



▶ TRADING TIPS1



▶ SIZZLE TRADING2



▶ PAT PROJECTOR.....3

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ProAct *focus*

HELPING PROACT TRADERS BECOME SUCCESSFUL IN THE FOREX WWW.PROACTTRADERS.COM

We exist to provide the finest charting program in the Forex. We color-code our charts to show Momentum and Harmony, give clear entry and exit points and unparalleled training resources.

Helping you achieve your trading goals



So many traders responded to this that we are reprinting it. It is called the Probability of Ruin Matrix

IF WE ASSUME A PROBABILITY OF A WIN OR LOSS ON ANY ONE TRADE IS 50%

- If you risk 50%, you will wipeout as soon as you have 2 consecutive losing trades – 1 chance in 4
- If you risk 25%, you will wipeout as soon as you have 4 consecutive losing trades – 1 chance in 16
- If you risk 10%, you will wipeout as soon as you have 10 consecutive losing trades – 1 chance in 1024

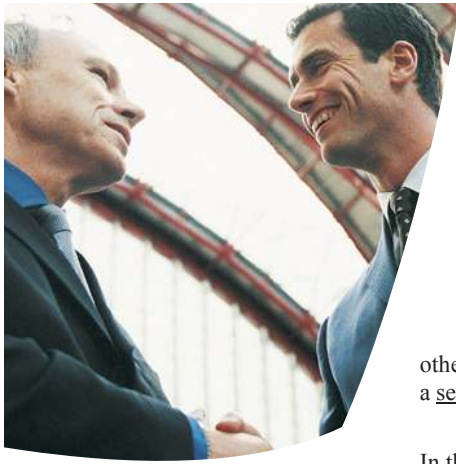
- If you risk 5%, you will wipeout as soon as you have 20 consecutive losing trades – 1 chance in 1,048,576 (about a million)
- If you risk 2%, you will wipeout as soon as you have 50 consecutive losing trades – 1 chance in 1,125,899,906,842,620 or about a BILLION!

YOU MUST STAY WITHIN 2-5% OF YOUR MARGIN ACCOUNT AT RISK TO STACK THE DECK ON YOUR SIDE. JUST DO IT!



Trading Tips

BLACK JACKS on the 240 Royal Flush are a visual way to see that Momentum is 1) ENTERING THE MARKET 2) REVERSING and 3) A HEADS UP. At this point the Black Jack is NOT A TRADE, but it is a indicator of good things potentially to come. Pay attention to three things: Is the Black Jack strong enough to change the Moving Average color and does the next candle print WITHOUT a wick in the opposite direction. Does this candles wick (in the direction of the BJ) exceed the BLACK JACK.



Getting the most from our charts

Sizzle Trading by Bob Mauss
ProAct Founder

other dimension: trading within a self-directed Roth IRA.

In the United States one of the very best ways for individuals to save for retirement and to protect themselves from income taxes is by using self-directed Roth IRA's. These accounts are controlled by the individual after opening an account with a trustee. At your request, the trustee then moves your funds to a forex broker allowing you to trade normally. The key however, as long as the Roth IRA rules are adhered to, is the 100% tax-free growth and then the eventual withdrawal of all the profit.

How to follow IRS Regulations for a Self-Directed IRA:

- 1) Be sure you have a job that qualifies as earned income. According to IRS rules, only individuals who earn an income from offering goods and services can open a self-directed IRA account. Certain types of employment do not qualify.
- 2) Confirm the IRS regulations for all types of IRA accounts before you choose which account to open. Because of your age or income level, you may qualify for some, but not all plans. *(Go to page 4)*

Add A Little "Sizzle" to Your Forex Trading

Many of us in Texas can remember being in our favorite Tex-Mex Restaurant, when the waiter brings out one of our favorites: Fajitas on a hot-sizzling wrought iron platter. Not only does it look and smell wonderful - that "sizzle" adds so much to the dining experience.

