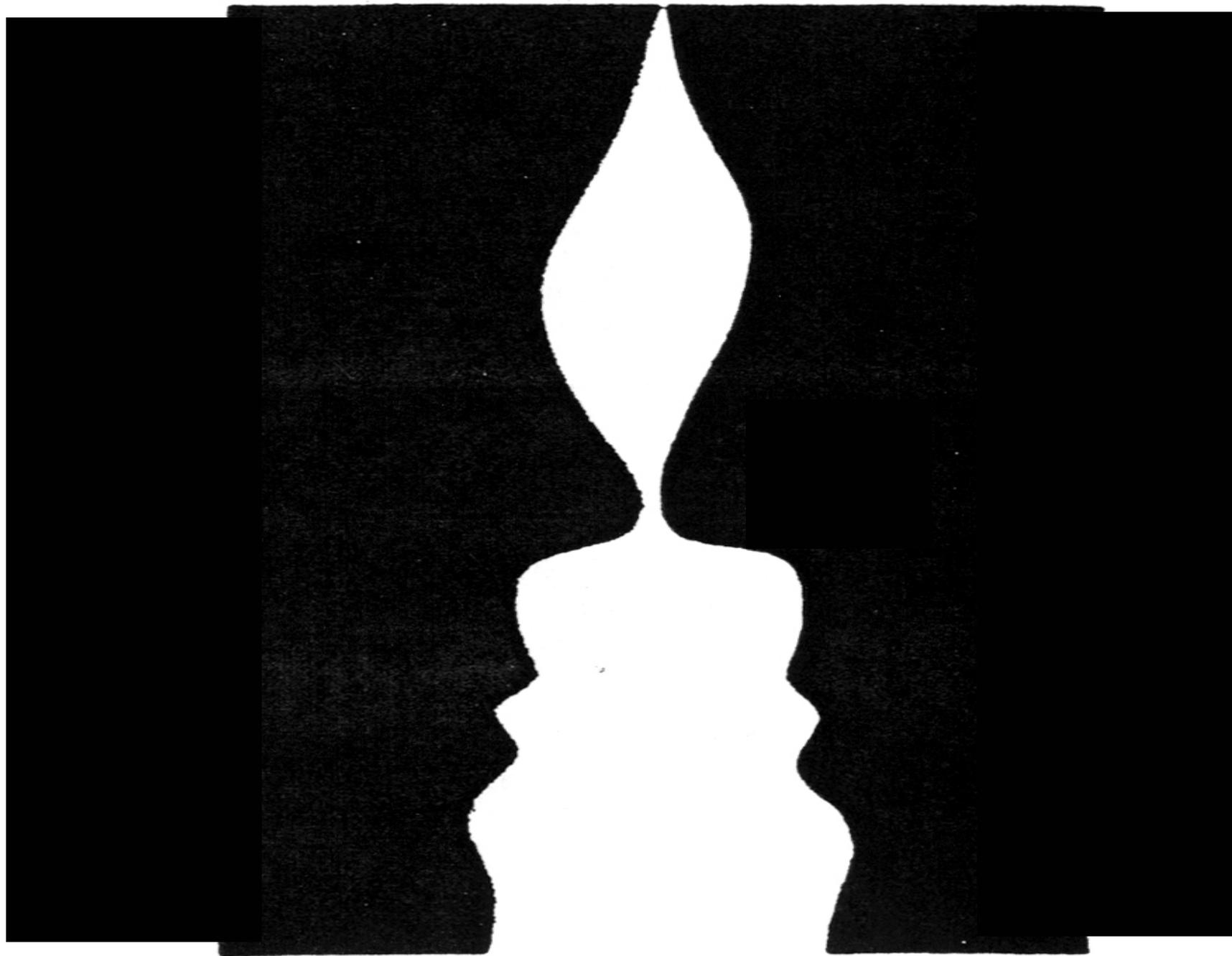
# Constructing the Candle Line



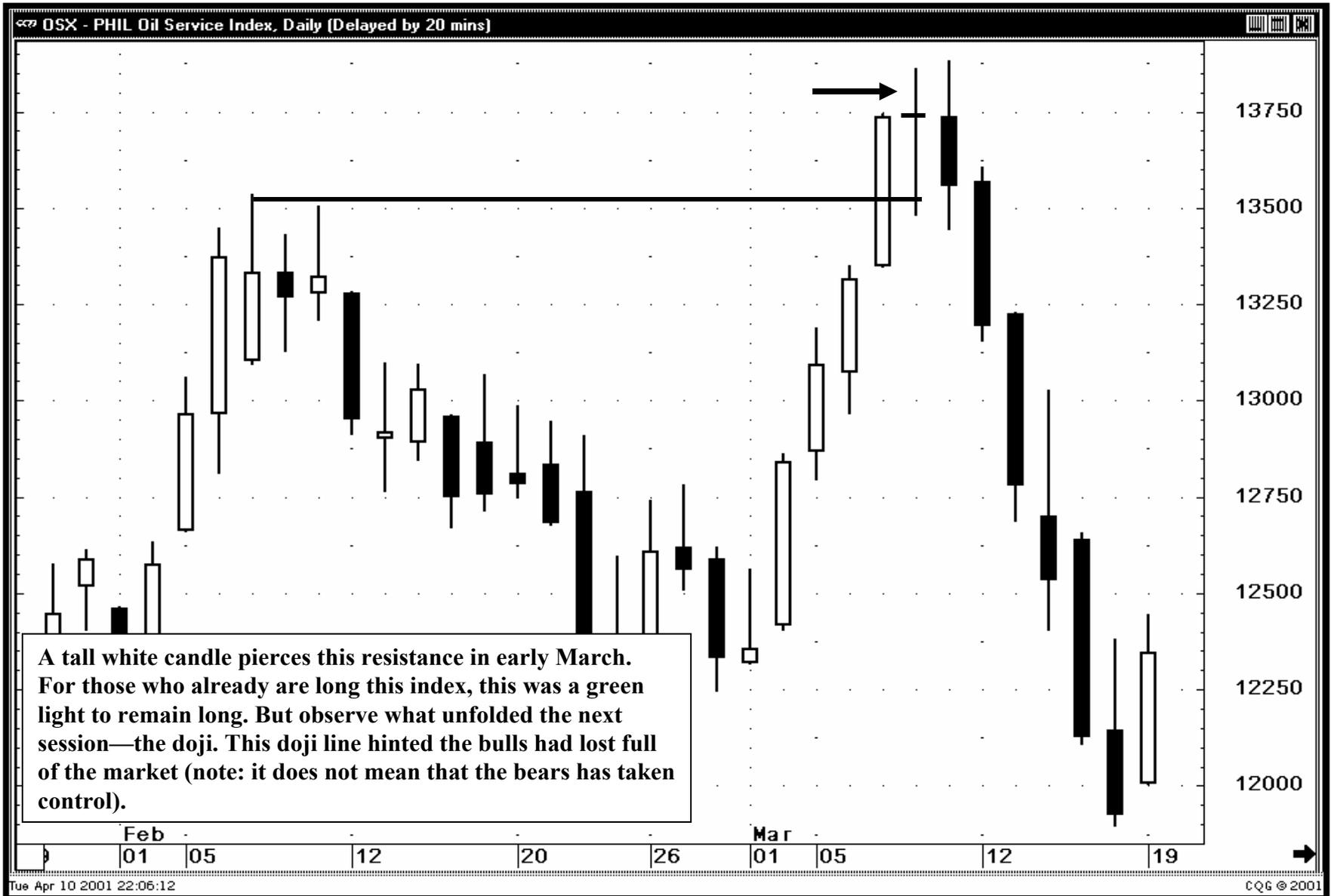
*Real Bodies and Shadows*



