

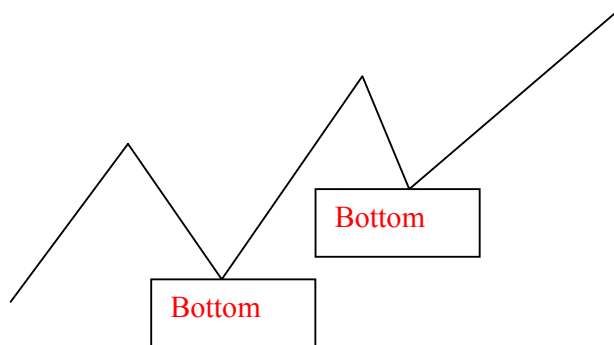
## BASIC CONCEPT OF TREND

There are three kind of trend in stock,forex or index :

- Up trend
- Down trend
- Sideways

### UP TREND

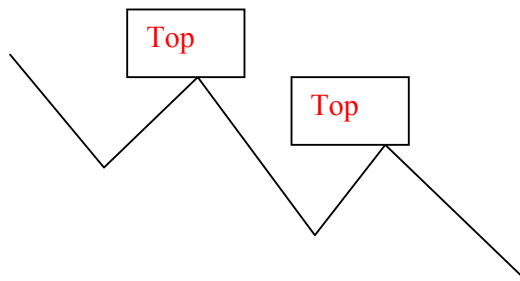
Basic concept of up trend is HIGHER BOTTOM , see picture below



As you can see there is a higher bottom occurred so we can call this up trend pattern.

### DOWN TREND

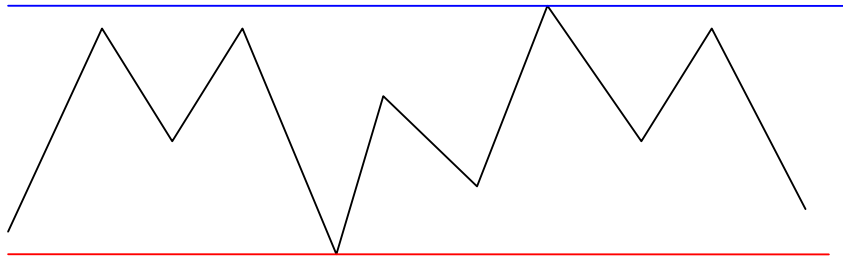
Basic concept of down trend is LOWER TOP , see picture below



You can see there is lower top occurred so we can call this down trend pattern

### SIDEWAYS

Sideways or flat pattern occurred when price only move in a range of band ,in other word price is in consolidation phase , for some trader this phase has critical situation because it can trigger the trend , in this phase you did not know where the price will go , yes in this phase better for you just sit and watch which range has broken , see picture below



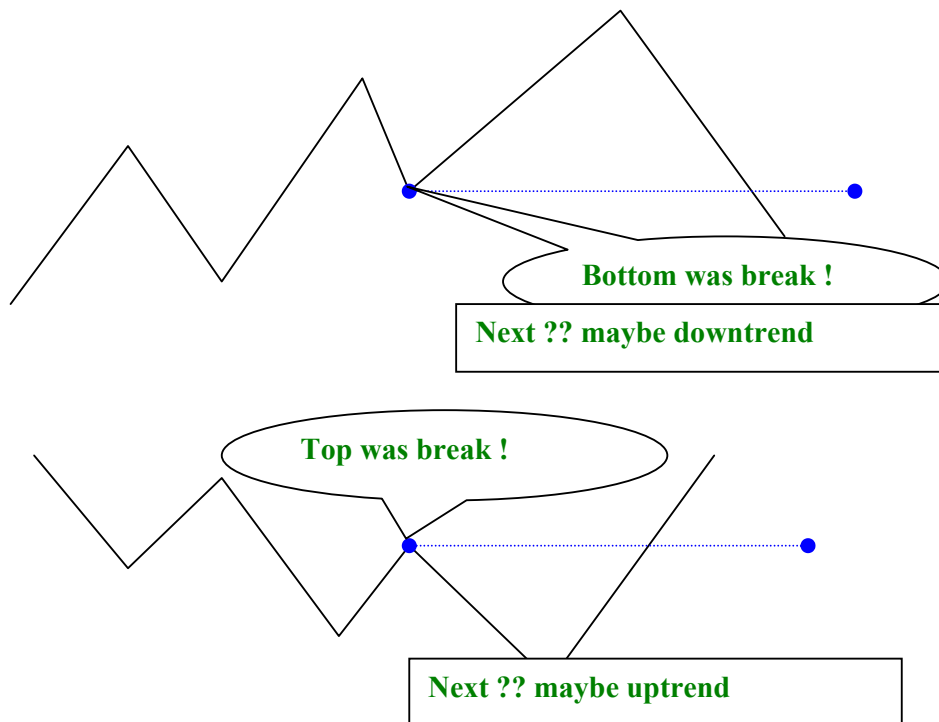
If below range border was break then down trend will take a part and vice versa

