Forex Strategy "Momentum Elder" - another strategy Elder (previously we looked at [forex strategy at 3 screens](#)) based only on 2 indicators forex: Moving Average *Moving Average and the indicator Momentum*, as well as rules-login trading position and out of it. multicurrency strategy (suitable for all currency pairs), although more or less stable results gave the following currency pairs: USDJPY, USDCAD, GBPUSD, EURUSD, trade was conducted at **the interval H1**.

- Broker forex - your choice, but I recommend to choose **Forex broker with Metatrader 4**

For example, consider the currency pair EURUSD .

First of all, set in the schedule for the chosen currency pair required forex indicators:

1) exponential moving average (LED Moving Average in MT4, the method of Exponential) with a period of 19 - **EMA (19)** , applied to a close

2) Indicator **Momentum (18)** , applied to a close, as well as add a level of 100

For ease of installation, the progress indicator, I suggest downloading and installing the chart EURUSD (H1) template for Metatrader 4 - at the end of forex strategy. Indicators do not spread because they all have in any trading platform MT4 default and optional install them do not have to!

And so, the essence of **forex strategy "Momentum Elder"** is very simple:

1) We look at the hourly chart of the chosen currency pair (EURUSD) and look forward to the first signals - *Momentum (18) crosses a level of 100*

2) As soon as the **closing hour candle** COMPLETELY over the moving average EMA (19) or at-least 80% (if the candle moves more than the previous few candles) - opens a deal to buy at the opening of the next candle after the confirmation signal

Signals at the entrance to the market may not appear immediately on a closed candle, and consistently, and within a few candles, so the opening of the transaction, you need to wait for 2 signals!

3) **safety stop-loss** is set as follows: we choose the most proximal period on the chart, when

Momentum (18) was below its level of 100 and a stop-loss set at the lowest values during this period .

4) **Take-Profit** : 1,5 - 1.8 times greater than the stop-loss.

5) You must *close the deal in the reverse cross the line Momentum their values of 100*

6) If you wish, you can use a trailing stop at a distance of 20-30 points (as well as <u>universal trailing stop</u>)

7) And most importantly, as with all strategies forex trading - do not forget to observe the <u>Money Management Forex</u> !

Once again - transaction is **only at the closing hour candle after the confirmation of all the signals!**

For transactions on sale - check the conditions!