

ICT Monthly Mentorship – Not For Public Distribution -
TheInnerCircleTrader.com



The Inner Circle Trader

ICT Monthly Mentorship

December 2016 – ICT Study Notes

December Study Notes

Copyright 2016 TheInnerCircleTrader.com All Rights Reserved

This presentation is intended for paid members only of The ICT Monthly Mentorship & permission is not given to resell, host or share for public or paid viewing apart from mediums associated with ICT.

ICT Monthly Mentorship – Not For Public Distribution -
TheInnerCircleTrader.com

ICT Monthly Mentorship

Forex Risk Disclosure:

The National Futures Association (NFA) and CFTC (Commodity Futures Trading Commission), the regulatory agencies for the forex and futures market in the United States, require that customers be informed about potential risks in the forex market. If you don't understand any of the information provided on this page, please contact us or seek advice from an independent financial advisor.

Risk Associated with Forex Trading Off-exchange foreign currency trading on margin carries a high level of risk and may not be suitable for all investors. The high degree of leverage can work against you as well as for you. Before deciding to invest in foreign exchange you should carefully consider your investment objectives, level of experience, and risk appetite.

The possibility exists that you could sustain a loss of some or all of your initial investment and, therefore, you should not invest money that you cannot afford to lose. You should be aware of all the risks associated with off-exchange foreign currency trading and seek advice from an independent financial advisor if you have any doubts.

TheInnerCircleTrader.com Market Opinions:

Any opinions, news, research, analyses, prices, or other information contained on this website is provided as general market commentary, and does not constitute investment advice. <http://www.TheInnerCircleTrader.com>, Michael J. Huddleston, aka "ICT" and or The Inner Circle Trader will not accept liability for any loss or damage, including without limitation to, any loss of profit, which may arise directly or indirectly from use of or reliance on such information.

Accuracy of Information The content on this website is subject to change at any time without notice, and is provided for the sole purpose of assisting traders to make independent investment decisions. <http://www.TheInnerCircleTrader.com> has taken reasonable measures to ensure the accuracy of the information on the website, however, does not guarantee its accuracy, and will not accept liability for any loss or damage which may arise directly or indirectly from the content or your inability to access the website, for any delay in or failure of the transmission or the receipt of any instruction or notifications sent through this website.

Government Required Risk Disclaimer and Disclosure Statement:

CFTC RULE 4.41 - HYPOTHETICAL OR SIMULATED PERFORMANCE RESULTS HAVE CERTAIN LIMITATIONS. UNLIKE AN ACTUAL PERFORMANCE RECORD, SIMULATED RESULTS DO NOT REPRESENT ACTUAL TRADING. ALSO, SINCE THE TRADES HAVE NOT BEEN EXECUTED, THE RESULTS MAY HAVE UNDER-OR-OVER COMPENSATED FOR THE IMPACT, IF ANY, OF CERTAIN MARKET FACTORS, SUCH AS LACK OF LIQUIDITY. SIMULATED TRADING PROGRAMS IN GENERAL ARE ALSO SUBJECT TO THE FACT THAT THEY ARE DESIGNED WITH THE BENEFIT OF HINDSIGHT. NO REPRESENTATION IS BEING MADE THAT ANY ACCOUNT WILL OR IS LIKELY TO ACHIEVE PROFIT OR LOSSES SIMILAR TO THOSE SHOWN.

Trading performance displayed herein is hypothetical. Hypothetical performance results have many inherent limitations, some of which are described below. No representation is being made that any account will or is likely to achieve profits or losses similar to those shown. In fact, there are frequently sharp differences between hypothetical performance results and the actual results subsequently achieved by any particular trading program. One of the limitations of hypothetical performance trading results is that they are generally prepared with the benefit of hindsight. In addition, hypothetical trading does not involve financial risk, and no hypothetical trading record can completely account for the impact of financial risk in actual trading. For example, the ability to withstand losses or to adhere to a particular trading program in spite of trading losses are material points which can also adversely affect actual trading results. There are numerous other factors related to the markets in general or to the implementation of any specific trading program which cannot be fully accounted for in the preparation of hypothetical performance results and all of which can adversely affect actual trading results.

U.S. Government Required Disclaimer - Commodity Futures Trading Commission Futures and Options trading has large potential rewards, but also large potential risk. You must be aware of the risks and be willing to accept them in order to invest in the futures and options markets. Don't trade with money you can't afford to lose. This is neither a solicitation nor an offer to Buy/Sell futures or options. No representation is being made that any account will or is likely to achieve profits or losses similar to those discussed on this web site. The past performance of any trading system or methodology is not necessarily indicative of future results. Trade at your own risk. The information provided here is of the nature of a general comment only and neither purports nor intends to be, specific trading advice. It has been prepared without regard to any particular person's investment objectives, financial situation and particular needs. Information should not be considered as an offer or enticement to buy, sell or trade.

You should seek appropriate advice from your broker, or licensed investment advisor, before taking any action. Past performance does not guarantee future results. Simulated performance results contain inherent limitations. Unlike actual performance records the results may under or over compensate for such factors such as lack of liquidity. No representation is being made that any account will or is likely to achieve profits or losses to those shown. The risk of loss in trading can be substantial. You should therefore carefully consider whether such trading is suitable for you in light of your financial condition.

If you purchase or sell Equities, Futures, Currencies or Options you may sustain a total loss of the initial margin funds and any additional funds that you deposit with your broker to establish or maintain your position. If the market moves against your position, you may be called upon by your broker to deposit a substantial amount of additional margin funds, on short notice in order to maintain your position. If you do not provide the required funds within the prescribed time, your position may be liquidated at a loss, and you may be liable for any resulting deficit in your account.

Under certain market conditions, you may find it difficult or impossible to liquidate a position. This can occur, for example, when the market makes a "limit move." The placement of contingent orders by you, such as a "stop-loss" or "stop-limit" order, will not necessarily limit your losses to the intended amounts, since market conditions may make it impossible to execute such orders. By viewing any <http://www.TheInnerCircleTrader.com> text, audio, visual commentary, video or presentation, you acknowledge and accept that all trading decisions are your own sole responsibility, and the author, Michael J. Huddleston and anybody associated with <http://www.TheInnerCircleTrader.com> cannot be held responsible for any losses that are incurred as a result.

Interest Rate Effects On Currency Trades

A. Smart Money Accumulation & Distribution [Fundamentally Speaking]

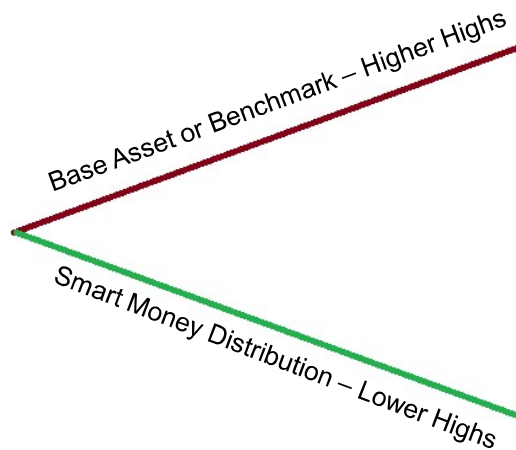
- 1) Interest Rates are the single most influential driving force behind market moves.
- 2) Understanding Interest Rate Shifts & changes can assist you in selecting trades.
- 3) Technical Analysis of key Interest Rates can unlock professional money movement.
- 4) Interest Triads provide a visual depiction of Smart Money Accumulation & Distribution.

B. Interest Rate Triads

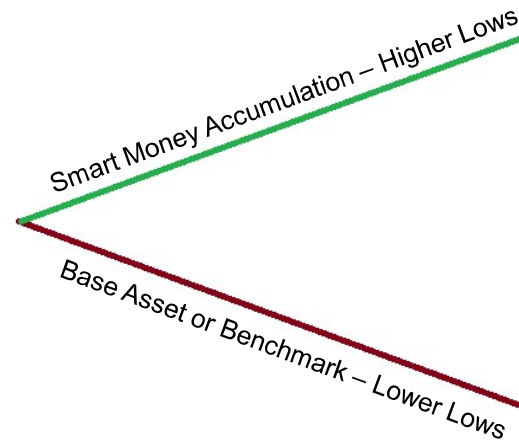
- 1) 30 Year Bond – Key Long Term Interest Rate.
- 2) 10 Year Note – Intermediate Term Interest Rate.
- 3) 5 Year Note – Short Term Interest Rate.
- 4) Overlaying or Comparative Analysis on these three Interest Rates unlocks Price Action.
- 5) Failure Swings at opportunistic times can validate Institutional Order Flow.

What Smart Money Looks Like In Price

In Bearish Conditions



In Bullish Conditions



Interest Rate Triad

30 Year T Bond Market

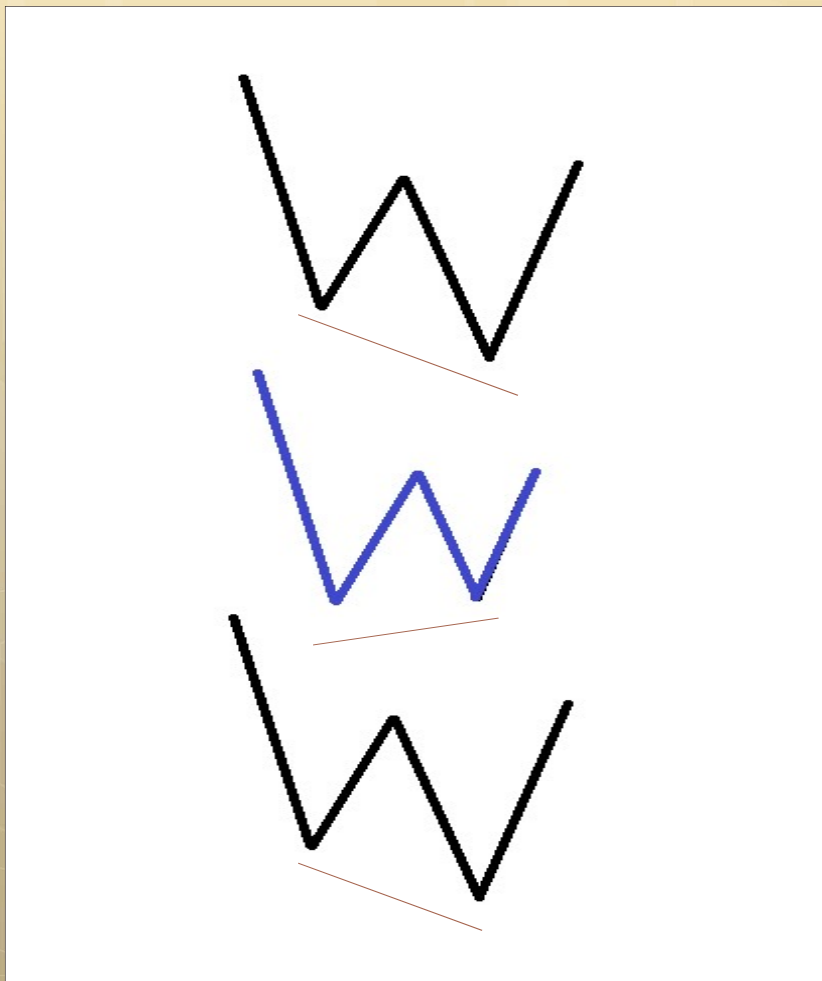
10 Year Note Market

5 Year Note Market

Overlaying these three markets will highlight when Accumulation & Distribution in the Interest Rate Market takes place – from a “Smart Money” perspective.

The three Interest Rates should confirm each higher high or lower low – at moments when the USDX is at a significant Price point.

Failure swings highlight Smart Money participation in the markets & trading opportunities are validated.



ICT Monthly Mentorship



www.Barchart.com

ICT Monthly Mentorship



www.Barchart.com

ICT Monthly Mentorship



www.Barchart.com

ICT Monthly Mentorship



ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com

ICT Monthly Mentorship

ZBH17 - T-Bond - 90 Minute Line Chart



ICT Monthly Mentorship



ICT Monthly Mentorship - Not For Public Distribution - TheInnerCircleTrader.com

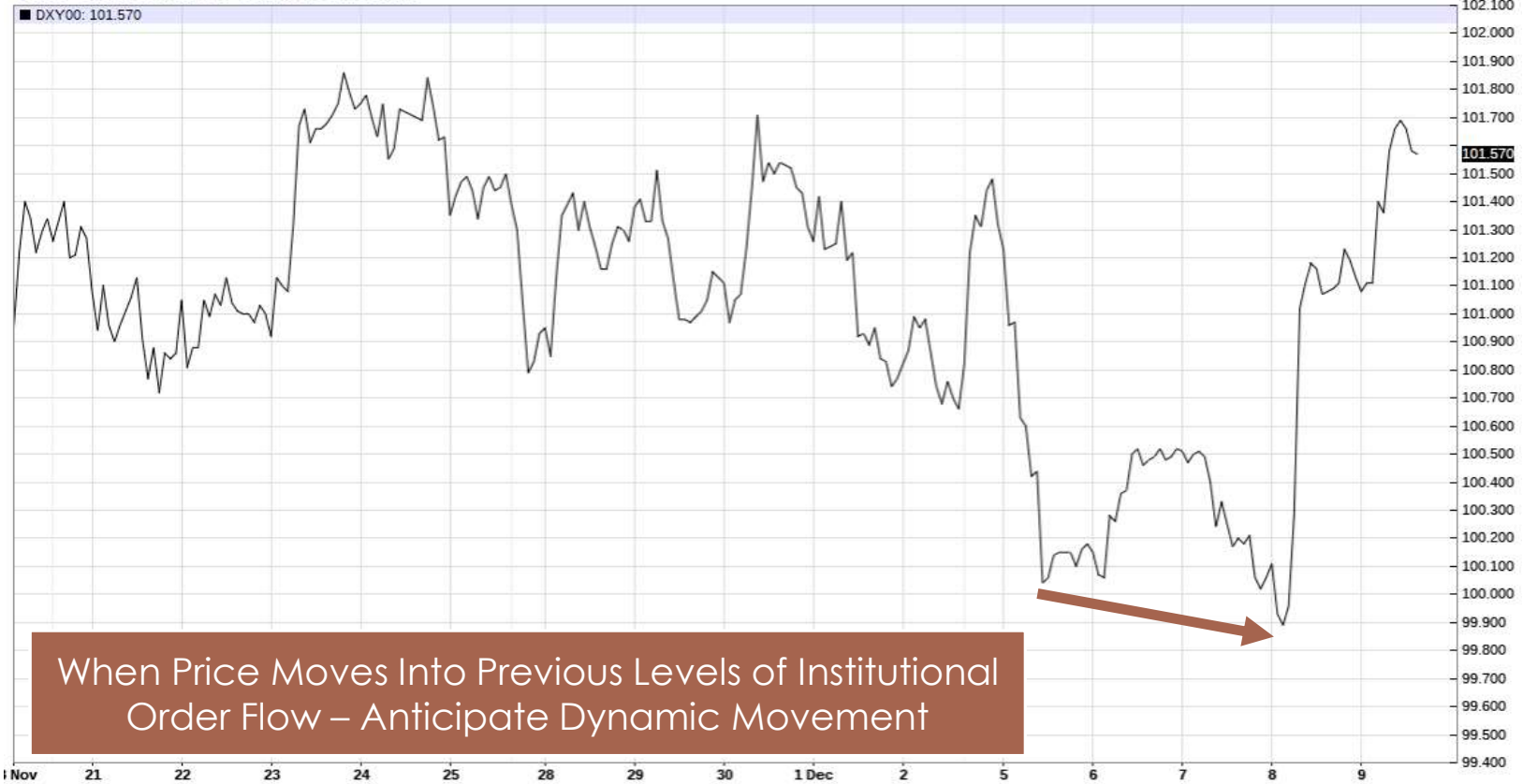
ICT Monthly Mentorship

ZFH17 - 5-Year T-Note - 90 Minute Line Chart



ICT Monthly Mentorship

DXY00 - U.S. Dollar Index - 90 Minute Line Chart



When Price Moves Into Previous Levels of Institutional Order Flow – Anticipate Dynamic Movement

