

The World's #1

FOREX SYSTEM™



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You're going to hate me.

I have a sneaky suspicion that you expect a huge PDF, packed with charts and 100-pages long.

I mean, if a system is called "***The World's #1 Forex System***", it must be big, complicated and take ages to explain, right?

Well, I'm going to shake-your-world here...

This is probably the shortest Forex system you will ever learn.

I don't know how much you paid for this system (I've not thought about the price yet as I write this) – but I can be sure you didn't pay a lot – I'm here to provide value for you, I'm not some "internet marketer".

This is also probably the *simplest* Forex system you will ever come across (this is part of the reason why I think it is the World's #1 system!).

We're going to setup the charts, explain the system and then that's us done – it's up to you to then go off and trade it!

Let's go...

Charts

I'm going to use Metatrader4 charts throughout this book – it's a nice platform and what I use.

Also, I've included my own template so that your charts can look exactly like mine (and so you don't have to set-up your charts manually).

When you reached the download page you should also have downloaded a template file for Metatrader4 called: 'no1fx.tpl'.

Copy this file to:

C:| Program Files | (your Metatrader4 directory) | templates |

You will have to restart Metatrader4 if it was already running when you did this.

If you want to setup your charts manually then you need to add the following indicators:

- A 40-Period Exponential Moving Average of the Close price.
- A 80-Period Exponential Moving Average of the Close price.
- A 21-period CCI (Commodity Channel Index) indicator.

All of the above indicators are standard in Metatrader4 (and most charting software).

Your chart should now look something like this:



System

Now – the system is really easy to understand.

Firstly, we only BUY if the 40EMA is above the 80EMA ...and we only SELL if the 40EMA is below the 80EMA.

That's the first rule.

The second rule is that if you're trading on the hourly chart (or any timeframe less than the hourly) – this is classed as intraday.

For this I recommend that you try and only trade between the hours of 06:00GMT and 16:00GMT. More specifically, if you can limit your trading to just 06:00GMT and 11:00GMT then your results should be even better!

If you're trading 4-hour charts and above – it does not matter when you trade.

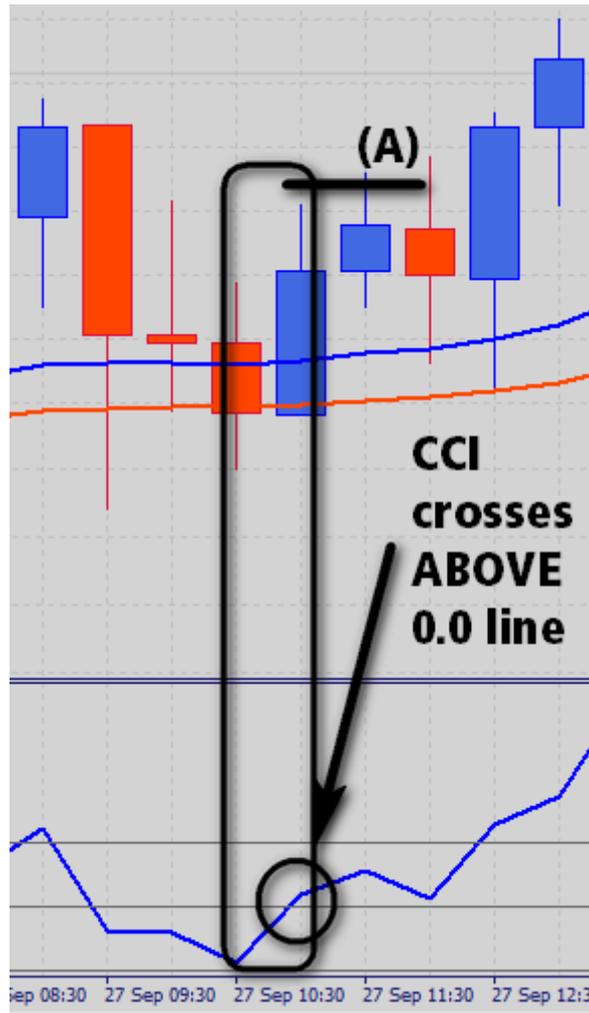
So, that's the first two rules.

The third (and final) rule is how we enter.

If the 40EMA is above the 80EMA we look to buy when:

The CCI indicator crosses from below 0.0 to ABOVE 0.0.

