

APA ZONES

ADVANCED PRICE ACTION

Cheat Sheet

- Load our workspaces: File > Workspaces > APA Zones 6 chart workspace (may take some time to load)
- Change Instruments to your desired market
- Save workspace as a new workspace so you can quickly switch back and forth between markets (APA zones is designed to be a 24/5 trading system for day and swing traders)
- Check to make sure you agree with the zones that APA has drawn for you based on personal preference and zone drawing methodologies.
 - References : search > “Supply and Demand Zones”, or support and resistance zones
 - Forexfactory.com
 - youtube same search
- Look for 3 zones of confluence on different time-frames
- Look at active bounce count (color of zones) on those time-frames: 1st, 2nd, 3rd. (we only want to take the 1st bounce, maybe 2nd bounce at most)
- Look to join the trend or play a counter-trend trade

APA Zones Basics:

Zones with green lines around them = Support/Demand

Zones with red lines around them = Resistance/Supply

Default Bounce Count Colors:

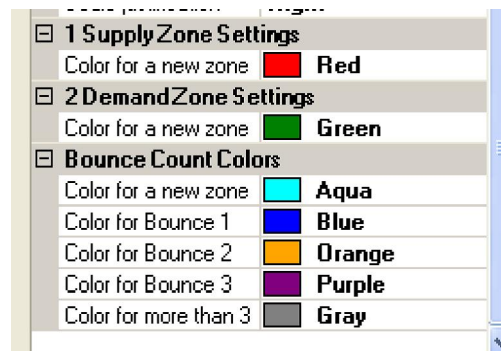
Aqua = 1st retracement of a zone (strongest zone)

Blue = 2nd retracement of a zone (less strong)

Orange = 3rd retracement of a zone (less strong)

Purple = 4th retracement of a zone (weak)

Gray = 5th retracement of a zone (almost dead)



Ways to Trade the zones:

Small Stops:

Look inside the bigger time-frame zones and find a zone on your tick chart. Or find a smaller time-frame that is inside a longer time-frame zone.

Entry: at middle of tick chart zone or inside the zone.

Stop: goes on the other side of the zone



Confirmation Trade:

Entry: price goes into the zone. Put order on the edges of that zone. As price breaks out, you will be in the trade.

Stop: goes on the other side of the zone.



Trend, Counter-Trend, and Ranged Markets:

for more information about basic market dynamics: please visit <http://babypips.com> (we are not affiliated)

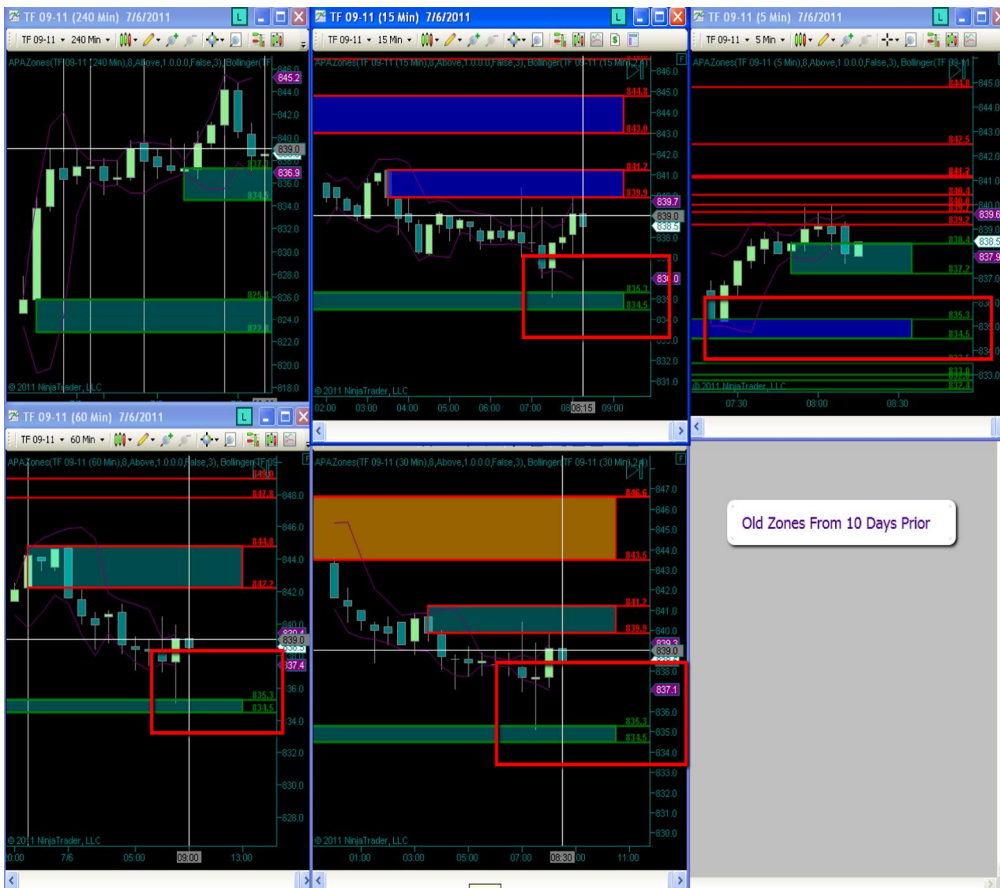
Trending market: On big time-frames, price is between these support/resistance (supply&demand) zones.

