

## Welcome to Fibonacci Markets and Stocks

Contents:

Welcome to the Service

Guidelines to using Fibonacci work

Suggested Day trading plan

Suggested Swing trading plan

Highest Probability Trade Setups

Welcome to the service with Carolyn Boroden, Tammy Marshall and Shannon Fitch 😊

To view the zoom charts each day login to the Elliottwavetrader.net site and go to the “trading room “ link. On the right you will choose “your services) and click on Fibonacci Markets and Stocks. That will take you to another menu on the top of the page that says ALL DAY Screencast. The first link there opens the charts. Then on the upper right hand side click on the replies for the day and that takes you into the Chat area of the trading room!!

Tammy Marshall will now be sharing live charts from the market opening (6:00 AM Pacific – 10:00 AM Pacific) on zoom. Shannon will take over the main charts at 10 AM Pacific until the market close. Tammy will run a live update at 7:30 AM each morning. It will be posted to the Elliottwavetrader.net site shortly after. She will take any questions after that video is posted. Keep in mind that Tammy will not open the mic until 7:30 am pacific for the update....the room will be silent until then. At the end of the trading session, Carolyn will run the end of day video update to prepare you for the next day of trading. During the trading day Carolyn will run the “extra charts” around 10:30 AM Pacific.... ONLY if she is in town which will be most of the time! (The video will be posted on the site under video archives. You can also set up your account to receive emails for the video etc.)

If there are at least 3 charts on a post you can download all the charts at once but hitting the 3 dots on the right.

[https://www.youtube.com/watch?v=rqEdMLVOoc&t=15s&ab\\_channel=CarolynBoroden](https://www.youtube.com/watch?v=rqEdMLVOoc&t=15s&ab_channel=CarolynBoroden) video on how to use the site

The charts available on the live charts in zoom are TSLA 30m, AAPL 30m, NVDA 30m, AMZN 30m, ES 120 and 10 m, NQ 120m and 10m.....These are great for day trades!

The other charts that CB and Tammy and Shannon update in the background are: SPX and NDX (for timing work) ES NQ AAPL AMZN, GOOGL, NVDA, TSLA,GC Anything else is a "bonus" chart and not officially part of the service. IWM, MSFT, BTC etc are some of the bonus charts.

Don't get insulted if Tammy does not answer questions until after the 7:30 AM session. Before this she is updating all her charts from the opening and posting them to the Elliottwavetrader.net site. This is what has to be focused on first!!

PLEASE BE AWARE of earnings dates for any of the stocks you TRADE. Please don't hold through earnings unless you know EXACTLY what you are risking. (For example you can use a relatively low risk options strategy.) You can find these earnings dates on earningswhispers.com.

We will have requests done on Monday and Wednesdays for an hour....no more than 1 request per person. If we have a Monday holiday, the request days will be Tuesday and Thursday. No Stocks below 10 bucks. They will need to be requested by 8:00 AM Pacific to be considered. AFTER 8:00 we will not run them. We will post a link on the site to post your requests in the chart request section.

You can use the Live Charts levels to day trade against...Most traders are using a 1 or 2 min chart for a day trade entry!! If you are looking for swing trade entries...please download the swing trading plan and follow those instructions. If you are trading stock index futures, I would consider using a 377 tick chart trigger or a 1 minute chart trigger. (See trading plans below)

REMEMBER...to make \$\$\$ with this work: Setup + trigger = entry then you manage is the formula!!

If you are new and need to understand how to use the work please watch my youtube videos under Carolyn Boroden. <https://www.youtube.com/c/CarolynBoroden/videos>

**\*\*\*Night session charts are NOT a part of this service. They are shown as a courtesy when we are in the home office, though we will NOT be updating them at night. They will be shared on zoom.**

If you have any questions, please feel free to message me @ [cb1618@aol.com](mailto:cb1618@aol.com). Also please make sure you watch the end of day video to prep you for the next day of trading. It can also help if you put the key levels on your trigger chart so you know when a zone is being tested and you can watch for your triggers from there.

If you really want to understand the method, please consider reading my book. Fibonacci Trading.

[https://www.amazon.com/Fibonacci-Trading-Master-Price-Advantage/dp/007149815X/ref=sr\\_1\\_3?dchild=1&keywords=Fibonacci+trading&qid=1595971672&sr=8-3](https://www.amazon.com/Fibonacci-Trading-Master-Price-Advantage/dp/007149815X/ref=sr_1_3?dchild=1&keywords=Fibonacci+trading&qid=1595971672&sr=8-3)

Chatroom RULES: We don't want to clutter up the room with people calling out their trades. If you are "Carolyn approved" these rules don't apply.