Your Forex trading experience can be enhanced as well. By adding a little "sizzle" to the equation, i.e.: "tax-free" growth, it may mean all the difference to your retirement future.

Once you have become a successful, experienced trader, using ProAct Charts, you may add this

SMARTER TRADING: HOW TO GET EXPERIENCE



What is the best way to ramp up the experience curve?

PAPERTRADE!

Use a WC chart and scroll to the past just before a major session. NOW...use your technical analysis to determine what THIS CHART is saying. Using the HSI, the 60 min dot, patterns etc. Click one candle at a time forward and make your decision to trade. Keep track of your performance.

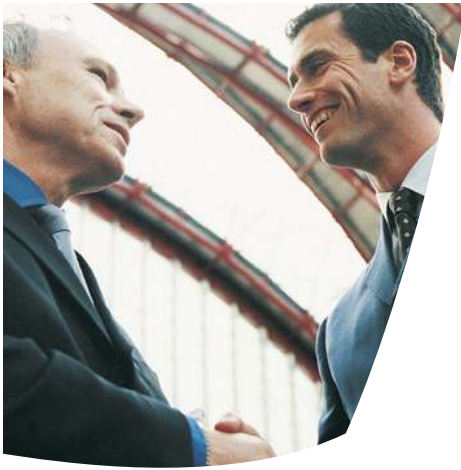
THIS EXERCISE WILL TEACH YOU MORE THAN ALL THE BOOKS IN THE LIBRARY ON TRADING

SMARTER TRADING:

USE THE PROACT PROJECTOR to find the ends of market pulses. When momentum enters the market it is seeking a target. The ProAct charts catch this momentum and using the PAT Projector will show you where it will stall. **See Next Page**

If you don't know how to use this tool, check out the tutorial on our website or ask on one of the calls!

