

BINARY OPTIONS WINNING FORMULA



**Make Consistent Wins
Using a Simple Formula**

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ALTHOUGH BINARY OPTIONS TRADING CAN BE VERY PROFITABLE, THERE IS ALWAYS THE RISK OF LOSING YOUR WHOLE INVESTMENT. BAD LUCK OR BAD PREDICTIONS CAN GENERATE LOSING STREAKS THAT CAN EVEN DEplete YOUR WHOLE INVESTMENT. THIS IS WHY WE STRONGLY RECOMMEND THAT YOU NEVER TRADE WITH MONEY YOU CAN'T AFFORD TO LOSE. BINARY OPTIONS TRADING IS AN INVESTMENT, AND SHOULD BE TREATED ACCORDINGLY.

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1-INTRODUCTION

Hello fellow Binary Options traders

Thank you once again for purchasing this Product.

You are here most likely because you want to take part of the Binary Options cake.

And believe me, this **IS SURELY REACHABLE**.

All you have to do is literally follow the principles described in My System, and you will be guaranteed to **CONSISTENTLY** have high winning ratio which translates in a VERY striking ROI (Return on Investment).

This is NOT a get-rich-soon scheme. It requires some level of self-esteem and disciplined personality.

You don't need to have any knowledge of Binary Options Trading or Forex Trading; though this would be a plus... You would understand and implement the system easier if you had those skills. I naturally favour the continued education in any field you tackle.

In this Manual you will get the necessary knowledge allowing you to follow and implement the principles discussed.

The Manual covers:

1. Brief (but concise) introduction to Binary Options
2. The different Types of Binary Options
3. What you should know about Brokers Selection
4. (Your OWN) Self-Generated SIGNAL
5. Trade Set-up and Strategy for Entry Points (Signal and Filters)
6. Money Management Tool... How to grow your Money even if the Winning ratio is only 50% of your trades.
7. Hints and Special Trades

The ONLY skills you need to start your path of wealth growth are:

- Disciplined profile... Follow EXACTLY the steps of My Formula
- Ability (and will) to read and implement straight forward principles
- Motivation to improve your financial situation

- Binary Options Account (Recommendations detailed later)
- A (free) Forex Charting account

So let's start and allow the fun (and money) to scroll...

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2-WHAT IS BINARY OPTIONS



"Binary Options Trading is as easy as predicting if a flip coin is up or down..."

"Of course this is equally dangerous and will lean towards gambling if you don't possess the proper knowledge and tools allowing you to get the odds in your favour"

"Seasoned Binary Options Trader"

Binary Options, known also as Digital Options or All-or-Nothing Options are not new financial instruments, but thanks to the new technologies, these are now available to the public and present an easier and faster way to make money.

The Digital option term derives from the digital nature of electronic devices which have only two states of being, "on" or "off" as with digital options trading.

When you hold a digital option, you are either in an "On" state indication which means you are in the money or in an "Off" state implying you are out of the money.

The value of the payout (Some brokers offer up To 85% return) is determined at the onset of the contract and does not depend on the magnitude by which the price of the underlying asset moves, so whether you are in the money by \$0.01 or \$0.05, the payout that you receive will be the same.

Binary Options are sometimes called all-or-nothing trades, meaning that either you are In-The-Money (ITM) and you get the specified payout, or you are Out-of-the-Money (OTM) and you lose your traded amount.

Binary options trading are a fast and exciting way to trade the financial markets. The payout rate trading digital options is high in comparison to any other traditional financial trading.

A simple Example for a digital options trading:

A trader wants to trade the NASDAQ so he buys 100\$ Contract of a Call Binary Options that carries an 81% Payout rate.

The NASDAQ now is traded at 2686 points and the time is 14:00 at N.Y, the Call Binary Options expires at 15:00.

If the trader prediction was right, it means that the expiration price of the binary options at 15:00 will be one pip or more than 2686 points; In this case the trader will gain 81% return on his

investment, so with a Contract amount of 100\$ his profit will be 81\$, returning 181\$ in his trading account. That is a 181% ROI.

If the trader's prediction was wrong, he will lose the 100\$ that he traded.

Benefits of Binary Options Trading

From the buyer's perspective, the main advantage of binary options trading is that the Risk taken is limited to the premium that the trader pays up front to take on a binary option position. So in above example, the Risk taken by the trader is limited to \$100 in that particular position.

This benefit means that the binary options trader can feel secure in knowing that their downside is limited to their initial trade size. While they can still profit if their market view turns out to be correct, they avoid having to worry about stop loss order slippage or losing their trading discipline.

Furthermore, binary options are a simpler trading vehicle having a limited risk profile since they either pay off a fixed amount or they do not, depending on where the underlying instrument is trading at the binary option's expiration.

Another advantage is that binaries can often be traded for shorter time frames (1 hour, ½ hour or even 15 min) via binary options trading platforms then are typically available for normal options offered by exchanges.

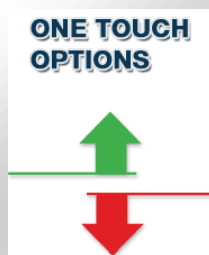
Binary Option Types

Several types of Binary Options can now be traded online using a variety of binary options trading strategies.

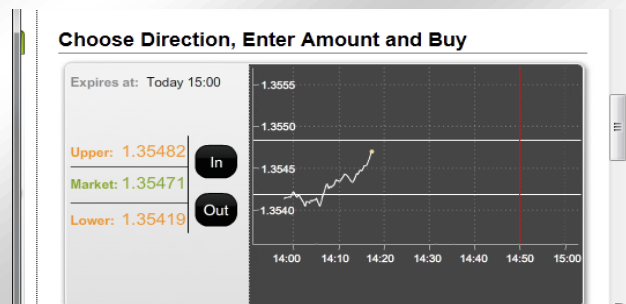
High/Low: The most commonly available binary options are "**High/Low**" also known as "**Above**" and "**Below**" or "**Call/Put**" binary options. Basically, a trader will receive a payout on a long binary option if the market is higher than the strike price of an above binary at expiration, or under the strike of a below binary.



One Touch: Some online binary options trading platforms also offer "**One Touch**" above or below binary options that generate a payoff as soon as their trigger level trades in the underlying market... even before the expiration time



Boundary: Another popular type of binary option is the **"Range or Boundary"** binary that is characterized by a range that is compared to the underlying market at the option's expiration. Typically, an "in" range binary pays off if the market ends up inside the range, while an "out" range binary pays off if the market ends up outside the range.



Some Brokers offer one or more of those types, and some other Brokers offer-it-all (we will come back in detail in the Brokers recommendations section)

Binary Option vs Gambling

As explained earlier, Binary Options Trading is one of the easiest and most lucrative forms of trading... But beware: There exists a thin line between the Smart Trading and Gambling...

It is a very common misunderstanding (and under-estimating) belief for the new/beginner traders to expect a high winning ratio ALL the time.

The average new trader is easily tempted to OVER trade... thinking that he can achieve high returns... He is driven into a vicious cycle leading him to place emotional trades and chasing "Winning" trades to find himself diving into his Losses.

This EXACTLY describes the Gambler personality... and this, somehow, is the trader's profile the brokers are mostly looking for.

Below is a tabulated comparison of traders profiles based on same trading criteria (ie trading same asset with same return % for same period of time)

...YOU CHOSE under which Trader's category you wish to be.

Type Of Trader	Consistent Options Winning Ratio
Expert trader	75%
Good trader	70%
Lucky trader	65%
Normal trader	60%
Lucky gambler	40%
Normal gambler	25%
Bad gambler	00%

The System described in this Manual will give you CONSTENTLY a monthly winning ratio of between 65% and 75%...

3-BROKERS SELECTION CRITERIA

Nowadays there are lots of brokers offering Binary Options Trading.

As stated above, there are brokers who offer you all types of trades: Above/Below, One-Touch and Boundary Options.

In addition to that, lots of Brokers offer very generous opening Bonus and very high promises. You have to be careful and use your due diligence when selecting your broker.

Following criteria are my recommendations to what you should be looking for at a minimum when you select **YOUR** broker:

- Put your Money where your brain leads you... Do not follow emotional signs. Do not allow the attractive coloured sites to flare your sight.
- Look first if the site is trustful: read the "About us" and the "Contact us" sections. Look for a physical address appearing clearly on the site
- Don't be misled by the opening bonus... this will not be yours until you trade 20 to 60 times your initial balance: look in the FAQ about this point in particular
- Some brokers offer "losing trade return" reaching to 15%... look in counterpart for their Return offers: If you do the calculation on long run, this option might not be beneficial
- See how many types of Options the broker is offering
- Look very carefully to the lock-out-period (ranging from 5 to 15 min): this is detrimental for your last moment trade
- Some brokers offer a buy back before the expiry, so you can recall a certain part of your losing trade before the expiry: This is a VERY attractive possibility
- Some brokers offer you the possibility to make your own %... they call it Option Builder: You can decide by yourself the Win/Lose %
- Number of underlying assets the broker offers... Allows you to choose your loved asset.

4-BROKERS RECOMMENDATION

P.S. As the list of Brokers is rapidly growing, I advise you to visit frequently **My Products** page for an updated Recommendation List.

Using the criteria cited above, I list below the recommended brokers (listed from higher to lower ranking) having a relatively high score in credibility, customer support and reliability.

Also I add in the bottom of the list one Broker offering a **60 second** Binary Trading! This is –of course – very risky, somehow gambling approach and doesn't suit all the tastes... But I include it just for the sake of covering most types of brokers.

