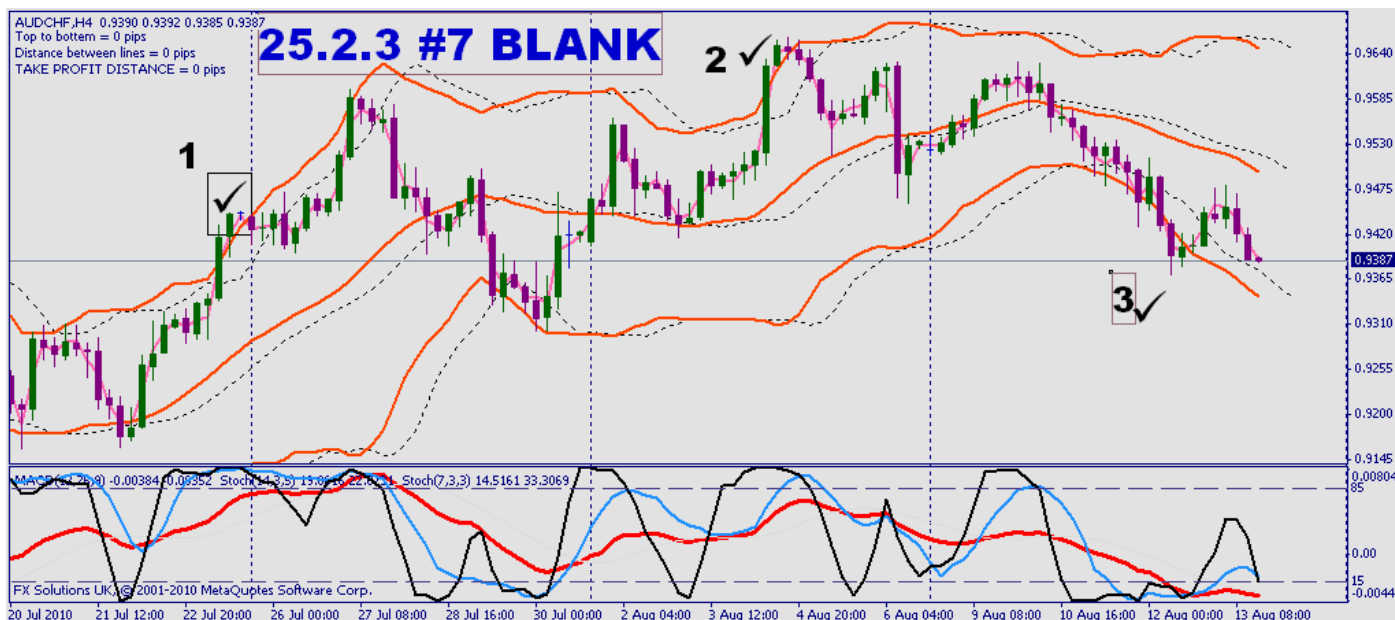


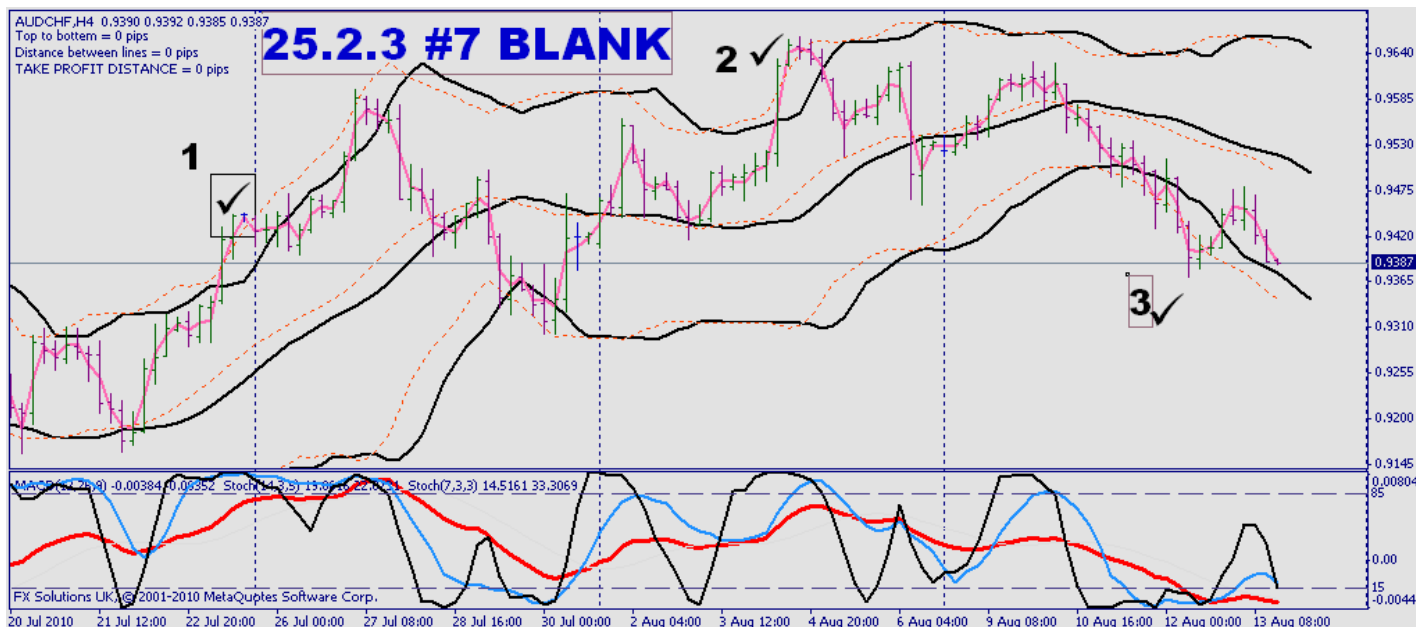
#7 EA TRADING MANUAL

I saw a need for a better handling of the BB runners. The #2 EA when price separates from the BB band and 1MA is still a great entrance and I will continue to use it for that purpose. However, if I am not there for that trade I will miss it. So I developed the #7 EA to go with the 25.2.3 Bollinger Band. For you technical people that is the 25MA BB deviation 2 shift 3, for the rest of you I will show you a pic so you can understand it better. What I like about this EA is I have been using it every time I see the signal and combined with Steve Hopwood's trade one time and quit EA and the #7 MPTM I can use this system anywhere on the charts. You will see why in a moment. So first the basic setup screen.

1. First I show you the regular lines. The orange is the 25MA BB we normally use and the black dotted is the new 25MA shifted 3 BB. I put check marks at our normal #2 BB EA. Still good trades if you get them but if you miss them or want a better entrance read on a BB run you can use the new #7 EA.



2. This is the same pic as above but now the 25.2.3 is in black and the old 25 BB is dotted orange. I made the smaller candles and you see the same check marks. When price comes back inside the shifted BB there is almost 100% of the time some kind of profit however without the MPTM you can get whip-lashed.