*Doji*



# Candles shine at Preserving Capital



# **Warren Buffet's Rules of Money Management**

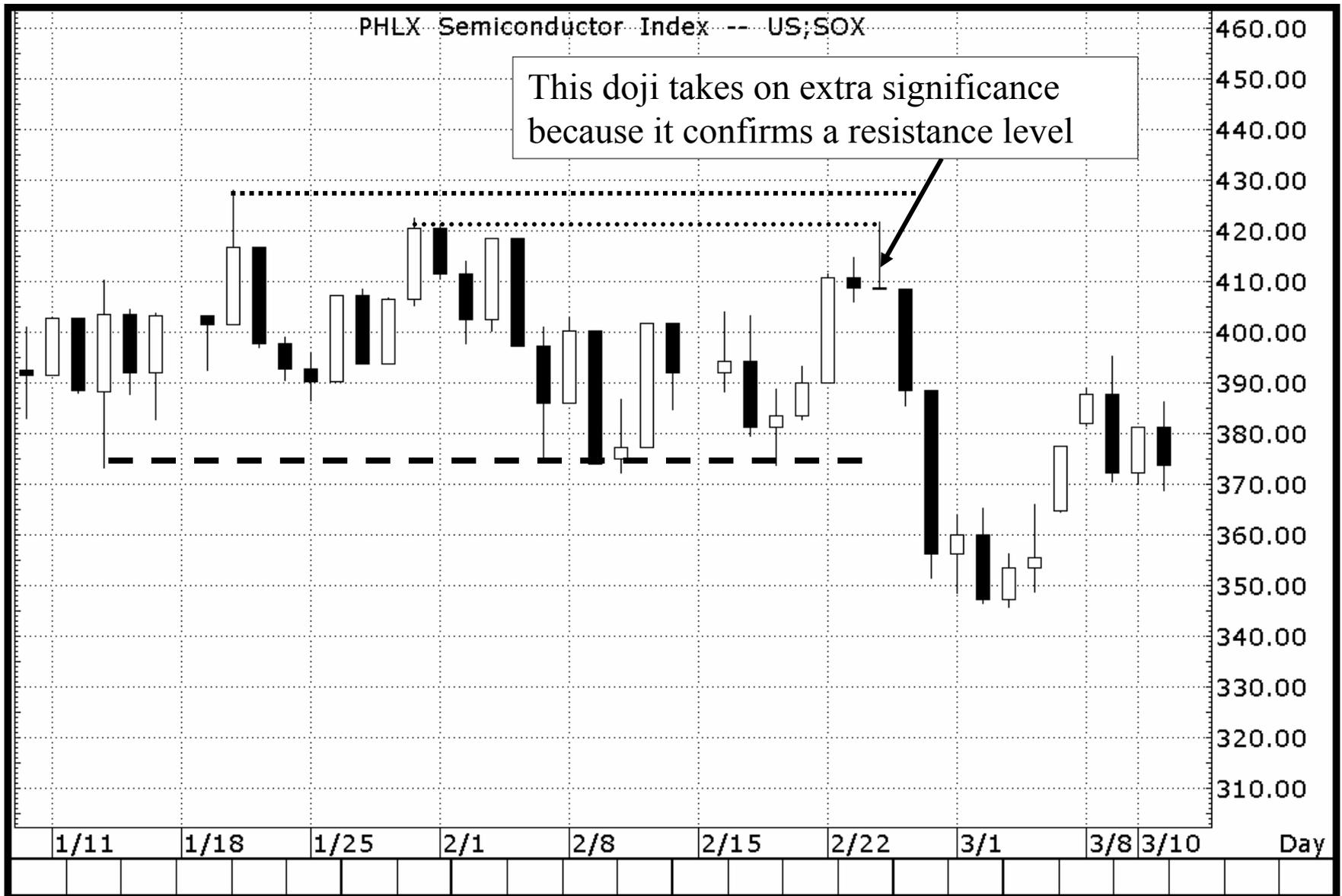
**Rule 1 – Not to lose money**

**Rule 2 – Don't forget rule 1**

# **Nison Trading Principle**

Candlesticks do not give  
price targets.