Choose one of them and start your path (but apply the rules explained later in My System)

BROKER	KNOWN PARTICULARS
	Physical Address: Level 17, Dashwood House, 69 Old Broad Street London EC2M 1QS, United Kingdom Minimum investment: 200 USD Deposit Bonus: up to 400 USD/EURO/GBP, + other offers Options profitability: from 81% to 250%, and 110%-250% in weekend Option refund if out of the money: 0% to 15% Touch Options: up to 80% Boundary Options: up to 80% Buy Back (before expiry): Offered (VERY UNIQUE) Demo Account: Offered: When you open a live Acct, you get a parallel demo Acct Expiration periods: 15min, 30 min, 60 min, daily, weekly Lock-out period: 7 min Option Builder: Not offered Assets: Forex, Indices, Stocks, Commodities  

anyoption anyone can trade OPTIONS THAT EXPIRE TODAY EUR/USD RETURN 70% OIL RETURN 70% USD/GBP RETURN 66% FTSE 100 RETURN 67% BUY AN OPTION NOW	Physical Address: Estias 11B Ilioupoli Dali, Nicosia Cyprus Minimum investment: 200 USD Deposit Bonus: varies... Options profitability: up to 65% to 71% Option refund if out of the money: 15% Touch Options: Not offered Boundary Options: Not Offered Expiration periods: 60 min, weekend Lock-out period: 10 min Take Profit (before expiry): Offered (VERY UNIQUE) Roll Forward (to next expiry period): Offered (VERY UNIQUE) Option Builder: Not offered Assets: Forex, Indices, Stocks, Commodities OPEN ACCOUNT anyoption anyone can trade
Make 75% Returns In Minutes Trading Gold & Oil 24/7 Trade Binary Options Easily and Safely With The Worlds No. 1 Options Broker. BANC DE BINARY	Physical Address: Corporate Headquarters: Trump Tower, 40 Wall Street, New York, NY, 10005, US Minimum investment: 500 USD Deposit Bonus: up to 400 USD/EURO/GBP, + other offers Options profitability: from 75% to 85% Option refund if out of the money: 0% to 80% (Option Builder) Touch Options: up to 400% on selected Assets Boundary Options: Not Offered Demo Account: Offered (VERY UNIQUE) Expiration periods: 15min, 30 min, 60 min, daily, weekly Lock-out period: 7 min Option Builder: Offered (allowing you to decide your wanted Return/Safeguard Protection)... Extremely helpful functionality Assets: Forex, Indices, Stocks, Commodities OPEN ACCOUNT Trade Gold & Oil 24/7 Trade Binary Options Easily and Safely With BANC DE BINARY
GLOBAL OPTION YOUR OPTION TO TRADE Think your favorite stock is going up?	Physical Address: WGM Services Ltd., and is located at: 48 Themistokli Dervi Ave., Nicosia 1066, Cyprus. Minimum investment: 200 USD Deposit Bonus: varies... Options profitability: up to 81% Option refund if out of the money: 0% to 10% Touch Options: Not offered Boundary Options: Not Offered Expiration periods: 60 min, daily, weekly Lock-out period: 10 min Option Builder: Not offered Assets: Forex, Indices, Stocks, Commodities OPEN ACCOUNT GLOBAL OPTION YOUR OPTION TO TRADE Grab the Option to Gain 75% in less than 1 hour



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Boundary Options: Not Offered
Expiration periods: 60 min, daily, weekend
Option Builder: **Offered**
Assets: Forex, Indices, Stocks, Commodities




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Minimum investment: 100 USD
Deposit Bonus: Variable
Options profitability: from 70% to 80%
Option refund if out of the money: 0% to 5%
Touch Options: up to 400% on selected Assets
Boundary Options: Not Offered
60 Second Option: Offered (VERY UNIQUE)
Expiration periods: **60 sec**, 30 min, 60 min, daily, end-of-week
Assets: Forex, Indices, Stocks, Commodities



5-THE SYSTEM AT GLANCE

I will present My SYSTEM in 2 forms:

- 1- NARRATIVE-DETAILED format
- 2- And a TABULAR-LIKE, concise format for quick reference (Cheat Sheet)

FIRST, the Narrative Format...

5.1- THE BIANRY OPTIONS WINNING FORMULA EXPLAINED

The System that I'm going to detail is the result of long days of scrutiny, verification, and most importantly implementation on REAL LIVE account.

I will use the shortcut **BOWF** to refer to the **B**inary **O**ptions **W**inning **F**ormula.

Seeing is Believing... that's why I include in this narrative lots of snapshots for REAL LIVE account, and REAL formula's applications.

I start by highlighting that No matter which system you use, you are driven to lose if you don't have proper money management awareness... this is the Rule of Thumbs for any successful trader.

The System **AND** the Money Management **SHOULD** go in parallel, side-by-side.

THIS IS THE **WINNING FORMULA™**... without which you will not succeed.

I can't find words to tress this point any further.

In Mathematical representation >>> **BOWF = SIGNAL + MM <<<**

I will detail hereunder:

- 1- The Signal Described
- 2- The Signal Setup (How to install your Free Signal Generator)
- 3- The Signal Trigger (Filters that should be observed)
- 4- Money Management Rules
- 5- Placing the Trade

5.2- THE SIGNAL DESCRIBED

First, A word about the signal:

The Binary Options as offered by the current brokers have very limited expiry time: from 15 min to 1 hour at the best.

As such, ALL the complicated Technical and/or Fundamental analysis won't give you any help... All what you will need are a couple of Basic Indicators (Moving Average & Pivot Points).

All what matters is the Price Movement... **Direct Market Impact**

You don't have to listen to any financial news broadcast nor break your head-n-bone with any complicated Indicators... Couple of the very simple and basic Indicators (Moving Averages) and Pivot Line (S/R lines) are enough to spot the short period movements and to generate your Signal.

In order to capture the smallest movements, the whole System is based on the 5-min price movement of selected assets. The system was tested in particular for the EUR/USD and GBP/USD on 5-min Chart... It works as well for other assets.

The 5-min Chart can capture even very sharp movement at time of breaking economic news; that's why one of the main filters to apply is to be away from news release hours (more to come in next section).

OK. SO WHAT'S THE SYSTEM? AND WHAT'S THE FORMULA THAT I KEPT TALKING ABOUT??

As we're talking about small movements, one can easily think about scalping the market: Getting very small profit in very short time...

I'm not going to re-invent the wheel (nor should you). We have much more important matters to do... We have the Goal of EARNING MONEY (LOL).

The Signal explained in this Manual is based on a slightly modified approach of the widely used **MACD** indicator (**M**oving **A**verage **C**onvergence **D**ivergence). I briefly elaborate some definitions of the MACD herebelow... (If you're interested in deeper knowledge of MACD, please make a search on the net...)

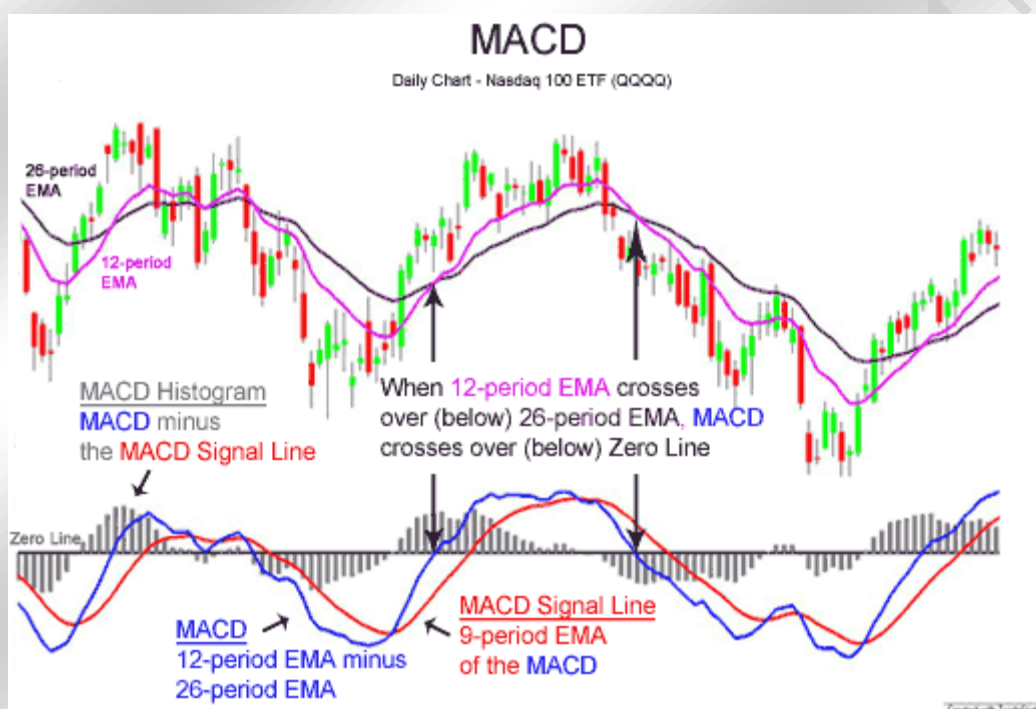
MACD

From Wikipedia, the free encyclopedia

MACD (Moving Average Convergence/Divergence) is a technical analysis indicator created by Gerald Appel in the late 1970s. It is used to spot changes in the strength, direction, momentum, and duration of a trend in a stock's price.

MACD is a computation of the difference between two exponential moving averages (EMA12 & EMA26) of closing prices. This difference is charted over time, alongside a moving average of the difference. The divergence between the two is shown as a histogram or bar graph.

Exponential moving averages highlight recent changes in a stock's price. By comparing EMAs of different periods, the MACD line illustrates changes in the trend of a stock. Then by comparing that difference to an average, an analyst can chart subtle shifts in the stock's trend.



For the purpose of establishing The BOWF Formula, I've used some principles from the MACD Indicator: I use EMA10 instead of EMA12, and I use the 5-min Chart...

I won't go to the complicated Interpretation of the other parameters... all I need is a Signal Trigger.

My setup (EMA10/EMA26) leads to the identification of one very notable pattern influenced by the price movement on small time scale (5-min) and driven by the market momentum...

This pattern happens when the Gap (Diversión) between the EMA10 and EMA26 is more than 8 pips... this is the deciding element which can trigger a signal. The faster the price gets going, the farther the gap will go.

This setup leads to VERY Impressive Results as demonstrated in the following lines...



But along this trigger, we should watch VERY carefully what I call filters (more on this below)...

The filters (described in detail in next sections) eliminate the chaos and allow for a "PURE" Signal. Those filters are the period of Low Volatility Markets (Asian Markets Session), the periods of unpredicted movements (Economic News Release periods) AND the Support / Resistance levels... We must be away from above filters to have a PURE Signal... and if we were in the midst of a trade, above filters should constitute a Hard Stop for our trade.

I have undergone a VERY detailed study spanning across more than 5 Months of Forex Market Data using the 5-min period data (Covering around 30,000 market price sets for EUR/USD and GBP/USD pairs).

The detailed study is included as a Bonus with this manual... you can always download it from [My Products](#) page.