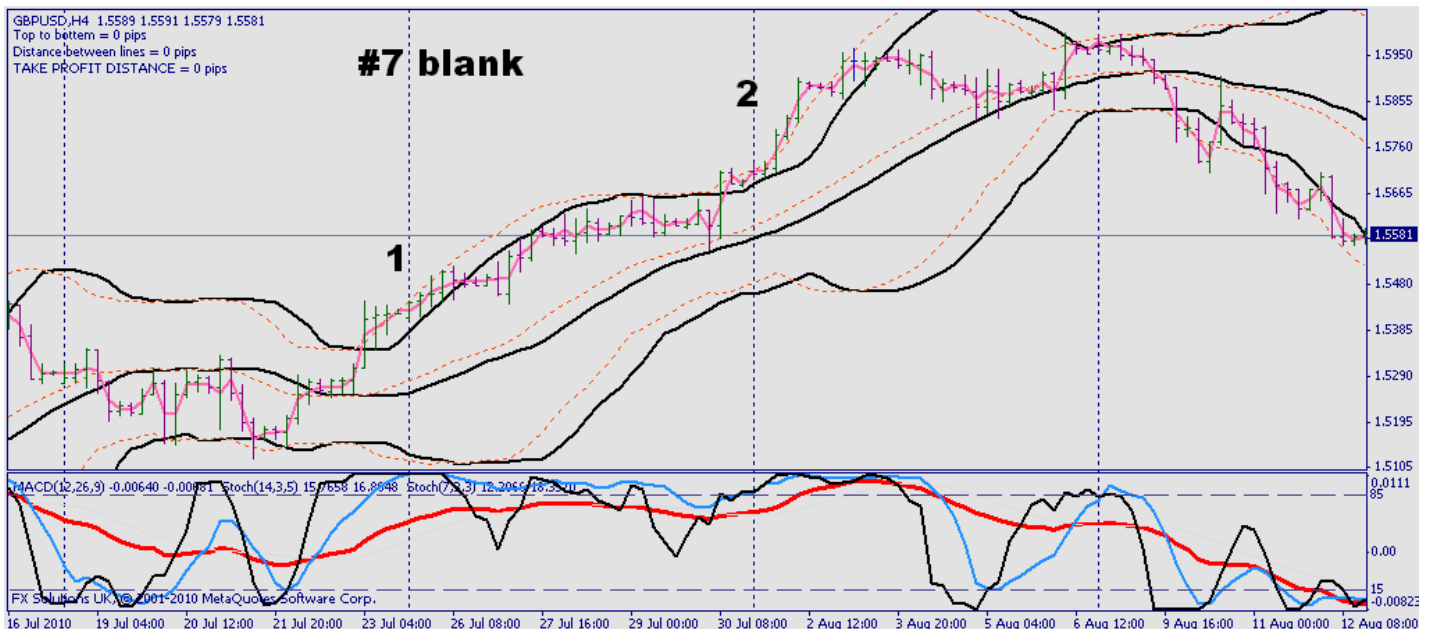


3. So on BB runner trades we have a new weapon and what is a better time to use this new weapon than comparing it to the GBP/USD trade we all just experienced.

- a. At #1 you would get your #1 EA trade but L2 is too close to reenter. Price continues to run inside the band and the #4 EA would never really give you a good entrance. The whole week from 1-2 ended up being no good for a retrace and that is what made the trade so difficult. We couldn't find a good place to enter for any kind of profit so what ever we did the trade continued to go negative.



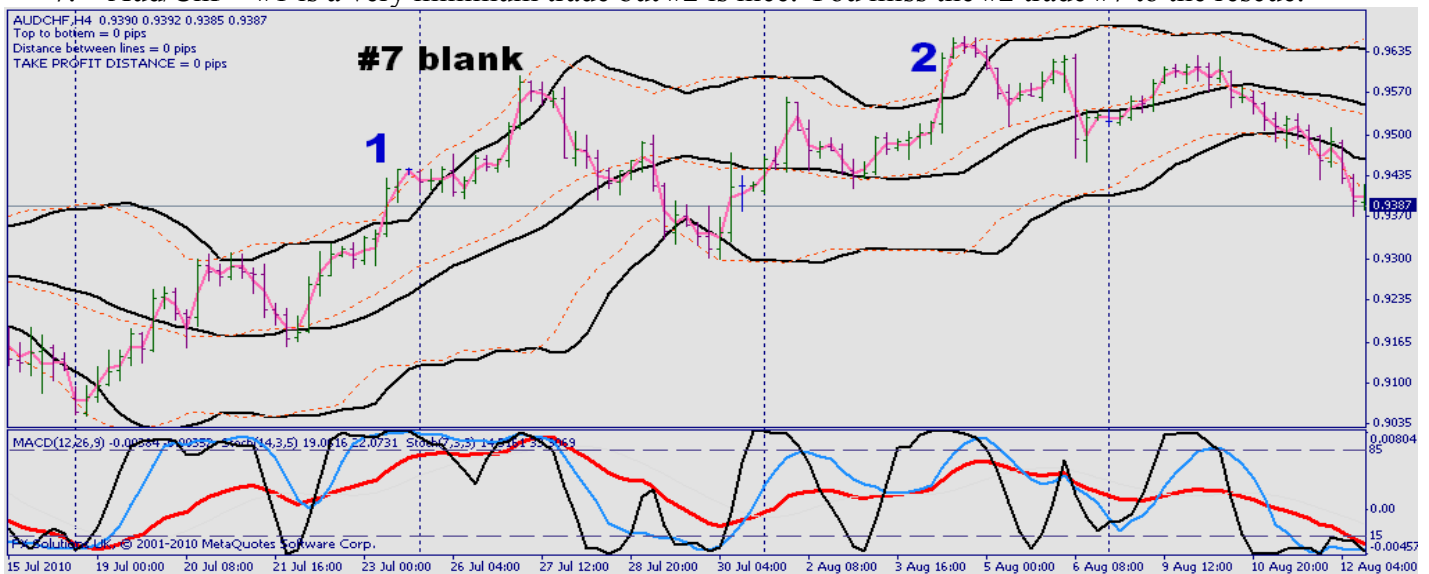
4. Now with the #7 you had one small retrace in the 2nd week of the run of about 40 pips, not much but something. Look at the #2 trade area and you begin to see how this EA keeps you out of a BB run until it's done. Difficult read with the BB run on the regular (orange dotted line) but a nice profit runs off of the 25.2.3. So what I have been doing is when I see the 1MA running up the bands I turn this template on and put either the buy or sell EA and let it ride up the bands all it wants. When it finally exhausts itself I am ready to pounce on the trade. The MPTM 20+5 should protect most of the trades from whiplash.