ICT Monthly Mentorship



ICT Monthly Mentorship



ICT Monthly Mentorship



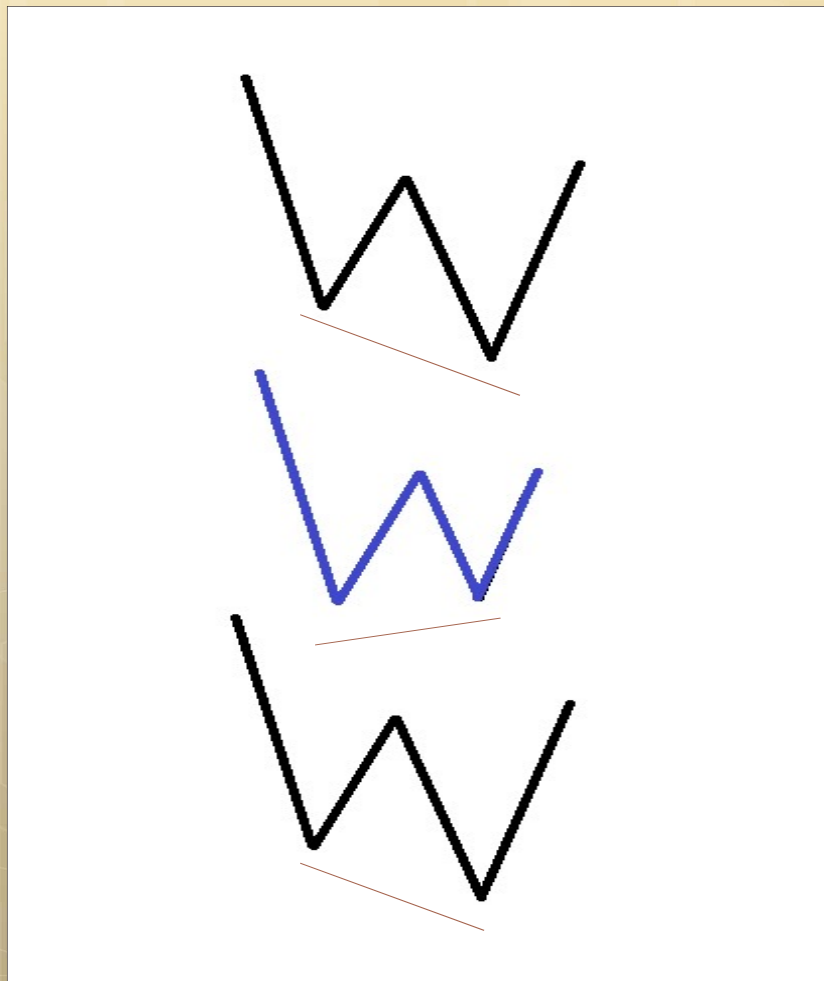
ICT Action Plan

Use the points of Focus taught in the first month of the Mentorship.

When Price Action trades to a Focus Point like a:

- Orderblock
- Liquidity Pool
- Liquidity Void or Fair Value Gap

Refer to the Interest Rate Triad & USDX to confirm Smart Money is behind your trade idea. If there is no obvious indication they are moving large funds – pass on the trade idea and look for new ones that do.



Reinforcing Liquidity Concepts & Price Delivery

A. External Range Liquidity

- 1) The current trading range will have Buy Side Liquidity above the range or High.
- 2) The current trading range will have Sell Side Liquidity below the range or Low.
- 3) Runs on Liquidity – seek to pair orders with the pending order liquidity – Liquidity Pools.
- 4) External Range Liquidity Runs can be Low Resistance or High Resistance in nature.

B. Internal Range Liquidity

- 1) When current trading range is likely to remain – Liquidity Voids will fill in – Gap Risk.
- 2) When current trading range is likely to remain – Fair Value Gaps will fill in – Gap Risk.
- 3) Orderblocks inside the trading range will be populated with new Buy & Sell orders.
- 4) Market Maker Buy & Sell Models will form inside trading ranges.

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Selecting & Avoiding]

Bullish Orderblock:

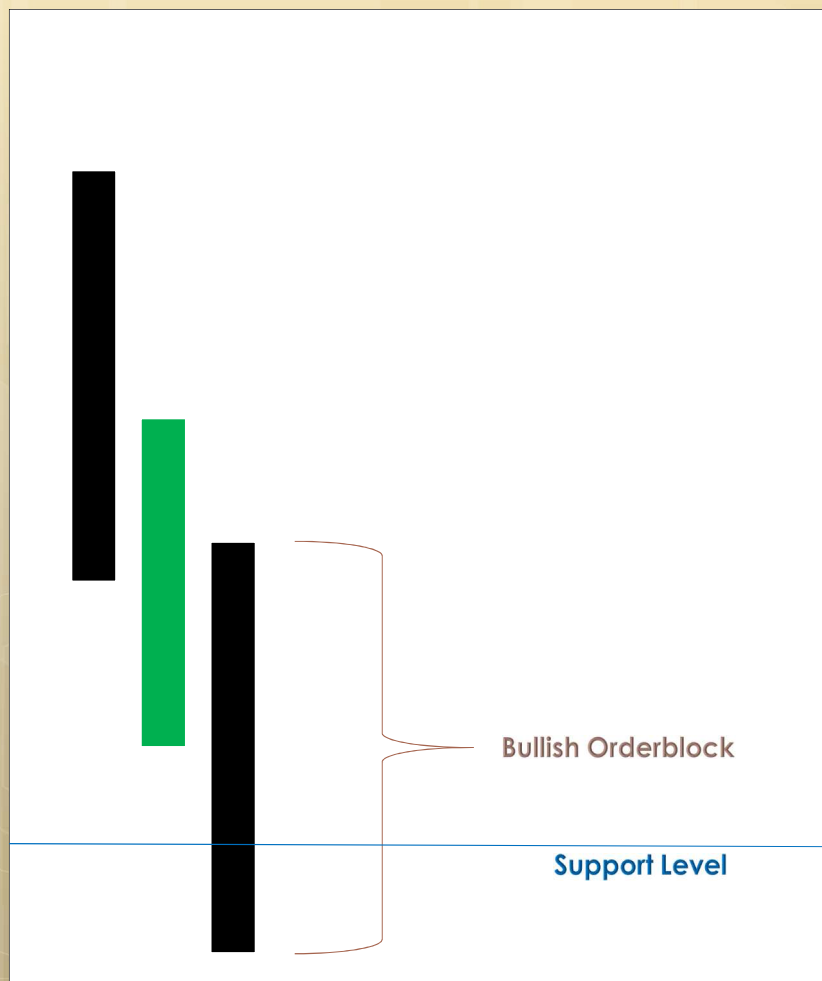
Definition - The Lowest Candle or Price Bar with a Down Close that has the most range between Open to Close and is near a "Support" level.

Validation: When the High of the Lowest Down Close Candle or Price Bar is traded through by a later formed Candle or Price Bar.

Entry Techniques: When Price trades Higher away from the Bullish Orderblock and then Returns to the Bullish Orderblock Candle or Price Bar High – This is Bullish.

Defining Risk: The Low of the Bullish Orderblock is the location of a relatively safe Stop Loss placement. Just below the 50% of the Orderblock total range is also considered to be a good location to raise the Stop Loss after Price runs away from the Bullish Orderblock to reduce Risk when applicable.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com



ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Selecting & Avoiding]

Bullish Orderblock:

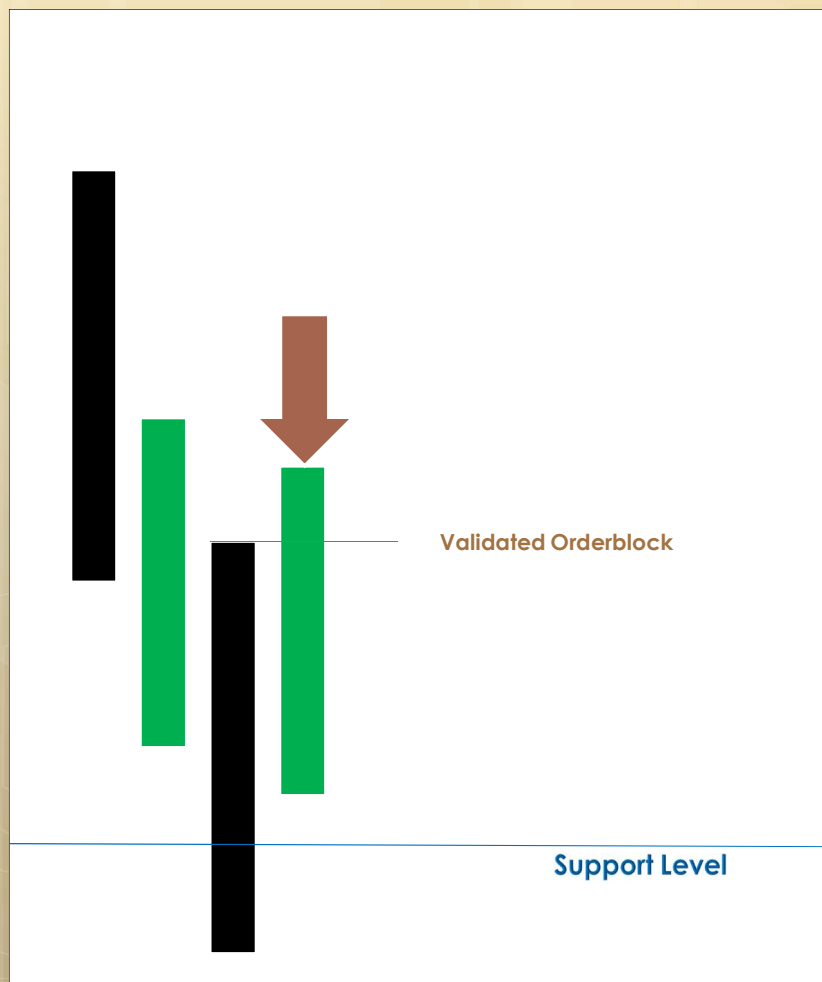
Definition - The Lowest Candle or Price Bar with a Down Close that has the most range between Open to Close and is near a "Support" level.

Validation: When the High of the Lowest Down Close Candle or Price Bar is traded through by a later formed Candle or Price Bar.

Entry Techniques: When Price trades Higher away from the Bullish Orderblock and then Returns to the Bullish Orderblock Candle or Price Bar High – This is Bullish.

Defining Risk: The Low of the Bullish Orderblock is the location of a relatively safe Stop Loss placement. Just below the 50% of the Orderblock total range is also considered to be a good location to raise the Stop Loss after Price runs away from the Bullish Orderblock to reduce Risk when applicable.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com



ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Selecting & Avoiding]

Bullish Orderblock:

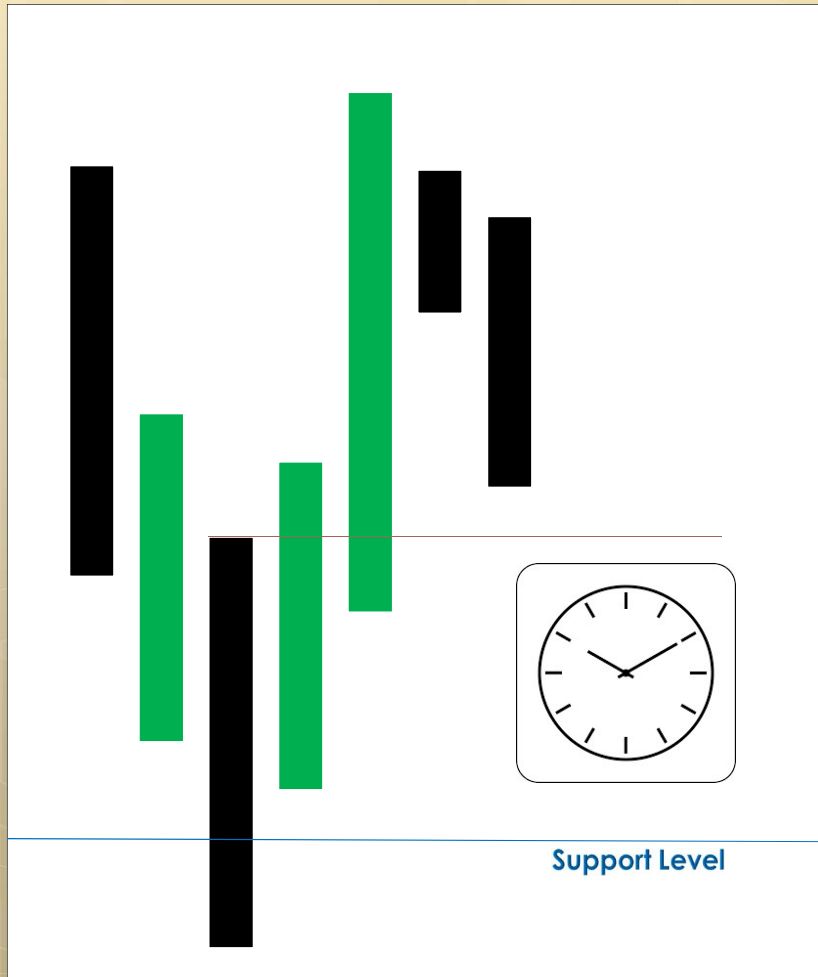
Definition - The Lowest Candle or Price Bar with a Down Close that has the most range between Open to Close and is near a "Support" level.

Validation: When the High of the Lowest Down Close Candle or Price Bar is traded through by a later formed Candle or Price Bar.

Entry Techniques: When Price trades Higher away from the Bullish Orderblock and then Returns to the Bullish Orderblock Candle or Price Bar High – This is Bullish.

Defining Risk: The Low of the Bullish Orderblock is the location of a relatively safe Stop Loss placement. Just below the 50% of the Orderblock total range is also considered to be a good location to raise the Stop Loss after Price runs away from the Bullish Orderblock to reduce Risk when applicable.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com



ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Selecting & Avoiding]

Bullish Orderblock:

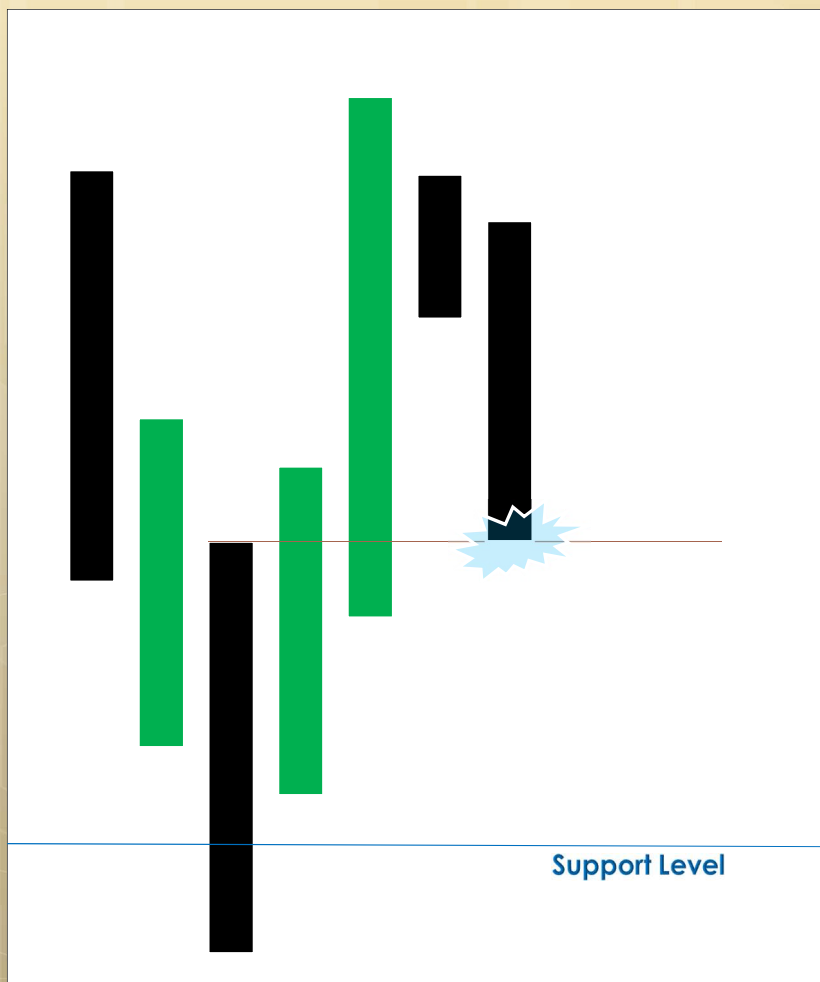
Definition - The Lowest Candle or Price Bar with a Down Close that has the most range between Open to Close and is near a "Support" level.

