

Forex Trading Basic Strategies

"Learn How To Make Money From Forex"

Lesson 8

**The Correct Timing in Forex
Trading**

ALL RIGHTS RESERVED

No part of this course may be reproduced or transmitted in any form whatsoever, electronic, or mechanical, including photocopying, recording, or by any informational storage or retrieval system without expressed written, dated and signed permission from the author.

DISCLAIMER AND/OR LEGAL NOTICES:

The Publisher has strived to be as accurate and complete as possible in the creation of this course, notwithstanding the fact that he does not warrant or represent at any time that the contents within are accurate due to the rapidly changing nature of the Internet.

While all attempts have been made to verify information provided in this publication, the Publisher assumes no responsibility for errors, omissions, or contrary interpretation of the subject matter herein. Any perceived slights of specific persons, peoples, or organizations are unintentional.

In practical advice, this course, like anything else in life, there are no guarantees of income made. Readers are cautioned to rely on their own judgment about their individual circumstances to act accordingly.

This course is not intended for use as a source of legal, business, accounting or financial advice. All readers are advised to seek services of competent professionals in legal, business, accounting, and finance field.

You are encouraged to print this lesson for easy reading.

The Correct Timing in Forex Trading

When you sense a trading opportunity, the deciding factor is to know exactly when to buy. Unfortunately this is the very point at which most lose the plot by timing their entry levels improperly. But here are some basic guidelines to help you at those crucial moments:

Making Proper Use of Support and Resistance

If you try and use the fundamental rule of the share market – “buy low, sell high” – in Forex trading, you’ll actually lose money. To understand you need to know how the system of support and resistance works.

A support price is a historically tested price at which traders intervene and buy, so as to “support the market”. The more times this price is tested, the more bankable the support price will be.

Inversely, a resistance level is defined as a level at which “prices were resisted from moving any higher”. Here too the more times this level is tested, the more reliable it becomes.

Why Buy Low and Sell High Doesn't Work

The reason why this traditional wisdom is counterproductive in Forex trading is that if you actually wait for prices to fall, you're going to end up missing some of the best opportunities for making money. Consider: when a currency starts to pick up, what are the chances of its pulling back?

What if it doesn't and steadies out? If you keep waiting for a pullback, you could end up never getting in on the trade because most of the changes in currencies occur from new market highs and without any pullback.

So if you plan to focus your Forex trade strategy on waiting for an entry at support prices, wake up! You stand to lose out on the most profitable trades. What your Forex trading strategy should target is rather, to "buy high and sell higher" – i.e. you should try and do quite the reverse of what the general crowd is doing. Try and keep a lookout for any breakthroughs in support and resistance, and then sell and buy correspondingly.

It Takes Guts - But It Makes Money

The policy of going against the crowd takes courage to practice. But think over the strategy with a cool head and you shall find it is the most logical thing to do. How often have you heard of traders buying into support, but the market continuing its freefall, breaking the support?

And again, haven't you heard tell of the price continuing to soar and never getting to support, thereby making the trader miss the chance to capitalize on the trend?

So rather than be traditional and lose money, it is easier to adopt the breakouts policy: you won't be comfortable on entry but you will be making money. The trick is to break away from the pattern that the losing majority sets and to do what is productive and logical considering the common and predictable response.

[Click here to watch your free video](#)

Highly Recommended Resources

Forex Millionaire's System-DTS, # 1
Forex Daily Trading System, more than
140 Training Videos Plus 39 Meta quotes
and 2 Custom Indicators

<http://forexmillionairesystem.com/forex-center.html>

"THE ONLY FOREX COURSE YOU WILL EVER NEED"

This training course is one of the most comprehensive training programs available online.

It's the culmination of over **twelve years** of experience and millions of dollars of exhausting trial-and-error by a professional Forex Trader.

Click here to watch one of these Videos for **Free** And **STEAL A Strategy That Could Successfully Make You from 100 – 800 Pips Per Trade.**

ON Sale Now ! Grab the Chance before it is Gone for Ever!!