Entry: Look to enter as price retests one of the zones on a smaller time frame: 5 minute, tick chart.

Counter-Trend: On bigger time-frames, make sure there are 3 time-frames and zones of confluence. Enter on the smallest chart that has confluence.

1st Bounce only

Entry: Let price go into the zone and put your order on the edge. Then, as it comes back out, you're swept into the trade.

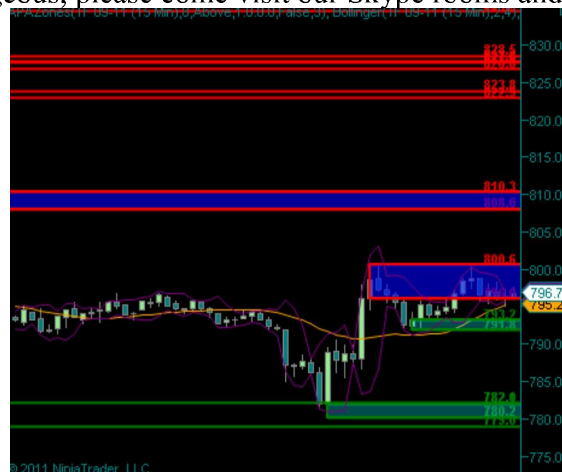


Ranged Markets:

Will only show up on the smaller time frames.

We are looking for big moves so we don't usually trade these kinds of market conditions. However, the zones can still help you here. Don't let yourself get chopped when a good risk to reward is not there.

We are only looking for trades that have at least a risk of 5:1, if not more, preferably around the range of 15:1. If this seems outrageous, please come visit our Skype rooms and we will show you.



We don't recommend that you trade these areas, but if you must, then trade in the direction of the larger time-frame moves so that you are on the right side of the market.

IE: bull market: Buy only green zones(Demand/support zones)

IE: bear market: Sell only red zones(Supply/resistance zones)

- Again we do not trade range market conditions

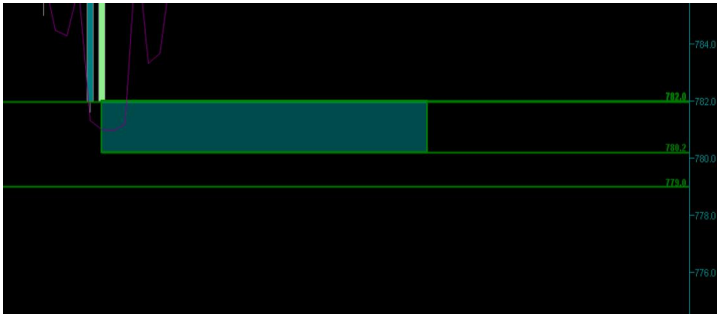
Special Notes

Rays:

Due to technical limitation, if you see two price rays close to each other and no color in the middle, this is a zone. Please check the color by scrolling back in time.

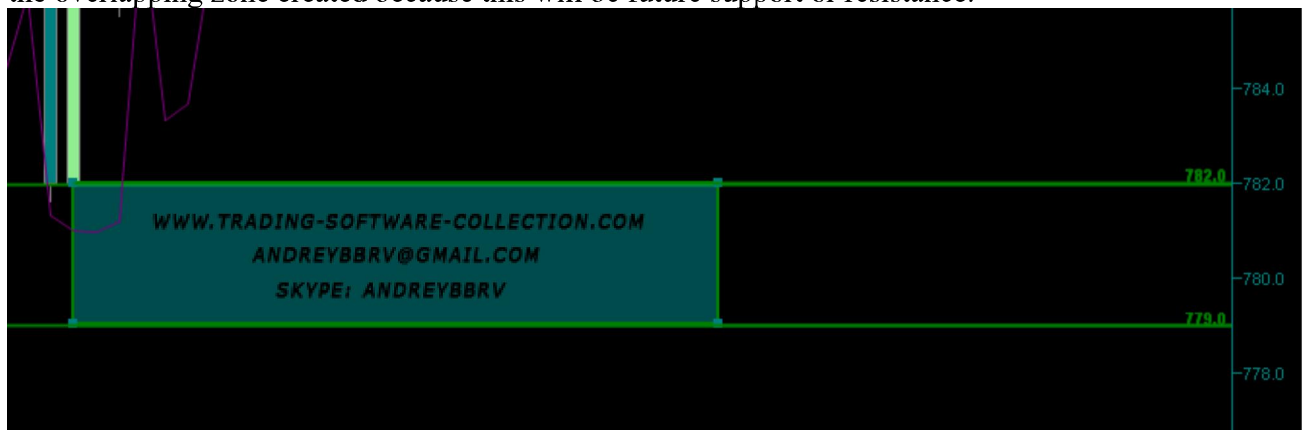
Gray Zones:

Gray zones are extremely weak. If price reverses inside a gray area, a new zone will be drawn.



Here's an example of both happening at one time: This zone is over the technical limitation for drawn objects and is a gray zone.

You can fix this by resizing the new zone to the size of the previous zone, or by taking special note of the overlapping zone created because this will be future support or resistance.



- click on vertical box so that you see 4 control points and re-size
- then click on the ray(s) and adjust accordingly

There is a risk of loss in Stock, Currency, and Futures trading. Securities trading is not suitable for all people. Past result are not indicative to future results or returns. Please check out our company policies for additional information.

**All Charts and screenshots are for educational purposes. All Trades are your responsible.
Copyright APA Zones © 2011**