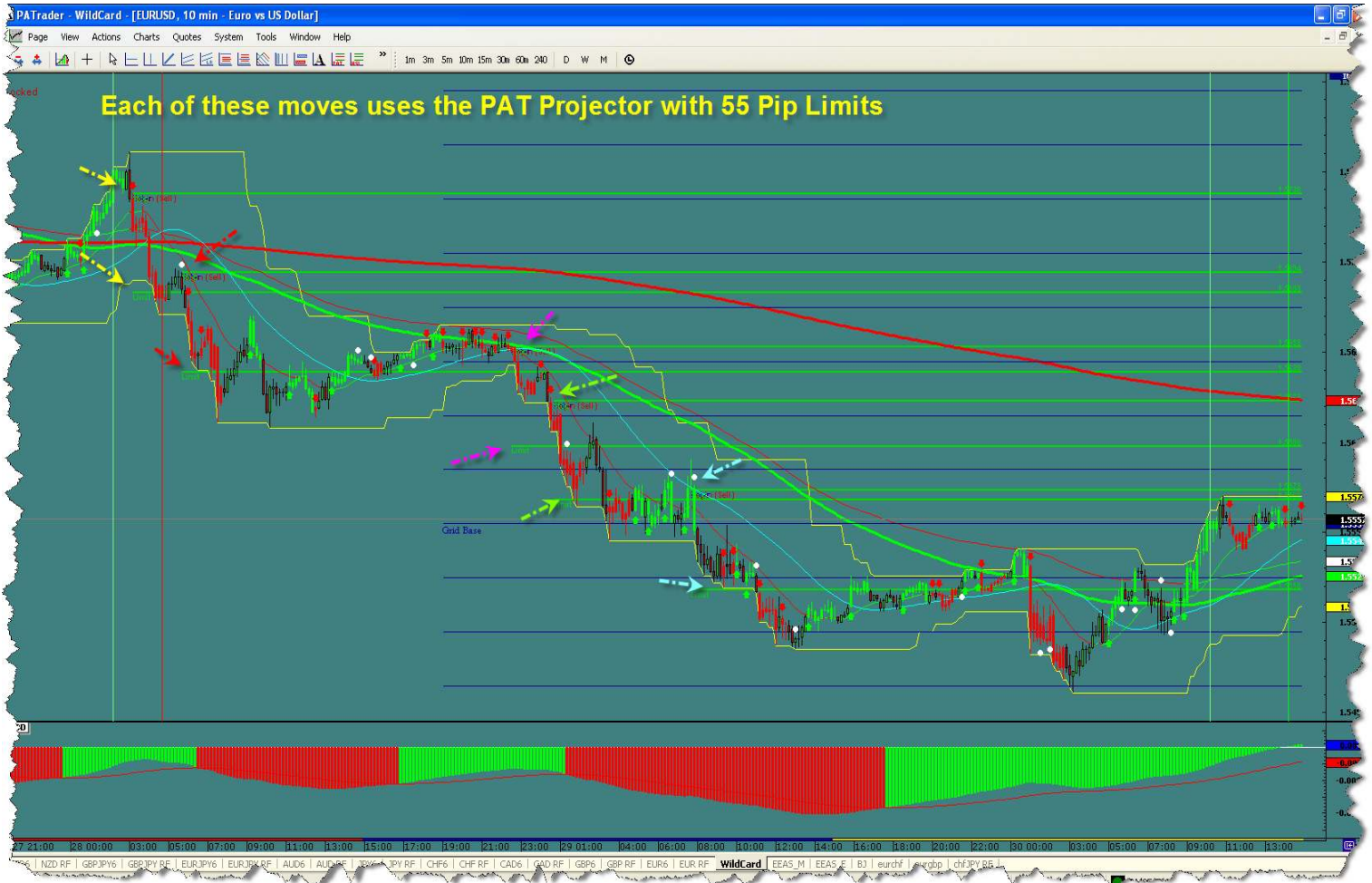
www.proacttraders.info/tutorials.html



PAT PROJECTOR CLASS

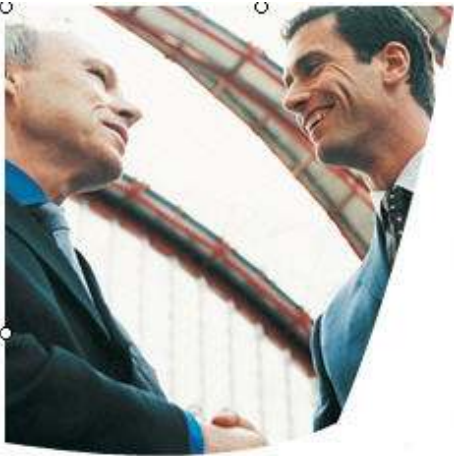


You can use the PAT Projector tool to determine the logical place for this pulse to stall and then continue on to the targets. The key is seeing the Pulse come into the market which can be a WHITE DOT (60 min movement) or the 10 min Wild Card (arrow and painted candle). No other charts in the world can do this!



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Getting the most from our charts

3) Choose an IRA custodian or trustee - who is experienced with your type of IRA account. IRS

regulations state that a “qualified trustee” must hold your assets.

4) Be sure to invest only in products allowed by the IRS to prevent penalties. Allowable products include trading currencies.

5) You must limit your contributions to a self-directed IRA to the maximum amount the IRS allows each year.

6) Make sure you follow IRS regulations specifying the age you must start taking disbursements. Traditional IRA’s require draw downs at age 70 ½. Roth IRA’s do not have this requirement.

7) A person may continue depositing funds into a Roth IRA , as long as they are working, no matter the age.

8) Make sure your IRA trustee is consulted on all aspects. It is important to understand the possible repercussions before rolling over funds, investing in certain products or withdrawing money from your self-directed IRA.