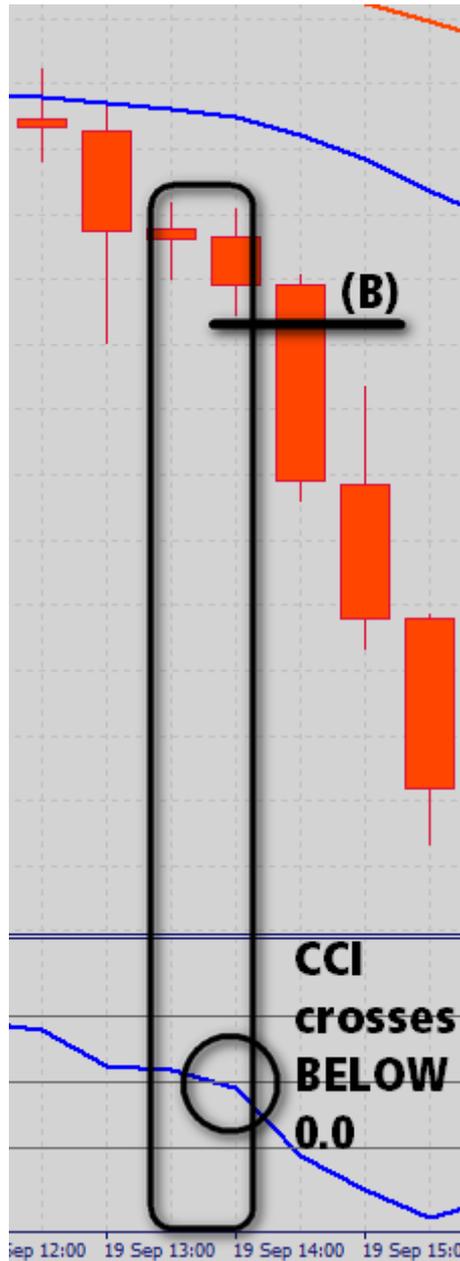
Like this:



If the 40EMA is below the 80EMA we look to sell when:

The CCI indicator crosses from above 0.0 to BELOW 0.0.

Like this:



Okay, there is one more rule (but it's just a small one!)

Once the candle that caused the CCI to cross the 0.0-line closes – we must wait for a break of the high to enter (in the case of a buy) – or a break of the low to enter (in the case of a sell).

So, looking at the above two charts I showed you, the level marked '(A)' is where we would BUY ...and the level marked '(B)' is where we would SELL.

That's all there is to the system!

Okay, there is a bit more like stoploss levels, take-profit target and some other things (which we'll now cover) – but we're about 80% or the way there!

Stoploss

The stoploss is super-simple.

We don't place it behind any levels or such – but just enter a rough amount that will keep us "safe".

It may not sound too strategic but it really works – especially because our stoplosses are generally smaller this way.

This is a rough guide to the size of my stoplosses on various timeframes:

5-min **10 – 15** pips

15-min **15 – 20** pips

30-min **15 – 25** pips

Hourly **20 – 35** pips

4-Hour **30 – 50** pips

Daily **50 – 150** pips

Note: some of these may be larger or small depending on the pair (for example, on the EUR/JPY 30-min I might use a 30 – 40 pip stoploss).

After just a few trades you will figure out the best stoploss to use for your trading.

This is really the most "awkward" part of the system; but just take a few trades and you will get the hang of it quickly – I promise you!

Take Profit

Okay – the fun part – when to grab your pips!

I've tried many different ways of taking profit on my trades.

I've tried grabbing just 10 pips at a time ...I've tried letting my trades run for as long as I can ...and I've tried everything in between!

The take-profit strategy that I ended up sticking with is just taking profit at 3:1.

In other words, if my stoploss is 25 pips ...then I will set my take profit at 75 pips.

However, once price reaches 2:1 – I will move my stoploss to break-even so that if the trade reverses against me – I lose nothing!

Let's take a look at a trade using this strategy:



That's all there is to the take-profit.

It's simple and no-nonsense.

Additional Things

So we've gone through the system – perhaps you're not hugely confident with it yet ...so we'll go through a few examples.

In these examples I'll also give you some things to watch out for with regards to trading this system as best you can.

The Type Of Candle

The first thing I want to mention is probably the most significant thing that will boost your profits (and keep you out of bad trades!).

Although we only need to watch for when CCI crosses the 0.0-line ...we can also gain a nice advantage by watching what type of candle occurs at the same time the CCI crosses the 0.0-line.

