

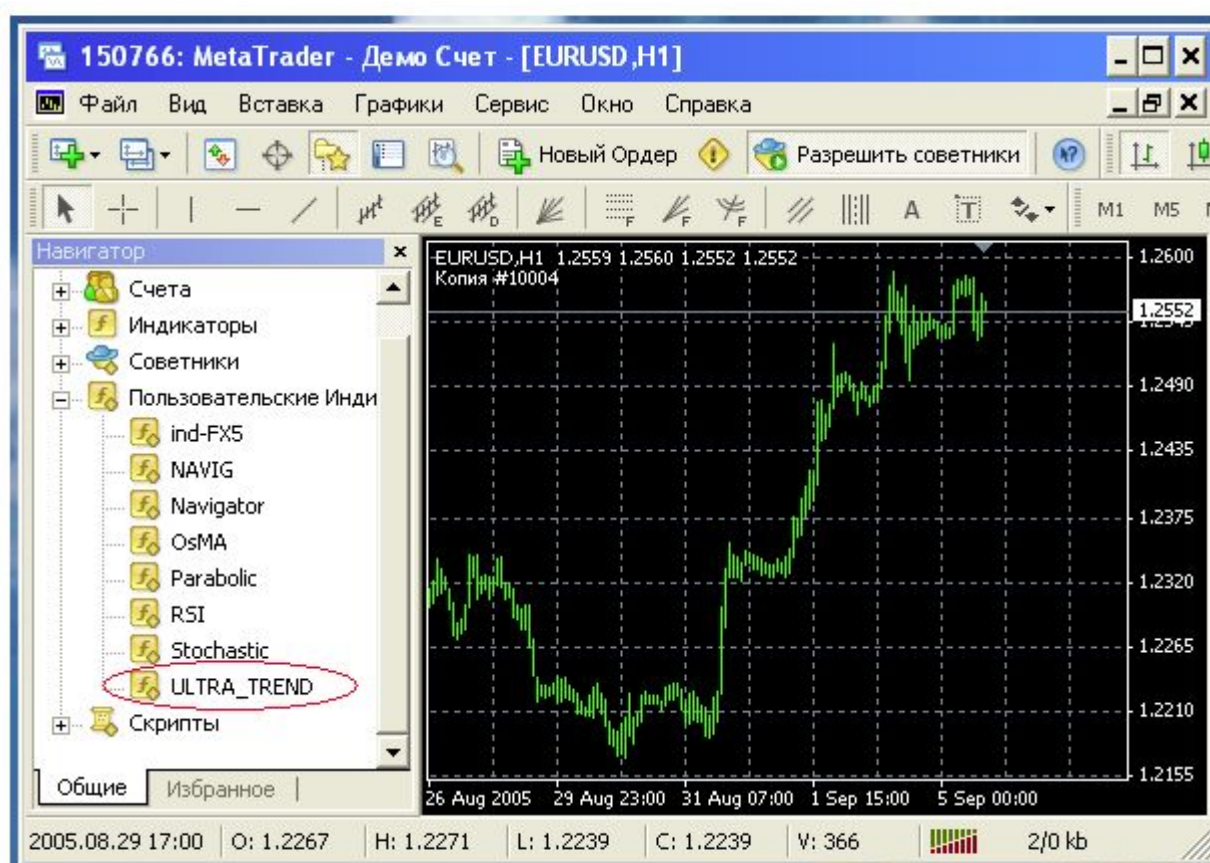
Bonus Indicator Ultra Trend

Features:

