

FOREX SCALPING

(free short course)

August 2011

www.FreeScalpingIndicators.com

DISCLAIMER

Please be aware of the loss, risk, personal or otherwise consequences of the use and application of this book's content. The author and the publisher are not responsible for any actions that you undertake and will not be held accountable for any loss or injuries.

U.S. Government Required Disclaimer - Commodity Futures Trading Commission Futures and Options trading has large potential rewards, but also large potential risks. You must be aware of the risks and be willing to accept them in order to invest in the futures and options markets. Don't trade with money you can't afford to lose. This is neither a solicitation nor an offer to Buy/Sell futures or options. No representation is being made that any account will or is likely to achieve profits or losses similar to those discussed on this web site. The past performance of any trading software or methodology is not necessarily indicative of future results.

CFTC RULE 4.41 - HYPOTHETICAL OR SIMULATED PERFORMANCE RESULTS HAVE CERTAIN LIMITATIONS. UNLIKE AN ACTUAL PERFORMANCE RECORD, SIMULATED RESULTS DO NOT REPRESENT ACTUAL TRADING. ALSO, SINCE THE TRADES HAVE NOT BEEN EXECUTED, THE RESULTS MAY HAVE UNDER-OR-OVER COMPENSATED FOR THE IMPACT, IF ANY, OF CERTAIN MARKET FACTORS, SUCH AS LACK OF LIQUIDITY. SIMULATED TRADING PROGRAMS IN GENERAL ARE ALSO SUBJECT TO THE FACT THAT THEY ARE DESIGNED WITH THE BENEFIT OF HINDSIGHT. NO REPRESENTATION IS BEING MADE THAT ANY ACCOUNT WILL OR IS LIKELY TO ACHIEVE PROFIT OR LOSSES SIMILAR TO THOSE SHOWN.

No representation is being made that any account will or is likely to achieve profits or losses similar to those shown. In fact, there are frequently sharp differences between hypothetical performance results and the actual results subsequently achieved by any particular trading program. Hypothetical trading does not involve financial risk, and no hypothetical trading record can completely account for the impact of financial risk in actual trading.

All information on this website or any e-book purchased from this website is for educational purposes only and is not intended to provide financial advise. Any statements about profits or income, expressed or implied, does not represent a guarantee. Your actual trading may result in losses as no trading software is guaranteed. You accept full responsibilities for your actions, trades, profit or loss, and agree to hold Free Scalping Indicator and any authorized distributors of this information harmless in any and all ways. The use of this software constitutes acceptance of my user agreement.

COPYRIGHT FREE

This e-book is 100% Free. You have rights to STORE OR LINK AT ANY FILE SHARING SITES or FORUMS ([You are very welcome to post this e-book on any forums or share for free with your friends or customers](#))



Introduction

Scalping - a technique of trading in the Forex market for small currency fluctuations.

Who is scalper ?

The basic meaning of which is to earn 3 to 10 pips on every transaction, at the risk of only two or three cents.

In the end of the day at M1-M5 timeframes, makes a lot of deals.

The main thing - it's quick entry and exit from the transaction, using limit orders (buy limit, sell limit).

The basic rules of scalping can be considered:

- Obligatory presence of sufficiently small spread, no more than 3-4 points (pips).
- Large enough Bid or Offer;
- You must have a good experience trading a particular instrument;
- Small, but quiet enough fluctuations in the price.

Advantages of scalping - trade practically with minimal risk.

Disadvantages scalping - a large volume of trade.

Trading on limit orders, ie, input and output must be very fast.

For all the merits scalping is considered to be a very nervous type of trading because you need to constantly monitor the level of stops.

Please note that as a rule in a pure form of scalping indicators are not used in the market. Need a whole system of scalping!

Below you can download and use 100% Free Scalping Indicator

<http://www.freescalpingindicators.com> the indicator is proven to be profitable, the average winning rate is 75%!

Scalping

Scalping (Forex System) - a simple trading strategy for the forex market, which consists of an extremely large number of transactions in a short period of time with low stop-loss and a lower take-profit. Not all forex brokers allow traders to scalp, and not all of those that are allowed, suitable for this. Scalping is also not suitable for all traders. Personally, I recommend scalping! Here is a very simple version of the strategy in forex scalping.

