

# Traders Dynamic Indicator TDI



A great indicator for naked trading , can you notice something about this pic to do with naked trading ?

Ok well I will give you another clue



Have you got it yet ? 1 peak to another peak,

# What they look like together



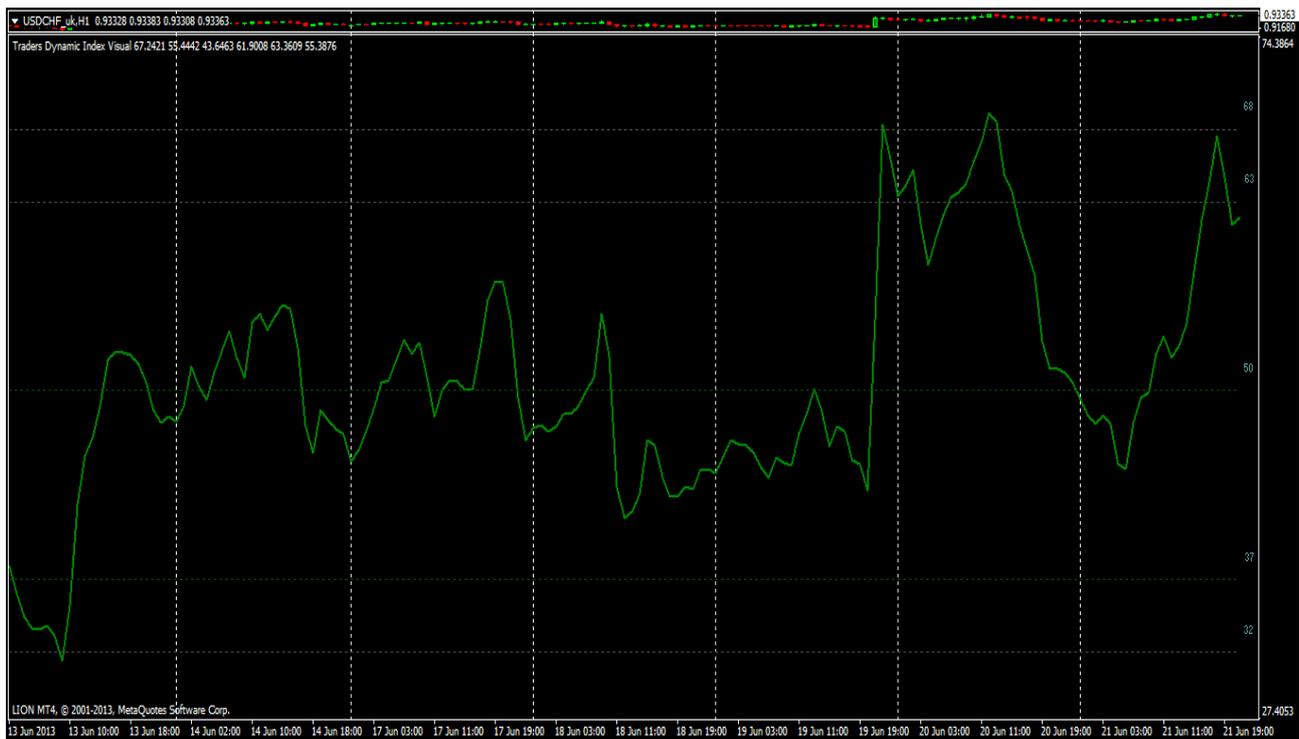
Get in 1<sup>st</sup> leg of W get out 2<sup>nd</sup> leg of M on the TDI simples  
Well not quite lets go through Tdi from the start.