Validation: When the High of the Lowest Down Close Candle or Price Bar is traded through by a later formed Candle or Price Bar.

Entry Techniques: When Price trades Higher away from the Bullish Orderblock and then Returns to the Bullish Orderblock Candle or Price Bar High – This is Bullish.

Defining Risk: The Low of the Bullish Orderblock is the location of a relatively safe Stop Loss placement. Just below the 50% of the Orderblock total range is also considered to be a good location to raise the Stop Loss after Price runs away from the Bullish Orderblock to reduce Risk when applicable.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com



ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Selecting & Avoiding]

Bullish Orderblock:

Definition - The Lowest Candle or Price Bar with a Down Close that has the most range between Open to Close and is near a "Support" level.

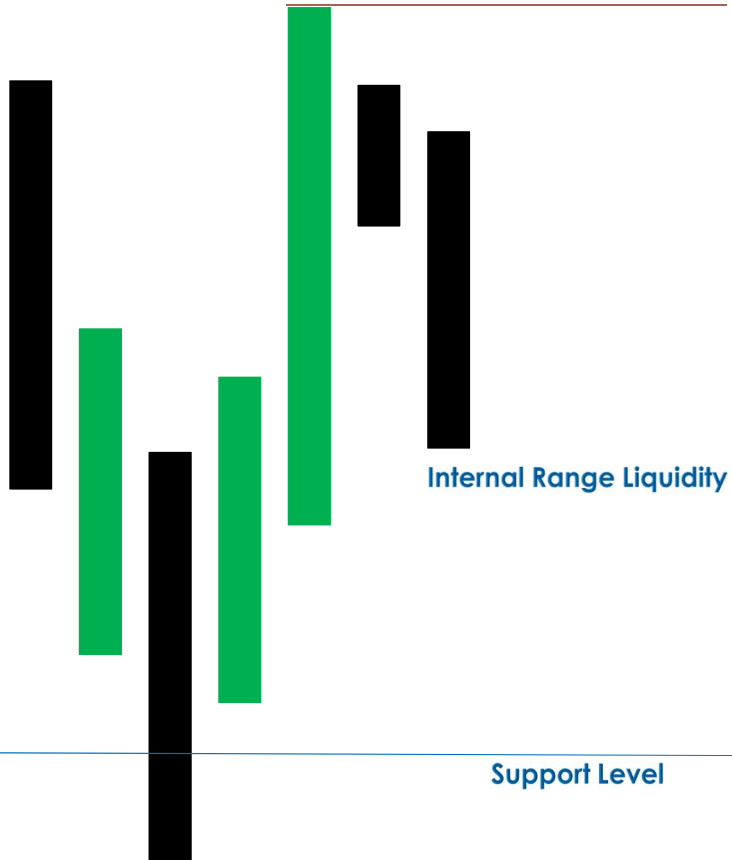
Validation: When the High of the Lowest Down Close Candle or Price Bar is traded through by a later formed Candle or Price Bar.

Entry Techniques: When Price trades Higher away from the Bullish Orderblock and then Returns to the Bullish Orderblock Candle or Price Bar High – This is Bullish.

Defining Risk: The Low of the Bullish Orderblock is the location of a relatively safe Stop Loss placement. Just below the 50% of the Orderblock total range is also considered to be a good location to raise the Stop Loss after Price runs away from the Bullish Orderblock to reduce Risk when applicable.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com

External Range Liquidity



Support Level

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Selecting & Avoiding]

Bullish Orderblock:

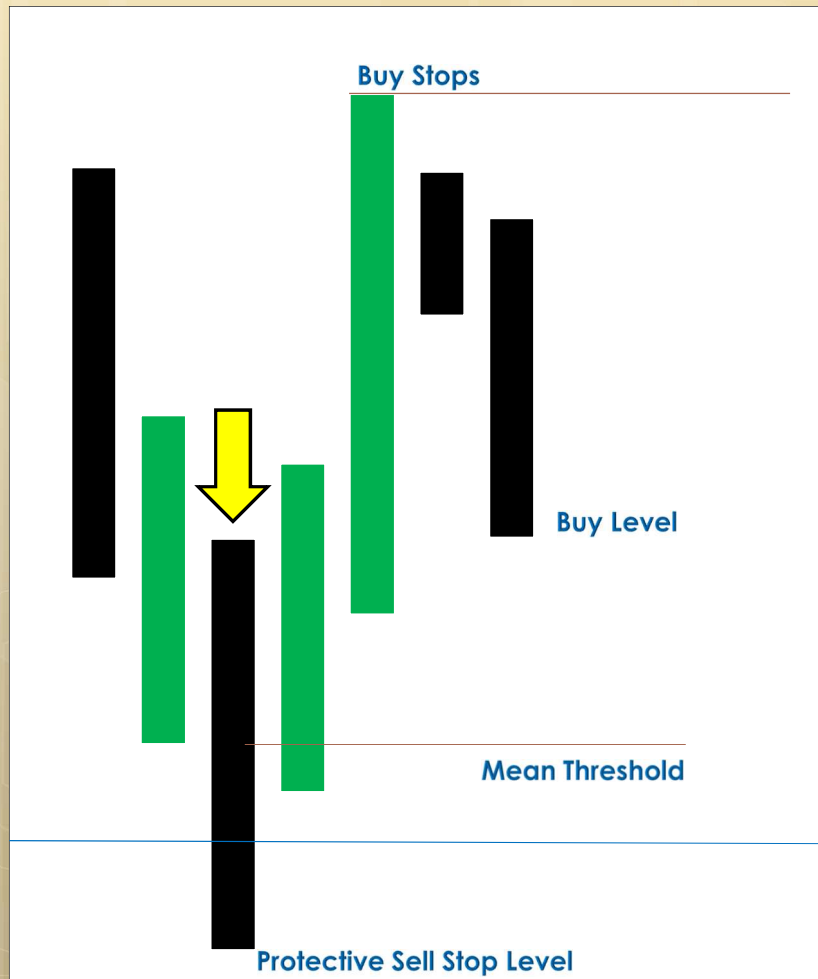
Definition - The Lowest Candle or Price Bar with a Down Close that has the most range between Open to Close and is near a "Support" level.

Validation: When the High of the Lowest Down Close Candle or Price Bar is traded through by a later formed Candle or Price Bar.

Entry Techniques: When Price trades Higher away from the Bullish Orderblock and then Returns to the Bullish Orderblock Candle or Price Bar High – This is Bullish.

Defining Risk: The Low of the Bullish Orderblock is the location of a relatively safe Stop Loss placement. Just below the 50% of the Orderblock total range is also considered to be a good location to raise the Stop Loss after Price runs away from the Bullish Orderblock to reduce Risk when applicable.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com



ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Selecting & Avoiding]

Bullish Orderblock:

Definition - The Lowest Candle or Price Bar with a Down Close that has the most range between Open to Close and is near a "Support" level.

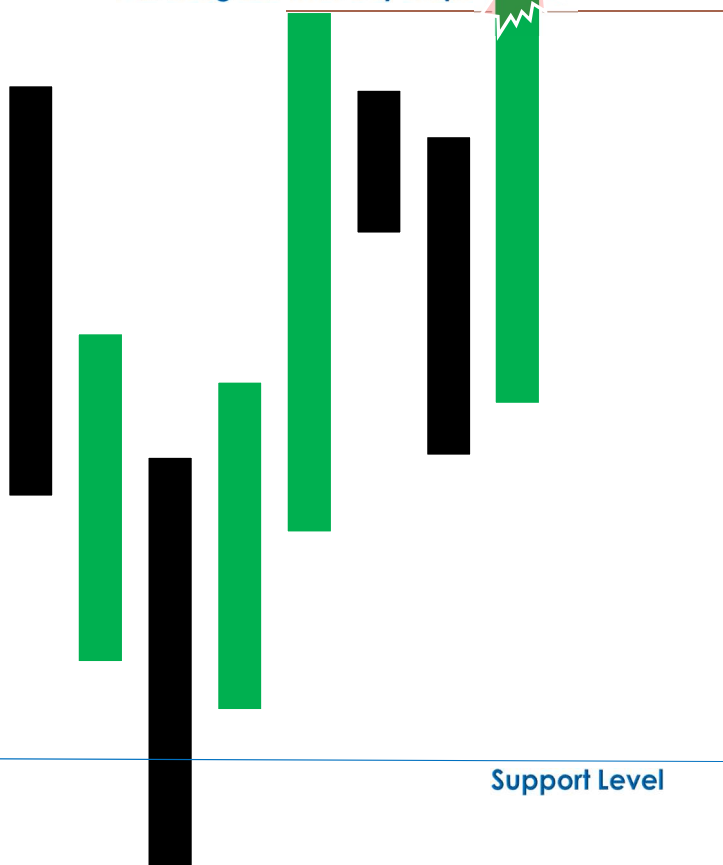
Validation: When the High of the Lowest Down Close Candle or Price Bar is traded through by a later formed Candle or Price Bar.

Entry Techniques: When Price trades Higher away from the Bullish Orderblock and then Returns to the Bullish Orderblock Candle or Price Bar High – This is Bullish.

Defining Risk: The Low of the Bullish Orderblock is the location of a relatively safe Stop Loss placement. Just below the 50% of the Orderblock total range is also considered to be a good location to raise the Stop Loss after Price runs away from the Bullish Orderblock to reduce Risk when applicable.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com

Pair Long Exit With Buy Stops



Liquidity Based Bias

Monthly Chart = Bearish

Weekly Chart = Bearish

Daily Chart = Bearish

Intraday Charts 4 hour and less will be correcting or retracing higher. This is where you anticipate the market to enter a Premium and seek Buy Side Liquidity to Sell to.

Protective Buy Stop Raids or Returns to Bearish Orderblocks or Fair Value Gaps and or filling of a Liquidity Void. Each offering a potential Low Resistance Liquidity Run – Shorting for a target under a recent Low.

Monthly

Bearish

Weekly

Bearish

Daily

Bearish

Liquidity Based Bias

Monthly Chart = Bullish

Weekly Chart = Bullish

Daily Chart = Bullish

Intraday Charts 4 hour and less will be correcting or retracing lower. This is where you anticipate the market to enter a Discount and seek Sell Side Liquidity to Buy from.

Protective Sell Stop Raids or Returns to Bullish Orderblocks or Fair Value Gaps and or filling of a Liquidity Void. Each offering a potential Low Resistance Liquidity Run – Buying for a target above a recent High.

Monthly

Bullish

Weekly

Bullish

Daily

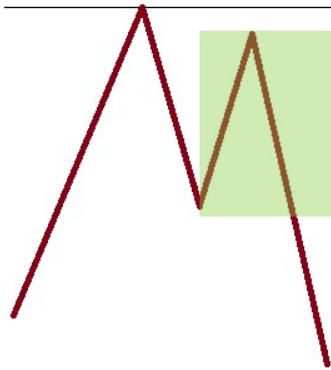
Bullish

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

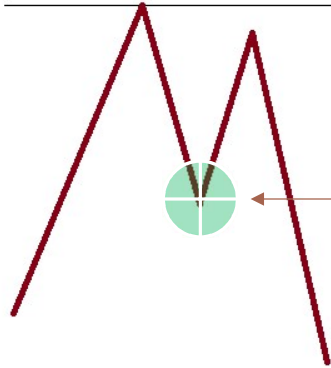
Resistance Level Or Anticipated Bearish Institutional Reference Point



**This Short Term Rally In Price
Highlights a Specific Institutional
Reference Point Known As The
“Mitigation Block”**

Support Level Or Anticipated Bullish Institutional Reference Point

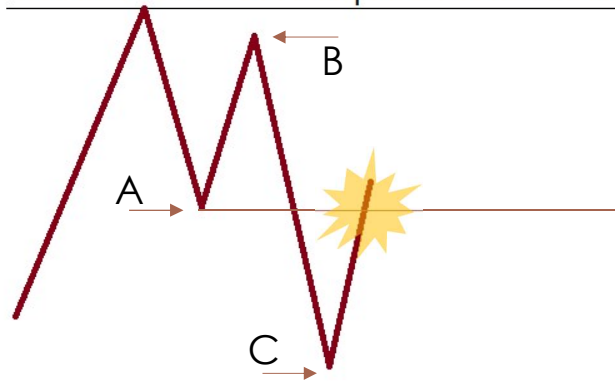
Resistance Level Or Anticipated Bearish Institutional Reference Point



Once Price Posts a Market Structure Shift Lower – Your Attention Moves To This Specific Low In Price Action.

Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



When Price Action Returns To The “A” Point Of Reference – The Long Positions Taken From “A” To “B” Price Swing Will Have An Opportunity To Liquidate Or “Mitigate” The Net Loss That Occurred When Price Dropped From “B” To “C”. This Can Result In New Lower Price Swings To “C” For Retesting. Or Significantly Lower Prices Into The Support Level Under Market Price.

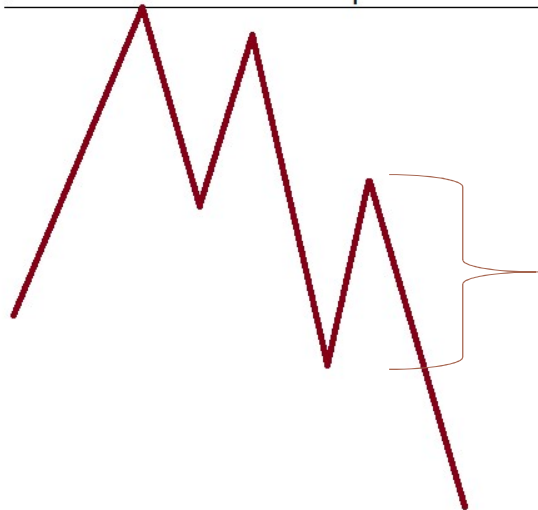
Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Do The Longs In Here Need Mitigated?

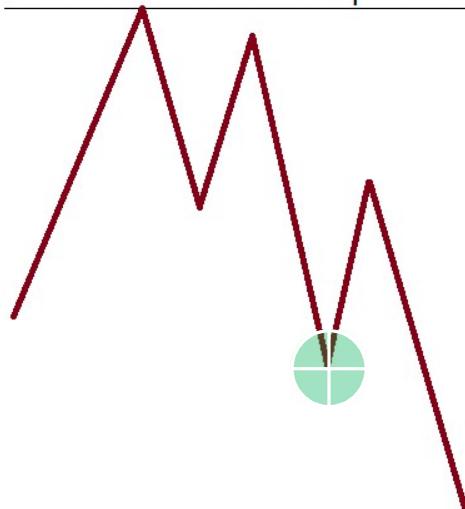
Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

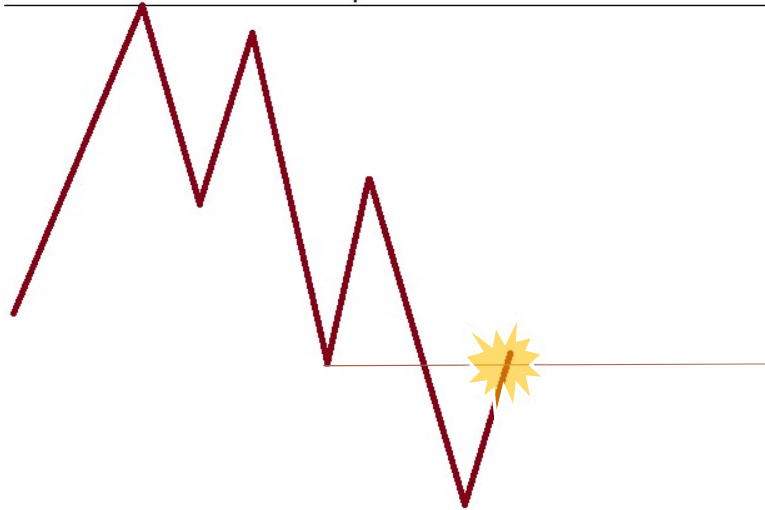
Resistance Level Or Anticipated Bearish Institutional Reference Point



Where Is Our Focus?

Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

ICT Monthly Mentorship

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

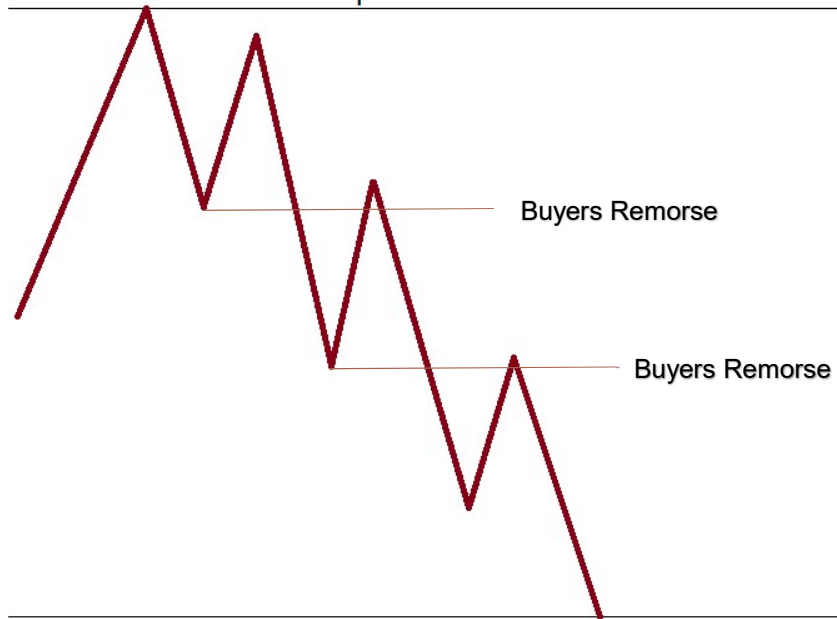
Resistance Level Or Anticipated Bearish Institutional Reference Point



Classic Support Broken Turns Resistance

Support Level Or Anticipated Bullish Institutional Reference Point

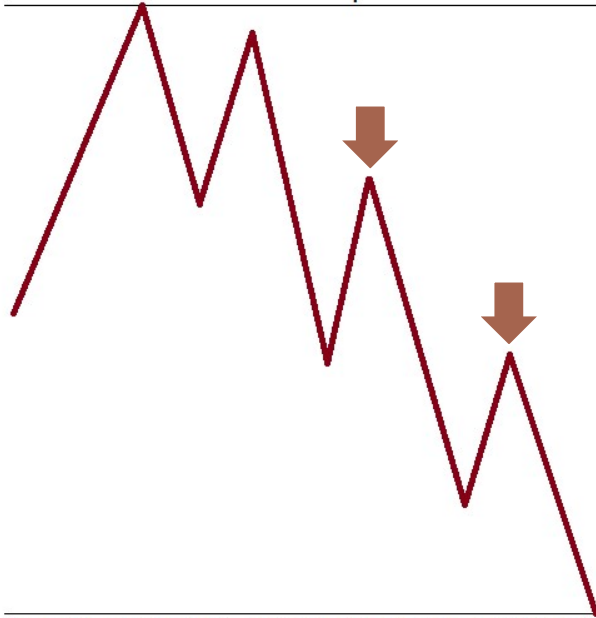
Resistance Level Or Anticipated Bearish Institutional Reference Point



Classic Support Broken Turns Resistance

Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



**Premium Price Highs
Are Bought By Less Informed
Traders & Sold By Smart Money**

Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



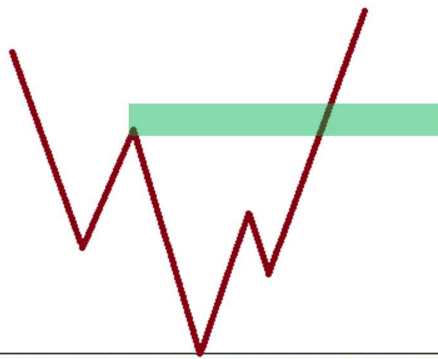
Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



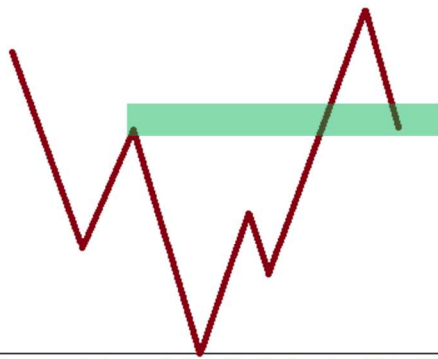
Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



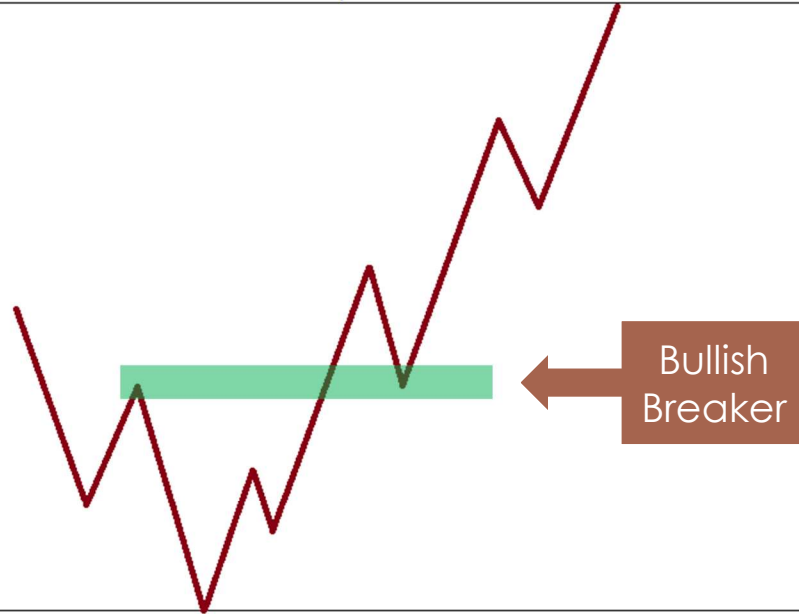
Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



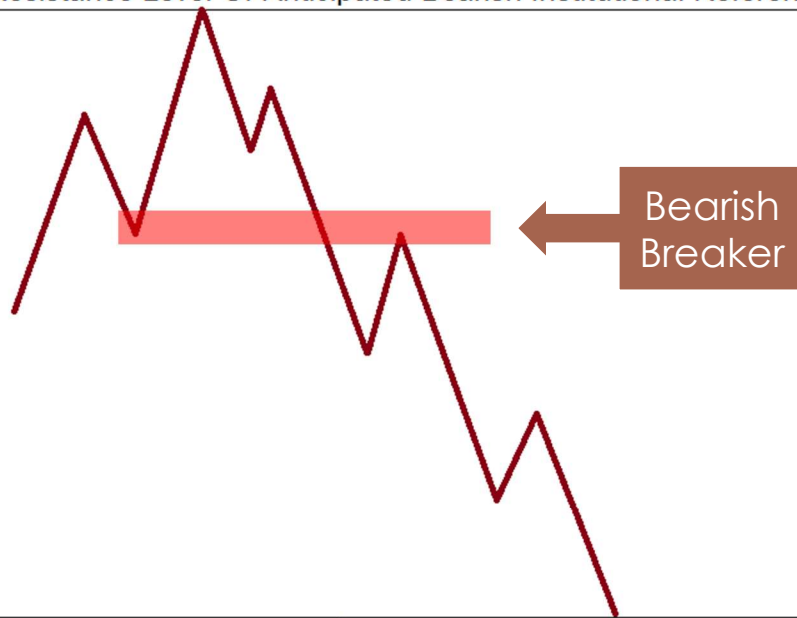
Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point



Support Level Or Anticipated Bullish Institutional Reference Point

Resistance Level Or Anticipated Bearish Institutional Reference Point

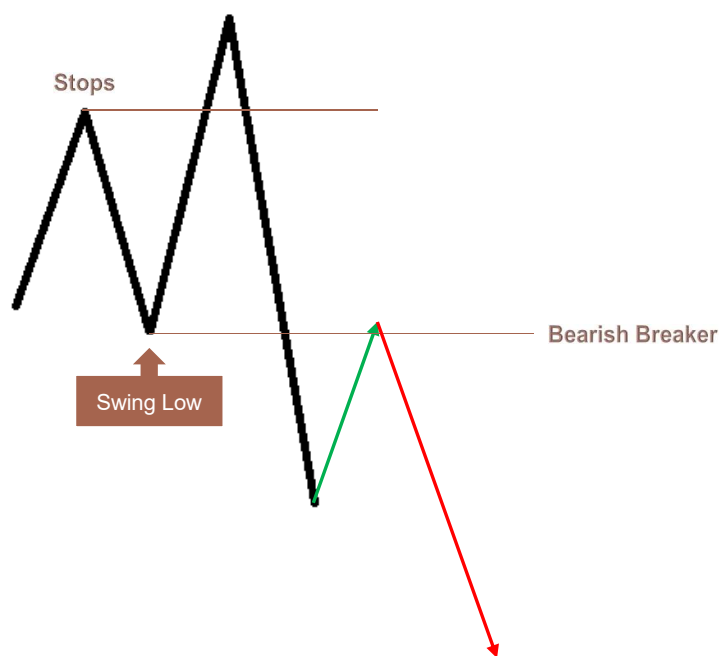


Support Level Or Anticipated Bullish Institutional Reference Point

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Breaker Block]



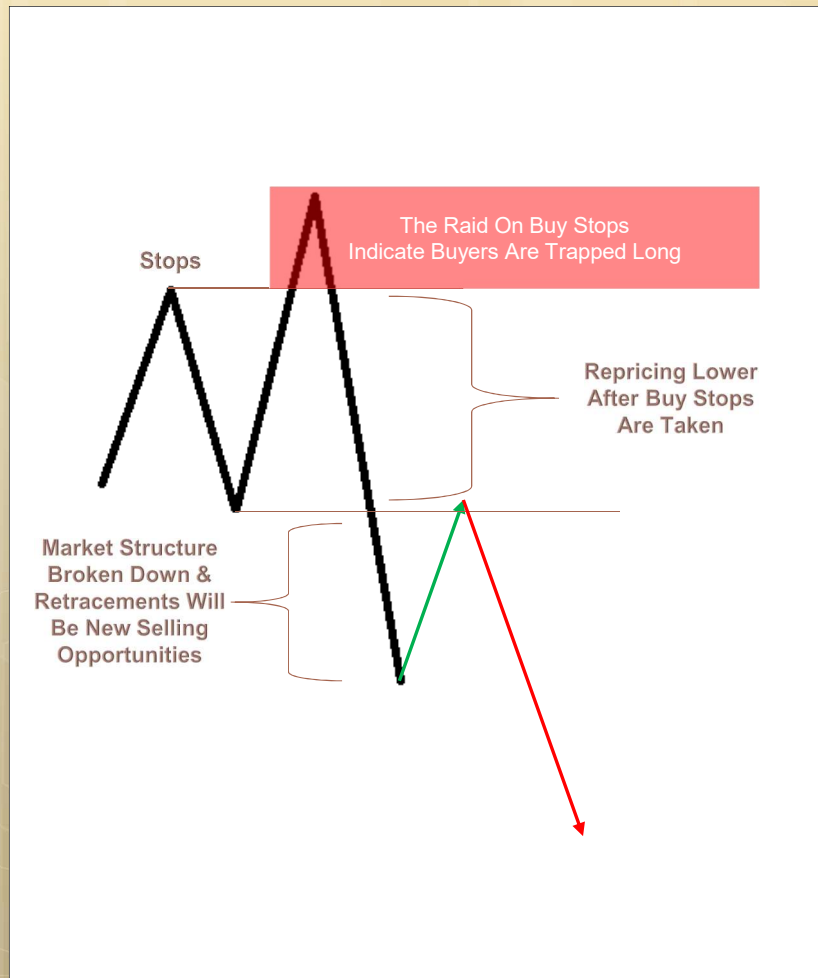
Ideal Set Up: In Major To Intermediate Term Downtrends

Bearish Breaker Block is a bearish range or Down Close Candle in the most recent Swing Low prior to an Old High being violated. The Buyers that buy this Low and later see this same Swing Low violated – will look to mitigate the loss. When Price returns back to the Swing Low – this is a Bearish Trade Setup worth considering.

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Breaker Block]



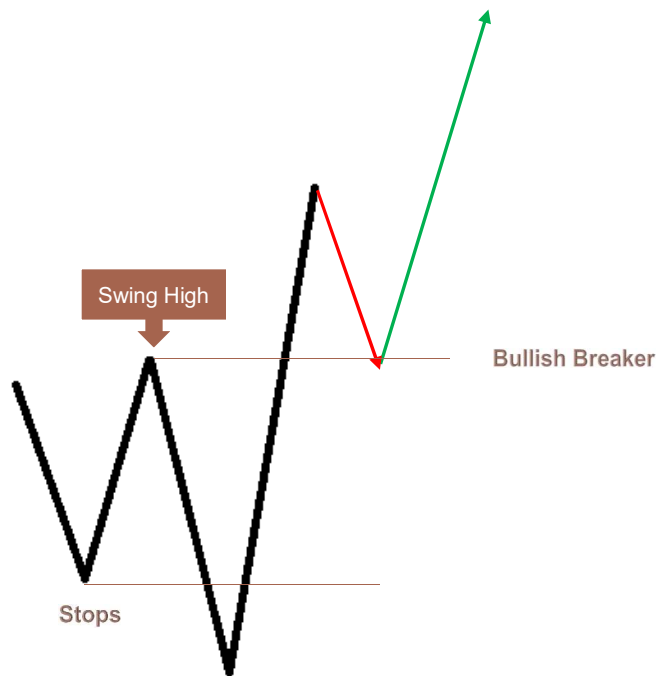
Ideal Set Up: In Major To Intermediate Term Downtrends

Bearish Breaker Block is a bearish range or Down Close Candle in the most recent Swing Low prior to an Old High being violated. The Buyers that buy this Low and later see this same Swing Low violated – will look to mitigate the loss. When Price returns back to the Swing Low – this is a Bearish Trade Setup worth considering.

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Breaker Block]



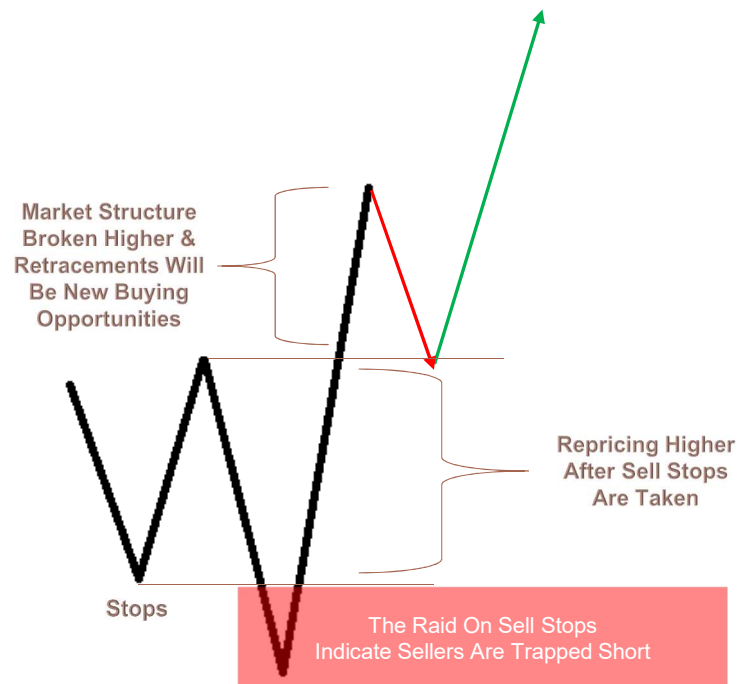
Ideal Set Up: In Major To Intermediate Term Uptrends

Bullish Breaker Block is a bullish range or Up Close Candle in the most recent Swing High prior to an Old Low being violated. The Sellers that sold this Low and later see this same Swing High violated – will look to mitigate the loss. When Price returns back to the Swing High – this is a Bullish Trade Setup worth considering.

