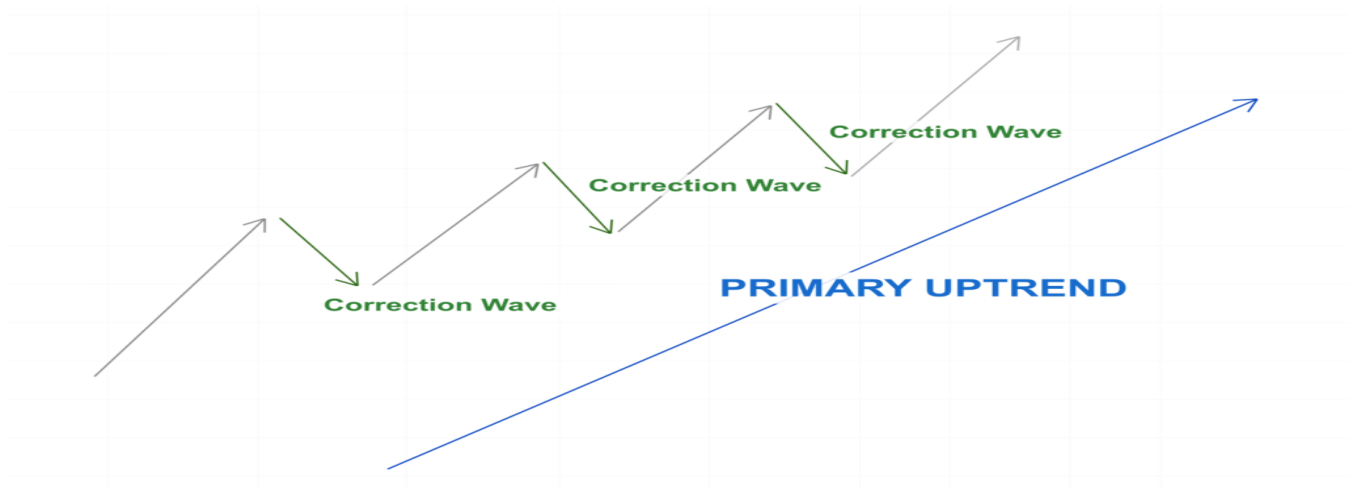


Pullback Strategy

Pullback Strategy Overview

- ☑ Price never follows a straight line and the price of any financial asset can be described in so called **IMPULSIVE & CORRECTIVE** wave.
- ☑ The market moves alternative between bullish and bearish trend wave.
- ☑ When market moves uptrend, the corrective wave represent move against the ongoing trend direction.
- ☑ Trading pullbacks, we need to look in for corrective phase and the timing of the entry.
- ☐ You want to wait for the price for the “pull back” during a trend, and want to enter a trade for a lowest price possible.
- ☐ Pull back help you find such opportunities.



Breakout Pullback Strategy - 1

- ☑ Breakout pullbacks commonly happen at market turning points, when the price breakout of a consolidation pattern.
- ☑ Head and Shoulders, wedges, triangles, or rectangles are the most popular consolidation patterns.

Pullback Horizontal steps Strategy - 2

- ☑ While in ongoing trend, the price will often present those stepping pattern.
- ☑ The breakout pullback happens very close to market turning points.



Pullback Trendline Strategy - 3

- ☑ The trendline pullback can only be traded at the third, fourth or fifth contact point.
- ☑ Trendlines can work nicely in addition to other pullback methods

Pullback Moving Average Strategy - 4

- ☑ You could use a 20, 50 or even a 100-period moving average.
- ☑ Shorter-term traders generally use shorter moving averages to get signals quicker.

Pullback Fibonacci Strategy - 5

- ☑ Fibonacci pullbacks can be combined with moving averages very effectively and when a Fibonacci retracement falls into the same place with a moving average, those can be high probability pullback areas.