## Basics

# Traders Dynamic Index

A hybrid indicator developed to indicate market conditions related to *trend direction, momentum, and market volatility.*

*An “all-in-one” indicator!*



# Traders Dynamic Index

*Step 1: RSI Price Line Step Line*

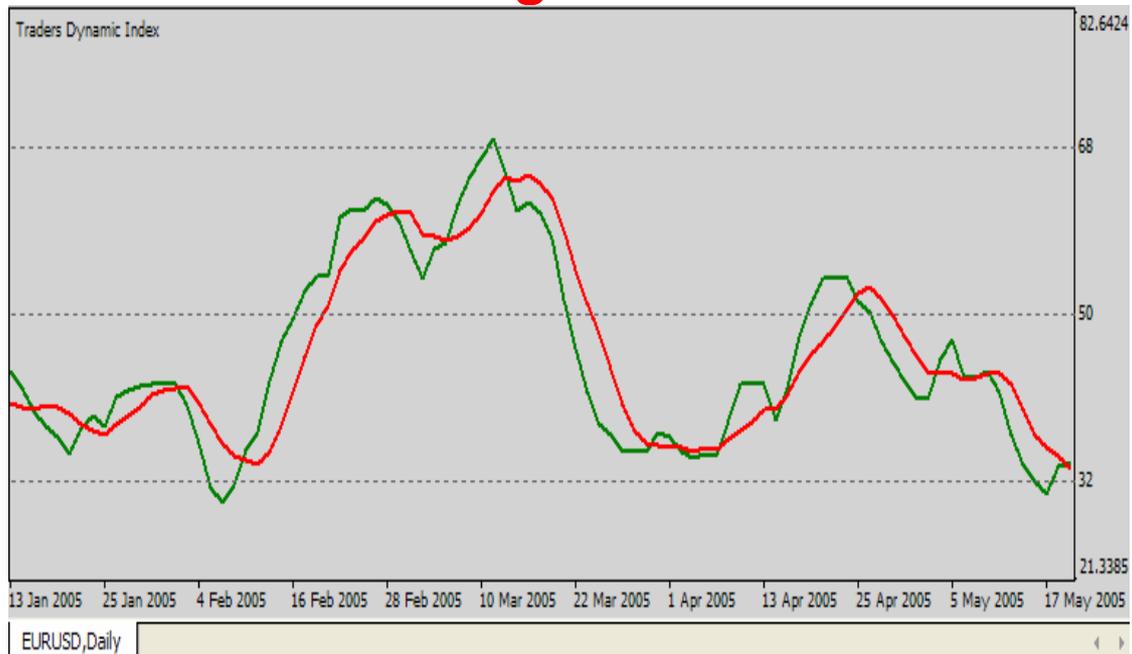
*Rules: Trade Long  
 when **RSI PL** is  
 above 50.*

*Trade Short when  
**RSI PL** is below 50.*

*Consider exit when **RSI  
 PL** is > 68 or < 32.*

## Step 2:

### Trade Signal Line



### Rules:

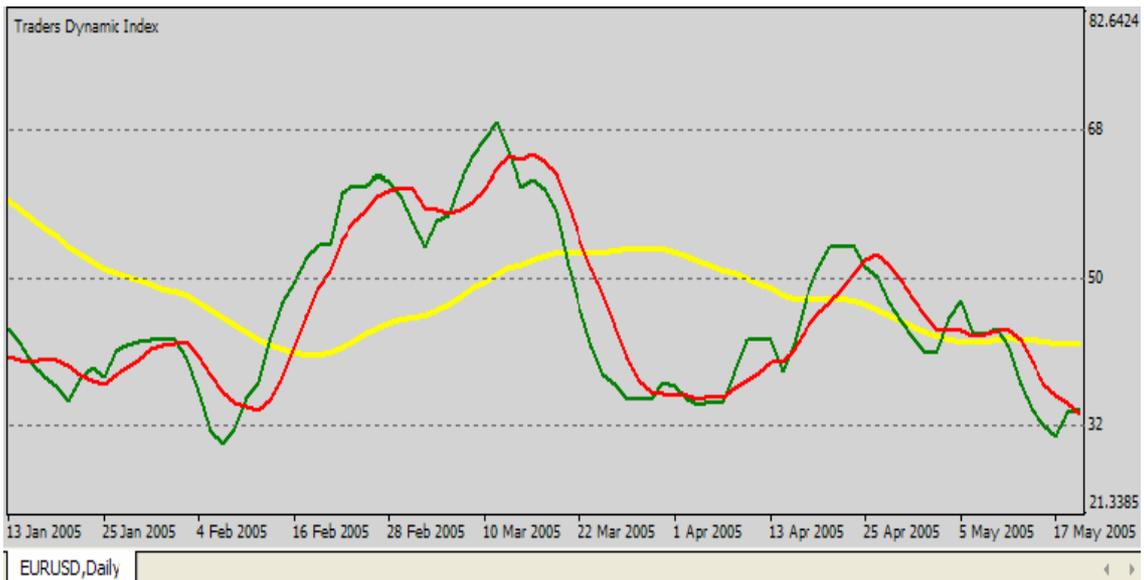
Trade Long when **RSI PL** > **TSL**.