# Gravestone Doji



# **Nison Trading Principle**

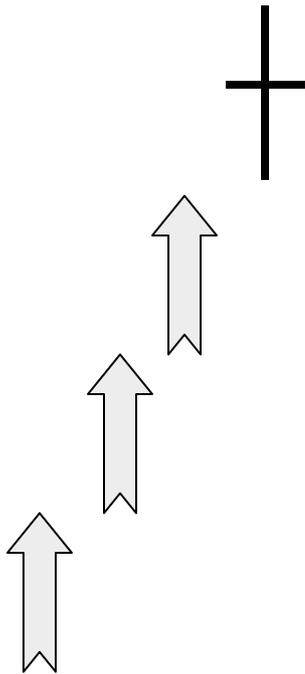
**A candlestick line or pattern  
requires two criteria:**

- **The shape of the line or pattern**
- **The preceding trend**

# Doji and Trend

## Concept:

To use a northern doji as a signal we need to have an uptrend to reverse

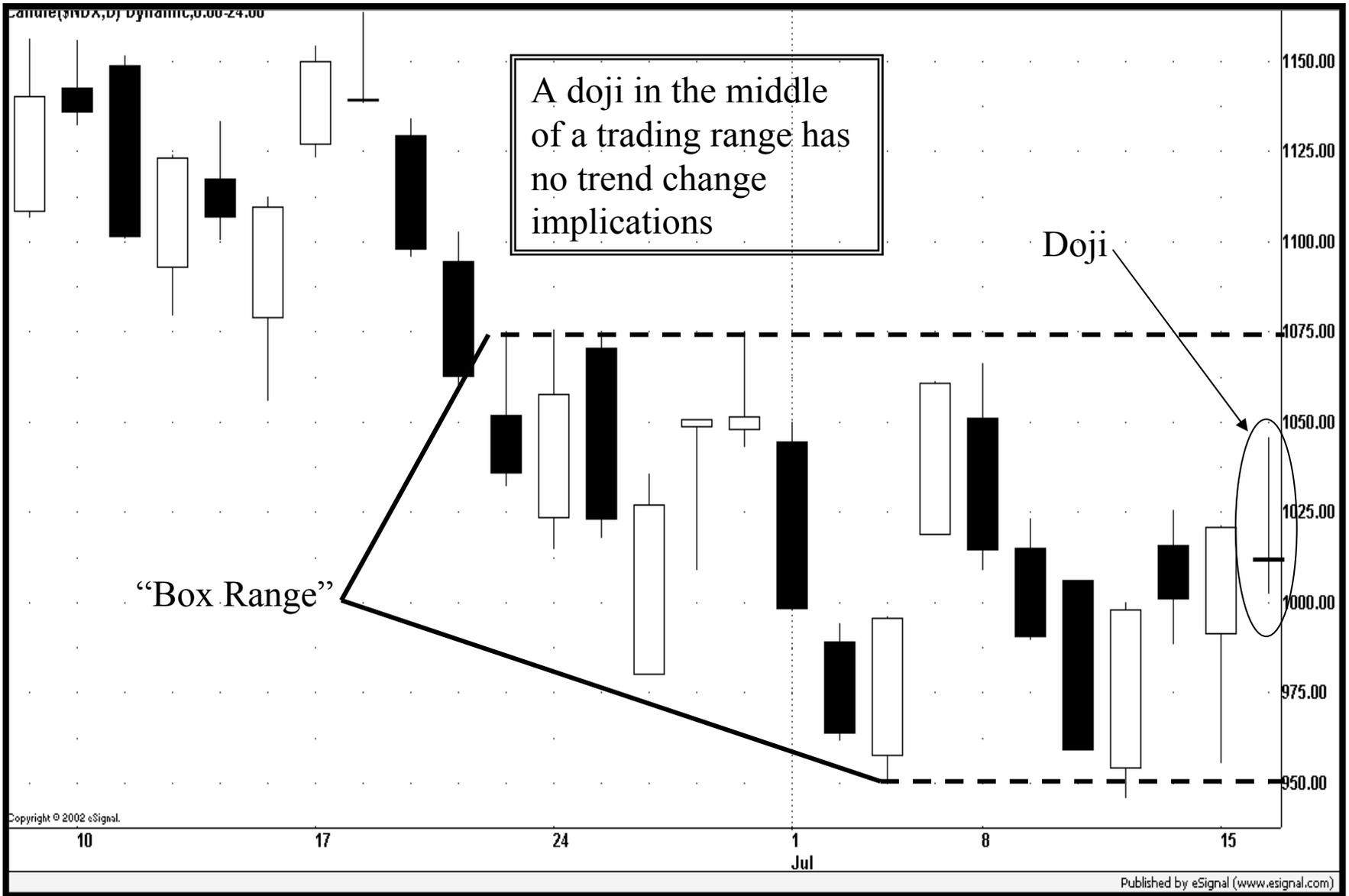


Doji in a “Box Range” is not a trading signal