The Result of this study is summarised by the following proposition:

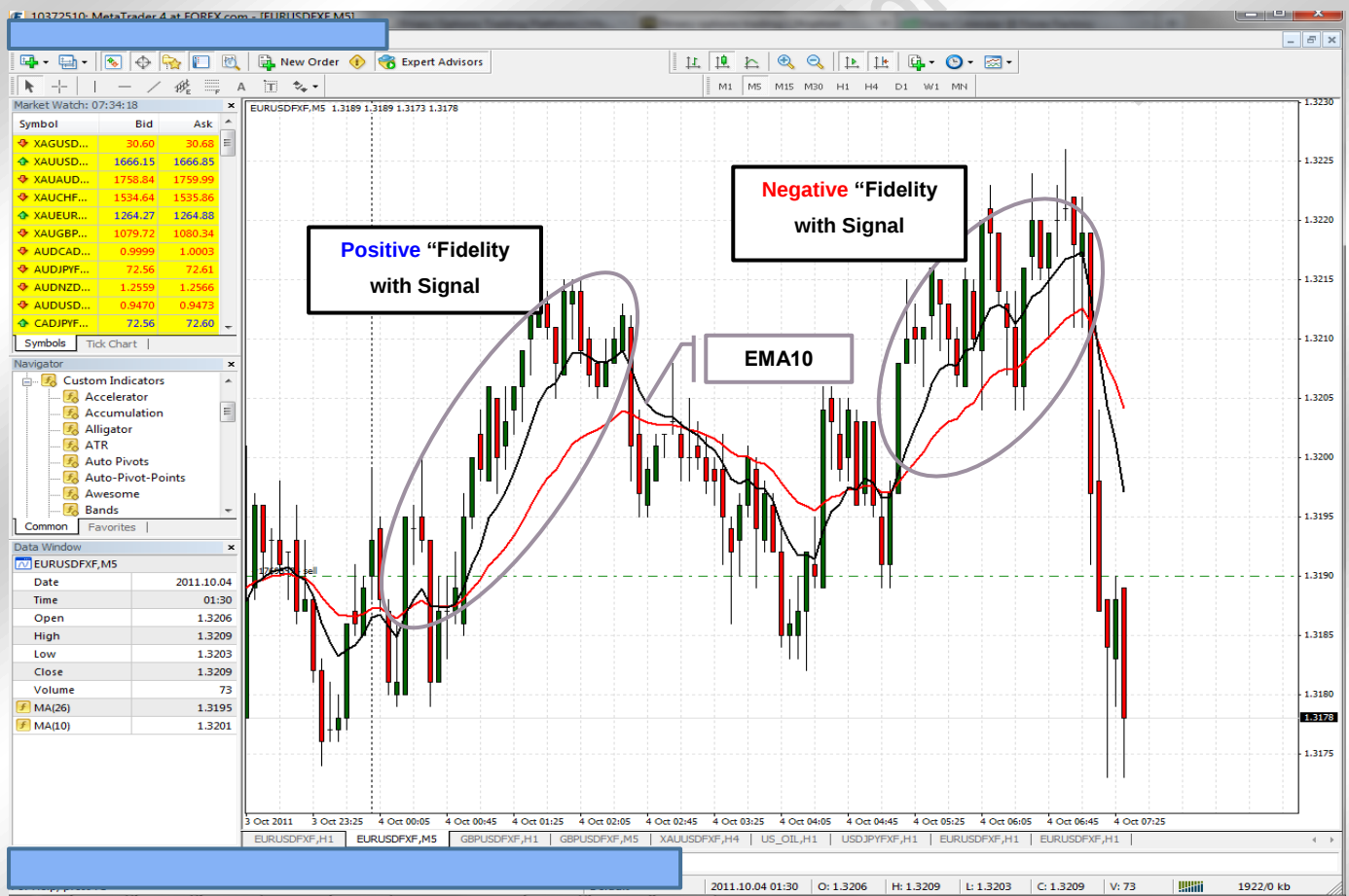
When applying the Signal with all the elimination filters, we can get with a
VERY HIGH confidence level, PURE Signals leading to
40 DAILY Opportunities having more than 75% Winning Ratio...

This translates into more than 185% ROI when Combined with Money Management
Rules (2nd element of the BOWF)

The study develops as follows (you may go to the end of this section if you don't want to get the "what lies behind" the System):

1. List of all 5-min prices sets (Open, High, Low, and Close) for the period of the study (this sampling covers from Jan-2011 till May-2011)... that is 30,220 price sets.
2. For each price set: calculate the EMA10 and EMA26 and the Gap (EMA10-EMA26).
3. 1st elimination: Keep only the sets with Gap > 8 pips. This is considered as a "Potential Signal": The sampling data is reduced to 6,620 sets (22% of Total starting sets)... Word of caution: we ONLY want to consider the Potentially Tradable sets.
4. 2nd elimination: The Forex Asian Session⁺ (i.e. between 20:00 GMT and 6:00 AM GMT) is considered as having low volatility for our traded assets; also, during this session, American and European traders are "asleep"; and more importantly: Most of the Binary Options Brokers are not operational. Therefore the 2nd elimination covers all sets falling within this session
5. 3rd elimination: The Important economic news releases have considerable but non-predictable effect on the price short-term movement... this carries a VERY high uncalculated risk and SHOULD be avoided. Of the important news, we know that most of the GBP and EURO related news are diffused between 8:00 and 9:00 am GMT, and most of the USD news related are diffused at 12:30 GMT. The 2 time slots (8:00-9:00 GMT and 12:00-13:00 GMT) will be considered for this 3rd elimination.
6. With this 3rd elimination... the sampled sets drop to 4,268 sets (15% of starting totals. But DON'T be frustrated: even with this number of sets, we're still talking about 40 Trading opportunities per day (4,268 / 105 trading days during the sampling period). This is still a lot for trading every day... especially when we have a very highly accurate trading opportunity. Our goal should not be to OVER TRADE... We should ONLY place trades having HIGH Winning Potential.

7. 4th elimination: We should not take any trade when the price is on, or approaching any Support / Resistance level. Unfortunately, this could not be factored in my formula as it needs a very rigorous mathematical model... I have factored this elimination in the "Capturable" signals... (see next points)
8. Now comes the Results part: I define the "Fidelity with the Signal" as being the degree at which the price moves in the direction of the Signal. We have "Positive Fidelity" when, if the Signal is Long, the bars within the period of the signal are up (buy) and the full body of the bar is above the EMA10 line. Also we have "Positive Fidelity" when, if the signal is short, the bars within the period of the signal are (sell) and the full body of the bar is below EMA10 line. We have "Negative Fidelity" when the bar is opposite to the signal direction and crosses the EMA10 line. (see illustration below)



9. Now the important part... the CORE of the BOWF: After simulating the price sets which comply with the excluding filters mentioned above, 3705 out of 4268 bars (87%) were showing "Positive Fidelity" (see snapshot below... as mentioned earlier, the complete study is available in [My Products](#) page).

10. This LEADS to the 1st proposition of the BOWF (Binary Options Winning Formula):

When applying the Signal with consideration of all elimination filters, we can get with a VERY HIGH confidence level, CLEAN Signals leading to **40 DAILY Opportunities having 87% Winning Ratio...**

11. This is of course a VERY hypothetical conclusion... We all know that we cannot "capture" ALL the signals (after all this is a manual system). For that reason I have considered a "**Capturable**" factor taking in consideration the human availability when the signal is triggered and the elimination filter representing the Support / Resistance levels (discussed earlier)... From long historical studies, this elimination exclusion is worth 15% for both... leading to a (Very Rational) "**Signal Capturing**" factor of 85%... so following on earlier results, we have now 3149 out of 4268 bars (74%) showing "**Positive Fidelity**" This LEADS to the modified 1st Element of the BOWF (Binary Options Winning Formula):

When applying the Signal with consideration of all elimination filters, we can get with a VERY HIGH confidence level, CLEAN Signals leading to **40 DAILY Opportunities having 74% Winning Ratio...**

This translates into 85% ROI when Combined with Money Management Rules (2nd element of the BOWF), (more on this in the MM section)

12. And Here is the VERY summary level of the study (snapshot below)

STATISTICS				RESULTS			
Sampling Days	105	Bar Count	Interpretation	TOTAL Tradable Bars	4,268	%	
Total Modelling (03-Jan to 27-May)		30,220	30,220 (5-min) Bars	Number of Bars with Positive "Fidelity" with the Signal	3,705	87%	
Tradable Bars	Gap Filter	6,620	Approx 22% of bars comply with Gap Filter	"Capturable" Signals... considering 15% exclusion when we apply the S/R filter	3,149	74%	
	Time Excl Filter	4,268	Approx 15% of bars comply with Time excluding Filter	Combining both tables (Statistics and Results), we can assume with a VERY HIGH confidence level, that we have DAILY <u>40 Opportunities having 74% winning ratio...</u> This translates in (at least) 80% ROI (Return on Investment) when apply the proper MM rules..			
	Signals per day	41	41 Trading "Opportunities" per day				

13. A final Word: Why I'm talking about **"Opportunities"**? Cause this will depend on every trader's behaviour, style and trading time... Not ALL the opportunities are capturable as this system is manual and not robotic... The System will present to you the opportunity... and it's up to you to trade or not.