Trade Short when **RSI PL** < **TSL**.

Exit trade when **RSI PL**  
& **TSL** crossover.

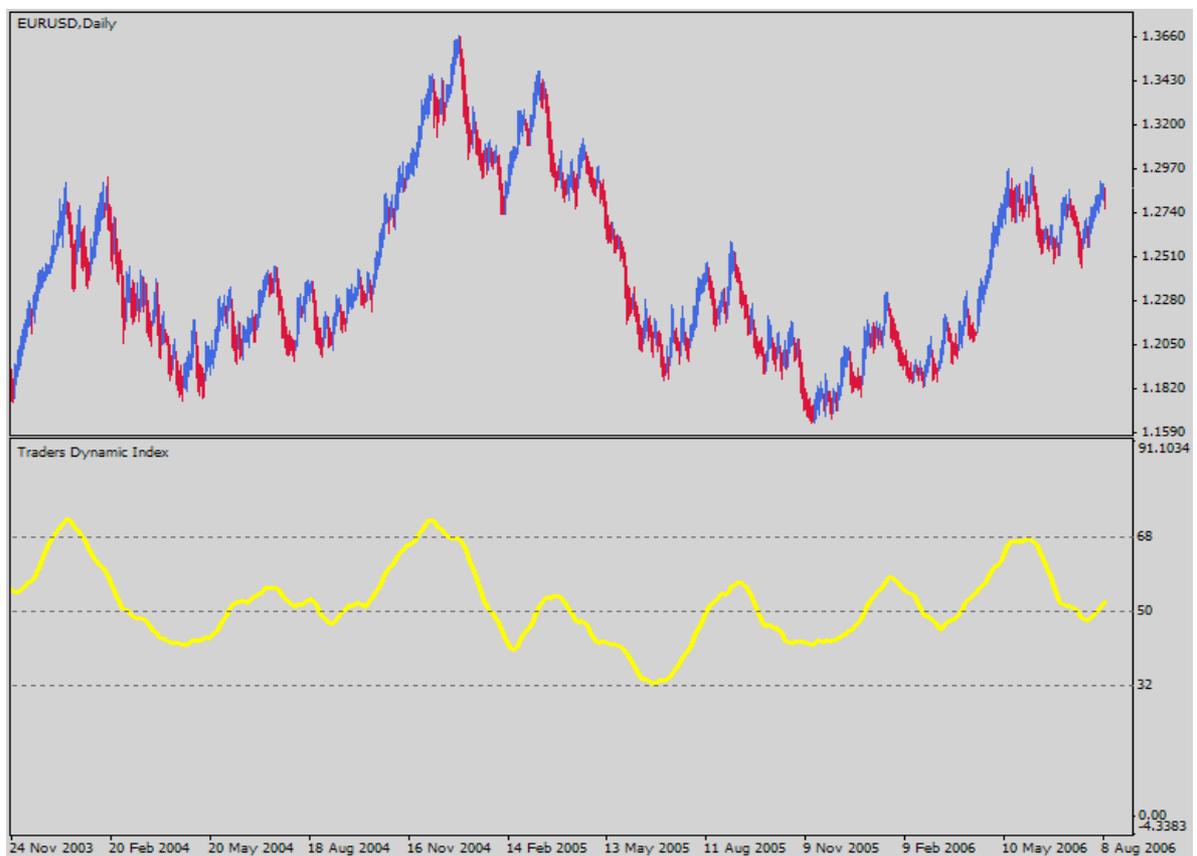
Now this is getting  
close .