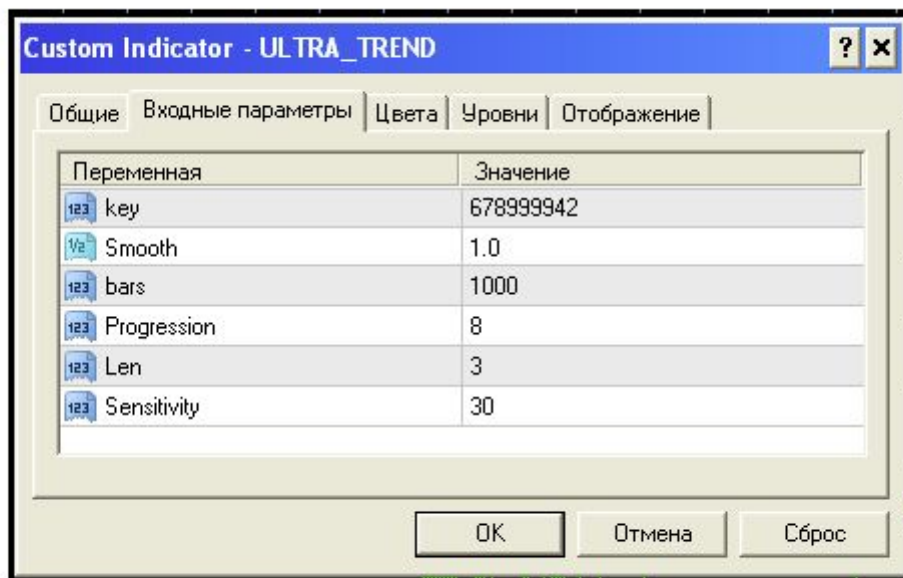
- Finds the trend (bullish/bearish: Up/down)
- Finds the power of trend
- Finds support/resistance levels
- Can help in finding Elliot waves
- Has combination of ADX, Stochastic, MovingAverage and other indicators

Installation of the ULTRA TREND technical indicator.

1. Extract the attached to this letter archive into the .../experts/indicators/ directory of metatrader4 application. Make sure, you have a file ULTRA_TREND in the root of theexperts/indicators directory.
2. Run the metatrader4 application, and open the navigator window, if it's not open. You can do this by pressing Ctrl+N, or by selecting from the menu /View/Navigator.



3. In the navigator window expand the list with indicators, select the ULTRA_TREND indicator from this list and double click it with the left mouse button.



4. Click “incoming parameters” tab in the opened window. Through this window you can easily change all of the incoming parameters of your trading system.

Parameters description:

Key – isn’t used for changing settings.

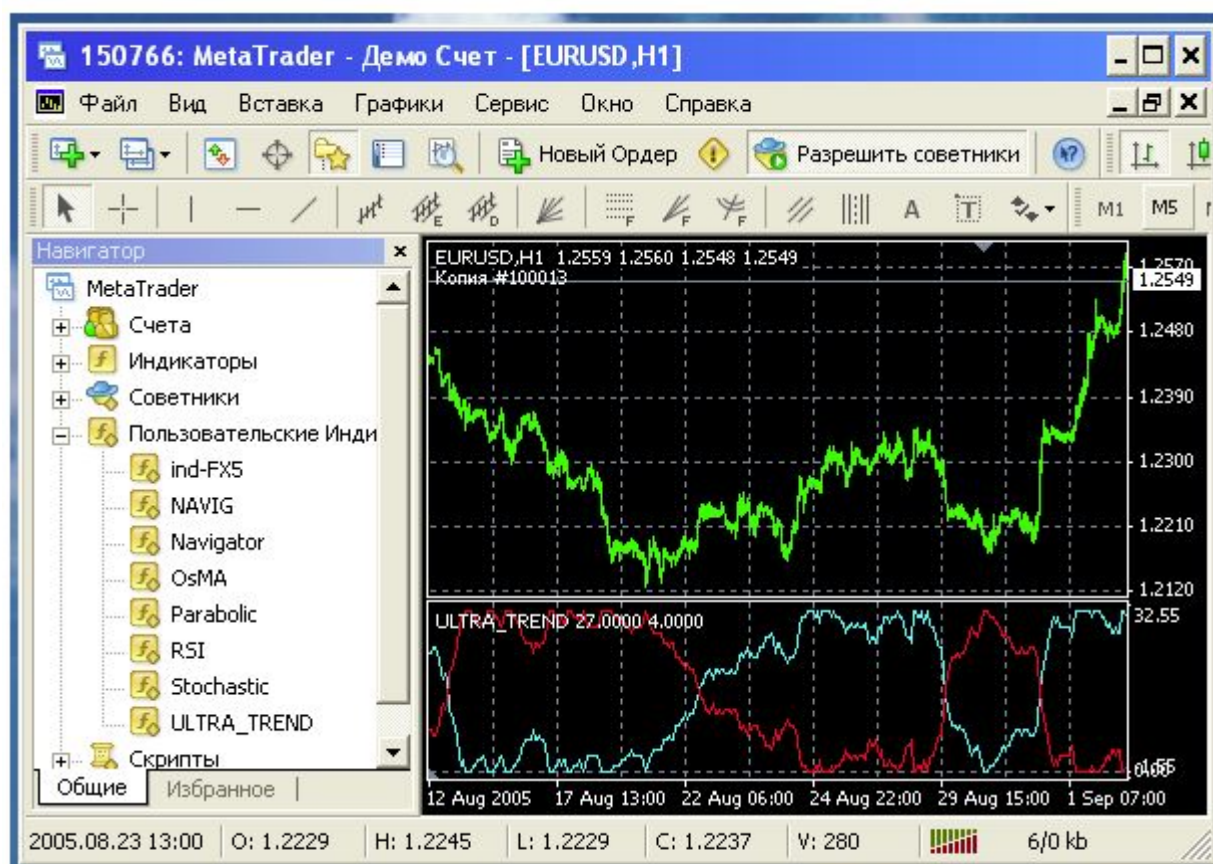
Smooth – adaptive evening-out; (if 1 – not used)