Resources for My Manual - Microsoft Word

	A	B	C	D	E	F	G	H	I	J	K	L
	Weekday	Date	Time	Gap (EMA10-EMA26)	Signal Sign	T/NT (Gap)	Trade Time	Bar Count	Pip Value + Bar Dir	Pip SIGN	Cumul pips	Fidelity with Trend
224		2011.01.07	17:40	-16.52	-1	T	17:40	15	-6	6	-48	48
225		2011.01.07	17:45	-16.75	-1	T	17:45	16	1	-1	-47	47
226		2011.01.07	17:50	-16.48	-1	T	17:50	17	2	-2	-45	45
227		2011.01.07	17:55	-14.77	-1	T	17:55	18	13	-13	-32	32
228		2011.01.07	18:00	-13.27	-1	T	18:00	19	1	-1	-31	31
229		2011.01.07	18:05	-11.85	-1	T	18:05	20	1	-1	-30	30
230		2011.01.07	18:10	-10.61	-1	T	18:10	21	1	-1	-29	29
231		2011.01.07	18:15	-8.88	-1	T	18:15	22	5	-5	-24	24
232		2011.01.07	18:20	-8.00	-1	T	18:20	23	-4	4	-28	28
233	Mon	2011.01.10	11:20	7.90	1	T	11:20	1	-3	-3	-3	-3
234		2011.01.10	11:25	8.66	1	T	11:25	2	3	3	0	0
235		2011.01.10	11:30	9.66	1	T	11:30	3	4	4	4	4
236		2011.01.10	11:35	8.56	1	T	11:35	4	-15	-15	-11	-11
237	Mon	2011.01.10	14:10	7.92	1	T	14:10	1	4	4	4	4
238		2011.01.10	14:15	7.91	1	T	14:15	2	-6	-6	-2	-2
239	Mon	2011.01.10	15:45	8.80	1	T	15:45	1	7	7	7	7
240		2011.01.10	15:50	9.52	1	T	15:50	2	-6	-6	1	1
241		2011.01.10	15:55	9.94	1	T	15:55	3	1	1	2	2
242		2011.01.10	16:00	8.83	1	T	16:00	4	-12	-12	-10	-10
243		2011.01.10	16:05	8.19	1	T	16:05	5	2	2	-8	-8
244	Mon	2011.01.10	16:40	8.04	1	T	16:40	1	14	14	14	14
245		2011.01.10	16:45	8.54	1	T	16:45	2	-1	-1	13	13
246		2011.01.10	16:50	7.83	1	T	16:50	3	-10	-10	3	3
247		2011.01.10	16:55	7.83	1	T	16:55	4	5	5	8	8
248		2011.01.10	17:00	8.48	1	T	17:00	5	8	8	16	16
249		2011.01.10	17:05	8.75	1	T	17:05	6	0	0	16	16
250		2011.01.10	17:10	8.19	1	T	17:10	7	-5	-5	11	11
251		2011.01.10	17:15	8.20	1	T	17:15	8	5	5	16	16
252		2011.01.10	17:20	8.52	1	T	17:20	9	3	3	19	19
253		2011.01.10	17:25	8.76	1	T	17:25	10	1	1	20	20
254		2011.01.10	17:30	9.04	1	T	17:30	11	1	1	21	21
255		2011.01.10	17:35	9.35	1	T	17:35	12	1	1	22	22
256		2011.01.10	17:40	9.23	1	T	17:40	13	-2	-2	20	20

DETAILED ANALYSIS FOUND IN MY PRODUCTS PAGE

4252		2011.05.27	10:00	-7.87408	-1	T	10:00	15	1	-1	14	-14
4253	Fri	2011.05.27	15:40	8.00	1	T	15:40	1	8	8	8	8
4254		2011.05.27	13:05	10.59598	1	T	13:05	12	-19	-19	-11	-11
4255		2011.05.27	15:45	10.16355	1	T	15:45	2	12	12	1	1
4256		2011.05.27	15:50	12.95798	1	T	15:50	3	11	11	12	12
4257		2011.05.27	15:55	13.28429	1	T	15:55	4	-16	-16	-4	-4
4258		2011.05.27	16:00	11.73643	1	T	16:00	5	-14	-14	-18	-18
4259		2011.05.27	16:05	10.83671	1	T	16:05	6	3	3	-15	-15
4260		2011.05.27	16:10	9.685924	1	T	16:10	7	-2	-2	-17	-17
4261		2011.05.27	16:15	8.899156	1	T	16:15	8	1	1	-16	-16
4262		2011.05.27	16:20	7.967777	1	T	16:20	9	-3	-3	-19	-19
4263		2011.05.27	16:25	7.909085	1	T	16:25	10	8	8	-11	-11
4264		2011.05.27	16:30	8.081335	1	T	16:30	11	4	4	-7	-7
4265		2011.05.27	16:35	8.210731	1	T	16:35	12	2	2	-5	-5
4266		2011.05.27	16:40	8.844641	1	T	16:40	13	5	5	0	0
4267		2011.05.27	16:45	8.77478	1	T	16:45	14	-5	-5	-5	-5
4268		2011.05.27	16:50	7.741723	1	T	16:50	15	-9	-9	-14	-14
4269		2011.05.27	16:55	6.708666	1	T	16:55	16	-13	-13	-27	-27

STATISTICS			
Sampling Days	105	Bar Count	Interpretation
Total Modeling (03-Jan to 27-May)	30,220	30,220 (5-min) Bars	
Tradeable Bars	Gap Filter	6,620	Approx 22% of bars comply with Gap Filter
	Time Excl Filter	4,268	Approx 15% of bars comply with Time excluding Filter
	Signals per day	41	41 Trading "Opportunities" per day

RESULTS		
TOTAL Tradeable Bars	4,268	%
Number of Bars with Positive "Fidelity" with the Signal	3,705	87%
"Capturable" Signals... considering 15% exclusion when we apply the S/R filter	3,149	74%

Combining both tables (Statistics and Results), we can assume with a VERY HIGH confidence level, that we have **DAILY 40 Opportunities having 74% winning ratio...**
This translates in (at least) 80% ROI (Return on Investment) when apply the proper MM rules..

Page: 19 of 20 Words: 3,595 English (U.K.) 90%

Snapshot- Binary Options SIGNAL STUDY (complete study available in **My Products** page)

5.3- SIGNAL SETUP

I assume that you have the Basic knowledge of trading the Forex Market...

This Manual doesn't cover this side. There are lots of very useful resources on the net for you to look at.

Anyway, as part of the System you should have a Free Demo Account with one of the Forex Brokers... Once you have your account setup, I'm sure you'll find lot of resources on their site.

The Signal Setup needs a Charting Software that you will get free with the demo account.

I will explain how to set up the system on an MT4 platform... it will be the same for any other platform having the basic indicators pool.

STEP #1: Download and install MT4 platform from IBFX.com

You may choose any other broker; there are lots of them out there... But IBFX platform has lots of free and very useful Indicators that you won't find with any other Broker.

*P.S. For a detailed step-by-step guide, Go to Section **INSTRUCTIONS TO DOWNLOAD AND SETUP MT4** at the end of this Manual*

P.S. In order to visually understand and follow the System, you should install the following Indicators on your MT4 chart:

1. **STEP #2:** Install EMA 10 and EMA 26 (Exponential Moving Averages)
2. **STEP #3:** Install the Daily Pivots (from IBFX custom indicators)

Once you finish, your chart should be looking like that (for detailed setting, refer to the Section: **INSTRUCTIONS TO DOWNLOAD AND SETUP MT4**)



5.4- The TRADE/PATTERN

Many traders place trades based on separation pattern of 2 (or more) Moving Averages of their choice...

The Binary Options Winning Formula (BOWF) is based on the separation of 2 very particular moving averages: EMA10 and EMA26.

The Gap between the 2 Exponential Moving Averages gives an indication of the price movement in the subsequent short period to come.

In particular, when the Gap between EMA10 and EMA26 is more **than 8**, this will act like a motor for the price that keeps pushing it until it hits a reason for stoppage or reverse... This reason can be an economic news release or the Support/Resistance lines (in normal times), or any other reasons.

Above observations (Filters) are embedded in the following Signal Setup Strategy...

4. **Filter 1:** Do Not trade during the economic news releases, or even 1 hour earlier or later. (One of the best sources for economic calendar is <http://www.forexfactory.com/>). Also do not trade during Asian Session as the volumes are very low and there will be no noticeable movements also during this session, most of the Binary Options Brokers are closed. This translates in the following “Exclusion” diagram (Times shown in GMT).

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We should only accept the signals during the **Active Periods**.

5. **Filter 2:** Watch out if you are at or near any Support/Resistance level: the price might reverse/rebound
6. **Filter 3:** If you missed the start of the signal: Do Not trade if bar count reached to more than 10... unless the steam is higher again
7. **Filter 4:** If your trade is closed (win or loss): Do Not trade again unless the steam is higher again
8. **Definition:** The steam is defined by: Consecutive Bars in the direction of the Signal, with increasing height...
9. **When all the above are confirmed:** Place your trade. **Trade size** to be determined following the Money Management Rules detailed in next section.
10. A Typical Signal Setup should look like that:



6-MONEY MANAGEMENT RULES

This is the Cream and core essence of the System. This is the 2nd and primordial element of the BOWF Formula:

BINARY OPTIONS WINNING FORMULA (BOWF) = SIGNAL + MM

The Signal described above gives a very high winning ratio. However, **WITHOUT** proper Money Management, you risk depleting all your hard earned money... and the examples are plentiful.

The set of Rules described below are very easy to implement and have a VERY powerful doubling effect: even with the (unlikely) event of having less than 55% winning ratio, applying the MM rules will give you a whopping ROI of 186%.

So what are the Rules:

1. Definitions:

- a. ARA: Absolute Risk Amount: Your Initial Investment Amount
- b. mRA: Your minimum Risk Amount: Your min Trade Size
- c. MRA: Maximum Risk Amount that you are prepared to lose in any one trade

2. Decide ahead what is your CONFORTABLE mRA (min Risk Amount), MRA (Max Risk Amount) and ARA (Absolute Risk Amount):

From long term experience, the recommended MM rules are:

- 3. **Rule #1:** Start with an Investment as Low as \$800.00 (ARA)
- 4. **Rule #2:** Fix mRA to 5% of ARA (say \$40.00), and
- 5. **Rule #3:** Fix MRA to 20% of ARA (say \$160.00).
- 6. **Rule #4:** For every Trading day start the trade with your mRA of 5% your **INITIAL** deposit... and **NOT** your present Balance (say \$40 if your Initial Investment was \$800)
- 7. **Rule #5:** Place the Trade **ONLY** when your Signal is confirmed... Verify **ALWAYS** that you are **OUTSIDE** news release period **AND** that the price **IS NOT** near any Support / Resistance line.
- 8. **Rule #6:** If the result is a Loss (L), then use same trade size in your next trade
- 9. **Rule #7:** If the result is a Win (W), then DOUBLE your trade size in next trade
- 10. **Rule #8:** If you win again (WW): DOUBLE again for your next trade.
- 11. **Rule #9:** in either cases (W or L): **LIMIT** your DOUBLER to your pre-fixed MRA.

