

# Backtesting 4MACD-system from week to week (29 July – 04 August 2013)

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From week to week back testing the 4MACD-system. In this document I backtesting 29 July untill 04 August

- I try to follow the “default” rules of the 4H MACD-System.
- For now I only trade this system with the 4H-entries. (So I’m not using the H1-chart/entries in this pdf!!)
- SL: last swing high/low
- TP: TP == SL ( if I trust it I will decide to take a higher TP)

Score for this week (**WITHOUT** noticing the for me tradable times):

- MACD gives 5 times a signals
- With 1 tradable signals
- With 1 profitable trades
- With 0 lost trade
- Total possible pips were in my way of decision: 25 pips

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In this document I tried to explain my way of decision....any comments are great!!

Best regards,  
HappyMe

Ps: I’m not a profi and I still need to learn a lot of this system so please don’t accept everything 100% for sure!!!



#### Legenda:

- Blue vertical line  
start of the week
- Orange horizontal line  
price level
- Grey vertical block/lines  
for me (mostly) not tradable times
- Violet vertical lines with numbers  
MACD gives signal (possible entry)



### Deal 1:

- MACD gives signal (Buy)
- Price above 89sma (mood = uptrend)
- Where are we in market Rhythm?
  - Market is in Rhythm
  - Price retrade to 21 and now bounced just above 8
- SL = just below last swing low = 30
- TP = SL = 30 => just above pricelevel well that's risky...so I took a TP of 25pips
- R:R = 0,8 (that's just oke... as Philip said ones)

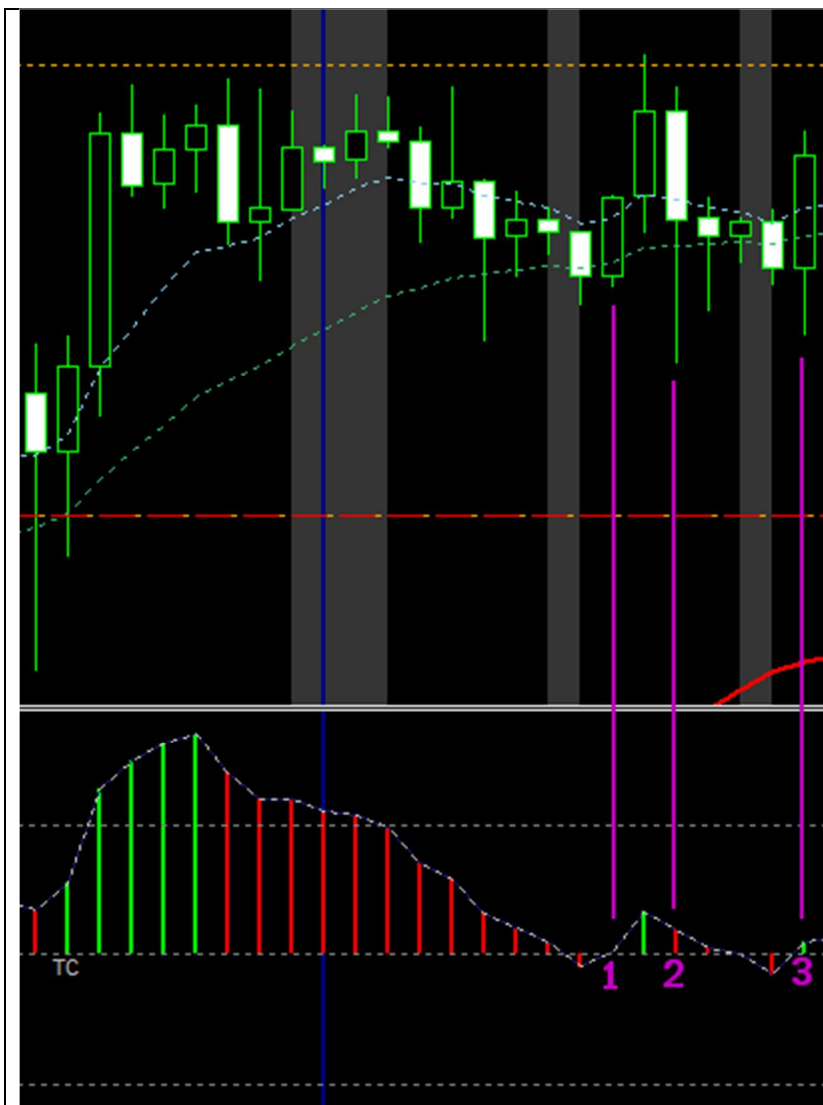
Worked out => 25 pips



### Deal 2:

- MACD gives signal (sell)
- Price above 89sma (mood = uptrend)
- Price came back to 8 and below 21 with a strong upward pressure
- Rule: if price above 8ema it tends to pull back to it maybe to 21 then it can continue it's uptrend....

No Deal



### Deal 3:

- MACD gives signal (buy)
- Price above 89sma (mood = uptrend)
- Price came back to 8 and is moving away
- Looks also that we are in consolidation
- SL = just below last swing low = 40 to 50 pips
- TP = SL = 40 to 50 pips that is 20 to 30 pips above price level 1.33!!
- R:R < 1

No Deal



#### Deal 4:

- MACD gives signal (sell)
- Price above 89sma (mood = uptrend)
- 3 bars before we had a big tail down to pricelevel 1.32
- 2 bars before we had a big tail beyond pricelevel 1.33
- That shows for me complete indecision!!
- 1 bar before...small bar back to pricelevel 1.33 and back in consolidation area
- Now price retrace to 21
- Rule.... If in uptrend and price came back to 21 price can be up again....
- Well if de market decide to end the market Rhythm it's a deal.... And if not then we burned!! Because of the big tails in both directions I thought price can go in both directions!!

#### No Deal



#### Deal 5:

- MACD gives signal (buy)
- Price above 89sma (mood = uptrend)
- Price reached 89 and pricelevel 1.32 after a strong move down
- Price moves below 21.... Rule: if in an uptrend price falls below 21 it tends to move back to it before it continue to break the 89 (end of Market Rhythm)
- SL = just below last swing low (lastswing low = 28/29 pips) => 30 pips as SL looks tricky....because I always round SL in 10pips.... SL = 40pips
- TP=SL=40pips => that's 8 pips above 21 (so TP is against the rule!!)
- If I take 30pips as SL we maybe have deal....R:R =1 but my SL is very close to last swing low.... Then it looks like a tricky trade!

No Deal

Also look at the forum for thread at post 26.063 I tried to discuss this possibility!!