## The Guidelines to Fibonacci Time/Price work

### What is the analysis?

As far as the price analysis that I run every day in the markets, there are three different types of Fibonacci price relationships I use in my analysis.

They are price **retracements, extensions and projections**. First I run price retracements of prior swings for possible support or resistance using the ratios of .382, .50, .618, and .786. I will also run price extensions of prior high to low or low to high swings using the ratios of 1.272 and 1.618 for possible support or resistance. The third type of price relationship I look at is what I call a price projection which is calculated using three points on a chart. This is where I am actually comparing swings in the same direction. For projections I would measure a prior low to high swing and project from another low, or measure a high to low swing and project from another high. For the price projections I mostly use 100% and sometimes 1.618. (Many technical analysis packages actually call the tool using three points an extension tool rather than a projection tool. Bottom line it does not matter what you call it, but that you use the tool will allow you to choose three points to calculate this third type of price relationship.) By running all possible price relationships on any particular chart, I work to identify one of the three trade setups that I look for every day. (Fibonacci timing work is also applied to these same charts. If you have questions on timing please watch the timing video on youtube:

[https://www.youtube.com/watch?v=KmxB4-TUdos&t=6s&ab\\_channel=CarolynBoroden](https://www.youtube.com/watch?v=KmxB4-TUdos&t=6s&ab_channel=CarolynBoroden)

**CB and Tammy and Shannon run timing cycles to identify time windows for possible reversals. It's probably 60% accurate when you use a trigger. There are plenty of time windows that will NOT turn the market. Typically when you run into time resistance to a move, it's a good idea to trail your stops on any positions.**

### The Three Official Trade Setups

The three setups are **Fibonacci price clusters, Symmetry setups and two-step pattern setups**. The first two are more common than the third. **Fibonacci Price Cluster:** The coincidence of at least three Fibonacci price relationships that come together within a relatively tight range. These clusters identify a key support or resistance decision. **Symmetry setup:** The definition of symmetry is similarity or equality of swings in the same direction. We find symmetry setups by running a 100% price projection or "measured move" of a prior swing and then projecting the results from a new high or low (depending on what direction you are coming from) The only symmetry setup I like to focus on is when swings are similar or equal within the context of the trend. For example, if we are in a clear uptrend, I will measure the prior corrective declines within an uptrend and project 100% of those from any new high to help you enter the market in the direction of the trend. A single symmetry projection IS considered a setup, though other price relationships may overlap these projections which only strengthens the setup. **Two step pattern setup:** A two step pattern setup is also a Fibonacci price cluster as it will include the coincidence of at least three Fibonacci price relationships, but it will be within the context of a zig-zag pattern. For more information of this trade setup, please refer to the members webinar on this subject. I

have also written a full chapter in my book on this pattern. (Fibonacci Trading – How to master the time and price advantage) McGraw Hill.

If you want to trade against a single level rather than a setup...that is your choice...just use the level to define your risk. The .618 retracement is definitely worth looking at by itself.

### Formula for Success

The formula for success using Fibonacci Price Analysis is: Trade Setup + Trigger = Trade entry. A trade entry is followed up with Trade Management, which includes defining your initial stop placement and deciding how you will trail a stop along with defining exit targets. Trade Setup - Trigger = NO TRADE  
TRADE SETUPS are identified every day on the end of day video update and some of them will be shared in the Trading Room. When one of these key price setup levels or zones are tested and it holds, the next step is to look for a TRIGGER entry. A trigger is essentially a confirmation of a reversal against the trade zone. This tells you that it is worth placing a bet against it. When this occurs, we enter a trade and define our maximum risk on a buy cluster just below the low end of it OR below the low made prior to the reversal trigger. For a sell cluster the maximum risk is just beyond the high end of the resistance cluster or above the high made after the sale is triggered. We use triggers because they will filter out many of the price cluster zones that are not likely to hold. Keep in mind that many of these zones are violated every day. When one is tested and holds however, the rewards can be significant. Setup + trigger = trade entry (then manage)