This translates in **ONLY** doubling **TWICE** as the MRA is 4*mRA

12.Rule #10: NOT ALL TRADES ARE WINS... Do Not panic and place emotional trades. Apply the above Set of Rules **EXACTLY**, and you're guaranteed to have a VERY consistent high ROI

Those MM rules have a VERY powerful effect: with ONLY 55% winning ratio of trades, we can reach to a whopping 186% ROI.

Here below is a snapshot of a live trading account (with 24option.com) where the above Rules were used literally.

24Options Real Live Account Results During Sep-2011									
Instrument	Return %	Asset	Order #	Order Time	Trade Size	Target Price	Expiry Time	Binary Result	Return/Refund
STARTING BALANCE									800.00
Touch Down	77%	EUR/USD		01/09/2011 18:46	40	1.42310	01/09/2011 19:00	0	-40.00
High / Low	85%	EUR/USD		02/09/2011 20:28	40	1.41877	02/09/2011 21:00	0	-40.00
Touch Down	72%	GBP/USD		05/09/2011 17:49	40	1.60625	05/09/2011 17:58	0	-40.00
Touch Down	77%	EUR/USD		05/09/2011 17:57	40	1.40553	05/09/2011 18:30	1	30.80
Touch Down	72%	GBP/USD		05/09/2011 18:01	80	1.60660	05/09/2011 18:07	1	57.60
High / Low	85%	EUR/USD		05/09/2011 20:54	160	1.41124	05/09/2011 21:00	1	136.00
Touch Up	77%	EUR/USD		06/09/2011 13:52	40	1.41893	06/09/2011 14:00	1	30.80
High / Low	81%	GBP/USD		07/09/2011 13:53	80	1.59558	07/09/2011 14:15	0	-80.00
Touch Down	77%	EUR/USD		07/09/2011 17:36	80	1.40045	07/09/2011 18:00	0	-80.00
Touch Down	72%	GBP/USD		07/09/2011 19:57	80	1.59388	07/09/2011 20:04	1	57.60
Touch Down	72%	GBP/USD		07/09/2011 20:24	160	1.59231	07/09/2011 20:24	1	115.20
Touch Up	77%	EUR/USD		07/09/2011 20:39	40	1.40773	07/09/2011 21:00	0	-40.00
High / Low	81%	GBP/USD		07/09/2011 22:24	40	1.59958	07/09/2011 22:45	0	-40.00
Touch Up	72%	GBP/USD		08/09/2011 15:16	40	1.60742	08/09/2011 15:45	0	-40.00
Touch Down	77%	EUR/USD		08/09/2011 17:06	40	1.39512	08/09/2011 17:30	0	-40.00
High / Low	85%	EUR/USD		08/09/2011 18:06	40	1.39570	08/09/2011 18:30	0	-40.00
Touch Down	77%	EUR/USD		08/09/2011 18:11	40	1.39494	08/09/2011 19:45	1	30.80
Touch Down	77%	EUR/USD		09/09/2011 12:09	80	1.38499	09/09/2011 12:30	1	61.60
High / Low	85%	EUR/USD		09/09/2011 13:17	160	1.38337	09/09/2011 13:18	1	136.00
Touch Down	77%	EUR/USD		09/09/2011 13:19	40	1.38191	09/09/2011 13:30	0	-40.00
Touch Down	77%	EUR/USD		09/09/2011 17:12	40	1.37547	09/09/2011 17:27	0	-40.00
Touch Down	72%	GBP/USD		09/09/2011 17:32	40	1.58903	09/09/2011 17:42	1	28.80
Touch Down	77%	EUR/USD		09/09/2011 17:35	80	1.37068	09/09/2011 17:41	1	61.60
High / Low	85%	EUR/USD		12/09/2011 11:51	160	1.35636	12/09/2011 11:53	1	136.00
High / Low	85%	EUR/USD		12/09/2011 22:52	40	1.35831	12/09/2011 22:58	1	34.00
Touch Up	77%	EUR/USD		13/09/2011 15:32	80	1.36941	13/09/2011 15:33	1	61.60
Touch Up	77%	EUR/USD		13/09/2011 15:34	160	1.37182	13/09/2011 15:49	0	-160.00
Touch Up	77%	EUR/USD		13/09/2011 20:43	40	1.37115	13/09/2011 20:47	0	-40.00
High / Low	85%	EUR/USD		13/09/2011 20:47	40	1.37187	13/09/2011 21:00	0	-40.00
Touch Up	77%	EUR/USD		13/09/2011 21:02	40	1.37221	13/09/2011 21:04	0	-40.00
Touch Up	77%	EUR/USD		13/09/2011 21:06	40	1.37359	13/09/2011 21:22	0	-40.00
Touch Up	77%	EUR/USD		15/09/2011 14:13	40	1.38280	15/09/2011 14:30	1	30.80
Touch Up	72%	GBP/USD		19/09/2011 11:37	80	1.57607	19/09/2011 11:45	1	57.60
Touch Down	62%	USD/JPY		19/09/2011 18:36	160	76.4110	19/09/2011 18:36	1	99.20
Touch Up	77%	EUR/USD		19/09/2011 18:41	40	1.36214	19/09/2011 18:52	1	30.80
Touch Up	77%	EUR/USD		19/09/2011 21:44	80	1.36379	19/09/2011 21:47	1	61.60
Touch Up	77%	EUR/USD		19/09/2011 21:55	160	1.36485	19/09/2011 21:56	1	123.20
High / Low	85%	EUR/USD		19/09/2011 21:57	40	1.36527	19/09/2011 22:08	1	34.00
Touch Up	77%	EUR/USD		19/09/2011 22:11	80	1.36784	19/09/2011 22:12	0	-80.00
High / Low	85%	EUR/USD		19/09/2011 22:13	80	1.36875	19/09/2011 22:16	0	-80.00
High / Low	85%	EUR/USD		19/09/2011 22:18	80	1.36916	19/09/2011 22:30	0	-80.00
Touch Up	77%	EUR/USD		20/09/2011 11:27	80	1.36707	20/09/2011 11:45	1	61.60
Touch Up	77%	EUR/USD		20/09/2011 11:52	160	1.36832	20/09/2011 12:00	1	123.20

Touch Down	77%	EUR/USD	20/09/2011 14:13	40	1.36873	20/09/2011 14:30	0	-40.00
Touch Down	72%	GBP/USD	20/09/2011 14:32	40	1.57152	20/09/2011 14:33	1	28.80
Touch Down	72%	GBP/USD	20/09/2011 14:35	80	1.57075	20/09/2011 14:37	1	57.60
Touch Up	77%	EUR/USD	20/09/2011 20:49	160	1.36763	20/09/2011 20:51	1	123.20
Touch Down	72%	GBP/USD	21/09/2011 17:29	40	1.56044	21/09/2011 17:41	1	28.80
Touch Up	77%	EUR/USD	21/09/2011 21:08	80	1.37783	21/09/2011 21:30	1	61.60
Touch Up	72%	GBP/USD	21/09/2011 21:55	160	1.56888	21/09/2011 22:10	0	-160.00
Touch Down	77%	EUR/USD	22/09/2011 13:22	40	1.34420	22/09/2011 13:30	0	-40.00
Touch Up	72%	GBP/USD	26/09/2011 12:27	40	1.54973	26/09/2011 12:45	0	-40.00
Touch Down	72%	GBP/USD	28/09/2011 21:32	40	1.56014	28/09/2011 21:34	0	-40.00
Touch Down	72%	GBP/USD	28/09/2011 21:35	40	1.56012	28/09/2011 21:42	1	28.80
Touch Down	77%	EUR/USD	28/09/2011 21:37	80	1.35818	28/09/2011 21:42	1	61.60
Touch Down	77%	EUR/USD	28/09/2011 21:47	160	1.35628	28/09/2011 21:53	1	123.20
Touch Down	72%	GBP/USD	28/09/2011 21:56	40	1.55697	28/09/2011 22:10	0	-40.00
Touch Down	77%	EUR/USD	28/09/2011 22:16	40	1.35546	28/09/2011 22:30	0	-40.00
Touch Up	77%	EUR/USD	30/09/2011 11:47	40	1.35234	30/09/2011 11:48	1	30.80
Touch Up	77%	EUR/USD	30/09/2011 11:51	80	1.35329	30/09/2011 11:55	1	61.60

Total
W/L 686.40

Some explanations:

The W/L sequence was NOT a favourite one; in fact it had a frustrating start:

3L-4W-2L-2W-5L-3W-2L-5W-5L-7W-3L-2W-1L-5W-4L-3W-2L-2W

The total number of trades taken was 60

The number of Winning Trades was 33 **(55%)**

However with the **proper MM** set, The ROI was: **186%**

Total Trades	Wins	Start Balance	End Balance	Return	Max Cons Wins	Max Cons Loss	AVG Cons Wins	AVG Cons Loss
60	33	800.00	1486.40	686.40	7	5	3	3
Winning Ratio	55%							
ROI			1.86	86%				

7- PLACING YOUR TRADE

IT'S TIME FOR TRADE NOW. YOUR SIGNAL IS CONFIRMED AND YOUR MM IS IN PLACE:

- **Rule #1:** Trade ONLY with reliable brokers... You should put your money where your heart and mind are comfortable. Again, I recommend one of the following Brokers:
 - 24Options.com
 - bBinary.com
 - AnyOption.com
- **Rule #2:** Trade ONLY the Assets you feel CONFORTABLE with
- This Manual is based on trading the Forex pairs and particularly the EUR/USD and the GBP/USD. But the rules can be equally applied for any other asset. You have to decide.
- Select the Option Type (Above/Below, One Touch, Boundary) depending on your style: For quick and fast result go for Touch and for little lengthy trades (max 1 hr ☺ in worst cases) go for Above/Below. In other words:
- **Rule #3:** Chose Touch/No Touch if the signal is showing an acceleration pace and
- **Rule #4:** Chose Above/Below if the signal is "slowing down"
- Decide your trade size based on the MM rules
- PLACE your Trade... and wait for Result
- **Rule #5:** Winning Opportunities are always there: You Just have to SNATCH them

In the end, I want you to memorise the BOWF Golden Proposition

**When applying the Signal with all the elimination filters, we can get
with a VERY HIGH confidence level, CLEAN Signals leading to
40 DAILY OPPORTUNITIES HAVING MORE THAN 75% WINNING RATIO...**

**This translates to 85% ROI when Combined with
Proper Money Management Rules**

8- BOWF TABULATED

For fast tracked traders, and after having detailed the Concept behind the Winning Formula, I summarise the System in a concise sheet that can be referred to at any time. Keep it close to your hand palm, and follow it during your trading...

