

## System 9: The Rules

### Rule One: Bet size

Each trade has a specific *bet size*. As the account balance changes so does the bet size. No more than five trades can be open at any one time. The bet sizes are noted as T1, T2 and so on. In the column “Max” that tells you the total amount of units allowed for all five trades.

“T1” is defined as number of units to trade divided by 14, The dividing number can be increased or decreased to adjust risk.

Below the bet size is shown in black (724, 723...)

Units	T1	6	T2	9	T3	13	T4	23	T5	MAX	Balance Example
10,131	724		723		722		721		720	3,608	\$225.14

ref: Goal

### Rule Two: Spacing

Each trade has a number of points between one another. As long as that space between trades does not cross the **EMA** a trade can be opened.

The spacing are the red numbers.

Units	T1	6	T2	9	T3	13	T4	23	T5	MAX	Balance Example
10,131	724		723		722		721		720	3,608	\$225.14

Ref: Goal Sheet

Spacing Format A: 3, 5, 8, 13

Spacing Format B: 8, 13

To define volatility as high or low, look at the **ATR** sheet. For values above 90, use spacing Format B

1	DATE	DAY	OPEN	HIGH	LOW	CLOSE		H - L	H - pC	L - pC	TR	ATR	Range High	Range Low
26	4/10/2011	SUN	1.0564	1.0580	1.0539	1.0565		41	16	25	41	95	1.0614	1.0514
27	4/11/2011	MON	1.0565	1.0581	1.0390	1.0424		191	16	175	191	102	1.0613	1.0517
28	4/12/2011	TUE	1.0424	1.0523	1.0411	1.0448		112	99	13	112	103	1.0475	1.0373

Ref: ATR Sheet

### Rule Three: (EMA BUY)

The price on the chart occurs above the EMA(34) for two or three candle periods



ref: Oanda FxTrade Client

### Rule Four: (EMA SELL)

The price on the chart occurs below the EMA(34) for two or three candle periods



ref: Oanda FxTrade Client

## Rule Five: Exit

Exit trade on one of the following:

If: Price crosses the EMA(34) in the other direction



ref: Oanda FxTrade Client

Else: The price reaches profit goal.

	A	B	C	D	E	F
				1	2	3
Current Balance		\$226.75	24			
Day		\$6.80	1			
Session		\$2.27	2			
			3			
			4			
			5			
			6			
10 hour day		\$0.68	7			
Per Trade Goal		<b>0.0680</b>	8	\$0.0397	\$0.0793	\$0.0451
			9	\$0.0280	\$0.0299	\$0.0866
2 Max Units		10,204	10	\$0.0723	\$0.2455	\$0.0524
			11	\$0.4060	\$0.0131	\$0.4640
4 Units each trade		729	12	\$0.3480	\$0.1233	\$0.0279
			13	\$0.0075	\$0.0869	
			14	\$0.0374	\$0.0723	
			15			
			16	\$0.0539	\$0.2097	
			17	\$0.1157		
			18			
			19			
			20			
			21			
			22			
			23			

Ref: Setups Sheet