ICT Monthly Mentorship

Reinforcing Orderblock Theory

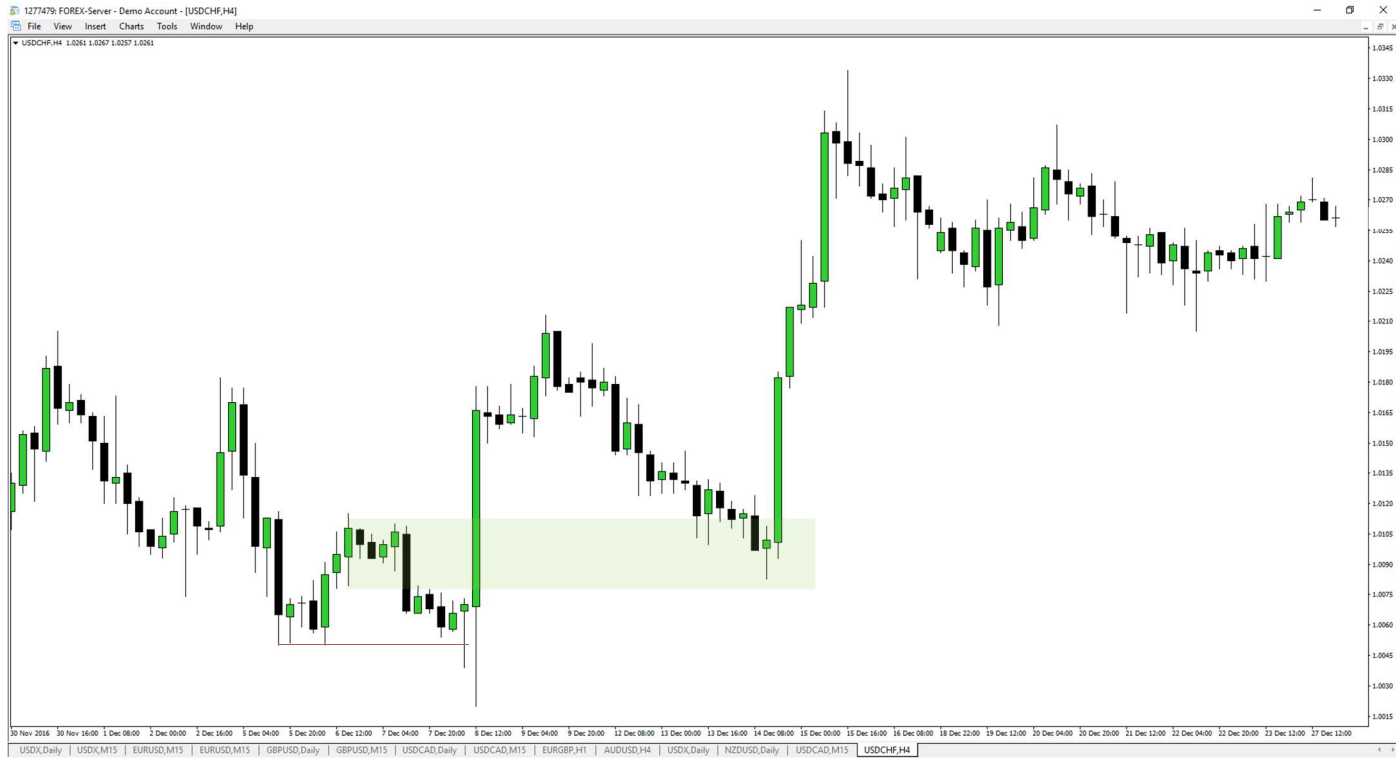
[Breaker Block]



Ideal Set Up: In Major To Intermediate Term Uptrends

Bullish Breaker Block is a bullish range or Up Close Candle in the most recent Swing High prior to an Old Low being violated. The Sellers that sold this Low and later see this same Swing High violated – will look to mitigate the loss. When Price returns back to the Swing High – this is a Bullish Trade Setup worth considering.

ICT Monthly Mentorship

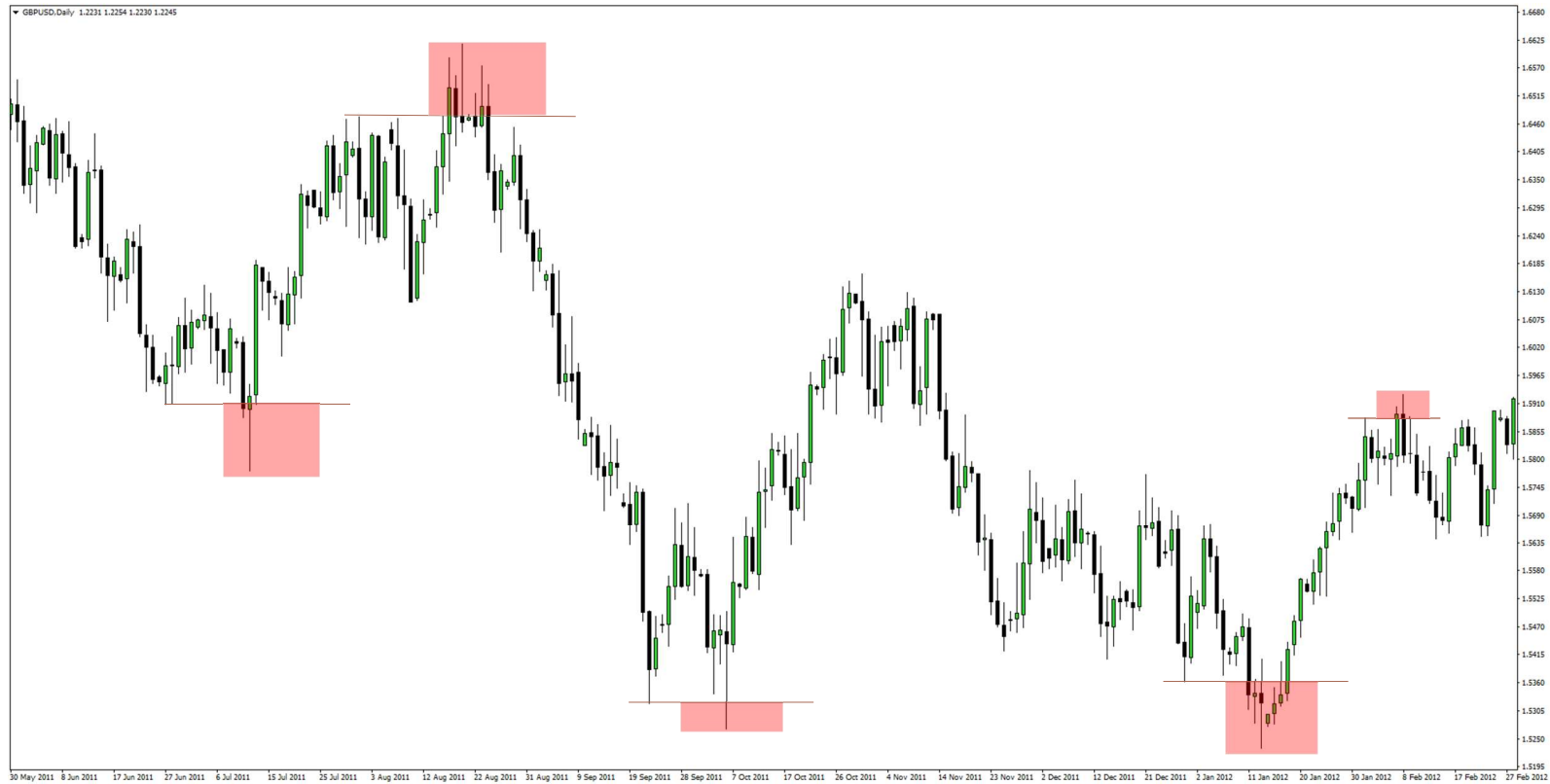


ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com

ICT Monthly Mentorship



ICT Monthly Mentorship



ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Rejection Block]



Bearish Run On Buy Side Liquidity [Turtle Soup Sell]

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Rejection Block]



Bearish Run On Buy Side Liquidity [Turtle Soup Sell]

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Rejection Block]



Ideal Set Up:
In Major To Intermediate Term Downtrends

Bearish Rejection Block is when a Price High has formed with long wicks on the high(s) of the candlestick(s) and Price reaches up above the body of the candle(s) to run Buy Side Liquidity out before Price Declines.

ICT Monthly Mentorship

Reinforcing Orderblock Theory

[Rejection Block]



Ideal Set Up:
In Major To Intermediate Term Downtrends

Bearish Rejection Block is when a Price High has formed with long wicks on the high(s) of the candlestick(s) and Price reaches up above the body of the candle(s) to run Buy Side Liquidity out before Price Declines.

Reinforcing Orderblock Theory

[Rejection Block]

Distribution



Ideal Set Up:
In Major To Intermediate Term Downtrends

Bearish Rejection Block is when a Price High has formed with long wicks on the high(s) of the candlestick(s) and Price reaches up above the body of the candle(s) to run Buy Side Liquidity out before Price Declines.

Reinforcing Orderblock Theory

[Rejection Block]

Rejection Block



Ideal Set Up:

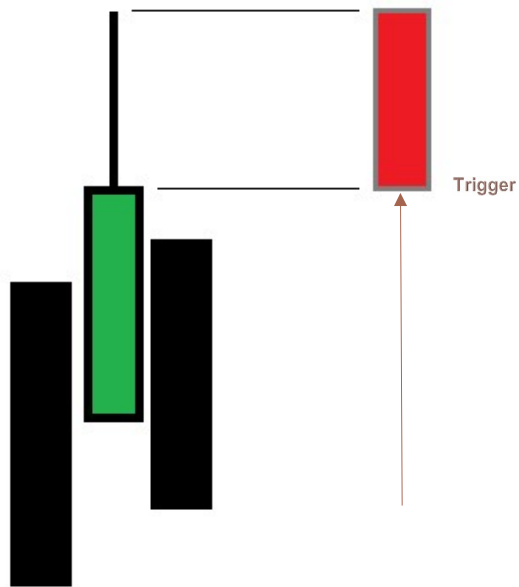
In Major To Intermediate Term Downtrends

Bearish Rejection Block is when a Price High has formed with long wick(s) on the high(s) of the candlestick(s) and Price reaches up above the body of the candle(s) to run Buy Side Liquidity out before Price Declines.

Reinforcing Orderblock Theory

[Rejection Block]

Rejection Block



Ideal Set Up:

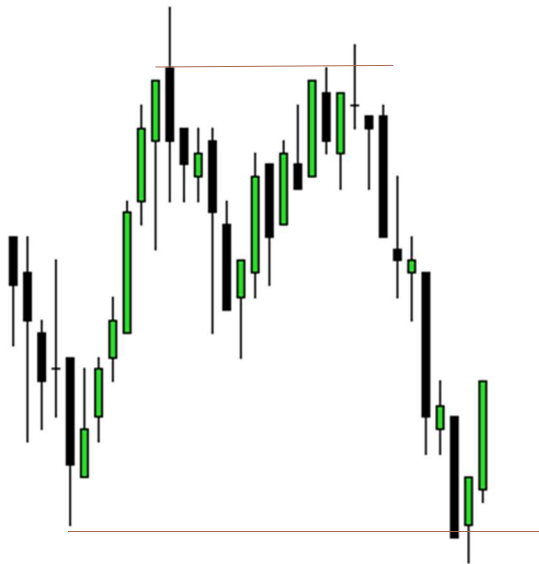
In Major To Intermediate Term Downtrends

Bearish Rejection Block is when a Price High has formed with long wicks on the high(s) of the candlestick(s) and Price reaches up above the body of the candle(s) to run Buy Side Liquidity out before Price Declines.

Reinforcing Orderblock Theory

[Rejection Block]

Rejection Block



Ideal Set Up:

In Major To Intermediate Term Downtrends

Bearish Rejection Block is when a Price High has formed with long wicks on the high(s) of the candlestick(s) and Price reaches up above the body of the candle(s) to run Buy Side Liquidity out before Price Declines.

Reinforcing Orderblock Theory

[Rejection Block]

Rejection Block



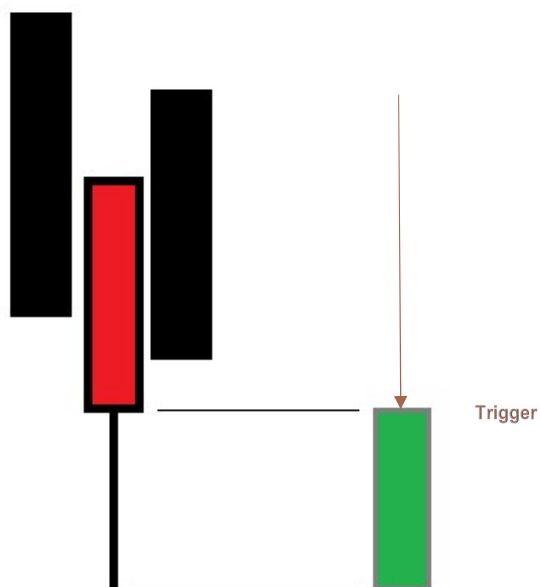
Ideal Set Up:
In Major To Intermediate Term Uptrends

Bullish Rejection Block is when a Price Low has formed with long wick(s) on the low(s) of the candlestick(s) and Price reaches down below the body of the candle(s) to run Sell Side Liquidity out before Price Rallies higher.

Reinforcing Orderblock Theory

[Rejection Block]

Rejection Block



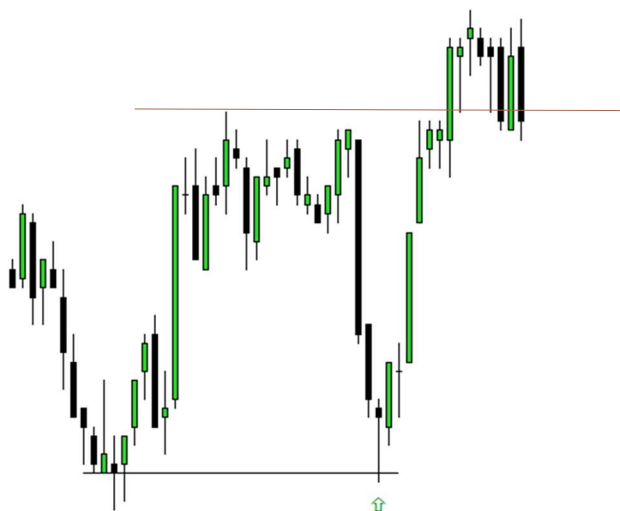
Ideal Set Up:
In Major To Intermediate Term Uptrends

Bullish Rejection Block is when a Price Low has formed with long wick(s) on the low(s) of the candlestick(s) and Price reaches down below the body of the candle(s) to run Sell Side Liquidity out before Price Rallies higher.

Reinforcing Orderblock Theory

[Rejection Block]

Rejection Block



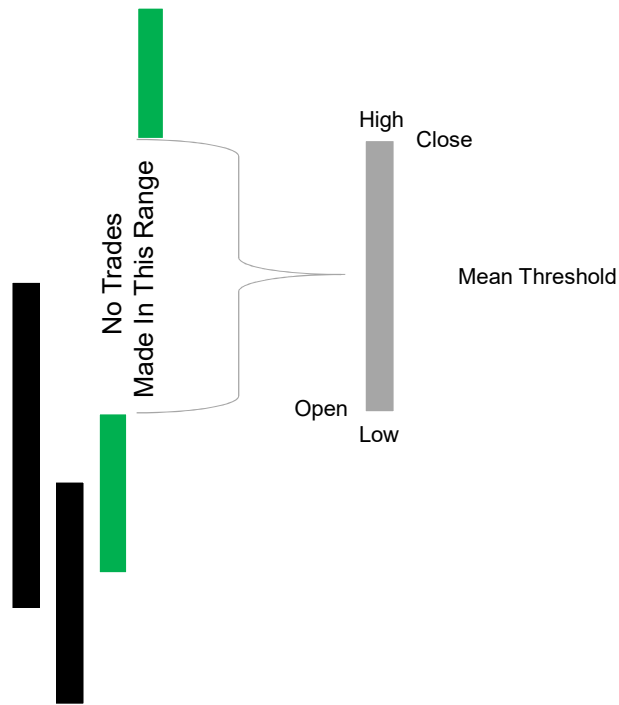
Ideal Set Up:
In Major To Intermediate Term Uptrends

Bullish Rejection Block is when a Price Low has formed with long wick(s) on the low(s) of the candlestick(s) and Price reaches down below the body of the candle(s) to run Sell Side Liquidity out before Price Rallies higher.