BINARY OPTIONS WINNING FORMULA	
1- OPEN LIVE BINARY OPTIONS ACCOUNT	Select Your Broker Open a Live Account with (either): • 24Options.com  • bBinary.com  • AnyOption.com 
2- SIGNAL SETUP	• Download Free MT4 Platform from) http://www.metaquotes.net/ or from Interbankfx.com • Install the SIGNAL Indicators (EMA10 & EMA26) • Install the Filter Indicator (Pivot Lines)
3- SIGNAL TRIGGER	• Signal Trigger: when Absolute Value of (EMA10-EMA26)>8... • Signal Direction: the visual direction of the trend... No fancy matters. • Signal Close: when Absolute Value of (EMA10-EMA26) <8, or when <u>any</u> of the below Filters is met. The Signal should then be confirmed / denied by the following Filters: • Filter 1: Do Not trade during the economic news releases, or even 1 hour earlier or later (for that you might refer to a good source of economic calendar such as http://www.forexfactory.com/) • Filter 2: Watch out if you are at or near any Support/Resistance line: the price might reverse/rebound • Filter 3: If you missed the start of the signal: Do Not trade if bar count reached to more than 10... unless the <u>steam</u> is higher again • Filter 4: If your trade is closed (win or loss): Do Not trade again unless the <u>steam</u> is higher again • Definition: The <u>steam</u> is defined by: Consecutive Bars in the direction of the Signal, with increasing height... When all the above are confirmed: Place your trade. Trade size to be determined following the Money Management Rules detailed in next section IF ANY OF ABOVE FILTERS IS FALSE, DO NOT PLACE TRADE AND WAIT FOR OTHER OPPORTUNITY

4- Money Management Rules	Much more important than the Signal, the MM is a must for any successful trader: Without MM, you risk to WIPE OUT all your hard earned money. Implement EXACTLY the following MM Rules: Definitions: - ARA: Absolute Risk Amount: Your Initial Investment Amount - mRA: Your minimum Risk Amount: Your min Trade Size - MRA: Maximum Risk Amount that you are prepared to lose in any one trade - Decide ahead what is your CONFORTABLE mRA (min Risk Amount), MRA (Max Risk Amount) and ARA (Absolute Risk Amount): From long term experience, the recommended MM rules are: Rule #1: Start with an Investment as Low as \$800.00 (ARA) Rule #2: Fix mRA to 5% of ARA (say \$40.00), and Rule #3: Fix MRA to 20% of ARA (say \$160.00). Rule #4: For every Trading day start the trade with your mRA of 5% your INITIAL deposit... and NOT your present Balance (say \$40 if your Initial Investment was \$800) Rule #5: Place the Trade ONLY when your Signal is confirmed... Verify ALWAYS that you are OUTSIDE news release period AND that the price IS NOT near any Support / Resistance line. Rule #6: If the result is a Loss (L), then use same trade size in your next trade Rule #7: If the result is a Win (W), then DOUBLE your trade size in next trade Rule #8: If you win again (WW): DOUBLE again for your next trade. Rule #9: in either cases (W or L): LIMIT your DOUBLER to your pre-fixed MRA. This translates in ONLY doubling TWICE as the MRA is 4*mRA Rule #10: DO NOT OVERTRADE... Fix a daily target for your Wins or Losses... Stop trading when your reach it... Go to sleep and come trade tomorrow
5- PLACE YOUR TRADE	IT'S TIME FOR TRADE NOW. YOUR SIGNAL IS CONFIRMED AND YOUR MM IS IN PLACE: Rule #1: Trade ONLY with reliable brokers... You should put your money where your heart and mind are comfortable. Again, Chose one of the Brokers recommended above. Rule #2: Trade ONLY the Assets you feel CONFORTABLE with - This Formula is based on trading the Forex pairs and particularly the EUR/USD and the GBP/USD. But the rules can be equally applied for any other asset. You have to decide. - Select the Option Type (Above/Below, One Touch, Boundary) depending on your style: For quick and fast result go for Touch and for little lengthy trades (max 1 hr ☺ in worst cases) go for Above/Below. In other words: Rule #3: Chose Touch/No Touch if the signal is showing an acceleration pace and Rule #4: Chose Above/Below if the signal is "slowing down" - Decide your trade size based on the MM rules - PLACE your Trade... and wait for Result Voila... that's it: Take your earnings and enjoy

6- FINAL WORD

- Follow the rules **EXACTLY** as described... unless you want to wipe out your money
- DON'T ever OVER-TRADE... thinking that you will recover your losses simply by placing emotional trades.
- It goes by saying: DON'T trade with money that you CANNOT afford to Lose. Fix your ARA (Absolute Risk Amount) wisely and DON'T ever exceed it.
- Trading is an Investment and SHOULD be treated as such
- DON'T approach the trading with a Gambling mind... This is definitely a Loosing Formula.
- Withdraw your Profits as soon as you can... DON'T increase your Trading balance and your ARA. My formula is based on the mRA so don't worry if you have a Low Balance.

9- SPECIAL TRADES

My preferred trades are the Touch/No Touch type as they offer the opportunity of entering the market and snatching a Good Benefit in No Time... and in Any Time.

Besides that, there are some VERY interesting Special Trades that are worth your Time.

You have to create your own Portfolio of "what-best-fits-your-style"

GOOD LUCK AND HAPPY TRADING

- 1- **Early Close Out:** As I mentioned in the Recommended Brokers Section, some Brokers (24option.com) offer an early Close Out for the trades. This can be VERY beneficial: Take the example below: the broker is offering an early close out. The Trade size is \$10,000 and the return on expiry \$18,900 (89%)... However, the offered Close Out return is \$11,350.

If the trade (at the time of the Close Out offer) is in winning position, and if we feel that the trade will not end up In-the-Money on expiry, we can Close out before expiry and get a part benefit (better than losing-it-all). This strategy is particularly beneficial when we have BIG SIZED trades (like in the example... We got a nice \$1,350 even without having the final trade in Win position.



- 2- **High Return Trades:** from time to time, some brokers offer VERY special and unexpected Return %: We must be ready to jump-in and take advantage.

Again I take the example of [24Option.com](http://24option.com) (by the way, this is my favourite Broker by far): 24option are offering on daily basis a whopping 210% return on EUR/USD...

You have to be very careful though, and to use a very correct approach:

- This offer is limited in time
- The Lock-out period is 1 hour!!
- The Gap to expiry is generally in range of 35-37 pips

The screenshot displays the 24option.com trading platform. At the top, there's a navigation bar with links like 'Trader Manual', 'Contact Us', 'Live Chat', and 'English'. The main header features the '24option.com' logo and navigation links for 'Trade', 'Open Account', 'About Us', and 'Help'. The current date and time are shown as '10, Oct 2011 17:38:21'. The main trading area is for 'Euro-Dollar' with an expiry of 'Today 18:45' and a 'Trading Closes' time of '06:39'. A '210% Return' is highlighted. The interface includes a 'Will the market be above the target price at expiration?' section with a 'Buy' button and a 'Return' of '\$0.00 (210%) in the money'. A line graph shows price movement. Below this is a table with columns: 'Asset', 'Target Price', 'High / Low', 'Return', 'Expires', and 'Status'. The table lists several EUR/USD trades, with one row circled in blue showing a 210% return. To the right, there's a 'Claim your 400 EURO BONUS Now!' section with a form for 'Full Name', 'Email', 'Country', and 'Phone Number'. At the bottom, there are links for 'Live Chat', 'Contact Us', and 'Phone', and a promotion for 'Get Your iPad2 Today!'.

Asset	Target Price	High / Low	Return	Expires	Status
EUR/USD	1.36236	+ -	85%	Today 18:00	
EUR/USD	1.36577	Above	210%	Today 18:45	06:39 Left To Trade
EUR/USD	1.35895	Below	210%	Today 18:45	06:39 Left To Trade
EUR/USD	1.36036	+ -	80%	11/10 06:00	

If you think you have the required skills and Forex experience, then this trade is for you... you can make a whopping 210% benefit in no time!
But... If you're still a novice learner... then beware.

- 3- **Roll Forward Trades:** This option is offered only by AnyOption.com
- A perfect way for customers to postpone the expiry time of their binary option, to the nearest available expiry time, In exchange for a premium, a customer who is offered Roll Forward, can postpone the expiry time of his option to the nearest available expiry time from the original expiry time. Roll Forward will be offered on certain binary options corresponding to the parameters defined on the trading system of anyoption™ and will be displayed on the trading page 15 minutes before the expiry time for 5 minutes
- ...The benefit is obvious

anyoption
anyone can trade

New 24/7

username password Login
» OPEN ACCOUNT Forgot Password?

BINARY OPTIONS English Live Chat! Russia 810 800 200 919 72

Open Account | Home | Trade | Banking | Asset Index | Past Expiries | Demo | FAQ | Show Off | Mobile

17:56:54
1 0 . 1 0 . 2 0 1 1

NEW FEATURES
New features to enhance your binary option trading experience

Take Profit
An ideal tool for customers who are interested in locking in their binary option's profit before an asset's expiry time. In exchange for a premium, a customer who is offered Take Profit...

Roll Forward
A perfect way for customers to postpone the expiry time of their binary option, to the nearest available expiry time. In exchange for a premium, a customer who is offered Roll Forward, can postpone the expiry time of his option to the nearest available expiry time from the original expiry time. Roll Forward will be offered on certain binary options corresponding to the parameters defined on the trading system of anyoption™ and will be displayed on the trading page 15 minutes before the expiry time for 5 minutes, as shown in the image below:

Asset	Option level	Current level	Amount	Return	Premium	Select all
USD/CAD	1.00837	▲ 1.00840	\$100.00	\$170.00	\$30.00	☐
EUR/JPY	123.678	▲ 123.751	\$100.00	\$165.00	\$30.00	☐
USD/NZD	0.70223	▲ 0.70223	\$100.00	\$167.00	\$30.00	☐

General Terms

04:15 Time left

Free SMS Service
Customers who purchase a binary option of 100 USD/EUR/GBP or more will be given the choice of receiving the option's outcome (in the money/out of the money) by SMS. After...