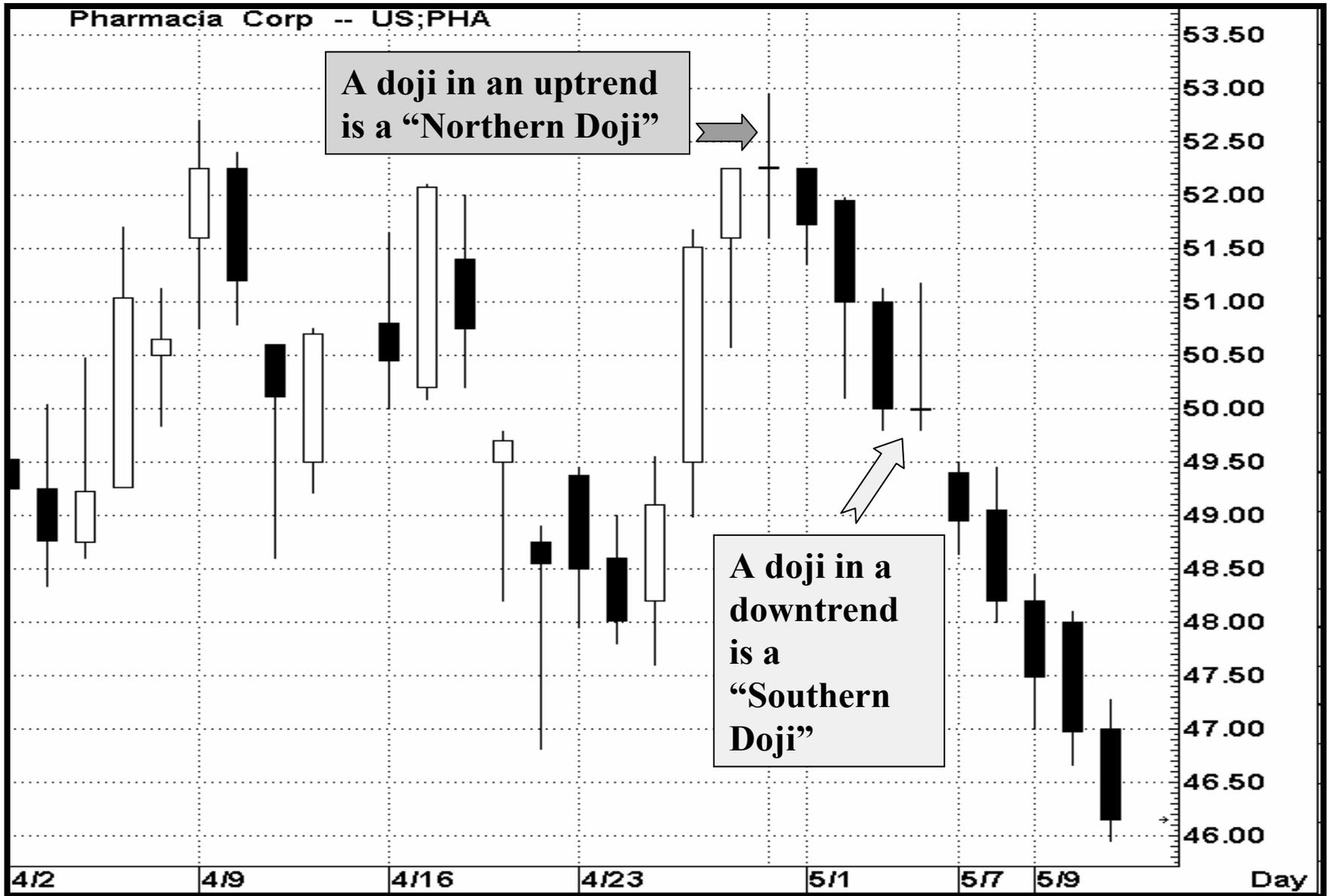
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A diagram illustrating a doji in a box range. Two horizontal lines, one above and one below, form a rectangular box. A doji candlestick, represented by a vertical line with a horizontal crossbar, is positioned in the center of the box. This represents a period of price consolidation where the price opens and closes at the same level.