## Step 3: Market Base Line

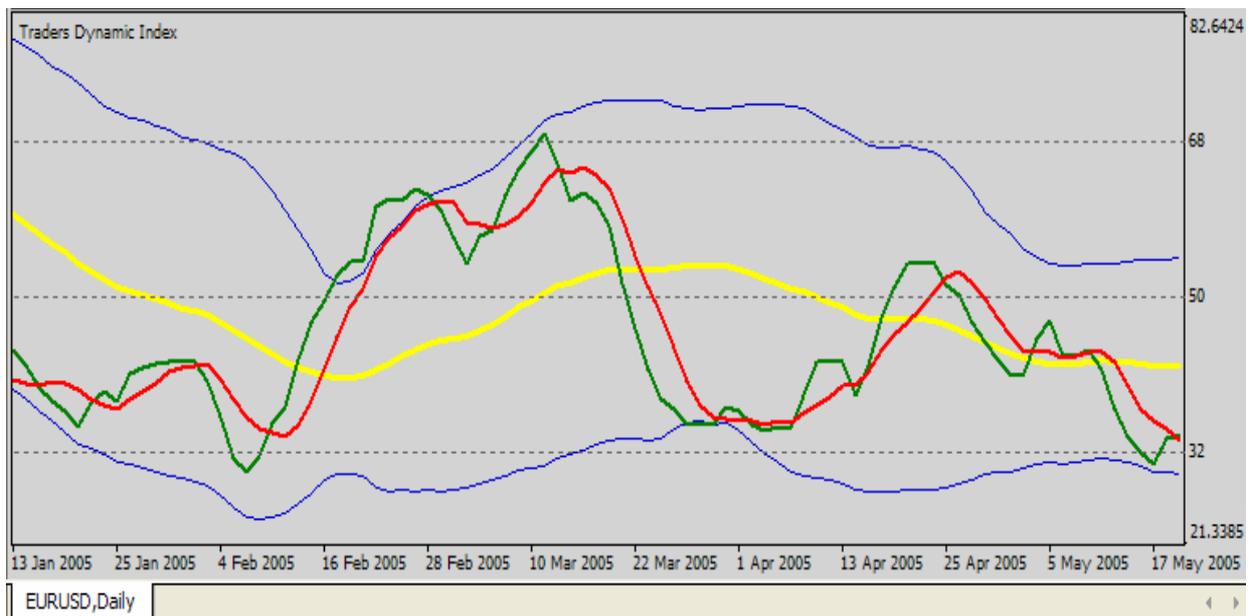


*Rules:*  
*Market Base Line acts  
as Overall Trend.*  
*Trade Long when  
RSI PL is > MBL.*  
*Trade Short when RSI PL  
is < MBL.*

**Market Base Line**  
**forecasts Market**  
**Reversals**



## Step 4: Volatility Bands



*Rules:*

*Scaling In*

*Add to a Long trade  
when **RSI PL** is  $>$  **VB**.*

*Add to a Short trade  
when **RSI PL** is  $<$  **VB**.*

*Consider **exit** when **RSI PL**  
crosses back over **VB**.*

# Traders Dynamic Index (TDI)

- Long entry = **RSI PL** > 50, **TSL**, and **MBL**.
  - Consider adding to Long trade if **RSI PL** > the **upper Volatility Band** and > 50, but < 68.
  - Avoid entering a Long trade when **RSI PL** > the **upper Volatility Band**, > 50, and > 68.
- 
- Short entry = **RSI PL** < 50, **TSL**, and **MBL**.
  - Consider adding to Short trade if **RSI PL** < the **lower Volatility Band** and < 50, but > 68.
  - Avoid entering a Short trade when **RSI PL** < the **lower Volatility Band**, < 50, and < 68.