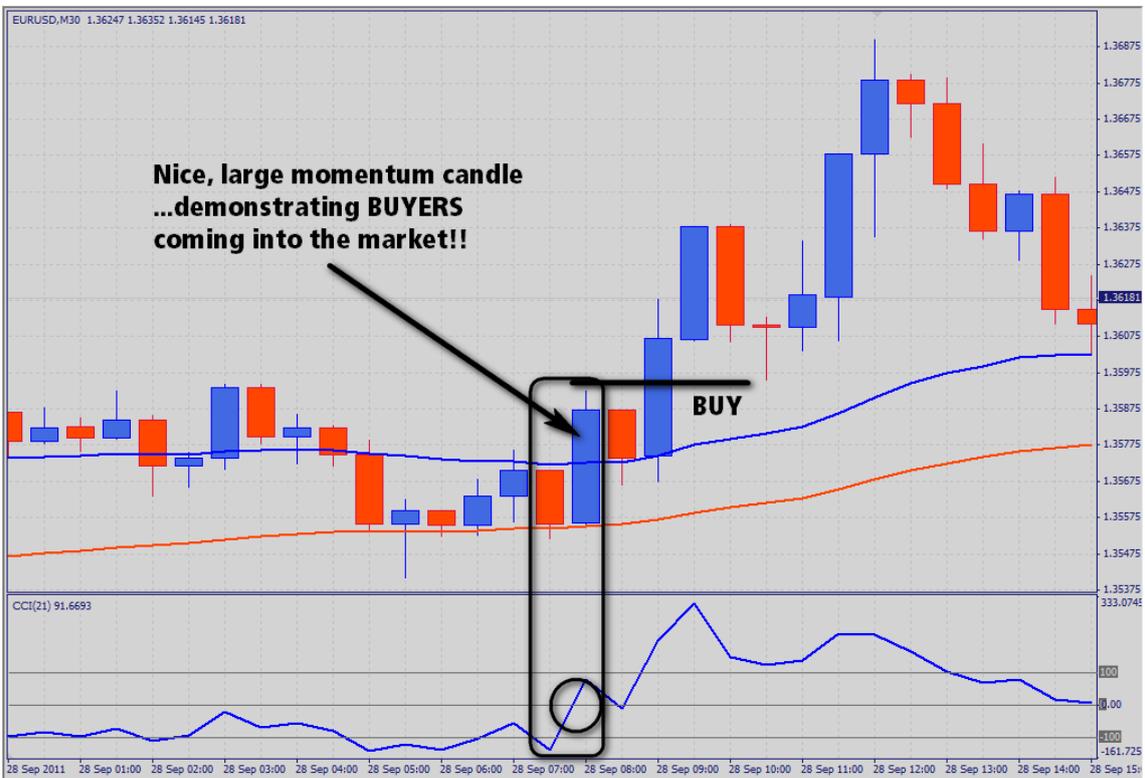
Our ideal candle would be one that has momentum behind it – in other words, a long candle that is the same (or larger) than the few candles before it.

This type of candle shows that there is buyers (or sellers) coming into the market.

Here's an example:



And another example:



The Moving Averages

How far price moves back into the Moving Averages can also help your trades.

It's not a critical factor by any means – but if the 'trigger' candle (remember, that's the candle that causes the CCI to cross the 0.0-line) is crossing or touching either of the moving averages ...this can be a nice confirmation that the pullback you are witnessing is solid.

Or, to put it another way, the pullback is not too shallow ...and not too deep – it is just right.

Take a look at the last two charts I showed you above in 'The Type Of Candle' section – both trigger candles for each of those trades were in ideal places.

A Few More Tricks...

Just to finish-off I will give you a few little "tricks" to help you reach your trading goals faster:

#1 – The lower timeframes are harder to trade than the higher ones (my personal advice if you are just starting with this system – trade as many pairs as you like, but only on the 30-minute charts!).

#2 – Take screenshots of your trading and take notes – *this will help your trading immensely!*

#3 – Really try and trade just the first few hours of the London session if you can – that’s when all the “*big boys*” trade!

#4 – Give the system a good go – I know it works. I trade it. If you continue to jump from system to system you are never going to make it in Forex (sorry, but it’s true!).

#5 – Feel free to try different take-profit methods. What I find comfortable may not be very good for you. This system is excellent for getting you into the market at the best time – it’s up to you to make it even better by exiting when it’s best for YOU!

With that – I’ve like to thank you choosing to invest in this system. I hope you get out of it what you want and that it takes your trading to where you want it to be.

I wish you the very best, and greatest success in your trading.

Todd Griffin