

Ichimoku and Fractals Trading Idea

1. Introduction

This BOT idea is designed to trade the Ichimoku Indicator using a number of well known high probability entry positions and includes scaling up options. The initial BOT setup rules specify two types of Trade entry and they will all have common trade exit rules:

- 1) Kumo Breakouts.
- 2) Trend re-entry that includes a Fractal/Pivot type Pull Back.

2. Kumo Breakout Rules

2.1. Kumo Breakout Bull Entry:

- 1) Price breaks out of Cloud with a bull candle and closes above the Kumo Cloud (must be first candle out).
- 2) Price must close above Kijun Sen.
- 3) Need a Bright future (Bullish Kumo Twist).
- 4) Chikou Span needs to be above displaced price level (optional).

2.2. Kumo Breakout Bear Entry:

- 1) Price breaks out of Cloud with a bear candle and closes below the Kumo Cloud (must be first candle out).
- 2) Price must close below Kijun Sen.
- 3) Need a Dark future (Bearish Kumo Twist).
- 4) Chikou Span needs to be below displaced price level (optional).

3. Trend Pull Back Re-Entry Rules:

Note: If there is Trade already active then these entries act as optional scaling up trades (Add-ons).

3.1. Trend re-entry Bull Rules:

- 1) Kijun Sen must be above the Kumo cloud.
- 2) Price forms a Fractal Low and Price must close above Kumo Cloud.

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- 3) Enter if the candle after Fractal Low pivot is a Bullish candle and closes above the Kijun Sen (optional entry).
- 4) Enter if a Bullish candle crosses the last Fractal High level and price closes above the Kijun Sen (optional entry).
- 5) Need a Bright future (Bullish Kumo Twist).
- 6) Chikou Span needs to be above displaced price level (optional).

3.2. Trend re-entry Bear Rules:

- 1) Kijun Sen must be below Kumo cloud.
- 2) Price forms a Fractal High and price closes below Kumo Cloud.
- 3) Enter if the candle after Fractal High pivot is a Bearish candle and closes below the Kijun Sen (optional entry).
- 4) Enter if a Bearish candle crosses the last Fractal Low level and price closes below the Kijun Sen (optional entry).
- 5) Need a Dark future (Bearish Kumo Twist).
- 6) Chikou Span needs to be below displaced price level (optional).

4. Common Exit Rules

Stop Loss (SL) set to a multiple of the ATR level (nominally x 1.5). **Note:** with the exit rules a SL may not be required.

4.1. Bull Trade Exit:

- 1) Exit if price closes below Kijun Sen (optional).
- 2) Exit if price close below last Fractal Low level (optional).
- 3) Exit if price closes inside the Kumo cloud.

4.2. Bear Trade Exit:

- 1) Exit if price closes above the Kijun Sen (optional).
- 2) Exit if price closes above last Fractal High level (optional).
- 3) Exit if price closes inside the Kumo cloud.

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5. Examples

