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▶ SQUARING UP 3



○ Winter | ○ | ○ 2014

Trading *focus*

HELPING FOREX TRADERS ACHIEVE THEIR GOALS

We exist to provide the finest charting system on the planet and to augment that with world class training, education and support.

Helping you achieve your financial goals

Our Last giving project of the year is almost here. Every year we are part of the Shoebox Project by Samaritan's Purse.

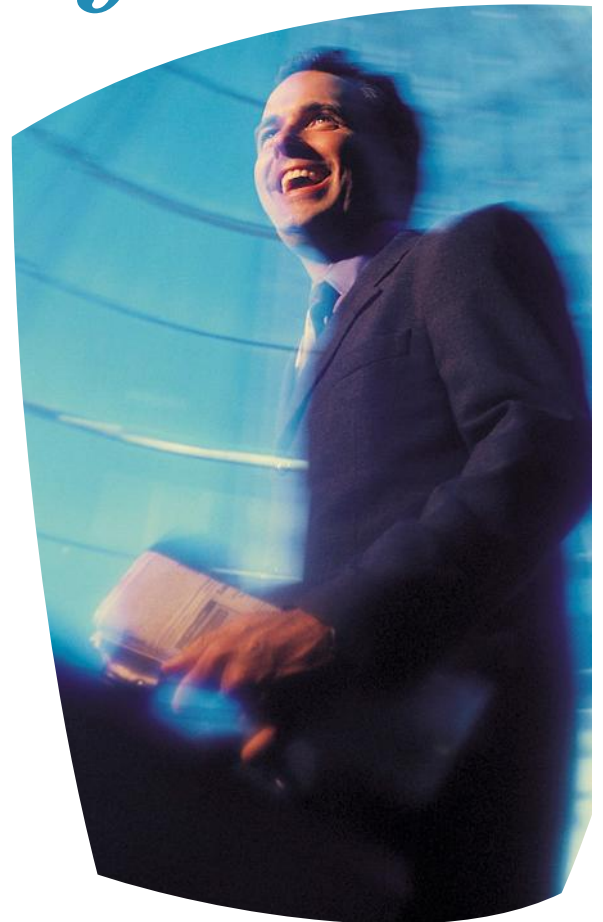
Last year we were able to help give away over 7,500 Christmas presents to disadvantaged children in the heart of Romania.

Here's how we do it. We raise money from YOU our traders and then whatever comes in Jerry and Scott match that.

The money is wired to Romania where hundreds of volunteers take these gifts to

the rural back roads of—YEP TRANSYLVANIA!

Gas is over \$9 per gallon in Europe and if we did not send this money only a small amount of gifts could be delivered.



Trading Tips

You hear us say STRUCTURE -STRUCTURE -STRUCURE all the time in the live room. If you will go into the charts looking first for the Structure of the market, that structure will tell you one of three things. 1) Wait—there is no trade here. 2) Wait—there may be a trade here. 3) Walk away from this currency NOW. The more time you spend learning structure in a currency the easier it gets to spot the area where a trade might be lurking.



Getting the most from Technical Analysis

Technical analysis is the cornerstone of Forex Target Trading!

**SMARTER INVESTING:
Be Realistic**



You can't learn to target trade with any consistency in 3 weeks. It takes time and practice. Be realistic in how long it will take you.

