

Contents

<i>Acknowledgments</i>	x
Introduction	1
The Decision Path of the Trader	3
1 The Geometry of Emotions and Price Action	9
Building Investor Emotional Intelligence	13
2 Price Break Charts: Key Concepts	15
High-Probable Entry Conditions	16
What are Price Break Charts? Basic Concepts	20
Reversal Distance: A Key Metric	31
Consecutive High and Low Close Sequences	32
Is the Reversal Serious?	36
3 General Trading Strategies for Applying Price Break Charts	39
Trading in the Direction of the Trend after a Counterreversal Block	39
Join the Trend after the Appearance of the First or Second Reversal Block	42
Fibonacci Resistance Confirmation	43
Countertrend Scalper	44
Always-In Strategy	45
Flip-Flop Reversal Entry	45
Momentum Trading—Six-Line Break	47
Price Break and Volume Data for Equity Charts	48
Multiple Setting Intervals and Price Break Charts	50

4	Applying Price Break Charts to Markets and Data	53
	S&P 500: Price Break Chart Patterns	
	Using the Day Chart	53
	Crude Oil and Price Break Charts	54
	Microdetection of Sentiment Reversals—	
	The Use of Price Break Charts for	
	Momentum Trading	57
	Price Break and Tick-Level Price Action	59
	Six-Line Breaks and Fibs	59
5	Channel Patterns, Cycles, and Price Breaks	61
	Cycles and Price Break Charts	63
6	Multiple Market Applications of Price Break Charts	65
	Contemporaneous Visual Correlation of Instruments	65
	Volatility and Price Break Charts	69
	Price Break Charts and Sentiment Data:	
	Innovative Applications	72
	Price Break Charts and the Global Financial Crises	76
7	Price Break Charts and Option Trading	91
	Selecting Direction with Price Break Charts	91
	Selecting the Strike Price	92
	Risk Reversal Price Break Charts Analysis	
	for Currency Traders	95
	Price Breaks and Currency Volatility Smiles	98
8	Renko Charts Revived: The Microdetection of Sentiment	105
	What is Renko Charting?	106
	Tactical Trading Rules for Renko Charts	112
	Key Components of a Renko Charts Trade	113
	Step 1: Renko Chart Setting Sizes and Time Intervals	115
	Step 2: Select Chart Time Interval: Use Three	
	Time Intervals	120
	Step 3: When a Trade Enters the Average Target of	
	Profitability, Turn On the Renko Charts	121
	Time and Bricks	122
	Renko Charts and Economic Data Release Trading	124
	Using Renko Charts to Enter Positions	129
	Renko Charts in Multiple Markets	132

Renko Charts and Six-Line Break: Tools for the Scalper	132
Renko Bricks at the Tick Level	138
Renko and Volume	138
9 Kagi Charts: Waiting for the Turn of Sentiment	141
Kagi Chart Basics	141
Buy and Sell Signals with Kagi Charts—When Yin Turns to Yang	146
Kagi Charts: The Keys to the Turn of Sentiment	148
Quantifying Kagi Charts	151
Kagi versus Candlesticks—Which Is Better?	152
10 Point and Figure Charts	155
How Point and Figure Charts Work	155
Variations in Settings in Selected Markets	162
Combining Chart Types	170
11 Integrating Price Break, Kagi, Renko, and Point and Figure Charting	183
Using the Price Landmark Matrix	183
12 New Directions in Sentiment Analysis: Charting Words	227
Decreasing Frequency Comparison	234
13 Beyond the Trend: Cycle Indicators Independent of Time	251
Cycle Detection and Projection	252
Epilogue	265
<i>Index</i>	267