

## Rules of the 100-Trades Challenge Modified v2.0

### The Essence:

1. Trend Trading
2. Quality not Quantity
  - We only trade GBP/JPY
3. Strict Money Management
  - Invest only 1%-2% of bankroll per trade
  - Always trade with a Guarantee Stop Loss Order (GSLO)
4. Riding the trend versus 1:1.5 risk:reward
  - 30m or 1h chart entry has a target of 1.5x
  - 2h or 4h chart entry is used for riding the trend using a "cancel and replace" approach in the 4h chart and exit or exit/reverse with a 2h-4h contrarian signal (exit if only danger, exit/reverse if convergences)

### The Method

#### GBPJPY

- Trade using the 30m and 1-hourly charts
- Max pips risk is 30 target is 1.5x e.g risk 20p tp 30p
- Enter in the direction of the immediate trend (defined by Trend Lines or the EMAs 21/55/89/220/356)
- Enter trades in the "Correct Zone (Buy/Sell)"
- Enter only on Fibonacci 618 or 786
- Enter only with a Japanese Candle Formation (30m and 1H charts)

#### GBPJPY

- Trade using the 2h or 4h chart
- Max pips risk is 50
- There is not a set target profit, we move stop to b/e upon 1.5x pips move
- We exit or exit/reverse our trade upon a 2h or 4h contrarian signal
- Enter in the direction of the immediate trend (defined by Inner Trend Line)
- Enter trades in the "Correct Zone (Buy/Sell)"
- Enter only on Fibonacci 618 or 786
- Enter only with a Japanese Candle Formation (2h and 4H charts)

#### Counter Trend:

- If the Inner Trend Line (ITL) has been broken we only enter in the opposite direction of the Long Term Trend on a "Crown Right Tip" or with the confirmation of RSI Divergences
- The 786 Fibonacci bounce can also be trade in the opposite direction of the broken trend line, with only a candle confirmation as requirement