How to trade?
Select
PUT
if you think that the price will be below the current level at the expiry time

OPEN ACCOUNT

Call Me
I want to hear more
my name
my email
United Arab Emirat
my phone
Submit

- 4- **Option Builder:** If you have a unique personality and DON'T like any imposed directives... then this style is yours.

Brokers like bBinary.com offer you the possibility of designing your own Set of Return/Safeguard Protection based on a Risk Management that suits your personality.

You can chose from an aggressive set (80% Return/0% Protection) to a conservative set (30% Return/60% Protection).

However, beware that the higher the protection % doesn't necessarily mean a higher Win/Loss ratio.

You have to do the Math and decide.

The screenshot displays the Banc de Binary website interface. At the top, there is a navigation bar with links for Trading Platform, Trading, Accounts, Banking, Education, Tools, Support, and About BDB. Below this, a banner advertises a 25% Introductory Bonus on your money. The main content area features a 'How to Trade' section with three steps: 1. Select the asset you wish to trade, 2. Click 'Up' if you think the price will rise above the current level, and 3. Choose the investment amount you wish to trade with - along with an expiry time of your choice and click 'Apply'. The 'Option Builder' section is highlighted with a blue circle, showing a dropdown menu for 'Risk Management' with options like '80% / 0%', '73% / 10%', '65% / 20%', '57% / 30%', '38% / 50%', and '30% / 60%'. The selected option is '80% / 0%', which is also displayed as '80% Profit' and '% Safeguard Rate'. The interface also includes a 'CONTACT BDB 24/7' section with links for Chat 24/7, Phone, Skype, e-mail us, and Free Call.

5- **60-second trade:** This type of trading is offered by TradeRush.com

If you have a gambling style, and would like to take supersonic fast trades, then this type is yours.

TradeRush offers you the opportunity of getting 75% return in a matter of 1 min...

As mentioned earlier, this IS NOT trading, it's rather gambling.

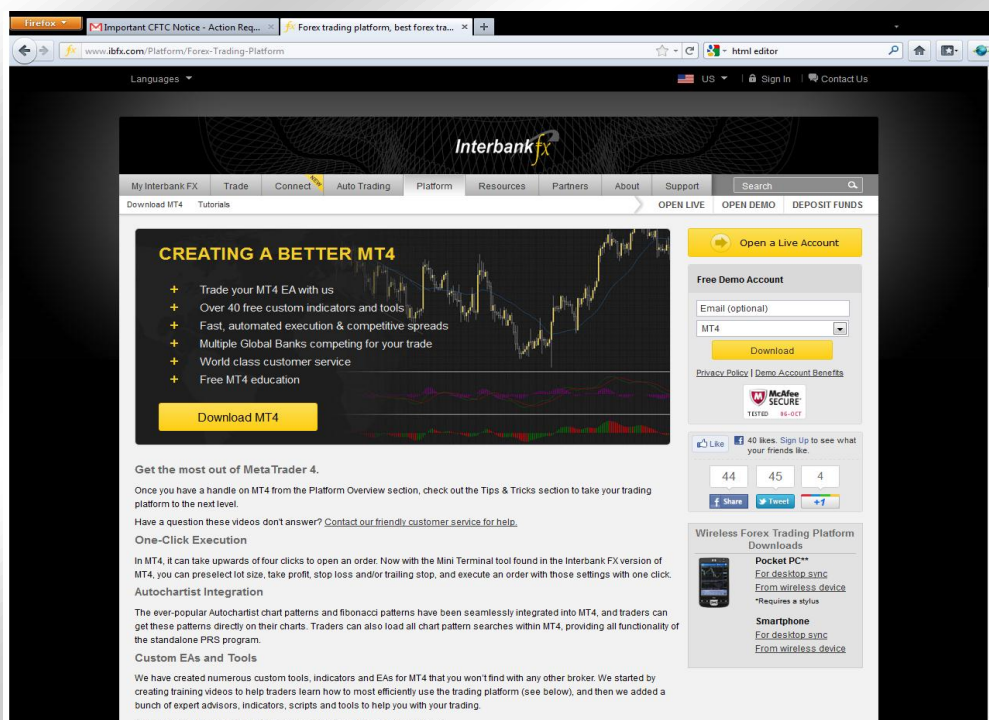
I personally do not support nor encourage this type of approach, but I add this trade type here for completeness (or nearly) purpose.

This trade can be taken with as low as \$5.00... most probably set by the broker as a means to drug the traders in!

The screenshot displays the TradeRush website interface. At the top, the logo "TRADE RUSH" is prominent, followed by the text "Binary Option Trading - 60 Second Binary Options." Navigation links include Home, About, Contact Us, and a US flag. A login section with fields for Email, Password, and a Login button is present. A dark blue header bar contains links for Trading Platform, Open Account, FAQ, Asset Index, and Demo Tutorial, along with the date and time: Monday 10.10.11 14:17:26. Below this, a banner for "REUTERS" lists various assets like BARCLAYS, COFFEE, and USD/CHF. The main content area features a large advertisement for "Trade Forex, Commodities, Stocks and Indices at TradeRush" with a "Up to 81% Return every 60 seconds" claim and a "Start trading" button. Below the ad, there are tabs for "Binary Options", "One Touch", and "60 Seconds", with a "Guided Tour" and "Learn More" link. The central trading interface for "USD/JPY" is shown, including a line chart with the question "Will USD/JPY go UP or DOWN?", a "CALL" button, a "PUT" button, and a "75% Return START" button. A blue circle highlights the "75% Return START" button. To the right, a "START TRADING NOW" section prompts users to fill in details for a callback. Below that, a "Click for DEMO" button is visible. A "HOW TO TRADE?" section provides a four-step guide: 1. Select an asset to trade, 2. Select investment amount, 3. Click "CALL" if the price will rise above the current rate in 60 seconds, or click "PUT" if the price will fall below the current rate in 60 seconds, and 4. Click "START". A "Live CHAT" button is at the bottom right. A table at the bottom of the trading interface lists columns: ASSET, POSITION, START, END, ENTRY, CURRENT, and TIME.

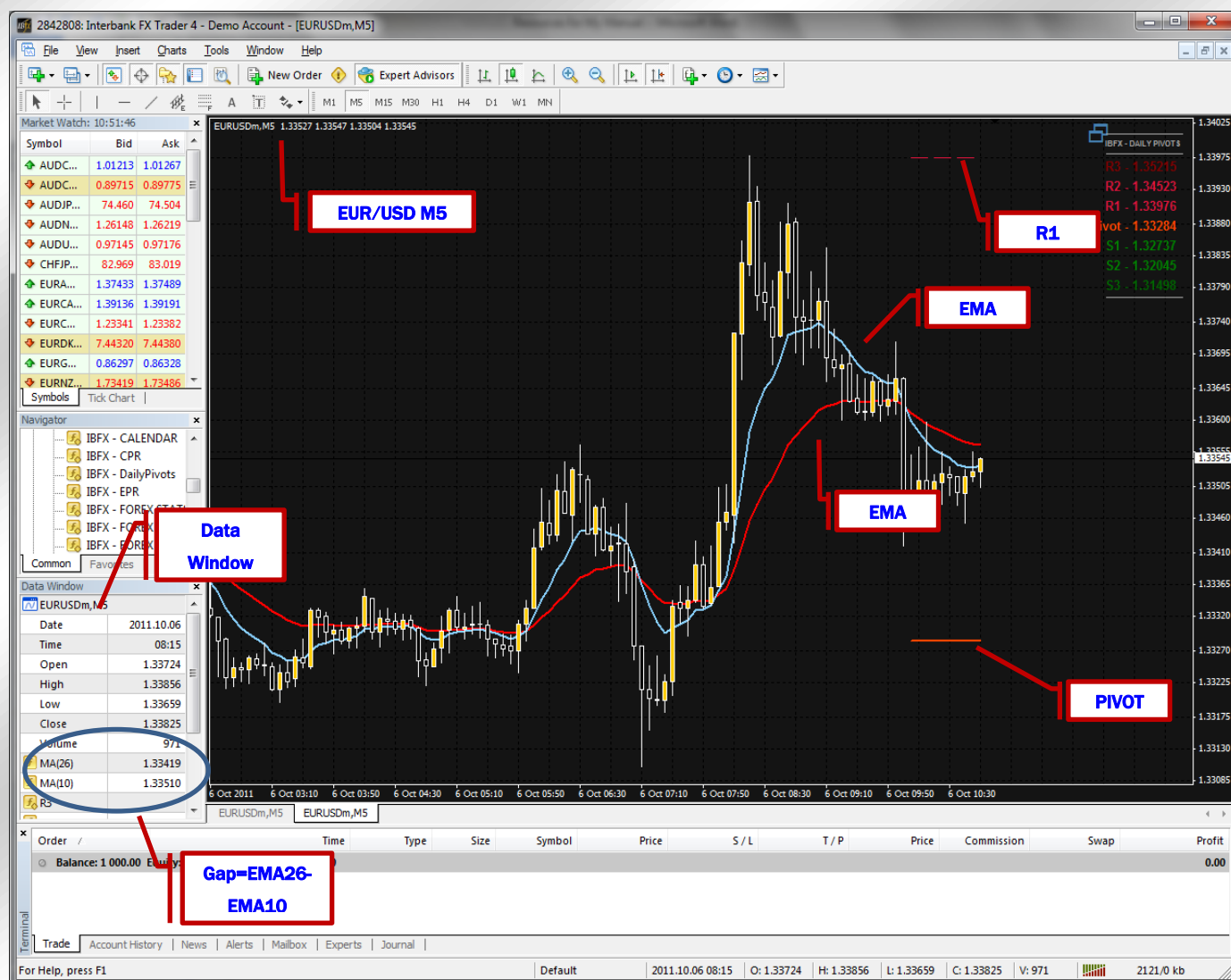
10.1- INSTRUCTIONS TO DOWNLOAD AND SETUP MT4

- 1- Go to Interbankfx.com and press on the Download link... and follow the instructions on the screen



- 2- Then install the MT4 platform on your PC and open a demo account

- 3- Add the Data Window to the bottom left pane
- 4- Open the 5-min of EUR/USD Chart and install the following Indicators:
 - a. EMA 10 (Exponential Moving Average)
 - b. EMA 26
 - c. IBFX Daily Pivot
- 5- After you finish your chart should be similar to this