TDI

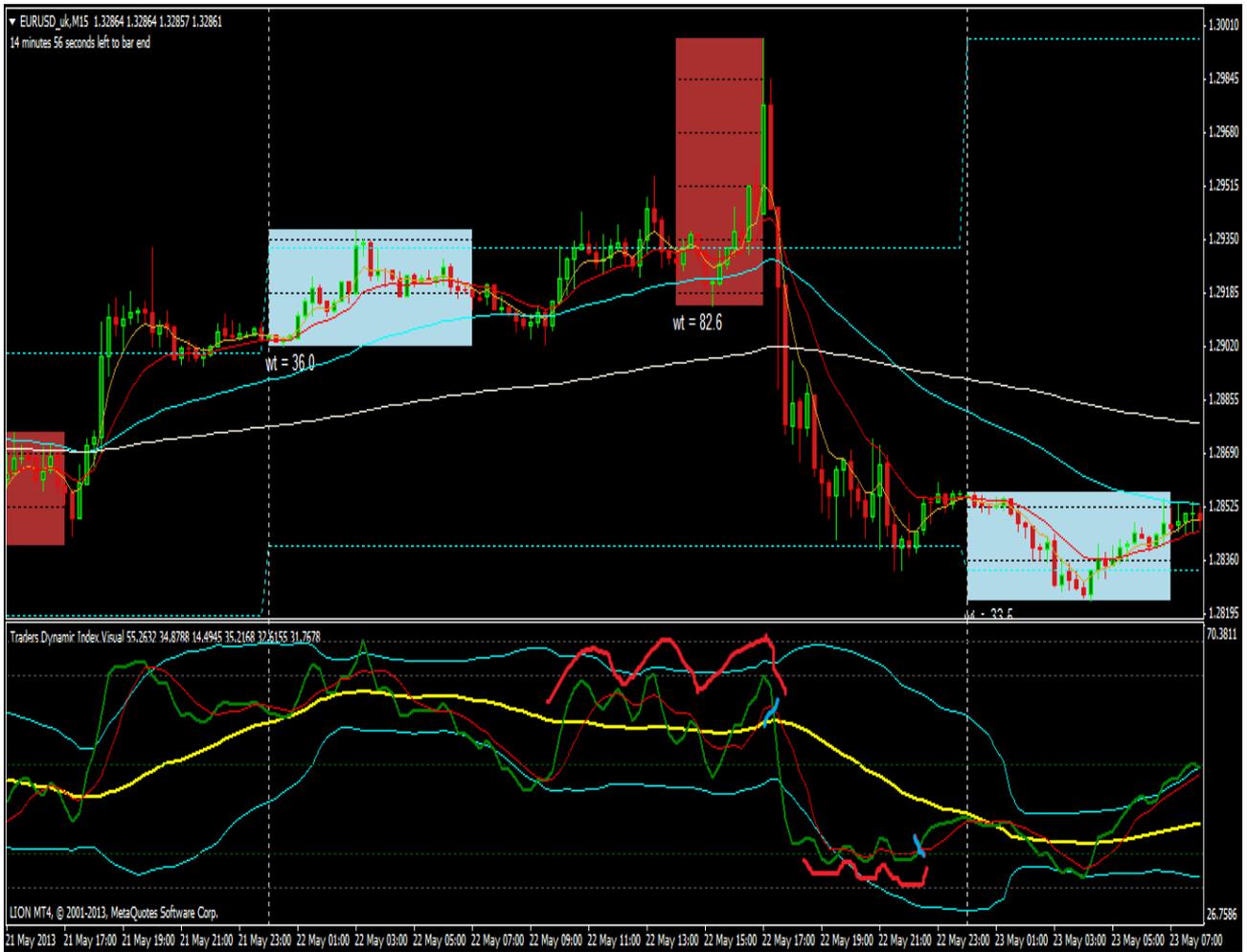
W+ M Formations

Yes tdi also forms W+ M formations and sometimes when the market does not as we talked about in the 1<sup>st</sup> slide



As you can see there is another small W after the M to enter long again.