Reinforcing Orderblock Theory

[Vacuum Block]

Vacuum Block

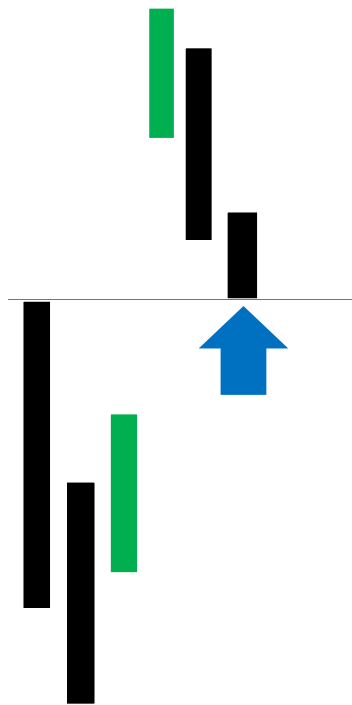


Bullish Vacuum Block is a “gap” created in Price Action as a result of a volatility event. The gap forms by a “vacuum” of liquidity directly related to an event. NFP [Nonfarm Payroll] can create a Vacuum Block or in futures a session opening can.

Reinforcing Orderblock Theory

[Vacuum Block]

Vacuum Block

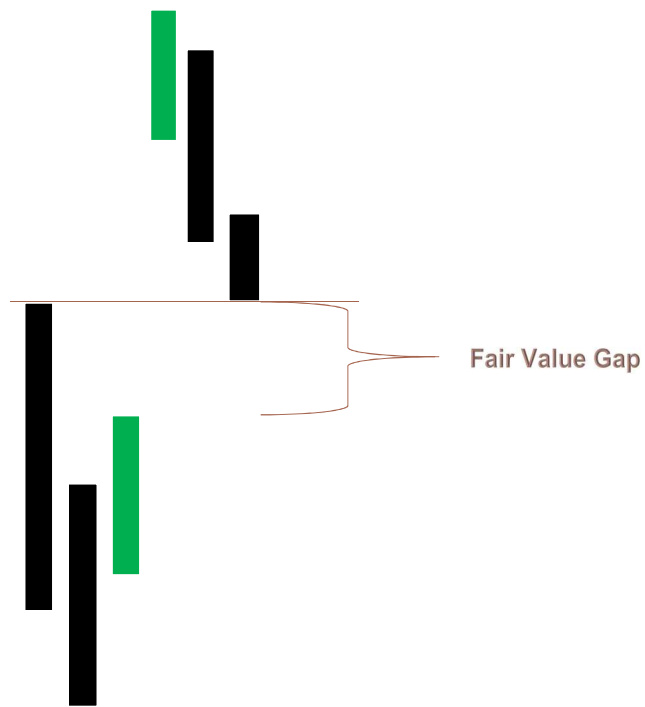


Bullish Vacuum Block is a “gap” created in Price Action as a result of a volatility event. The gap forms by a “vacuum” of liquidity directly related to an event. NFP [Nonfarm Payroll] can create a Vacuum Block or in futures a session opening can.

Reinforcing Orderblock Theory

[Vacuum Block]

Vacuum Block

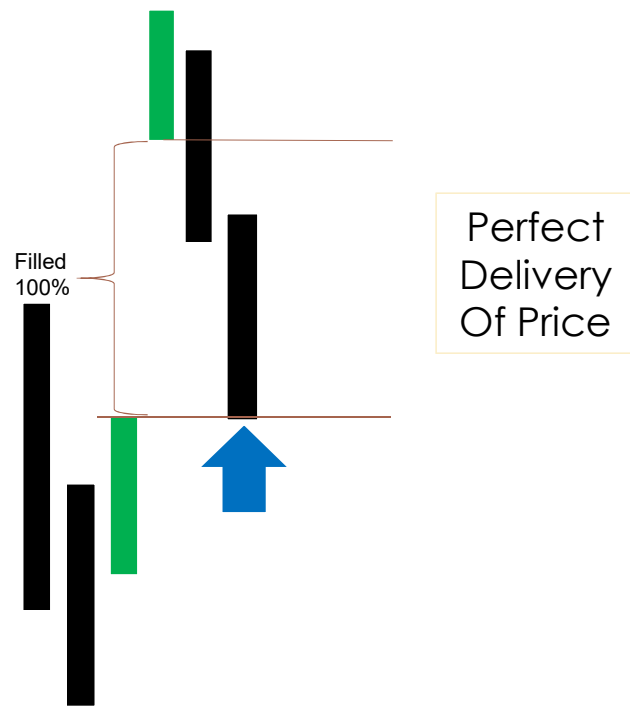


Bullish Vacuum Block is a “gap” created in Price Action as a result of a volatility event. The gap forms by a “vacuum” of liquidity directly related to an event. NFP [Nonfarm Payroll] can create a Vacuum Block or in futures a session opening can.

Reinforcing Orderblock Theory

[Vacuum Block]

Vacuum Block

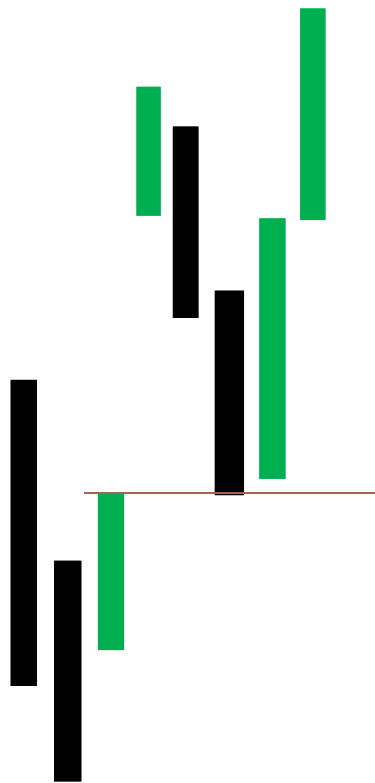


Bullish Vacuum Block is a “gap” created in Price Action as a result of a volatility event. The gap forms by a “vacuum” of liquidity directly related to an event. NFP [Nonfarm Payroll] can create a Vacuum Block or in futures a session opening can.

Reinforcing Orderblock Theory

[Vacuum Block]

Vacuum Block

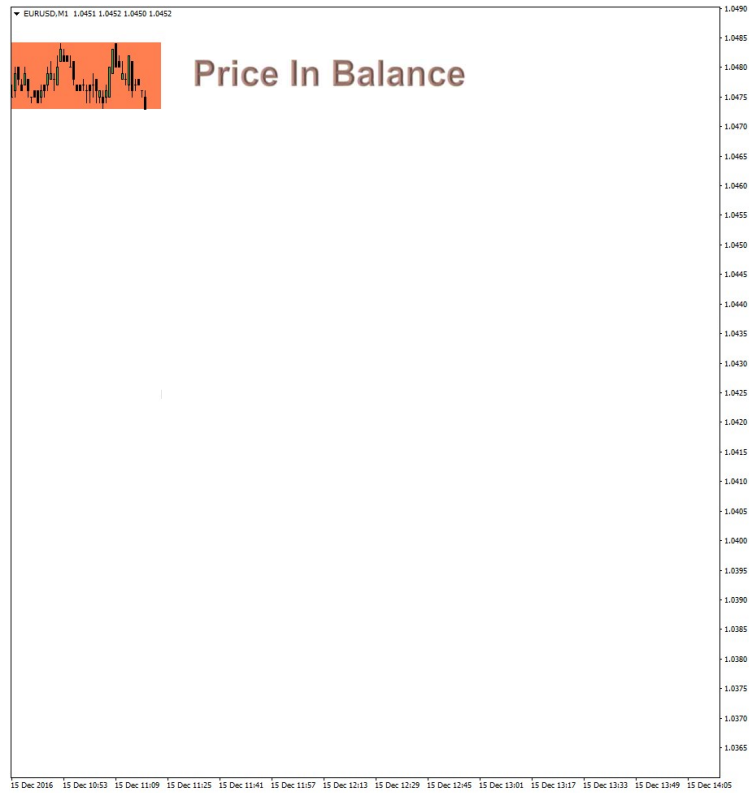


Bullish Vacuum Block is a “gap” created in Price Action as a result of a volatility event. The gap forms by a “vacuum” of liquidity directly related to an event. NFP [Nonfarm Payroll] can create a Vacuum Block or in futures a session opening can.

ICT Monthly Mentorship

Reinforcing Liquidity Voids

[When To Anticipate Ranges To Fill In]

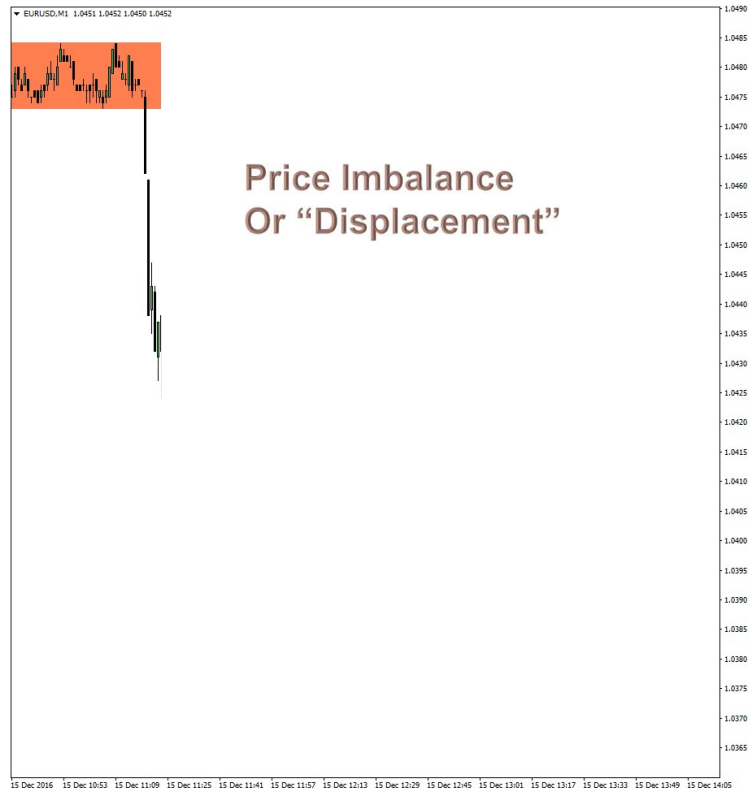


Liquidity Void is a range in Price Delivery where one side of the Market Liquidity is shown in wide or “long” one sided ranges or candles. Price typically will want to revisit this “porous range” or void of contrarian liquidity.

ICT Monthly Mentorship

Reinforcing Liquidity Voids

[When To Anticipate Ranges To Fill In]

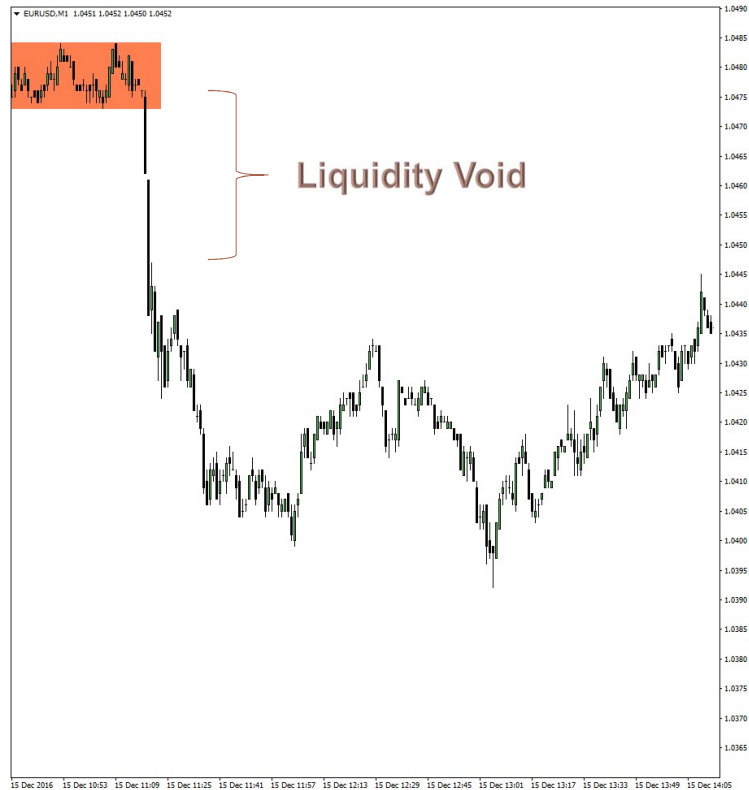


Liquidity Void is a range in Price Delivery where one side of the Market Liquidity is shown in long one sided ranges or candles. Price typically will want to revisit this "range" or void of contrarian liquidity.

ICT Monthly Mentorship

Reinforcing Liquidity Voids

[When To Anticipate Ranges To Fill In]



Liquidity Void is a range in Price Delivery where one side of the Market Liquidity is shown in long one sided ranges or candles. Price typically will want to revisit this “range” or void of contrarian liquidity.

ICT Monthly Mentorship

Reinforcing Liquidity Voids

[When To Anticipate Ranges To Fill In]

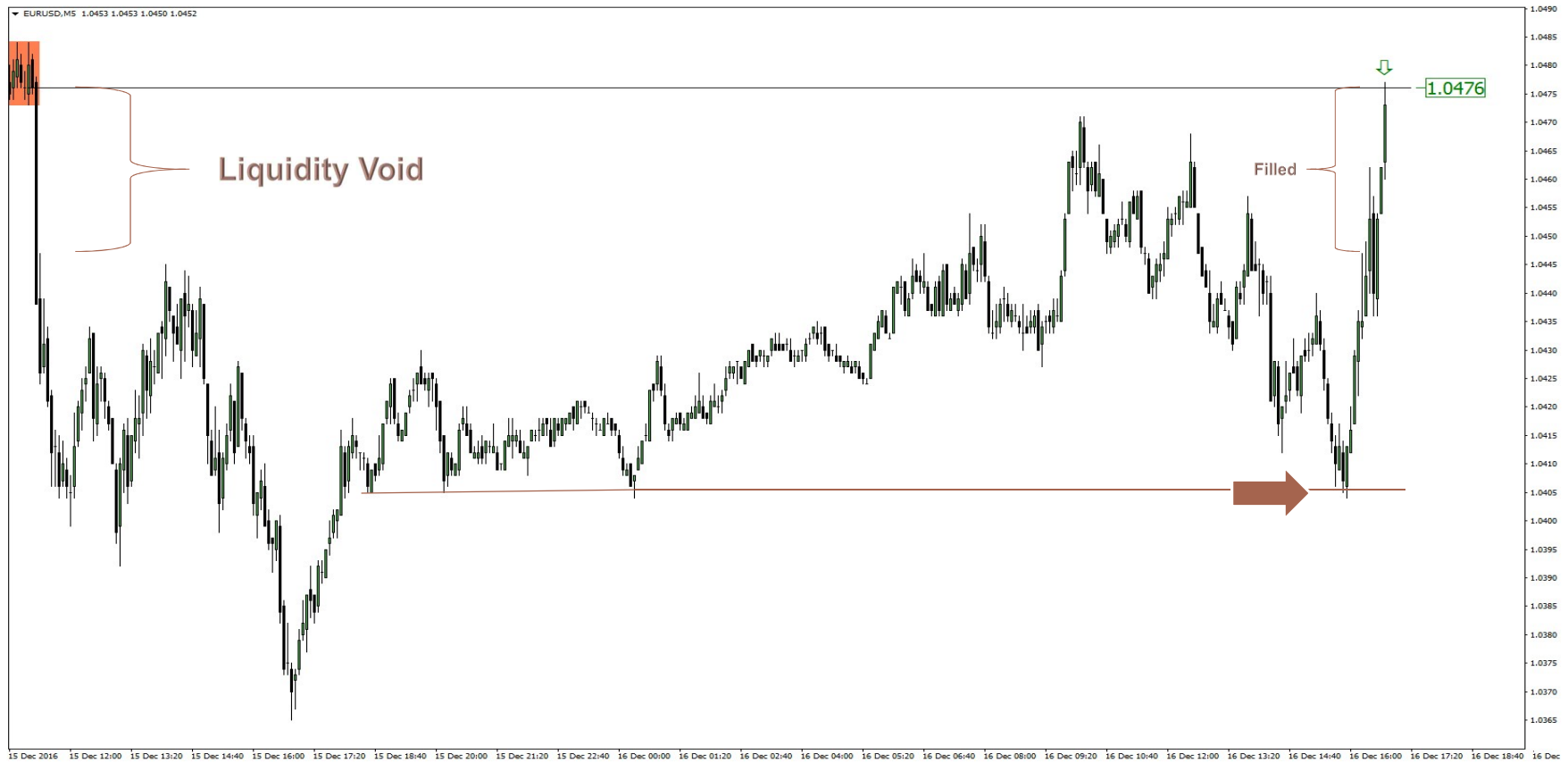


Liquidity Void is a range in Price Delivery where one side of the Market Liquidity is shown in long one sided ranges or candles. Price typically will want to revisit this "range" or void of contrarian liquidity.