Bars – Quantity of bars loaded into the indicator’s history

Progression – trend’s length

Len – noise filtration

Sensitivity – speaks for itself. Sensitivity.



5. After you click the "OK" button, in the indicator's settings dialog window, the indicator will be activated and will start its work.

Indicator Description

Defining trend's start/end 15M - GBP/USD

ULTRA_TREND indicator's normal line crossing gives the signal to create a new trend.



Defining opposition/backing levels 15M - GBP/USD

Now you can define opposition/backing levels by yourself.



Using ULTRA_TREND as a stochastic oscillator 15M - GBP/USD

With the help of our Indicator, you can easily define the market's level and always get in the game in the right time.



You can enable the usage of our special adaptive algorithm, which is designed for evening out the indicator's pointers. Unlike other algorithms of such type, our algorithm doesn't slow down the monitoring process.

Trading strategy examples (by default) used with the 4H indicator.

Below you can see a strategy, which was created in minutes, but is yet very effective. Trading tactics based on braking through the trend line with the help of ULTRA_TREND indicator.

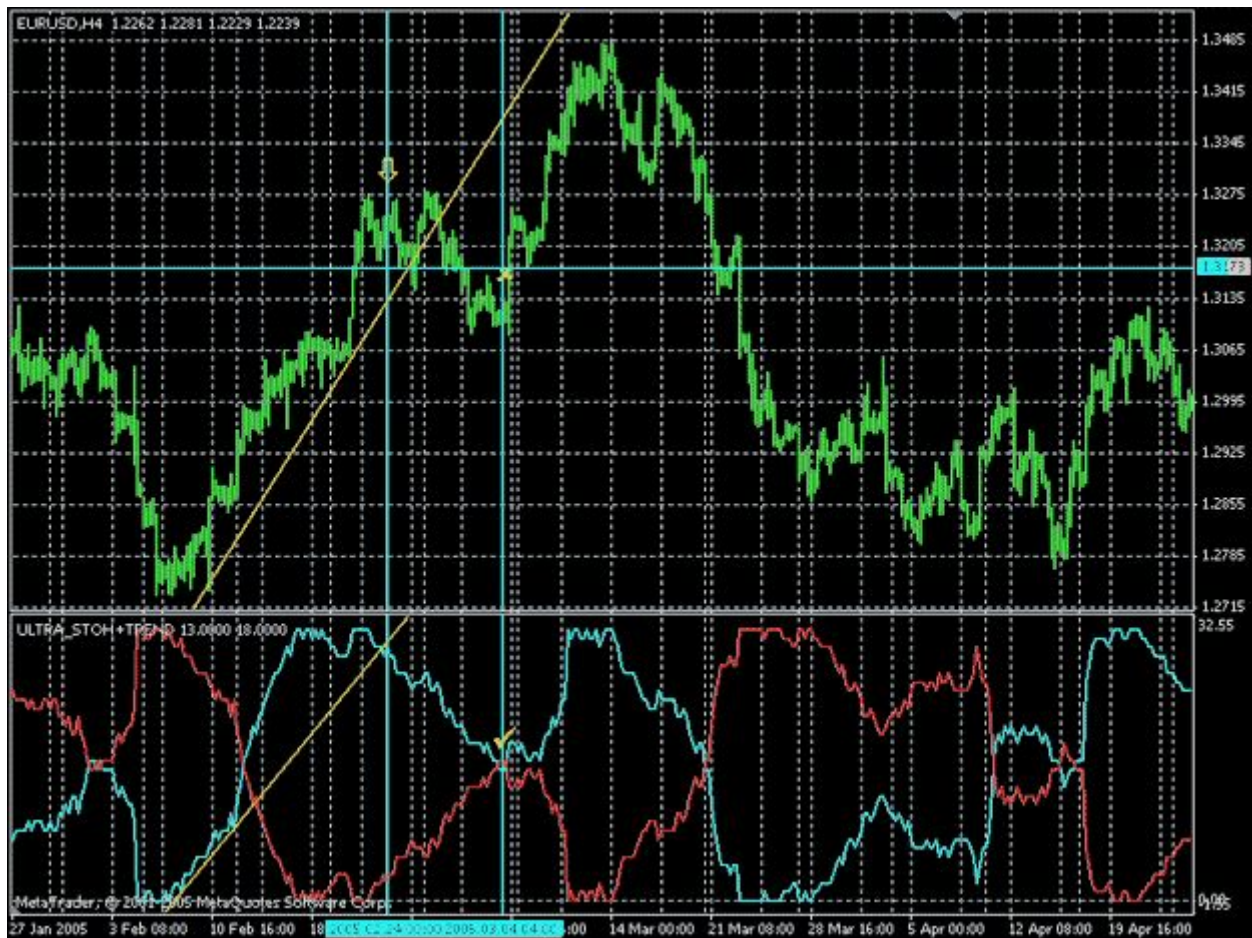


In our first example trend line price breakthrough and the ULTRA_TREND matched. But we still don't know when it will close; any trend indicator which has been set up by the previous trend will show you the earliest closure before the main peak begins. Look at how the closure is made with the current indicator – after ULTRA_TREND reaches its max. point “30”, and with minor alterations the indicators starts floating again and reaches this point again, forming an arc which are used for defining entry points. In this example we can see the first alterations from the max. point are seen through one bar, where these data is interpreted as noise and isn't being used. As you can see, the closure has been made after the trend line breakthrough which has been set up by the level of selected arc. After opening the position we need to control the trailing stop, which is easily done by ULTRA_TREND. Trailing has to be set up according to the visual minimums and maximums, at the points where ULTRA_TREND lines cross, or when the main blue line has reached its minimum or maximum points.

So, in result we get:

- 2/3 half of the trend with minimal risk.
- 350 points of profit.
- Closure made at the trends maximum.
- The transaction was profitable during its existence.