# Head and Shoulders



# Divergence

A great way to know if your trade is right is Tdi divergence



## Trend

This is probably one of the most important parts and beneficial parts of TDI

Knowing what the trend is and what direction?  
The trend can be found 1 timeframe higher than the one your trading ie.

The 15 min trend will be found on the 1hr and the 4hr trend can be found on D1 and so on, on the crosses of **RSI PL** and **TSL** .

Although this will get you the majority of the move this does not necessarily mean the trend is over or has started as the signal lags .

Its only an indicator after all .

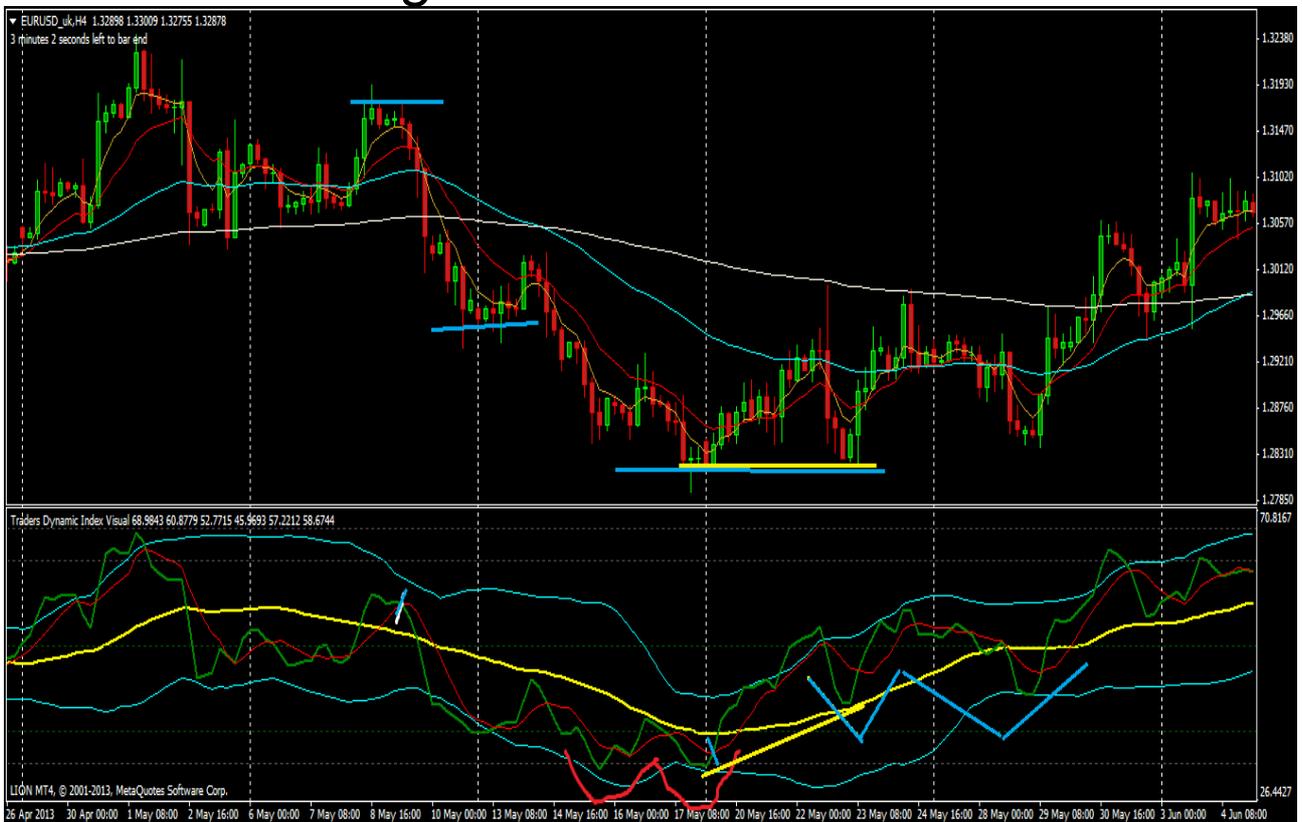
**The pattern and the pins rrt m and w and h+s are still the main way to determine entries and exits.**