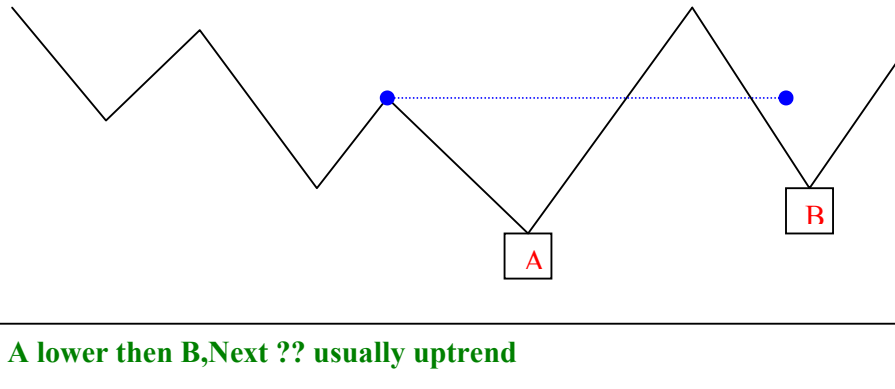
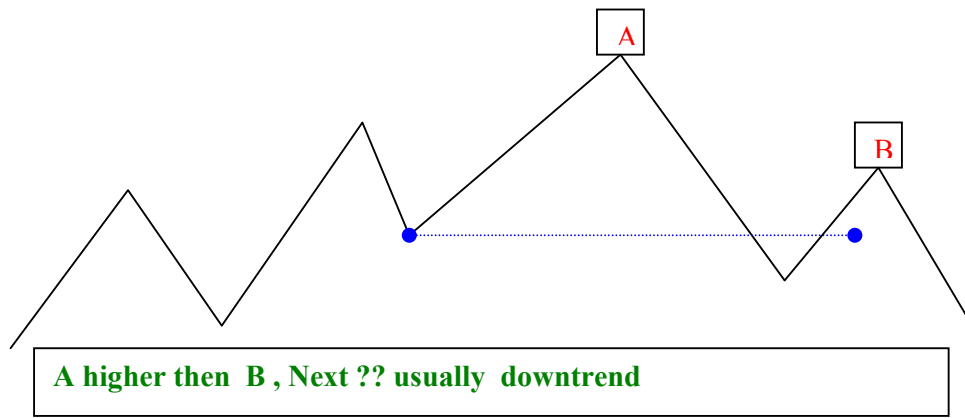
NOTE :

Usually Sideways pattern only occurred in one time frame not the others time frame , you can see sideways in 1H time frame but usually it did not happen in 4H time frame