# Doji and trend



# Northern and Southern Doji



# Southern Doji



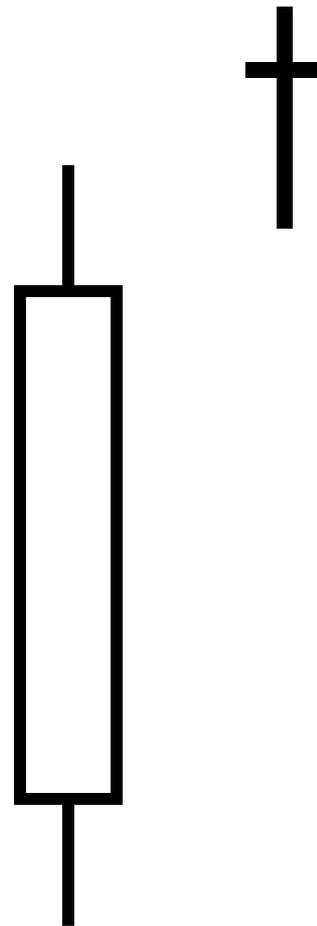
# **Nison Trading Principle**

Candle signals must be evaluated and acted upon within the market's context

# Doji in Context

## Concept:

**If a doji makes a new high close for the move, wait for bearish confirmation with a close under the doji's close**



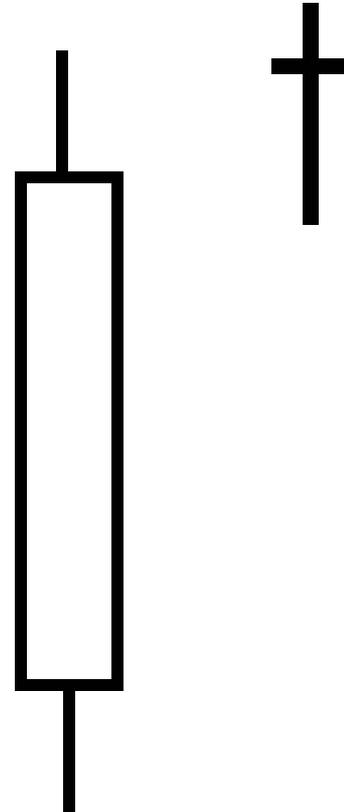
Need a close under here to turn bearish

# Doji in Context



Scenario 1

Which of these scenarios is a more likely top reversal?



Scenario 2

# Doji, but New High Close



# Doji, but New High close



# Flexibility with Candles (and Confluence)

