

HOW TO USE THE INDICATORS IN THE MT5 CONVERSION PACKAGE

This covers the FiboPiv_2, the MACD True, and the Slope Direction Line. The remaining Indicators and Expert Advisors are covered individually in separate PDFs and training videos.

FiboPiv_2.

The FiboPiv is a Pivot indicator whose calculations are influenced by Fibonacci retracement principles. Any time price approaches the Pivot line (Blue) or one of the three Support (Red) lines or Resistance (Green) lines, you should exercise caution. If you are receiving a signal from another indicator or method, but price must break a P,S or L line, you might wish to wait for the break to happen first before taking the trade. Likewise, if you are in a winning trade and price is about to reach a P,S or L line, you might consider exiting the trade as these lines are notorious for causing price to reverse course and move in the opposite direction.

A new set of P, S and L lines is generated every day at 5 p.m. when the new Daily candle opens. The lines themselves stretch backwards into infinity (or at least as far back as your chart will go) but the lines are only valid starting at 5 p.m. eastern until 4:59 p.m. the next day.



MACD True

The MACD True is a standard 2 Line MACD with a Histogram. As displayed below, the Default settings are 12, 26, and 9, and may be adjusted to whatever settings work best or are recommended by whatever trading system or method you are using. Under the Default settings, the Blue Line on top of the Red line is a Buy signal, and the Red line on top of the Blue line is a Sell signal. The Green Histogram is plotted along the Zero (0) Line in the indicator window. Green lines above Zero indicate upward momentum. Green lines below the Zero indicate downward momentum.



Slope Direction Line

The Slope Direction Line (SDL) is a trend indicator which can be customized to display short, medium or long term trends. The three Inputs settings are Period (default set at 80); method (default set at linear weighted) and price (default set at Close price). All three may be adjusted, the bottom two by clicking in the display window in the Value column, and then selecting from the options presented. The Period setting controls whether you are chart short, medium or long term trends.

A setting from 4 to 15 charts shorter trends, 15 to 30 charts medium trends and 30 up to 80 charts longer term trends.

One of my favorite low stress trading methods is putting a SDL on a 5 minute chart with a period setting of 20 and the remaining settings on their defaults. On any chart that shows even low-moderate price action, you can catch multiple winning trades on any given day. Just trade the color changes (default color settings are Sell/Down: Tomato and Buy/Up: Light Blue). The pic below displays this setup.