This is just to guide you.

# D1



## The green circled 4HR chart



The MM Trend on the 4hr between the crosses of the D1

# More examples of Trend

## Usd/chf D1



Also note the 3 levels in TDI marked in red.

As you can see here the entry and exit are early and late so that's why you need the pattern, then use this for conformation.

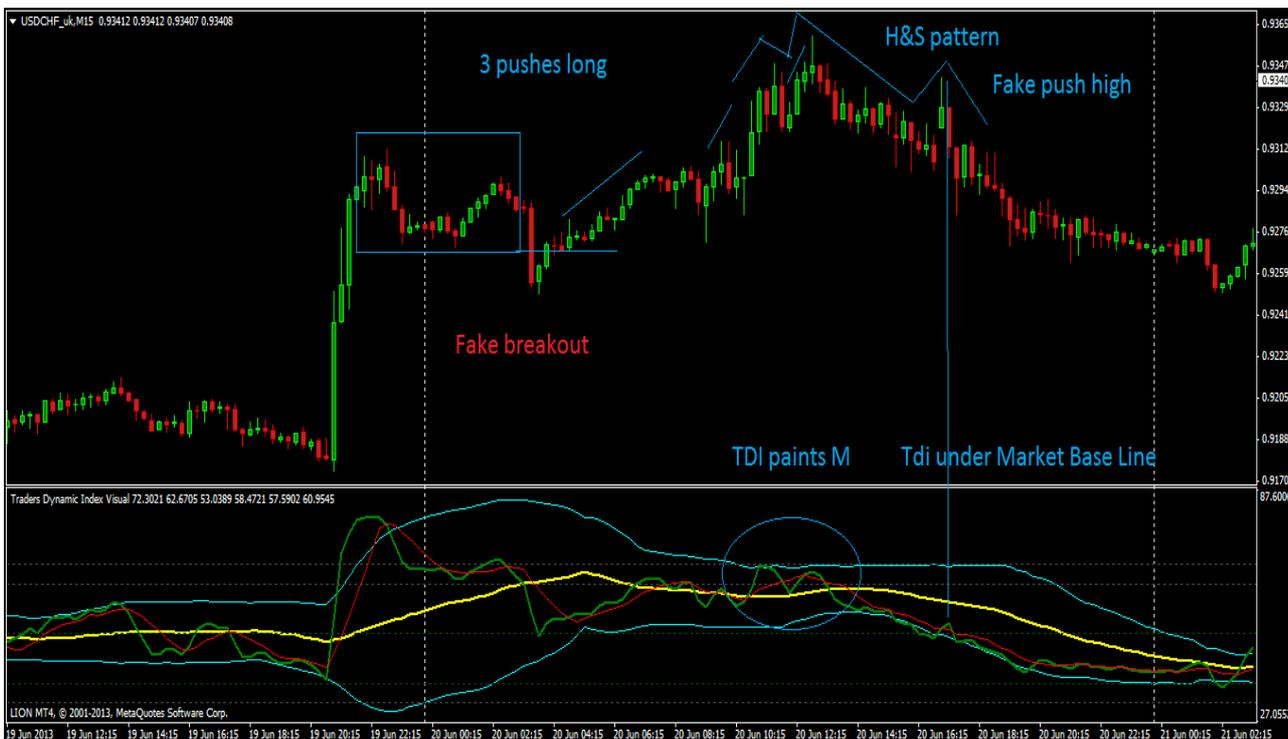
4hr looks like this



The 2 red lines are the crosses on D1 as you can see their early and late but as you can see TDI is spot on in this example in hindsight LOL

So lets now try and do this step by step

Step 1 identify the pattern lets say the 15min because thats where I like to trade,  
 So what happened yesterday and where are we in the cycle.