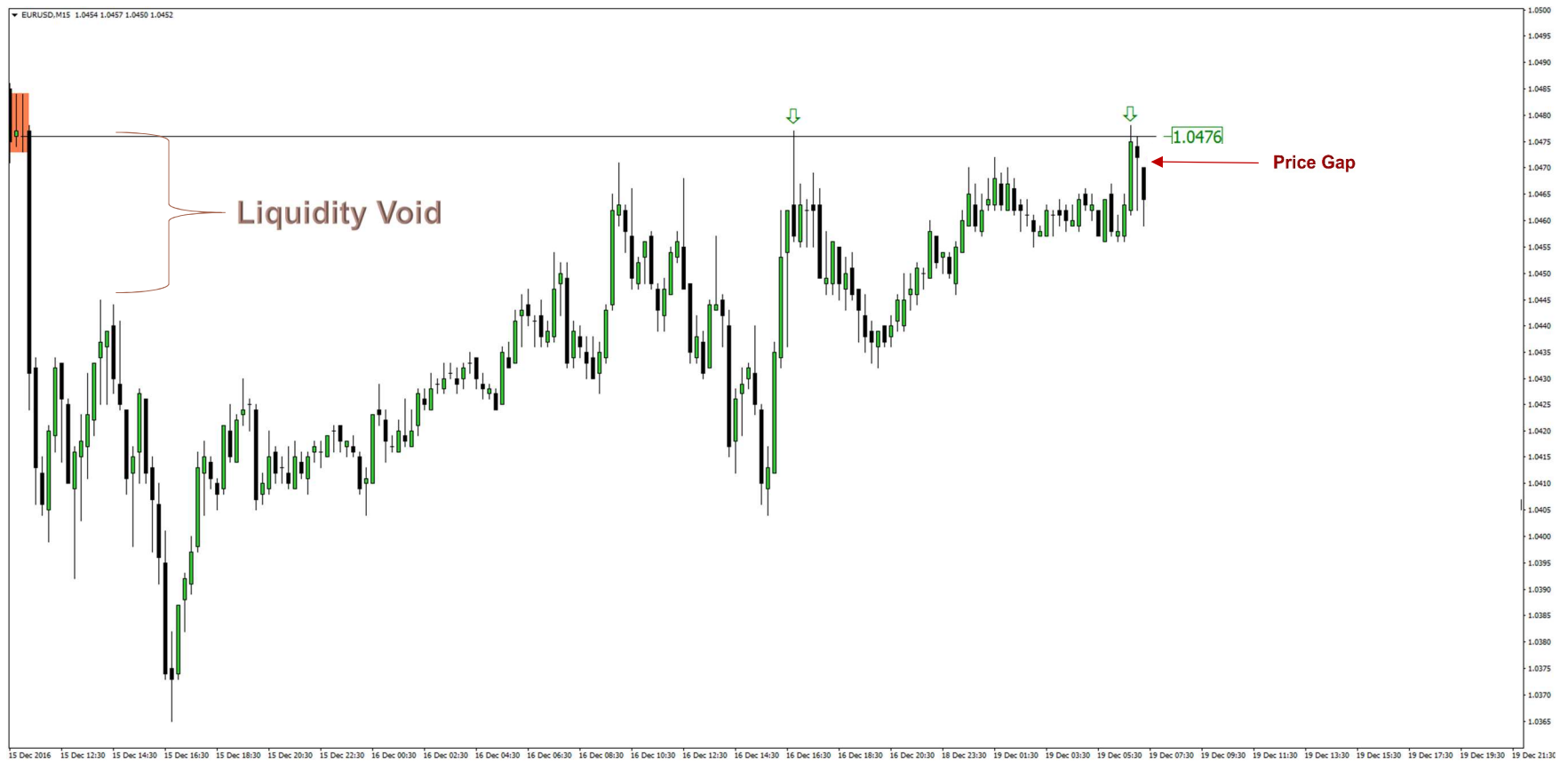
ICT Monthly Mentorship



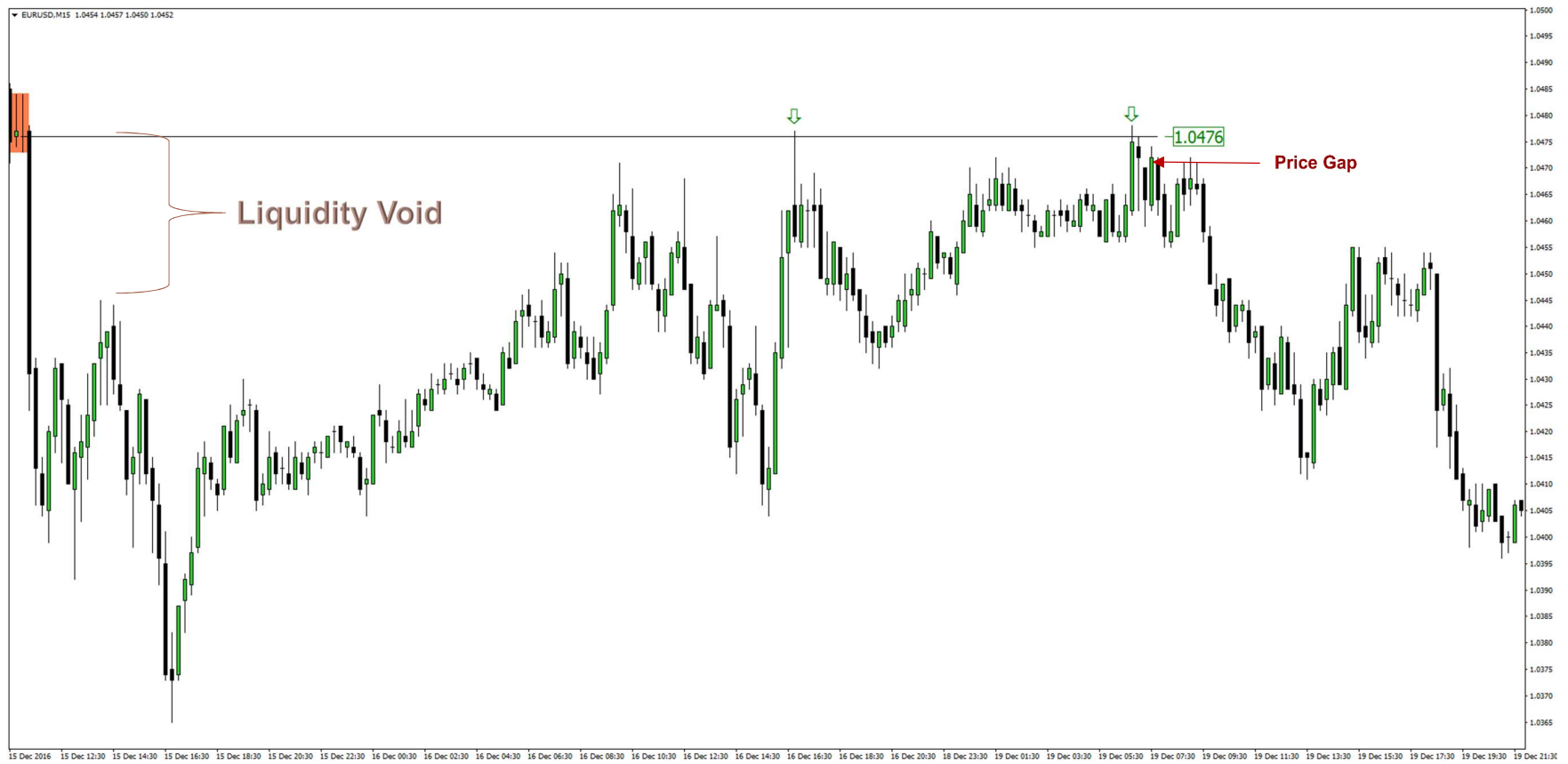
ICT Monthly Mentorship



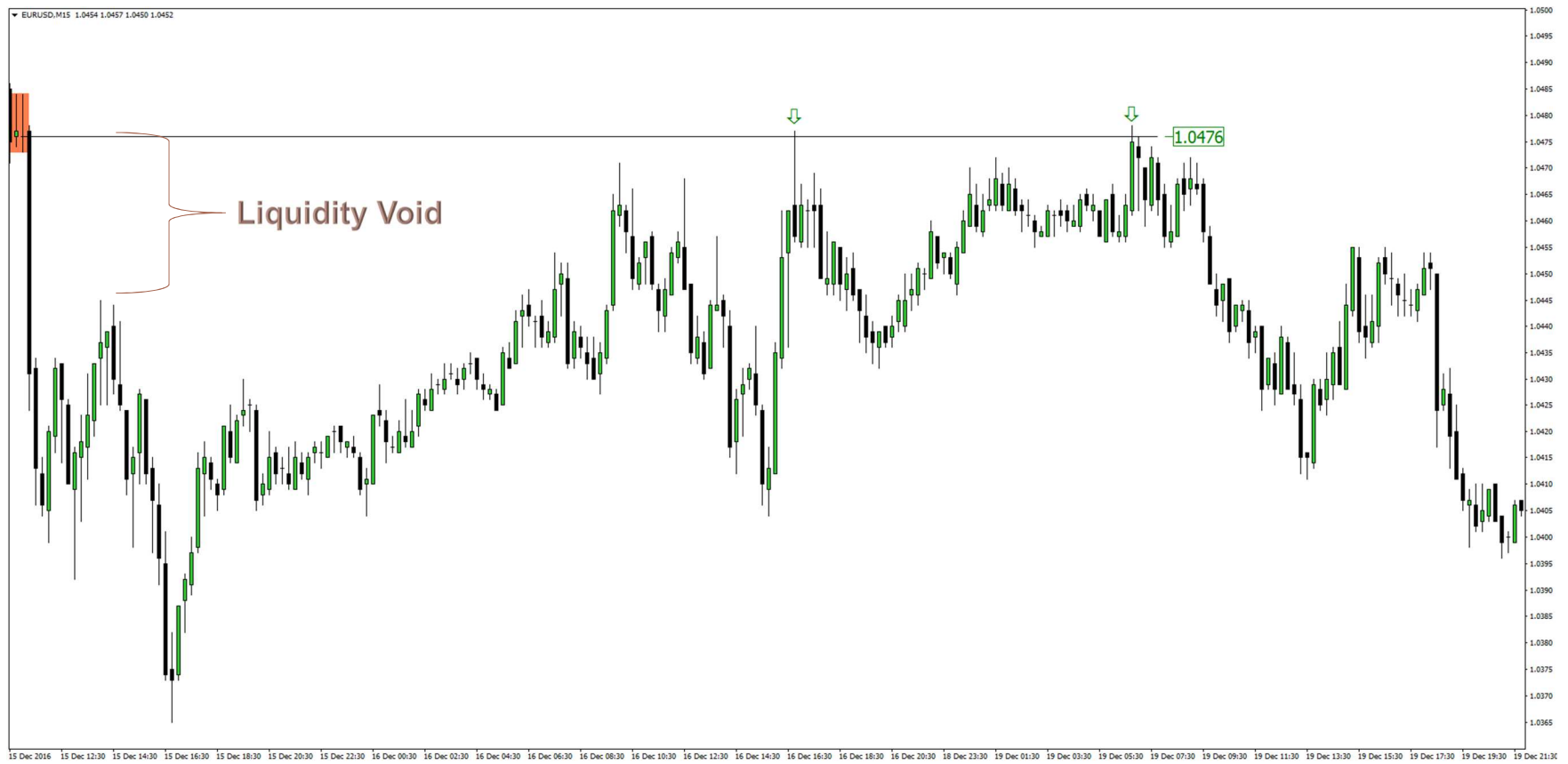
ICT Monthly Mentorship



ICT Monthly Mentorship



ICT Monthly Mentorship



ICT Monthly Mentorship



See December Study Notes Pdf for more insights into Liquidity Voids and more...

ICT Monthly Mentorship

Reinforcing Fair Value Gaps

[Trading Inside The Range]



Fair Value Gap is a range in Price Delivery where one side of the Market Liquidity is offered and typically confirmed with a Liquidity Void on the Lower Time Frame Charts in the same range of Price. Price can actually “gap” to create a literal vacuum of Trading thus posting an actual Price Gap.

ICT Monthly Mentorship

Reinforcing Fair Value Gaps

[Trading Inside The Range]

Where Do You See An Example Of The Fair Value Gap?

Fair Value Gap is a range in Price Delivery where one side of the Market Liquidity is offered and typically confirmed with a Liquidity Void on the Lower Time Frame Charts in the same range of Price. Price can actually “gap” to create a literal vacuum of Trading thus posting an actual Price Gap.

ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com



ICT Monthly Mentorship

Reinforcing Fair Value Gaps

[Trading Inside The Range]



Fair Value Gap is a range in Price Delivery where one side of the Market Liquidity is offered and typically confirmed with a Liquidity Void on the Lower Time Frame Charts in the same range of Price. Price can actually "gap" to create a literal vacuum of Trading thus posting an actual Price Gap.

ICT Monthly Mentorship

Reinforcing Fair Value Gaps

[Trading Inside The Range]



Fair Value Gap is a range in Price Delivery where one side of the Market Liquidity is offered and typically confirmed with a Liquidity Void on the Lower Time Frame Charts in the same range of Price. Price can actually “gap” to create a literal vacuum of Trading thus posting an actual Price Gap.