Setup – trigger = NO trade entry

### Moving Averages CB uses

On the daily chart you will see a 200 and 50 SMA and also a 5 and 13 EMA. These are used to help filter the best setups. Stocks that are below both the 50 and 200 SMA and the 5 EMA is below the 13 EMA are the BEST short candidates. Stocks that are above both the 50 and 200 SMA and the 5 ema is above the 13 EMA are the best long candidates. The odds are the highest when all of these are in agreement. When these averages are ALL supporting a trade setup, I call it a ROYAL setup. I ONLY use this definition when referring to the DAILY charts. You can still look at some setups where this is NOT the case, but they will not be as high probability. On all my intraday charts, you will see an 8 EMA and a 34 EMA (used for triggering entries and to help identify the trend. You can also use the 5/13 ema combo for a more aggressive entry trigger. Please test it first to make sure there are not too many false triggers.

\*\*\*ALSO 1 thing I like to watch is the 30 minute chart with the 8/34 ema combo. If it is in a sell mode with the 8 ema below the 34 ema, ideally you don't take or keep a buy overnight as the chart will be vulnerable to the downside. You can hold a short over night though.

If the 30 minute chart is in a buy mode with the 8 ema above the 34 ema, then it's a safer bet to hold longs overnight and I would not want to keep a short position overnight.

## Day Trading Plan

Suggested Day Trading plan:

Formula to make money with my trade setups: Setup + trigger = trade entry then manage (NO trigger = no trade) Identify your setup: price cluster setup (3 or more Fibonacci price relationships) symmetry setup (single symmetry projection or more in the direction of the trend) two-step setup (3 or more Fibonacci price relationships within a two-step pattern formation)

If price tests and RESPECTS the setup zone, for A TRIGGER GO TO A LOWER TIME FRAME CHART for an entry as it will signal an entry closer to where your RISK is defined!!!

TRADE SETUP CHARTS TO USE FOR DAY TRADES Daily, 120 minute, 30-minute, 15-minute or 5 minute setups Trigger time frames to use with the SETUPS: day trade 1- 5 min chart trigger can be typical for stocks (Even a tick chart or other tick chart can be used for trading - for example 233 or 377 tick chart for S&P futures) Example: 120 minute chart setup + 377 tick chart Buy Trigger for a Day Trade Entry: (After you choose your trigger time frame, go to that chart and watch for the following:) 8 ema crosses above the 34 ema AND a prior swing high is taken out (if you have trouble identifying a prior swing high you can just use the crossover to start with)

Sell trigger for Day Trade Entry: 8 ema crosses below the 34 ema AND a prior swing low is taken out  
\*\*\*Either take the initial trigger or the next pullback after the trigger\*\*\*

Initial stop for BUY setup : 1st option Place a stop below the low made prior to the trigger firing off for buy side 2nd option Place a stop just below the low end of the price cluster setup (30-50 cents below on stocks for example Initial stop for SELL setup: 1st option Place a stop above the high made prior to the trigger firing off on the sell side 2nd option Place a stop just above the high end of the cluster for sell side (Option two may risk a little more initially, but it also gives you two chances for the trade to work out if the risk is not unreasonable)

\*\*\*\* EXITS and TARGETS Option 1 Exit partial position at 1.272 target and continue to use a trailing stop on the balance Option 2 Use a trailing stop on the full position and see what the market gives you (If you do not already KNOW the target, run the 1.272, 1.618 and 2.618 extensions of the swing into the setup zone) PROTECTION of profits: moving a stop to breakeven when possible (this will depend on the risk tolerance of the individual) Use a trailing stop using symmetry projections, or moving averages, or prior swing lows or highs \*\*\*Note that you can also use other TRIGGERS like other moving average combos or a "squeeze" trigger. Just be sure to test them first and then remain consistent when you choose one.

\*\*\* As far as trailing up stops, this depends on how much you are willing to risk to try to stay in for a bigger move. It needs to be tested by the individual paper trading first and then applied to real money trading!! An ATR trailing stop might be ideal. I would use this on a lower time frame chart that can be chosen according to the trader's risk tolerance. For examples of trades and triggers please watch my you tube videos: <https://www.youtube.com/c/CarolynBoroden/videos>

## Swing Trading Plan

Suggested SWING Trading plan – OVERNIGHT and longer term trades

Formula to make money with my setups: Setup + trigger = trade entry then manage (NO trigger = no trade)

Identify your setup: price cluster setup (3 or more Fibonacci price relationships) symmetry setup (single symmetry projection or more in the direction of the trend) two-step setup (3 or more Fibonacci price relationships within a two-step pattern formation) If price tests and RESPECTS the setup zone, for A TRIGGER GO TO A LOWER TIME FRAME CHART for an entry as it will signal an entry closer to where your RISK is defined!