5. Now let us look at how I have been using this. Remember as soon as you get 20 pips profit the MPTM brings your TP up to +5 and away you go. Steve's EAs don't reenter unless you turn them back on again so the #7 EA system is built around these two areas.
6. Aud/chf – check #1 and 2 shows 1 MA running outside of band on basic screen. You don't get a chance to use the #2 EA (first option) so now you go to #7 screen and this is what you see.



7. Aud/Chf -- #1 is a very minimum trade but #2 is nice. You miss the #2 trade #7 to the rescue.

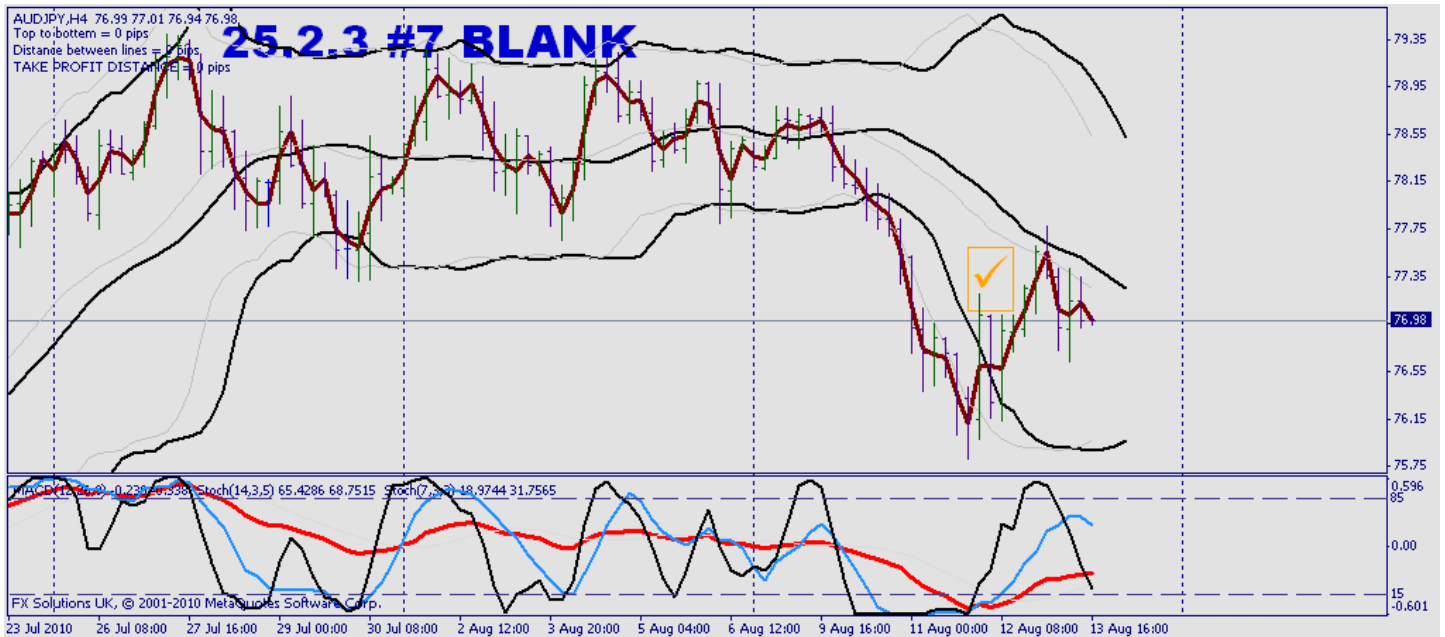