ICT Monthly Mentorship

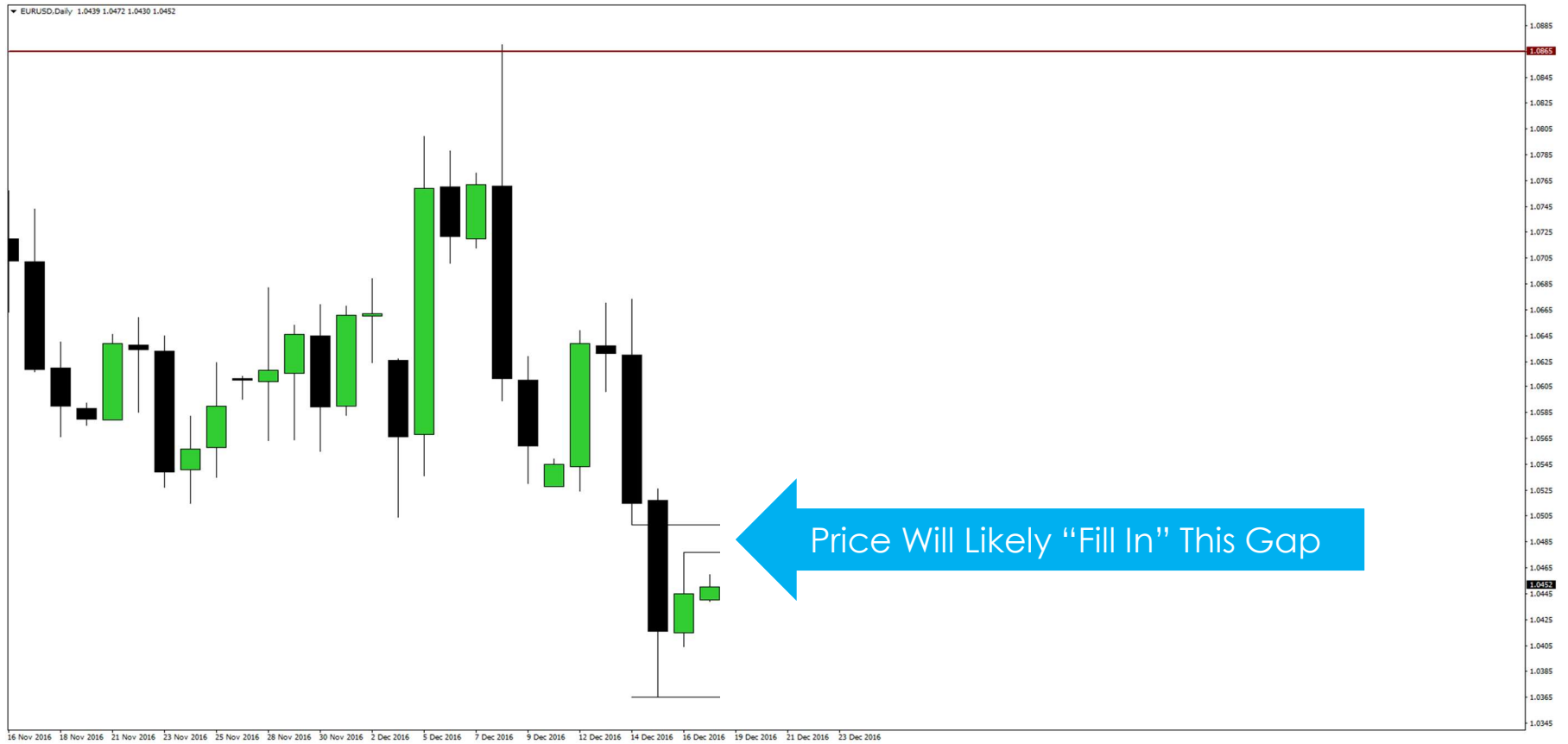
Reinforcing Fair Value Gaps

[Trading Inside The Range]



Fair Value Gap is a range in Price Delivery where one side of the Market Liquidity is offered and typically confirmed with a Liquidity Void on the Lower Time Frame Charts in the same range of Price. Price can actually “gap” to create a literal vacuum of Trading thus posting an actual Price Gap.

ICT Monthly Mentorship

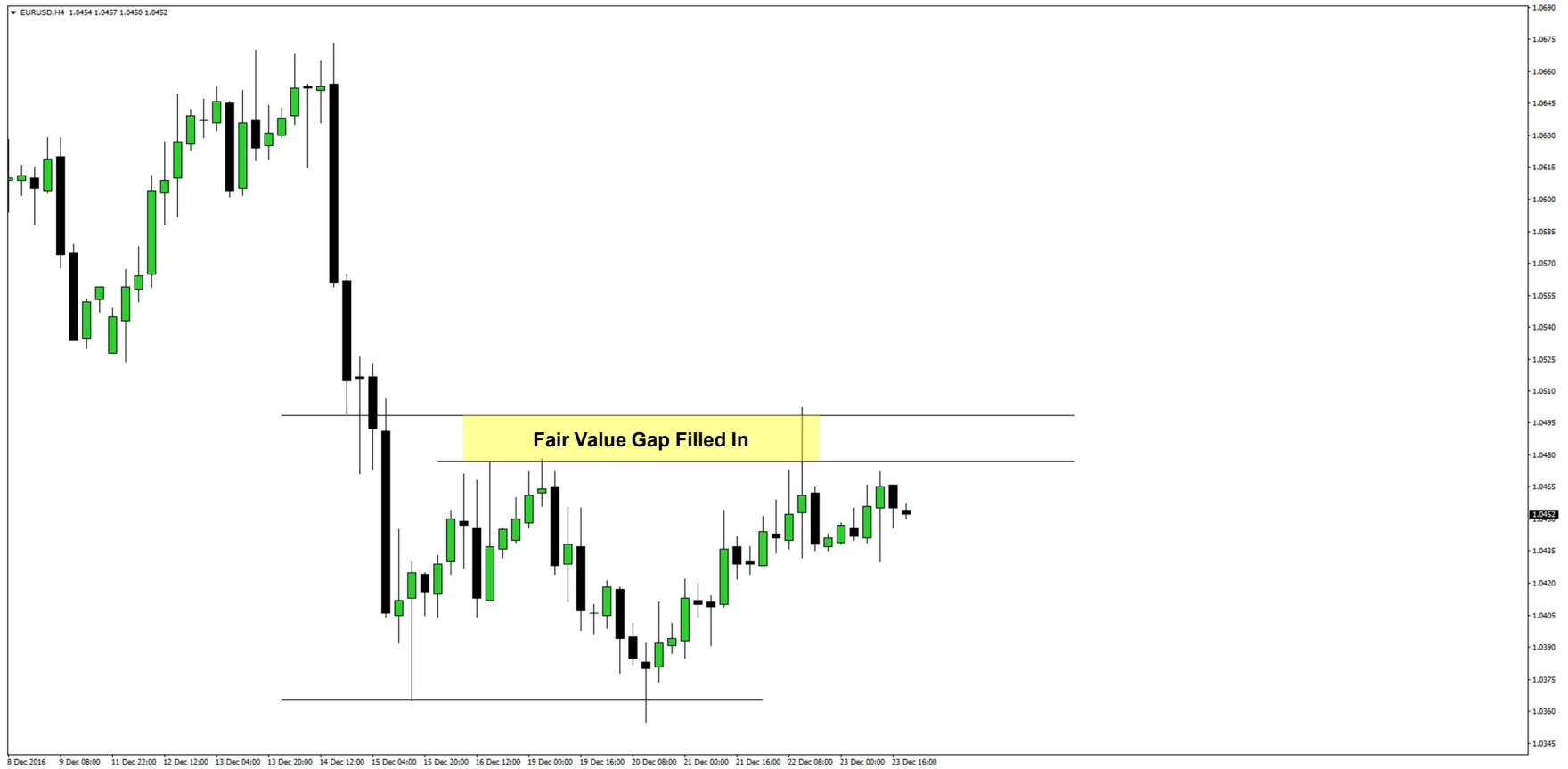


ICT Monthly Mentorship

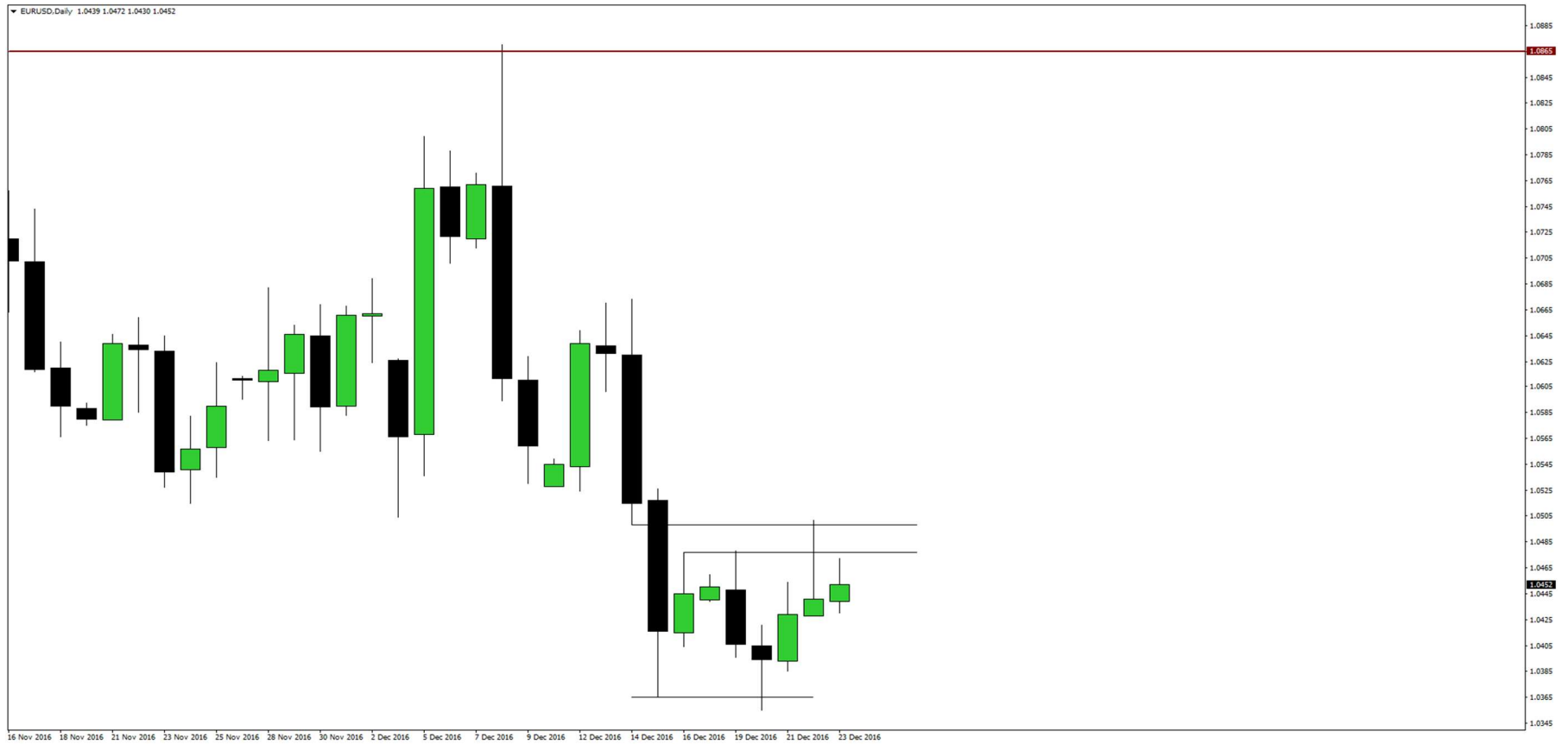


ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com

ICT Monthly Mentorship



ICT Monthly Mentorship



ICT Monthly Mentorship – Not For Public Distribution - TheInnerCircleTrader.com

Buyers

- Sellers

Market Price

- Buyers

Sellers

ICT Monthly Mentorship

Reinforcing Liquidity Pools

[When To Anticipate Raids]

Liquidity is the “open interest” of buyers and sellers in the market and can be further defined by those entities at or near specific price levels.

ICT Monthly Mentorship

Reinforcing Liquidity Pools

[When To Anticipate Raids]

Run On Bullish Liquidity Pool:

Definition - The Low that is Under the current market price action will typically have Trailing Sell Stops under it on Long Traders. Or Sell Stops for Traders who wish to Trade a Breakout Lower in Price for a Short Position.

Validation: When the Low is Violated or Price moves below the recent Low – the Sell Stops become Market Orders to Sell At Market. This injects Sell Side Liquidity into the Market – typically paired with Smart Money Buyers.

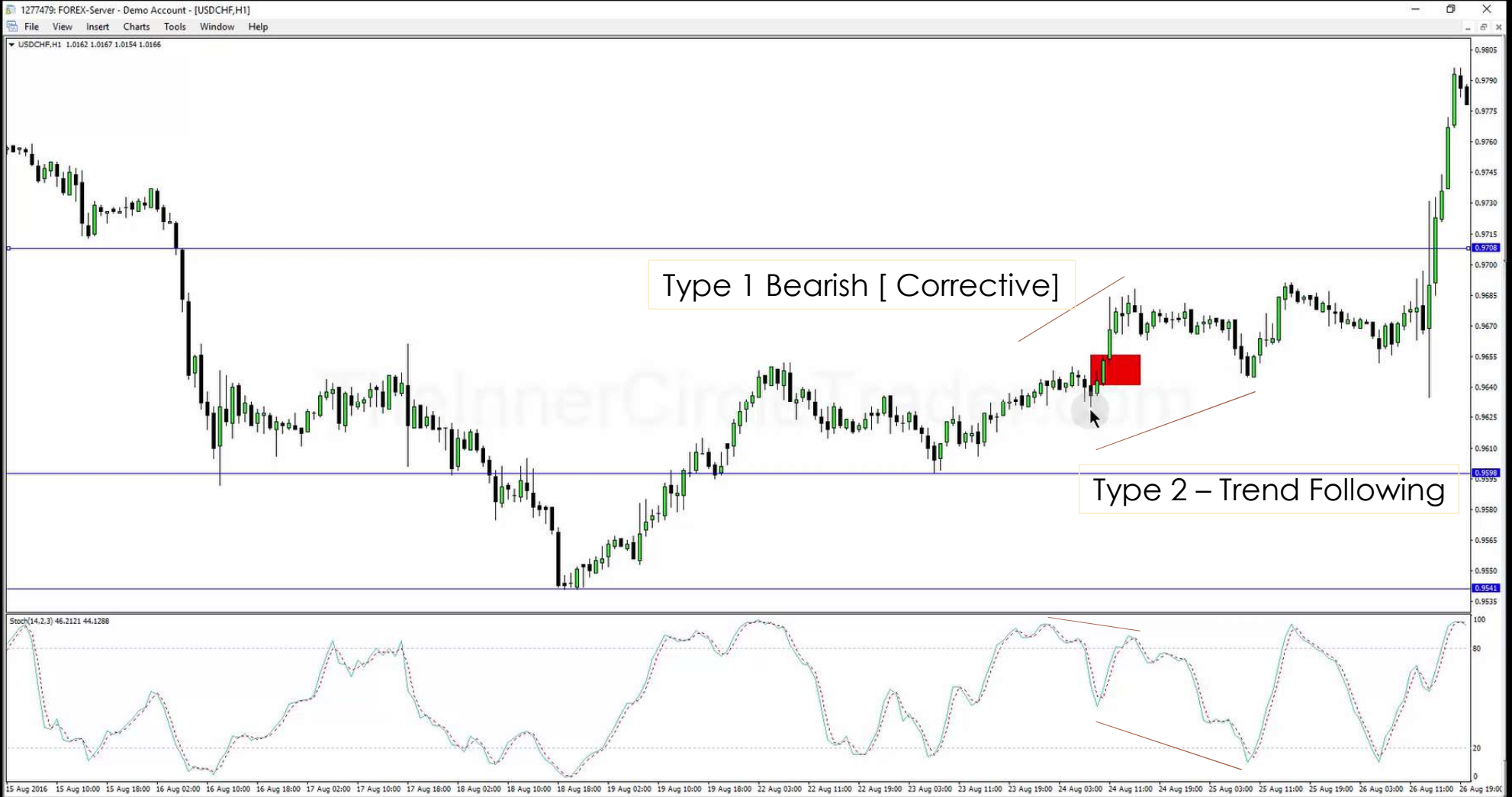
Entry Techniques: When underlying is Bullish. Before Price trades Under the recent Low – place a Buy Limit Order just below or at the recent Low. You are Buying the Sell Stops like a Bank Trader or any other “Smart Money” entity would.

Defining Risk: The Low you are Buying Under – can see a swing of 10 to 20 pips in most cases. A 30 to 50 pip stop is ideal if your entry is Under the Low and not above it – fearing a missed entry.









AUDUSD,H1 0.7212 0.7217 0.7209 0.7216



26 Oct 2016 27 Oct 03:00 27 Oct 11:00 27 Oct 19:00 28 Oct 03:00 28 Oct 11:00 28 Oct 19:00 31 Oct 04:00 31 Oct 12:00 31 Oct 20:00 1 Nov 04:00 1 Nov 12:00 1 Nov 20:00 2 Nov 04:00 2 Nov 12:00 2 Nov 20:00 3 Nov 04:00 3 Nov 12:00 3 Nov 20:00 4 Nov 04:00 4 Nov 12:00 4 Nov 20:00 7 Nov 05:00 7 Nov 13:00 7 Nov 21:00 8 Nov 05:00 8 Nov 13:00 8 Nov 21:00 9 Nov 05:00 9 Nov 13:00







ICT Monthly Mentorship – Not For Public Distribution -
TheInnerCircleTrader.com