On the 1 hr looks like this



**RSI PL** crosses the **TSL** but never crossed back!

# What happened the next day



That looks like a giant H&S pattern price must be going down today ?

Wait what patten is that I see on TDI ?

W



Ok I got in on the W up about 20 pips now hold on is that a M I see now on Tdi will I exit ?  
Hold on how many pushes up has it gone  
I only see 2 will I exit ?  
Whats it look like on the 1 hr



Ok there are definitely 2 pushes up 2 green candles but it still looks like a h&s pattern but **TDI PL** has not crossed **TSL** yet just wait and see if there is 1 more push left



Ok thats more like it but it still hasn't broke previous high and **TDI PL** has crossed up again



Bingo looks like 3 levels now will I get out check the 1hr and see



Yeah looks good is this the H&S pattern Now

Hmmmm wait **TDI PL** has just crossed the **Market BASE line** and hasn't crossed **TSL** doesn't that mean buy ?

# Well in a word yes



Here is the whole move from W 3 levels to M just taking out yesterdays high . so what did it look like on 1 hr



Then you go from **cross** to **cross**  
**60 pips** but using the pattern in conjunction with  
**crosses** at least 100

Ok happy trading

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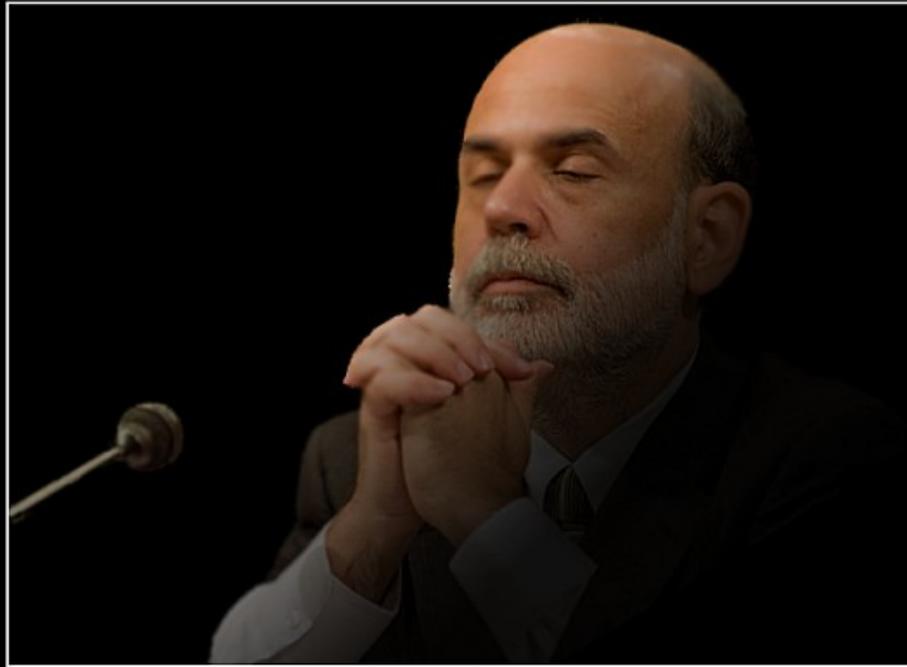
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OH just one more thing I have discovered the  
ultimate market signal

Just use this indicator on the next page and you  
will never fail !



# MARKET SIGNAL

(Sell.)

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