**Sniper Trading Strategy**

**Strategy Goal**

* To use the week chart in conjunction with the day, four hour and one hour charts in an effective long term trading strategy.
* To develop patience and discipline
* To trade with less stress and less time in front of the computer
* Being long term, there is no rush on this trading strategy
* In short term trading how to pick the time frames to play this strategy on a daily basis
* Creating Sniper Watch lists to capture these high probability trade opportunities

**Analogy to a Military Sniper**

 **Sniper**  **Trader**

* Gets in place far before he pulls the trigger - Preparation
* Travels light – brings to the shoot only that which he needs - EB, BLS, MAO, 5Alarm
* Checks out his environment for best possible position - Check out Time Frames
* Readies his tools – the weapon of choice - Weekly & Daily Watch List
* Waits for target to move into position, if it doesn’t no shot taken - Proper Setup, 5A Plus fractal break
* Timing is everything, when all is right he pulls the trigger - Patience

**Time Frames**

* Weekly Trend
* Daily Confirmation
* 4 Hour Trading Time Frame
* 1 Hour Additional Trading Time Frame if Needed
* Daily Trend
* 4 Hour Confirmation
* 1 Hour Trading Time Frame
* 1 Hour Trend
* 30 minute Confirmation
* 15 minute Trading Time Frame
* Flexibility is key to finding Snipers in the lower time frame sets

**Watch Lists**

* Start with a Watch List at the beginning of the week either Sunday night when the market opens or Monday morning after the market has a chance to settle after the weekend. Note the trend and look for EB, BLS, MAO cross (at least one or more needs to be present to qualify for Watch List).
* Create a Daily Watch List each day at the beginning of the Asian market. Note the trend and look for EB, BLS, MAO cross. Confirm that it matches the trend of the Weekly time frame.
* The MAO is more sensitive to market conditions and can afford earlier entries. It is the scope on the rifle which gives you an advance look at what is coming.

**Early Factors for Sniper Set ups**

* CDC setting up
* 3 Bar EB

**Taking Trades**

* Check for CDC on the Week and Day. Look for a congruent pattern.
* Look for a 5A on the 4 Hour or 1 Hour for entry signals.
* **A fractal break along with a 5A is an even stronger entry point**.
* Only focus on the following strategies as tools for SNIPING:

 -CDC

 -Leg 2

 -Zone (ADD-on)

* Keep it simple. Don’t use all of the Nth Degree strategies at once.

**Stops**

* Look at the Trigger time frame for stops.
* Use the next fractal back to set stop
* Set the take profit at least 1:1 ratio but no more than 500 pips.
* Initiate the EB stop once in profit.

**Add Ons**

* **Look for fractal breaks as add on signals**
* **Only add on with 5A signals**.
* If there is a slope on the AO toward “0” in the opposite direction of the trend, BE CAREFUL.
* Set audio alerts for resistance levels and fractals.
* Use the last fractal for setting the stop loss for the add on and move the original stop loss to the same price point.

**Exiting Trades**

* Look for exit signals using the Day chart.
* Watch for a color change on the price bar.
* Watch for shorter lengths of the Heiken Ashi.
* Watch for shorter lengths of the price bars.
* Watch for Heiken Ashi color change on the Week chart.
* Confirm changes on the larger time frames.
* Only after reviewing the above criteria will I look at the 4 hr and 1 hr for confirmation.

**Legs**

* When trading on a Leg One, use smaller lots. Transition areas look good but can be difficult. When you add on to the trade increase the lot size.
* The Leg Two, as it is taught in the Nth Degree Plus Videos uses a conservative approach. My approach is that the Leg One is confirmed when the MAO crosses the “0” line on the Daily which is more aggressive.
* Timing the Leg One and Leg Two takes some practice but is a strong trading strategy.
* There is always a rest between the Leg One and the Leg Two.
* In the Week and Daily charts the AO crossing the “0” line is an add on signal for the Leg Two.

**3 Bar Early Bird (3BEB)**

* The 3 Bar Early Bird signal happens at the end of a trend and signals an upcoming EB and an impending reversal.
* At the top of a long trend the price bars change color from maroon to green to maroon and continues a short trend.
* At the bottom of a short trend the price bars change color from green to maroon to green and continues a long trend.

**Notes**

* Long term strategies such as Sniper ties up money for long periods of time so utilize your money wisely and don’t put all your eggs in one basket (pair).
* Watch the MAO for fast moves. Pay more attention as the MAO gets closer to “0”.
* It the price bars, stay relatively the same while in a trade, stay in.
* The stronger saddle buy is when the second blue bar is = or > the first blue bar going long.
* The stronger saddle sell is when the second red bar is = or < the first red bar going short.
* The Monthly chart is only critical if the Weekly chart is hard to read.
* A BLS on the Weekly chart is very likely a trend change.