Barriers to Targets

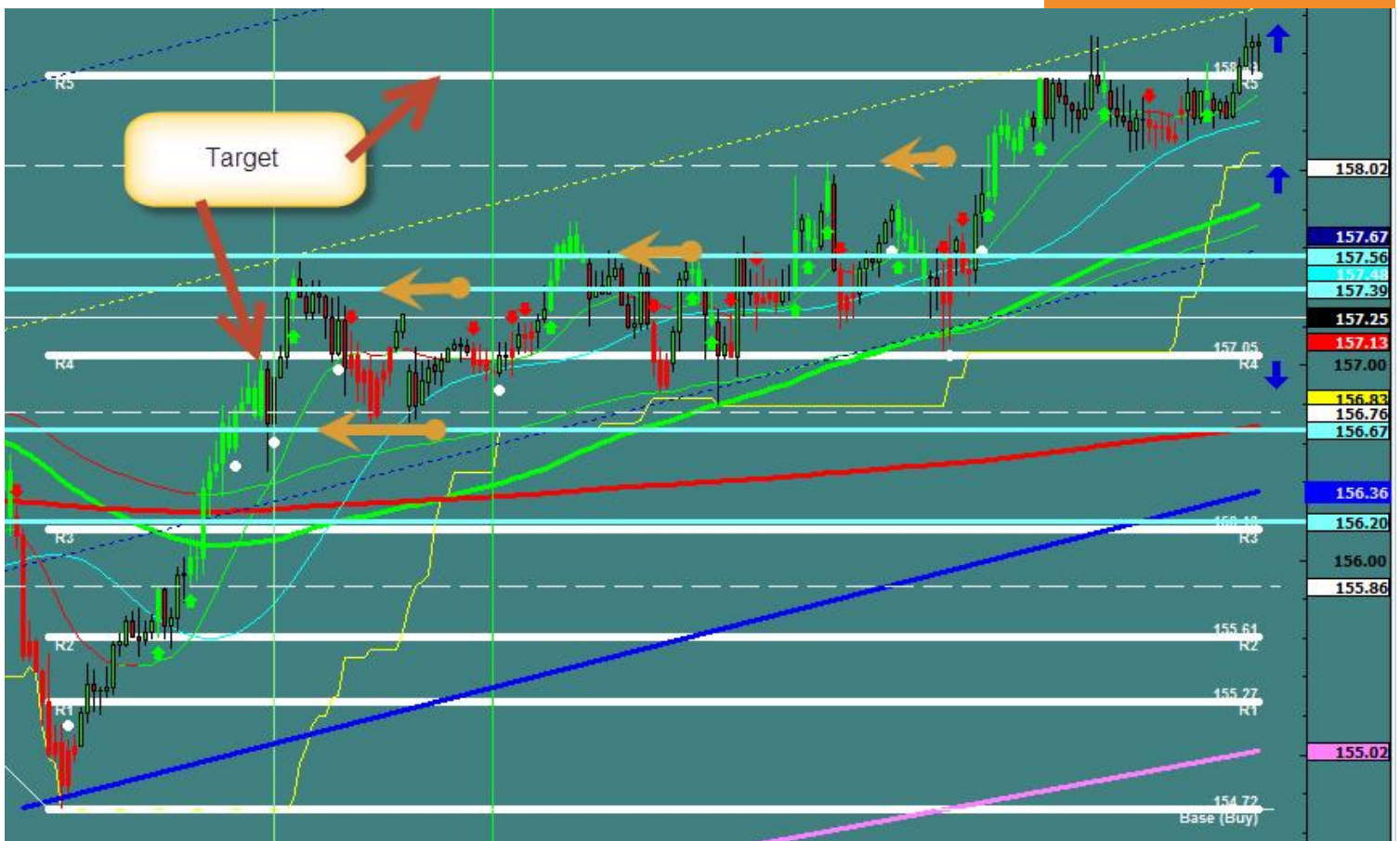
New traders are always saying "You have too many lines on your charts. And while we admit that there are a lot, these lines are all barriers to the target"

You can see in the chart below that while the targets (R4 and R5) were not only known before hand but also proved to in fact be the targets. The reason the market did not go right to the targets were the Fibonacci levels (white dashed lines on the charts). And the Previous Sup-

port now resistance (PSR's) shown as the baby blue solid lines.

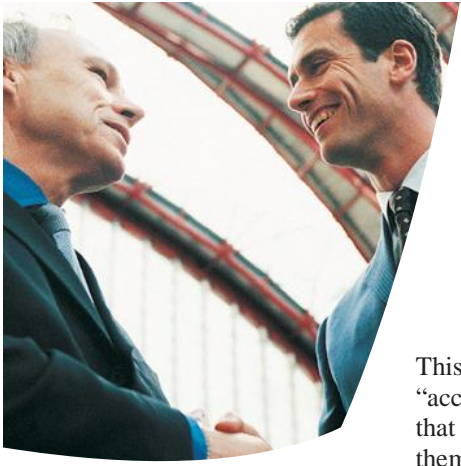
If you had not had these lines on the charts, while you would have known the targets you would not have known where the barriers were and would most likely traded right into one!

"Education is the most powerful weapon which you can use to change the world."
[Nelson Mandela](#)



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Squaring up- what is it?



Squaring up means to get “Flat” or out of the market. Why do the Market Makers (MM) square up.

MM’s square up after they have been in consolidation.

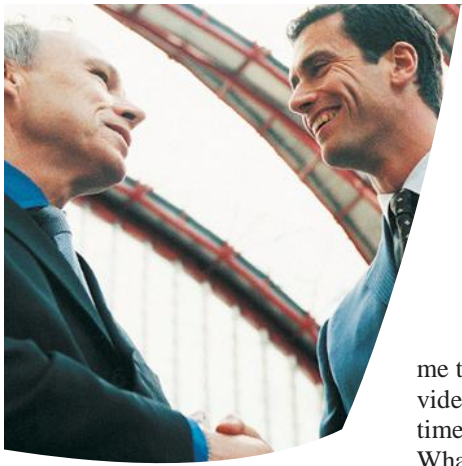
This is when the are “accumulating” all the trades that the brokers are sending them Buys and Sells. When the market decides on a direction the MM owns both positions and in the screenshot below you can

“Those who cannot change their minds cannot change anything.”

[George Bernard](#)

see that the MM’s drove the market down (attracts those who want to short) and when they get to the square up area they dump the sells to that portion of the market (the shorts) and now they can continue back up should the want to.