### TREND CHANGING

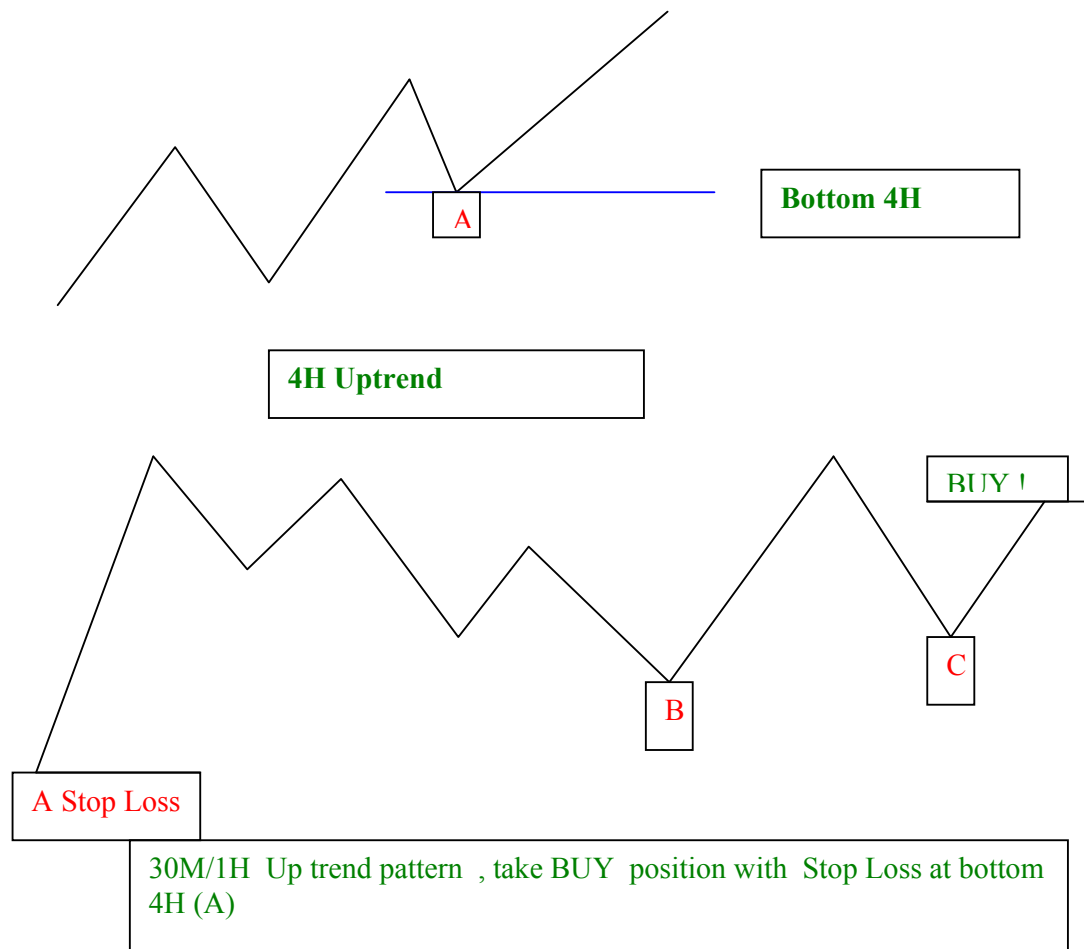
Trend changing signal can be happened if top or bottom was break !





## ENTRY POINT AND STOP LOSS

- Determine the major trend from daily or 4H chart
- Look at 30 M or 1H chart and determine the trend on that time frame (minor trend)
- If major trend is up then look at minor trend and wait for bottom happened
- BUY when bottom of minor trend happened
- Place your Stop Loss at bottom of major trend , if SL too big you can place it at bottom of minor trend
- Exit according to your target or if you feel it's enough



Forex Indicators Collection for MT4 can be found here :

<http://forex-indicators.freefxsystem.com>

Safe Trading !

Prasxz

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PS: I'm forex trader with experience more than 2 years and still developing my own forex system based on zig zag indicator.