10.2- Economic News Calendar

Best Resource: www.forexfactory.com

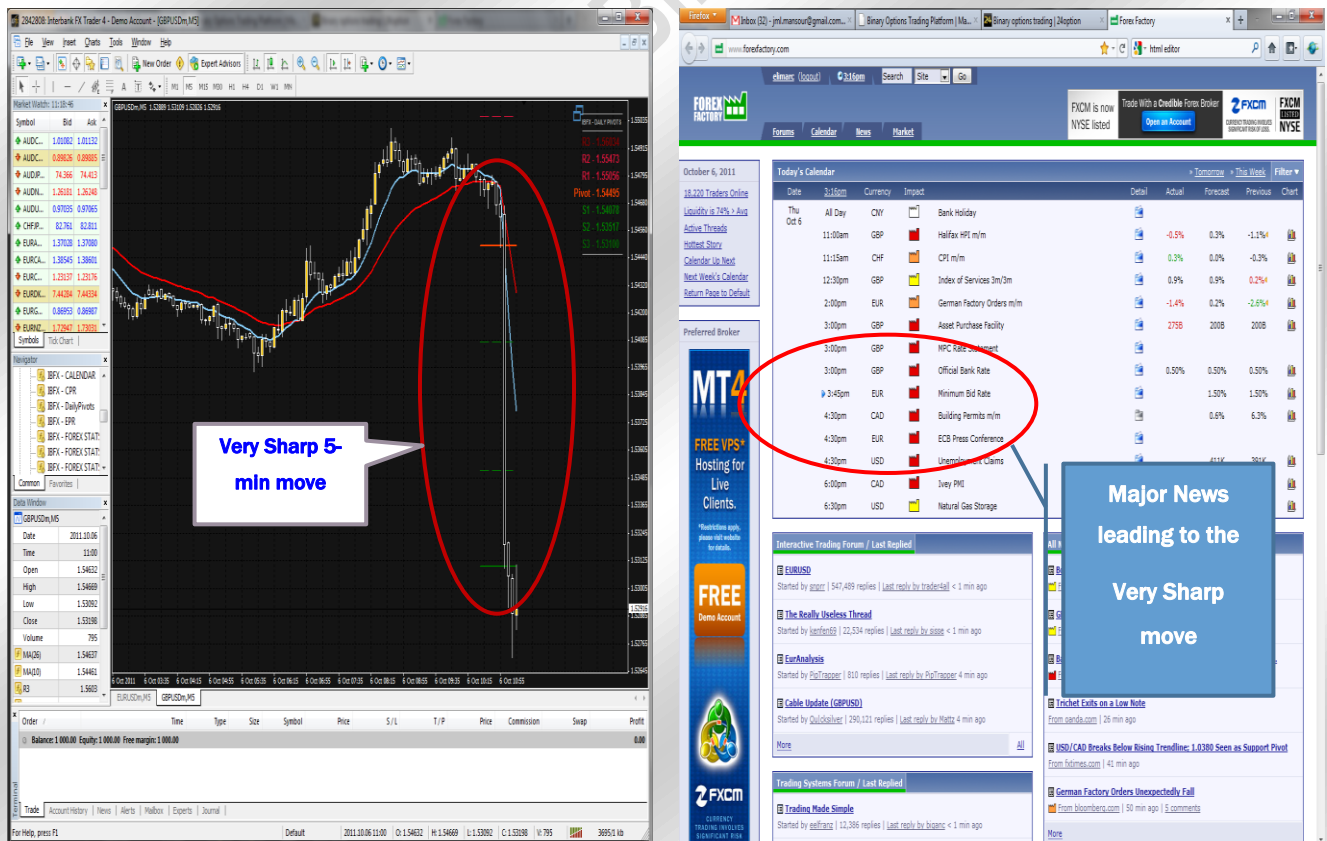
FOREX FACTORY

Can you handle volatility when it charges? Trading Forex is risky and not suitable for all.

Oct 2 - Oct 6

Date	Time	Currency	Impact	Detail	Actual	Forecast	Previous	Chart
Sun Oct 2	All Day	AUD	Bank Holiday					
	10:25pm	AUD	AIG Manufacturing Index		42.3		43.3	
	11:30pm	AUD	MI Inflation Gauge m/m		0.1%		-0.1%	
	11:50pm	JPY	Tankan Manufacturing Index		2	2	-9	
	11:50pm	JPY	Tankan Non-Manufacturing Index		1	3	-5	
Mon Oct 3	All Day	CNY	Bank Holiday					
	12:00am	NZD	ANZ Commodity Prices m/m		-1.3%		-1.4%	
	All Day	EUR	German Bank Holiday					
	7:15am	CHF	Retail Sales y/y		-1.9%	4.5%	2.9%	
	7:30am	CHF	SVME PMI		48.2	50.3	51.7	
	8:00am	EUR	Final Manufacturing PMI		48.5	48.4	48.4	
	8:30am	GBP	Manufacturing PMI		51.1	48.9	49.4	
	2:00pm	USD	ISM Manufacturing PMI		51.6	50.5	50.6	
	2:00pm	USD	Construction Spending m/m		1.4%	-0.1%	-1.4%	
	2:00pm	USD	ISM Manufacturing Prices		56.0	54.3	55.5	
	All Day	USD	Total Vehicle Sales		13.1M	12.3M	12.1M	
	9:00pm	NZD	NZIER Business Confidence		25		27	
	11:50pm	JPY	Monetary Base y/y		16.7%	16.3%	15.9%	
Tue Oct 4	All Day	CNY	Bank Holiday					
	12:30am	AUD	Building Approvals m/m		11.4%	1.1%	1.8%	
	12:30am	AUD	Trade Balance		3.10B	2.14B	1.82B	
	1:30am	JPY	Average Cash Earnings y/y		-0.6%		-0.2%	
	3:30am	AUD	Cash Rate		4.75%	4.75%	4.75%	
	3:30am	AUD	RBA Rate Statement					
	5:30am	AUD	Commodity Prices y/y		26.6%		25.1%	
	All Day	EUR	ECOFIN Meetings					
	8:30am	GBP	Construction PMI			51.7	52.6	
	8:30am	GBP	MPC Member Miles Speaks					
	9:00am	EUR	RPI m/m			-0.2%	0.5%	

Example of How the News effect the Market



10.3- Binary Options Glossary

(Excerpt from www.24option.com website)

General

The glossary on this website contains definitions of many of the terms that are used in this Trading Manual and elsewhere on the www.24option.com website.

Binary Option Instrument Types

24option currently provides three types of binary option trading instruments as follows:

High/Low – High/Low binary options are written with target rates around the prevailing market price. Their outcome depends where the underlying rate is relative to the target rate at the time of expiration.

Touch/No Touch – Touch and No Touch binary options are characterized by a touch rate or price. Their outcome depends upon whether the price in the market reaches or fails to reach that touch rate before the option's expiration.

In/Out Boundary – In and Out Boundary options have both an upper and a lower target price that form a boundary range. These instruments' outcome depends on where the market price is at the option's expiration compared to the boundary range.

Returns and Refunds

Each option returns a fixed amount expressed as a percentage of the initial amount invested. In addition, the following possible outcomes pertain to all of the three types of option instrument:

In the Money or ITM – Options that expire ITM typically have returns on the order of 70% of the amount invested. This means that for every \$200 invested, the amount returned when the option is ITM would be \$340, or the initial investment plus \$140.

Out of the Money or OTM – Options that expire OTM offer no refund.

At the Money or ATM – Options that expire ATM result in a complete return of the amount invested to the client. As a result, if \$200 is invested in an option that expired ATM, the return on this investment is \$200.

Expiry Level

The expiry level is the price determined by an option's underlying market that is used to compute an option's value at expiration for High/Low and In/Out Boundary binary options.

Target Price – This is the strike price at which the binary option is written by 24option. Target Prices change frequently, and two such prices — one upper and one lower — are involved in Boundary options.

Market Price – Where the current market in the asset is trading.

Price Graph – A chart of the asset price versus time, including the target price(s), the time remaining until the option's expiration and a shaded region indicating the area of profitability

Return – The percentage return on investment clients can expect if the option expires "In the Money".

Expiration Time – The time at which the option expires.

Time Until Trading Closes – This countdown appears as the final chance to purchase the option approaches. It represents how much time is left until this option can no longer be purchased.

Expiration Date and Time – This displays the scheduled date and time at which the chosen option will expire

Purchasing a Binary Option

Purchasing a binary option from 24option is easy. In order to buy a binary option, you just need to follow these four simple steps:

View the Trade Box – Just click on an individual asset/option combination in the Option List to open up the Trade Box.

Choose an Option – Select the desired option by clicking the appropriate buttons. For example, for a Boundary Option, you can choose either "In" for an In Boundary binary option or "Out" for an Out Boundary binary option. You can also choose an option by clicking on the appropriate symbol, such as the "-" sign for a Low option.

Enter Your Investment Amount – Just type your intended investment amount in the amount box presented. This quantity must be more than the minimum investment size and below the maximum investment size. See the 24option FAQ for a more detailed explanation of these investment parameters.

Transact – You can now purchase the option in the amount you have chosen by just clicking the Buy button.

Once you have performed those steps to purchase a binary option, a trade confirmation is then automatically generated that can be printed out for your records. It will look something like this:

Invest: This is the amount invested in each option purchased.

Target: This is the target price for the option you bought that is fixed once the option is purchased. Boundary options have both an upper and a lower target price.

Market: This represents the market price for the underlying asset as quoted by 24option based on the Morningstar data feed. It changes with the market price.

Expiry: This time shows when the binary option is due to expire.

Closing Positions

The Trade Box sometimes offers you the choice of closing out an existing option trading position. This can occur no matter whether the option is "In the Money" or Out of the Money, but may not be available throughout the whole lifetime of the option.

When a close out is available for an open option position, the price bid provided by 24option for the option is shown continuously changing in the amber portion of the Trade Box after the words "Close at:". Clicking the Close button immediately brings the relevant option to expiration at the price shown.

***** THE END *****

***** THE END *****

AND THUS ENDS OUR STORY

AND THUS ENDS OUR STORY

***** GOOD LUCK *****

***** GOOD LUCK *****

Property of www.BinaryOptions-0-1.net