8. Here is a real nasty aud/jpy run, wondering when to get in because of the huggie. You maybe indecisive about when to use the #2 EA. Looks good at times but maybe not good enough or you did and it was not a good entrance so you look for L2. This EA was designed for those nasty news runs and wondering when to get it. This #7 EA is for that kind of thing. Look at the pic next page.

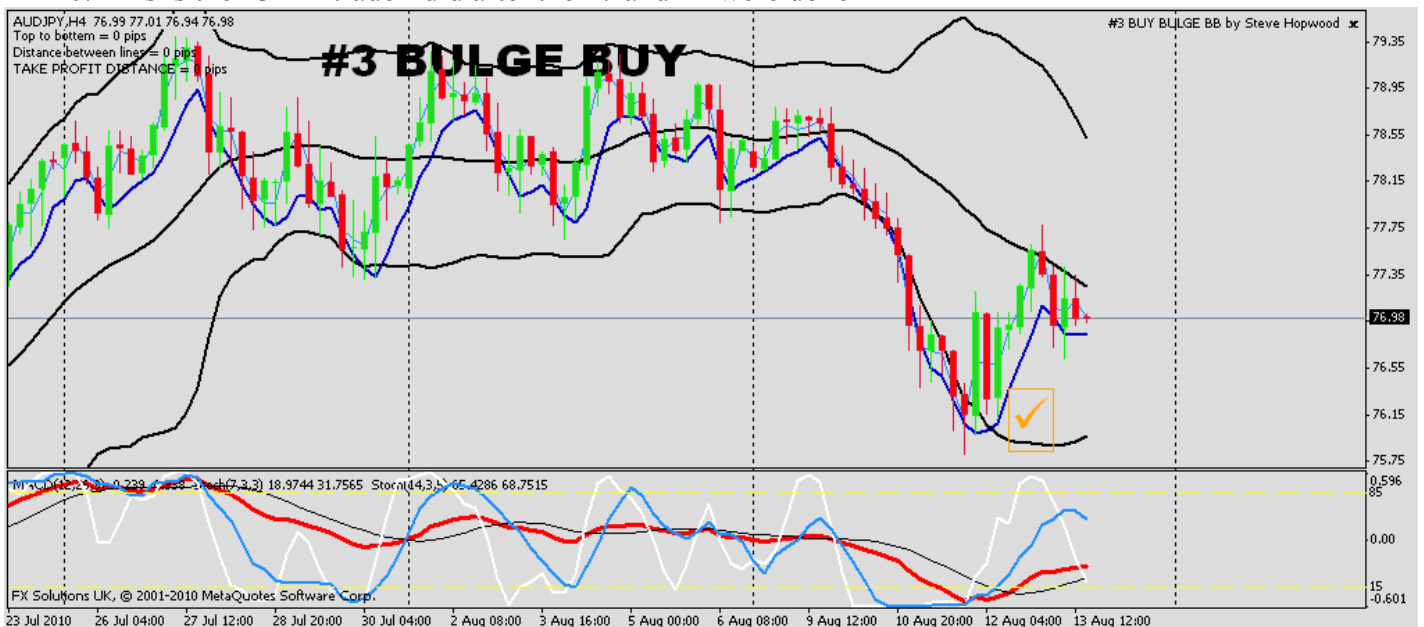


9. Now here is the #7 EA pic. I picked up just over 30 pips and then turned on my #3 EA and Made another nice run up. On this run down. I just turned on the EA and let price run. Sometimes they go

hundreds of pips and sometimes just a handful. Actually on this trade my #2 EA trade BE and my profit came from this #7. I then made a killing on the #3 Bulge EA.