The “Secret” to Profitable Target Trading

By “Pip” Lewis



Many of you know me from the live ProAct trading rooms, where I help Scott moderate the classes. Some of you know my story, while others do not. I was introduced to the word “forex” in 2010, by a friend of mine in Arizona, a financial planner. We’d been talking about ways I could regain some of the losses in my 401K from 2008-2010 when he mentioned forex. One night we got online and he demonstrated how to execute a trade on MT4. I set up a demo account, placed a trade and went to sleep. The next day I checked that trade and was up 834 pips! I was intrigued! My friend, however, was not in the business of training forex traders, so I began a search for quality, reasonably priced education on this marvelous opportunity. Eventually a trader recommended that I look at ProAct traders. I did so and was stunned by what I saw. Not only was the price far more reasonable than most of what I’d seen while searching, but the approach made sense to me. I contacted Scott and he sent

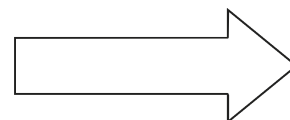
me the “Basics of Currency Trading” video link. I must have watched it 10 times, which is what he suggested. What kept hitting me was one line – “This is a learned skill. Anyone of reasonable intelligence can learn to do this.”

I looked at the chart subscription options and saw the “Fast Track” mentoring program. Having zero previous knowledge of the forex, I was concerned about whether it was appropriate to enter this group. His answer was a resounding “YES!” because I would be coming with NO bad habits to overcome. I took my first Fast Track webinar in early 2011 and have done every one since as a free repeat. Additionally, I’ve been in the Monday night classes weekly, and the daily market analysis and New York session classes. The knowledge I have gotten is invaluable. Thinking back, I remember being SO confused and befuddled when I first started. I was totally overwhelmed after the first webinar, and I recall asking myself “Oh dear, what have I done?”

I set myself a goal, which was to learn the ProAct system in two years. I learned very quickly that Scott’s was spot on when he said “we’re here to teach you to fish, not give you a fish”. Likewise, when he said traders need “discipline, commitment and patience”, he was 100% correct. I had the commitment, was learning the discipline and the patience was coming along nicely. However, what I didn’t have was confidence in my own skills. As a result, I did something many traders do, which was to try matching Scott’s lines. I spent hours and hours in the charts, reviewing the videos, making sure I matched Scott’s lines perfectly, changing them when they did not match. It was very time-consuming, very discouraging as I felt I was not learning to trade. If anything, I was more confused than ever.

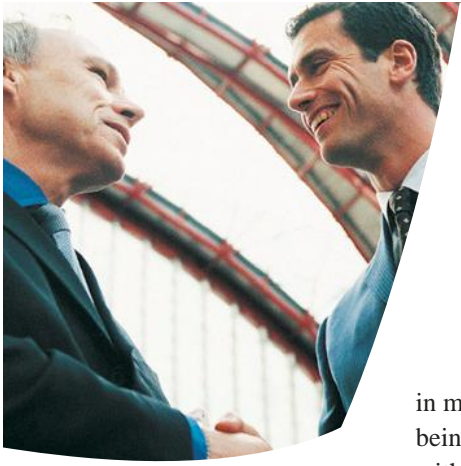
That assessment was exactly correct. As I said in a class one day, I had a confession to make. Scott said “Sure, go ahead” and it was just this: “I have to admit, I have been a very lazy trader. I have spent all my time going back, spending hours and hours making sure my lines match Scott’s, and still not trading.” You see, I’d also heard from many others that they spent their weekends doing the same thing! We were all SO worried about getting it “right” that we weren’t getting it at all. We’d learned nothing, other than how to copy Scott’s charts after the fact. Many in the room that day agreed they’d been doing the same.

I resolved then and there to change my ways. Instead of matching Scott’s lines, I did what he had been saying for many months – I took all the lines off and put them back on, over and over and over, and traded what I saw, not what HE saw. Sometimes I matched his lines, but often they did not. However, I now understood WHY each of those lines was on the chart as I had thought through the process myself, rather than relying on Scott. The first several times it actually took me longer than just copying, but eventually I got proficient at the lines. And now I was trading what I saw, not what Scott saw. He’s often said in the rooms “Trade what your eyes see, don’t try to match my lines.” Truer words were never spoken.



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The net result of this change in my method was that I moved from being an untrained, frustrated trader, with no confidence in what she was doing, to one who became consistently profitable. I had found “the secret” to being a professional trader. The Secret is something I share with traders all the time. It’s just this: **DO THE WORK**. Those who do **NOT** do the work do not succeed. Those who **DO** the work and are consistent about it, find their trading results turn around and become profitable in a very short time. I have talked to many of our trading family and those who are making consistent pips tell me **THE** thing that changed

their trading was to become self-reliant, to trade **THEIR** lines, trade what **THEIR** eyes see, rather than wasting time simply matching Scott’s lines. All that gets you is dependence on Scott’s lines. Learning to trade, to put on the lines, to recognize the trading opportunities and wide open spaces, to find the targets with your **OWN** lines, is the key to long-term trading success. So, do yourself a favor – **DO** the work. Put **YOUR** lines on the charts, trade what **YOU** see. Your margin account will thank you for it!