Example 2



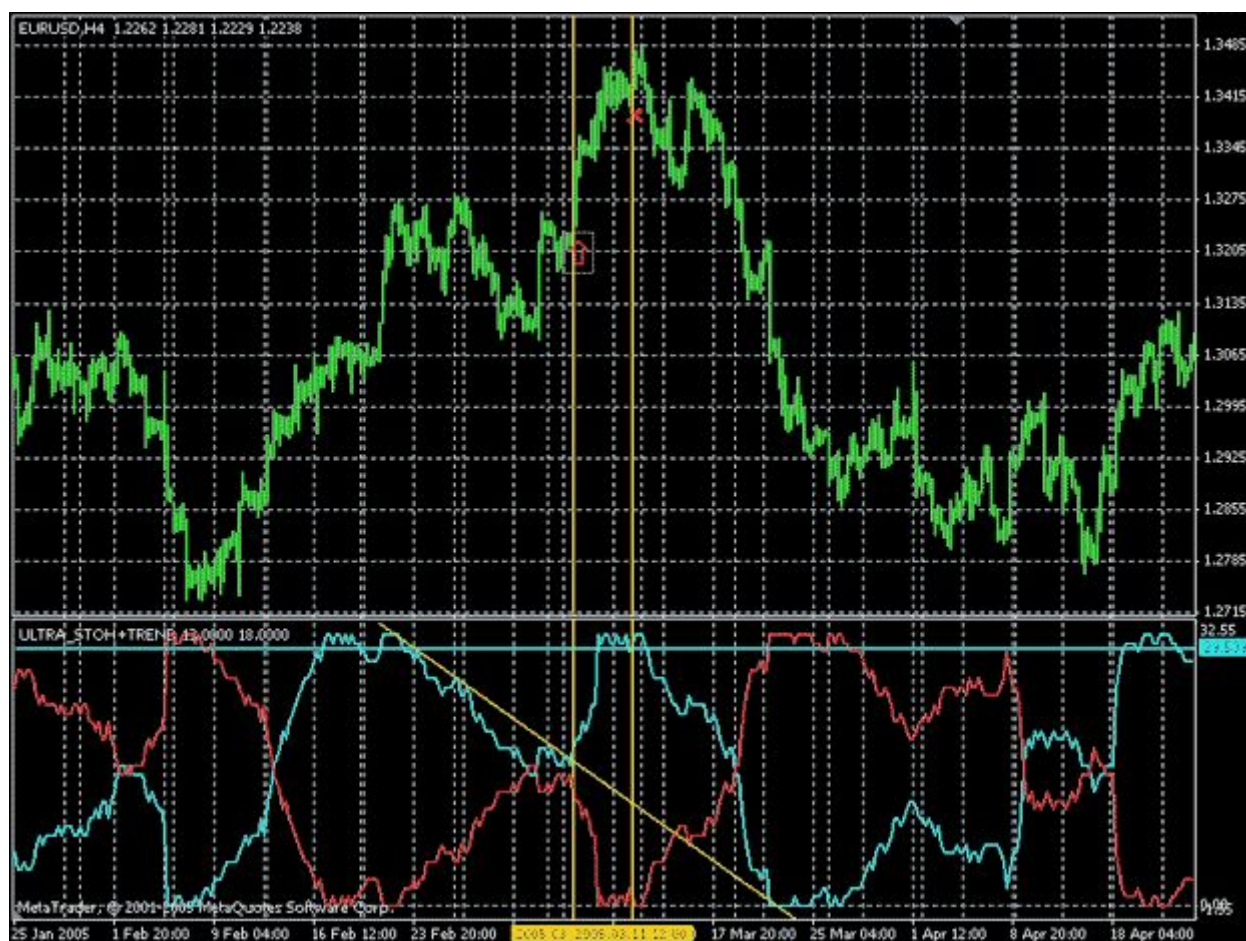
In our second example price trend line breakthrough is a little bit late, unlike the ULTRA_TREND's trend line breakthrough. Entry point matches the previous transactions' closure. As you can see, entry point is at the peak of the transaction, unlike the moment when the signal is counted as the actual price trend line breakthrough.

This transaction could have been unprofitable, but hence ULTRA_TREND shows not only the entry and exit points, but also shows us where we need to apply safety measures when making open transactions, so in this case we should cover of the profit with a trailing stop. Trailing stop setup point is marked with a check mark on the second image. ULTRA_TREND outputted a crossing, which means that the trend will either continue with much more power, or will not continue at all or there will be a turn, that's why the trailing stop is set up at this exact point.

So, in result we get:

- Minor profit – 60 points at minimal risk.

Example 3.



In our third example ULTRA_TREND will show us the price trend line.

Opening and closure of the transaction in this example is the same as in our first example. In this case the first alterations from the maximum where 2 bars, and key level closure was set in accordance to them.

So, in result we get:

- 2/3 half of the trend at minimal risk.
- 187 points of profit.
- Closure has been done at the maximum point of the trend.
- Transaction was profitable.

Example 4



In our forth example the price trend line breakthrough is very late, unlike the ULTRA_TREND's trend line breakthrough.

Opening and closure of the transaction in this example is the same as in out first example.

And in result we get the best result out of all examples:

- The whole trend was taken at minimal risks.
- 430 points of profit.
- Closure has been done at the trend's minimum.
- Transaction was profitable.

Not all features of the ULTRA_TREND indicator were shown in these examples. Such operation's success is made not only from the quality filtration and speed, but also from the indicator's knowledge of the price's direction, and that you know where exactly to close the transaction and where to cover the floating profit with a trailing stop.

As you can see, the signals to buy or to sell appear in those places, where the market is ready to follow the trend and prevent correction. Closure is done at the end of the trend. Trailing stop is set effectively so it won't snap into action without notice.

Also there is **another strategy** based on ULTRA_TREND's line crossing.

1. Entry is done at the crossing.

2. Trailing stop is used like in the first example.
3. Closure is done like in the first example.
4. Entry right after closure in reverse direction with minor profit of 100-150 points.

This strategy is also very effective.

We've shown only the simple strategies in our examples, but with a little of experience you can improve your trading results.