10. This is the #3 EA trade I did after the #7 and #2 were done



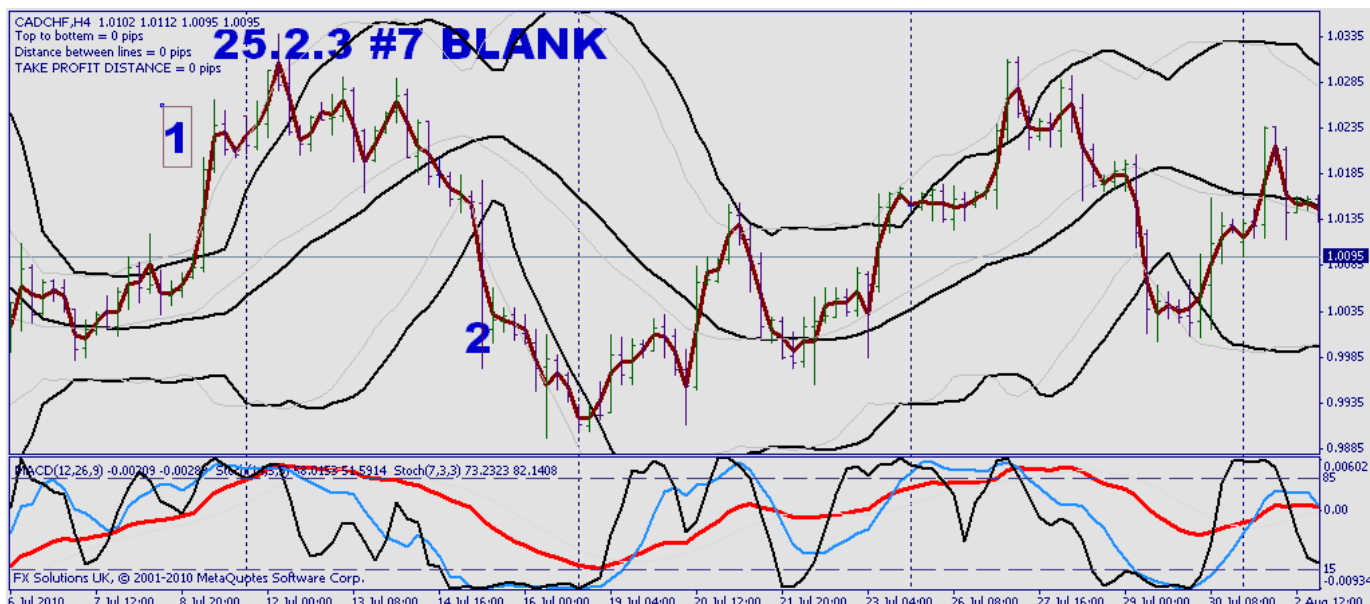
11. Here is the CAD/JPY which had two nasty runs one week apart. Just turn on #7 and it will patiently wait for the run to be over instead of old itchy trigger finger Bob. Compare the regular screen with the #7. Both of these started in the middle of the screen so we would not have the #1 EA on but when do we turn it on with a huggie like this. Well, you can see how #7 patiently waited for the run to stop and then you got a great entrance. I put the numbers 1 and 2 in the areas I was talking about. Compare the pics.