Swing Trade Setup Time Frames: Weekly, Daily, 120 or 30-minute trade setups can be used for swing trades Trigger time frames: 15- minute for aggressive entry (will get stopped out more often) 30- minute for regular entry (won't get stopped as much as the 15-minute chart) \*\*\*\*For higher priced stocks like AMZN and GOOGL, we are testing using a 5-minute chart for a trigger so it fires off closer to where the risk is defined\*\*\*\* (please test this before you use it for yourself!) A 5 min chart is also acceptable when you are looking at a "ROYAL SETUP" which is when on the daily chart all the daily moving averages support the entry.

Buy Trigger for a Swing Trade Entry:

8 ema crosses above the 34 ema AND a prior swing high is taken out

Sell Trigger for a Swing Trade Entry:

8 ema crosses below the 34 ema AND a prior swing low is taken out

\*\*\*Either take the initial trigger or the next pullback after the trigger\*\*\* If you are NOT comfortable with the risk, then don't take the trade!!!\*\*\* Many times waiting for the pullback is a better option.

Initial stop for BUY setup :

1st option Place a stop below the low made prior to the trigger firing off for buy side

2nd option Place a stop just below the low end of the price cluster setup (30-50 cents below on stocks :

Initial stop for sell setup:

1st option Place a stop above the high made prior to the trigger firing off on the sell side

2nd option Place a stop just above the high end of the cluster for sell side (Option two may risk a little more initially, but if also gives you two chances for the trade the work out if the risk is not unreasonable)

\*\*\*\* EXITS and TARGETS Option 1 Exit partial position at 1.272 target and continue to use a trailing stop on the balance

Option 2 Use a trailing stop on the full position and see what the market gives you (If you do not already KNOW the target, run the 1.272, 1.618 and 2.618 extensions of the swing into the setup zone)

PROTECTION of profits: moving a stop to breakeven when possible (this will depend on the risk tolerance of the individual) Use a trailing stop using moving averages, or prior swing lows or highs. \*\*\* As far as trailing up stops, this depends on how much you are willing to risk to try to stay in for a bigger move. An ATR trailing stop might be ideal. I would use this on a lower time frame chart that can be chosen according to the trader's risk tolerance.

\*\*\*IF you want a more aggressive entry you can try the 5/13 ema combo on these same charts. Check it by making sure there were not too many false triggers if you use this one.

\*\*\*Because a swing trade trigger can fire off relatively far away from where the initial risk is on the trade, there are ways to handle this risk. You can wait for a pullback after a trigger, or you can use options strategies like vertical call or put spreads. You can also switch to the micro mini contracts . I've explained a little bit more below.

SNEAKING into a swing trade: Some also use a 5 minute trigger to try to sneak into a swing trade. If the 5 minute triggers you can take the entry then and then only KEEP the trade overnight if the 15 minute chart also triggers by the end of the trading day. This will give you an entry closer to where the definition of risk is. **If the risk is too high for you with a swing trigger, feel free to just use a tighter stop or do NOT take the trade.**

\*\*\*Also If the risk is too high on some of the swing trade setups for you, consider using an options strategy like call spreads or put spreads. This service was originally done for options traders though you don't have to use options.

Highest Probability Setups: These are called ROYAL setups

On the daily charts.... Trade setups where the daily moving averages are all in agreement.

This means for a buy entry price is above the 200 simple, above the 50 simple and the 5/13 ema combo is in a buy mode with the 5 above the 13 ema.

This means for a sell entry price is below the 200 simple, below the 50 simple and the 5/13 ema combo is in a sell mode with the 5 below the 13 ema.

\*\*\*MY PERSONAL TRADING PLAN as of 2024 Fibqueen

I still use the same triggers etc, but I will not allow myself to take a trade over night unless at least the 5/13 ema combo is in agreement with my trade. So for a buy, the daily 5/13 ema needs to be bullish with the 5 ema above the 13 ema. More ideally I'd like to see ALL the moving averages on the right side on the daily chart. Reverse that for a short. For my day trades...it's more ideal if they are in agreement on the daily chart, but that's not a rule.....I need at least two time frames to match up though. For example if the 120 min chart and 10 min chart are both bullish I can be a buyer for a day trade. Reverse that for a short. This basically keeps me out of counter trend trades overnight!!