Features

1. Good profit for traders with good fortune (intuition).
2. No need to follow the fundamental, technical, or even in any analysis.
3. Spreads are eating most of the profits.
4. A low ratio of profit to the risk.
5. Not all forex brokers support scalping.
6. Takes time to trade in and monitoring schedules.

How to trade?

1. Use the currency pairs with high intraday volatility and low spreads (EUR / JPY, GBP / USD, EUR / USD and USD / JPY - are good examples).
2. It is recommended minute (or 5 minutes) time frame.
3. The optimal time to trade - at the intersection of trading session in Europe and the United States and the United States and Asia.
4. Get ready to trade, watching the market activity for 5-15 minutes.
5. When you feel that you "catch" the current short-term trend, get in position.
6. Set a stop loss of about 10 points.
7. The general rule for the profit target - is about one-half the size of the spread of the pair. Most likely, the broker will not allow you to set the profit target is so close (2-5 pips), so you will need to monitor the market and close the position manually.

Example

For this trading system is an example of a graph, since it is not needed. Study the following examples of strategies:

1. You open a buy position in EUR / USD with a stop loss at 10 pips and pip to 4. After 20 seconds, the position is 4 pips, and you close it.
2. You open a short position on GBP / USD with a stop loss at 10 pips and pip to 4. After 3-4 minutes, the trend suddenly turns around, and the position is closed by stop-loss.
3. You open a short position on USD / JPY with a stop loss at 10 pips and to 3 pips. After about 1 minute, the position is 4 pips, and you close it.
4. You open a buy position in EUR / JPY with a stop loss at 10 pips and the goal of 5 pips. After 5 seconds, the quotes indicate the peak position and

reaches 12 pip profit, and you close it.

5. Total - 10 pips profit in less than 6 minutes. Of course, this is all purely hypothetical.

More useful scalping information

Very often, new traders, and traders with limited experience, mixed up two concepts - "scalping" and "pipsing."

Scalping and Pipsing something does not understand the essence of these concepts, but someone thinks it's the same thing. For such people, and just for those interested, and wrote this article.

So, perhaps, begin ...

Scalping and pipsing differ essence of trade and profits (in points). You must agree the difference between 5 and 50 points (pips) significant?

Pipsing - this work (trade) elevated lots, which are "catching" all micromovements market. If scalping is just a reference to 5-10 pips, no more.

Some people think scalping, one of the strategies, forex, but honestly, I think this is not a strategy, and complete nonsense! She has only one plus, but cons are much greater. Pros and cons will be discussed pipsing in a separate article. I can only say that anyone would not recommend using this supposedly "forex strategy". In vain will lose not only your precious time and money, and nerves.

In pipsing was seemingly a viable idea - to take on 10 points each day. You can take any amount of consideration, and calculate what happens. Take, for example, only \$ 100. If you take each day with 10 points, even after a year will be quite a good amount in the account. For fun, you can use Excel and calculate it. You will, pleasantly surprised.

And such ideas in forex is not a novelty! Every newbie at least once, but think about it: "I will take only 10 points per day, increased lot or just working all the money and a year later I would become a millionaire!"

The idea of a sort of bad, but for some reason, these instant millionaires have earned, so that does not exist. Why? Yes, because it does not work, such a strategy! So I advise to scalping does not look closely. For fun, you can ask someone from the professional traders about pipsing, and they'll tell you (if the answer), that such nonsense, they do not. They have their own time-tested trading system, which gives them a good profit, rather than a couple of points.

Scalping - this is one way of intraday trading, the essence of which is to make a profit on all the small price fluctuations. Unlike pipsing, scalping is a more extensive range of 15 to 30 points (pips). In general the range is 15-20 points scalper.

So all day long will the market.

Scalping can be called the forex trading strategy, as opening positions in scalping is done analysis on minute charts. To fit a 1m, 5m and tick charts prices. At the heart of scalping may be based on many strategies, but we analyze them with you will not, because this is a topic for another article.

Scalping is a very effective strategy among practicing traders. It can be used, but there is a weighty limitation. You must have experience of trading in the forex market at least 1-2 months. Newcomers do not recommend using scalping because of inexperience. They do not yet know how the market is moving and that it can be expected when it is best not to open positions, etc. Beginners do not know all this and simply lose their money.

I think you have learned the necessary knowledge of the article and did not wake confuse "pipsing" and "scalping." Make sure to download and try "Free Scalping Indicator" – it's totally free, no tricks – the link is below:

Happy scalping!

www.FreeScalpingIndicators.com