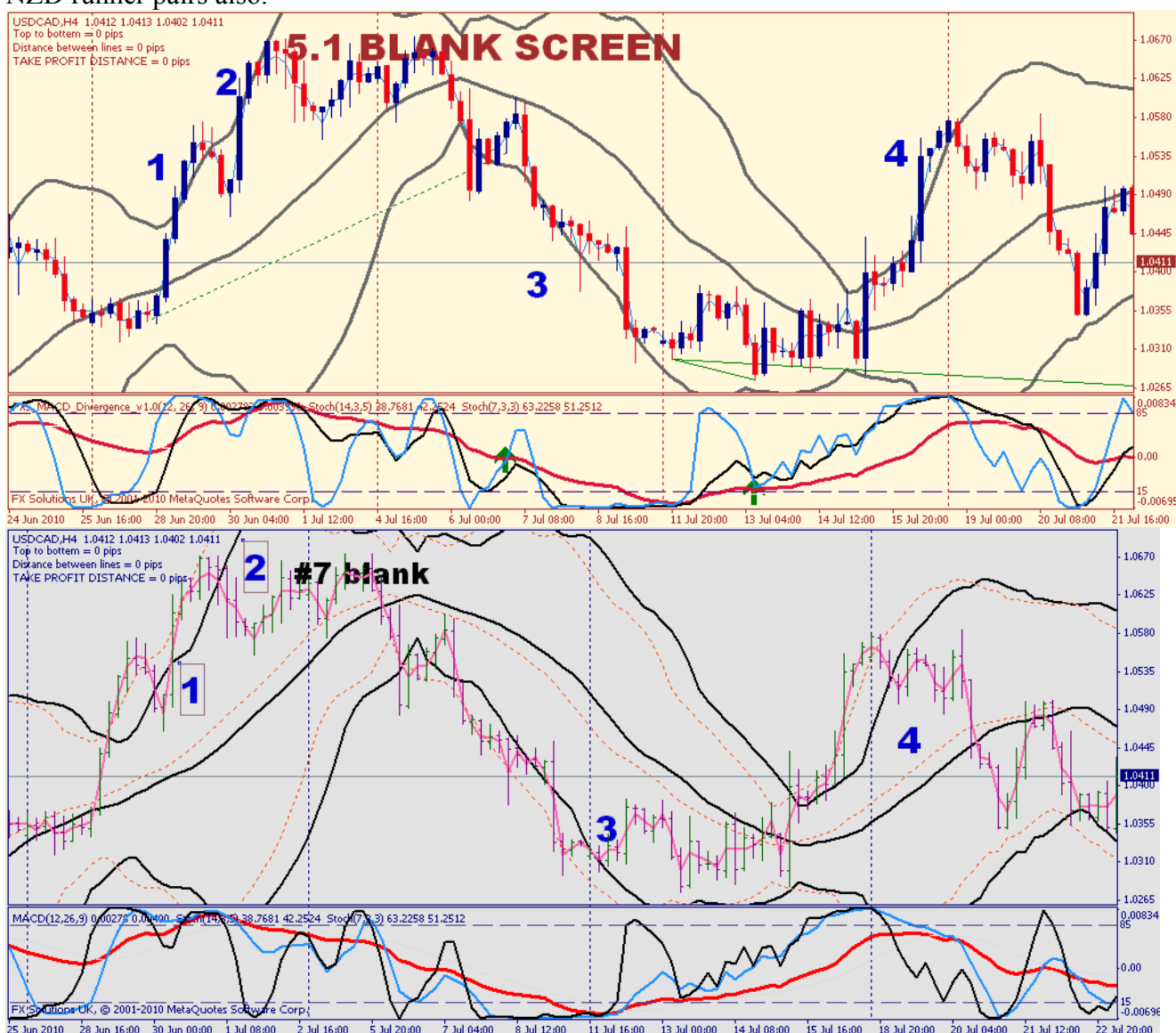
CAD/CHF PICS 1 and 2 you can see how you can stay out of some of these nasty huggie trades or failed #2 entrances and recover at the next level. I think they also give good signals for the #3 bulge EAs.

It seems to be a very good predictor that price is done running.