Roth IRA:

- Contributions for 2008 -\$5,000 per yr. (\$6,000 if you are age 50 or older)
- Non-deductible contributions
- Provide tax-deferred earnings
- Provide tax-free qualified distributions
- Eligibility varies depending on income level

Now lets take a look at just what a beautiful thing tax-free accumulation of money within your Roth IRA is. The following is hypothetical and you already know that trading the forex is volatile, nothing is guaranteed. Let’s assume you trade within proper margin management parameters, very conservatively. Growing your account at 100% per year , not withdrawing any funds allows doubling of your account every year.

Begin with a \$5,000 account:

Account Value:

End of year:

1	\$10,000
2	20,000
3	40,000
4	80,000
5	160,000
6	320,000
7	640,000
8	1,280,000



Imagine, starting today, you could have a Million dollars TAXFREE in 8 years!

As you see, the growth is phenomenal and can be life changing. And here is the “sizzle”, if you follow the IRS regulations, it can be 100% income tax-free. Imagine the possibilities!!! Add your favorite beverage to this scenario PRICELESS!!!

Many traders are not aware that you can open multiple accounts with your broker and have them tied to one account. In other words, you can have your account that you currently trade **AND** your Roth IRA account trading simultaneously. When you pull the trigger on your regular account you are also pulling the trigger on your ROTH IRA account.

That will definitely make you choose your trade with more thought, make you cut your losses earlier and let your winners run. After all, there is a million dollars on the line now!!!!!!

Happy Trading!

Possible sources of additional information:

www.guidantfinancial.com

www.pensco.com

www.rothIRAplanning.info

This is a very special note from one of our very first subscribers. She has been trading with us for over 2 1/2 years. During that time she has seen every new version of our charts as we strived to make them better. She is on EVERY CALL, and in the trading room virtually every day.

Why are we making this one stand out? Because even after all this time she points out the need to do some work that *ALL OF YOU NEED TO DO!*

Hi,

Just a note to say again what a gold mine these charts are. I have subscribed to them from the beginning and I still find them to be the best charts for trading Forex that I know. Everyday I discover new gems in them .

Two weeks ago ...I began ...to do HSI studies dating back several months. That was one of the most enlightening experiences I have enjoyed using these charts! Doing the research revealed more treasures than I have ever imagined possible with the charts. I am truly grateful for the dedication of the PATrader founders and family of instructors ... and I hope someday to be able to share all I am discovering through working with you.

Sincerely,

Vida C. B....., M.D.



How do you do it? Go back in time on a 60 minute chart and plot **EVERY** high and **EVERY** low using the HSI tool note where this particular currency retraces and/or does a pullback. What HSI target does it **STATISTICALLY** trade to. That information is what you use in your trading decisions. NOT A GUESS of what the currency does but what does it **STATISTICALLY DO**!!!!!! Once you know that, you can trade with confidence and you won't trade for 5 pips!

P R O A C T
T R A D E R S

ACTUAL TESTIMONIALS*

Just wanted to pass on my success to you and hopefully give encouragement to your newbie students..... After not trading for a month started back very conservative 0.10 & 0.20, only 3 trades on the Eur/Jpy and got a total of 681 pips!!! Just followed the rules, stay in the trade and the RF 240 gave me the confidence to stay in!
Trudy P.

Thanks for the great webinar. I've been a subscriber now for probably a year or so. I'm a CPA and had to take a "leave of absence" for a couple of months. It's good to be back, and get caught up on how great your charts are! I'm starting to see some more consistent results. So far this month, through the 7th. my net pips are at 340. Thanks again for your great support and team.
God Bless,
Jim D.

Just a note to say how much I LOVE your system! It's been about 5 weeks now and I'm making consistent money...something I have not been able to do with anything else I dove into over the past 3 years.

Thanks for all your efforts to make us better traders.

Todd H.

You guys have done an excellent job that's not hype. Just need to follow the rules, and trust what you are reading. Looking back over the last few weeks the only bad trades I got into were operator error. Mostly time of day because I was so anxious to use the system. Pass on my thanks to your team. God bless all of you,

Dennis Y.

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