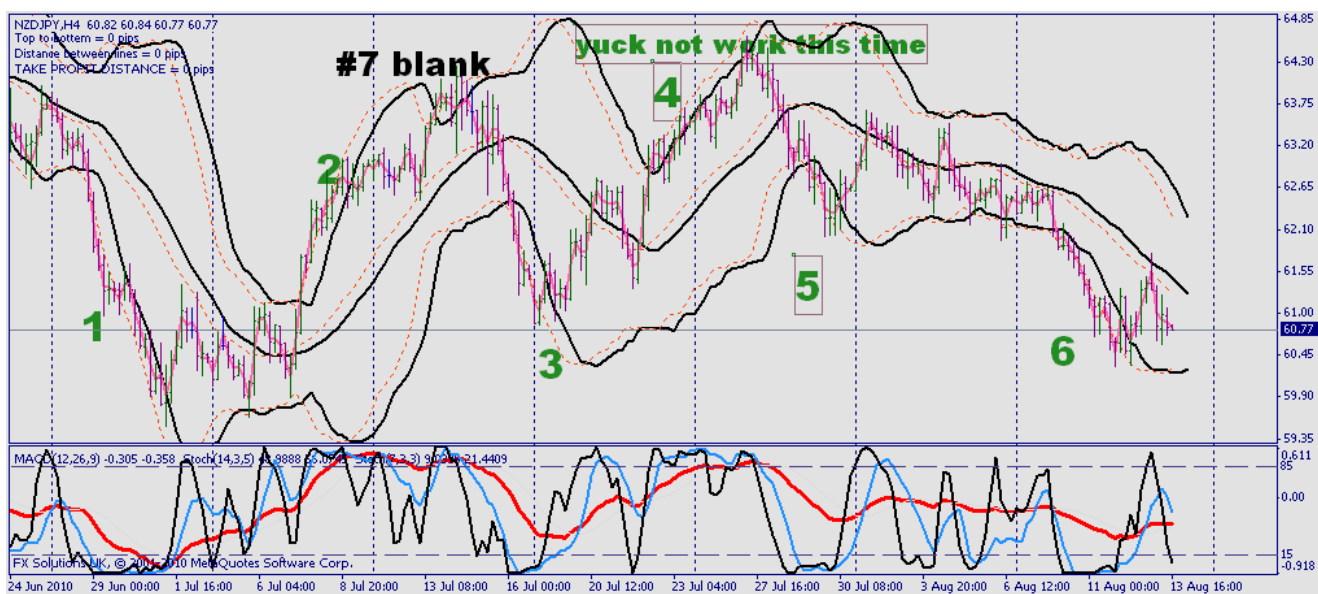




Now for my old nemesis, the usd/cad. Its about time I get to beat you, you BB band runner you. Beat this you pip enemy of mine. I may use this EA with this pair all the time. HA HA Gotcha, and that goes for the NZD runner pairs also.



The BB band runner champion finally brought to its knees NZD/JPY. Trades 1 and 4 would have needed a 2nd L if MPTM did not catch its 20 pips +5 on the TP.



12. So when to use the #7

- If you can't get a good #2 EA on a BB run or huggie use #7
- News story spikes price outside the bands. #1 MA goes outside the BB and you don't know how long it will run. #2 maybe risky at this point because it is a bigger than normal news story.
- I actually started using it on any trade I saw the 1MA outside the BB. I go to bed in China during the USA session and I see prices running up/down the BB. I go OK #7 go get me the trade after the price run is exhausted and it did. Then I go to the #3 if there is a BB bulge.

13. So my trading is starting to look like this overall as a strategy.

- #1 EA qualified, primary or secondary. Profits great, if not then on to:
- #2 if outside the bands or #4 if running inside the bands
- #2 or #4 did not get me a good reentry then L3 I use the #7 if price is still running up the bands or #3 if the bands bulge.
- #7 is becoming my EA of choice on news runs, and L3 trades involving huggies and BB runs both inside and outside the bands.
- #7 is also becoming an EA I use when ever I see the 1MA go outside the BB. Especially with the more volatile pairs because I will get that +20 run with them almost every time.

14. Anyways Happy trading

Let's see that is 6 EAs, working on EA #6 and I think that will be it. Should keep you busy every week.