

FX REPLY ▶

Williams Alligator Strategy

Checklist and setup guide



Let's keep it simple.

General parameters: 3m time frame, NY session or London Session

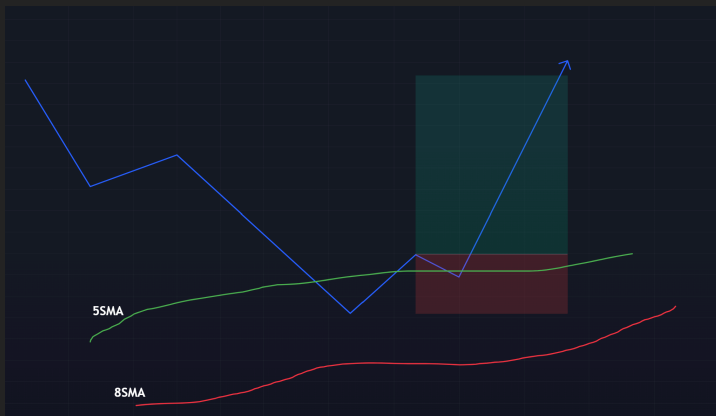
Assets: Indices, gold, or forex pairs

3 main indicators needed on your chart:

- **200 EMA** (yellow on examples)
- **Williams alligator indicator** (turn off the jaw in settings)
 - 8SMA is the red line 5SMA is the green line
- **Session Indicator** for whichever session you're trading

Trend alignment: the 3m, 15m, and 1hr need to all be in alignment with the 200 EMA (i.e. price above 200 EMA on all time frames means you're looking for longs, and vice versa for shorts)

Entry and stop loss: you are looking for a pullback in between the 5 and 8 SMAs where there is a wick beyond the 8 SMA. Then you will look for a candle closing back on the other side of the 5 SMA to market enter with stop loss at the recent local low/high from the pullback into the SMAs.



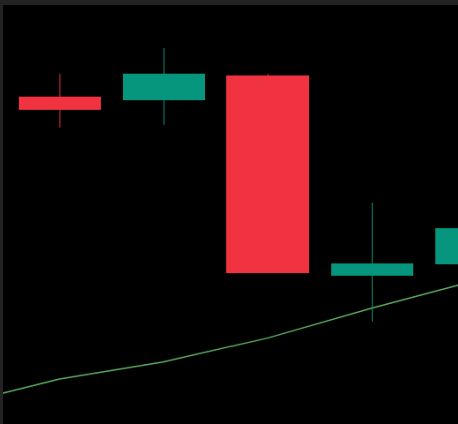
Strategy Details

Take Profit & Trade Management: Aim for a 3R take profit, and put stops to breakeven after 2R.

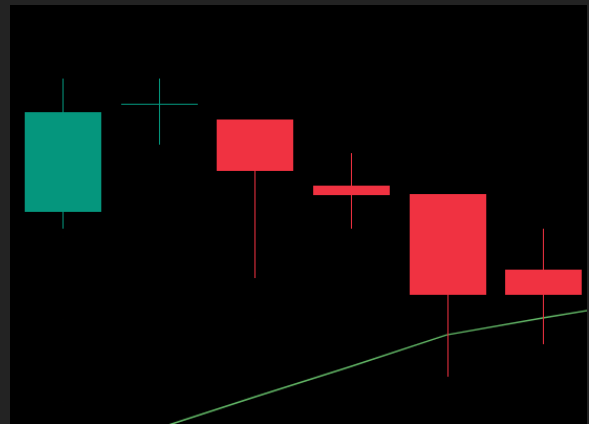
Other rules:

- No trades during red folder news
- For valid entry, the candle closure back on the other side of the 5SMA must align with trade direction (i.e. green candle close back above 5SMA for longs, red candle close back below 5SMA for shorts).

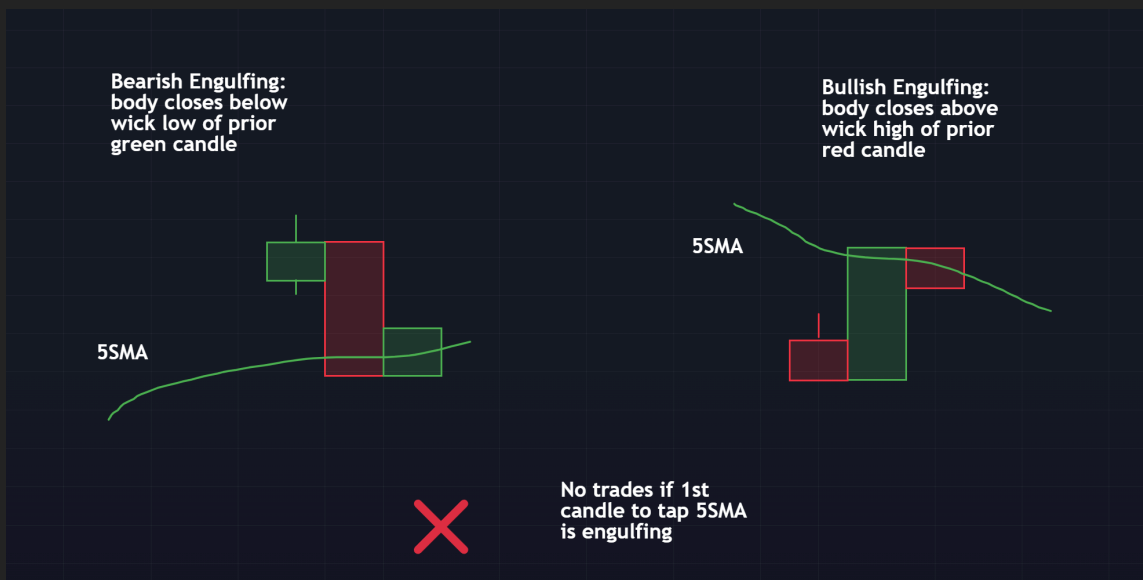
Valid long
(green candle close)



Not valid long
(red candle close)



- No trade if first candle that taps into the 5SMA is an engulfing candle

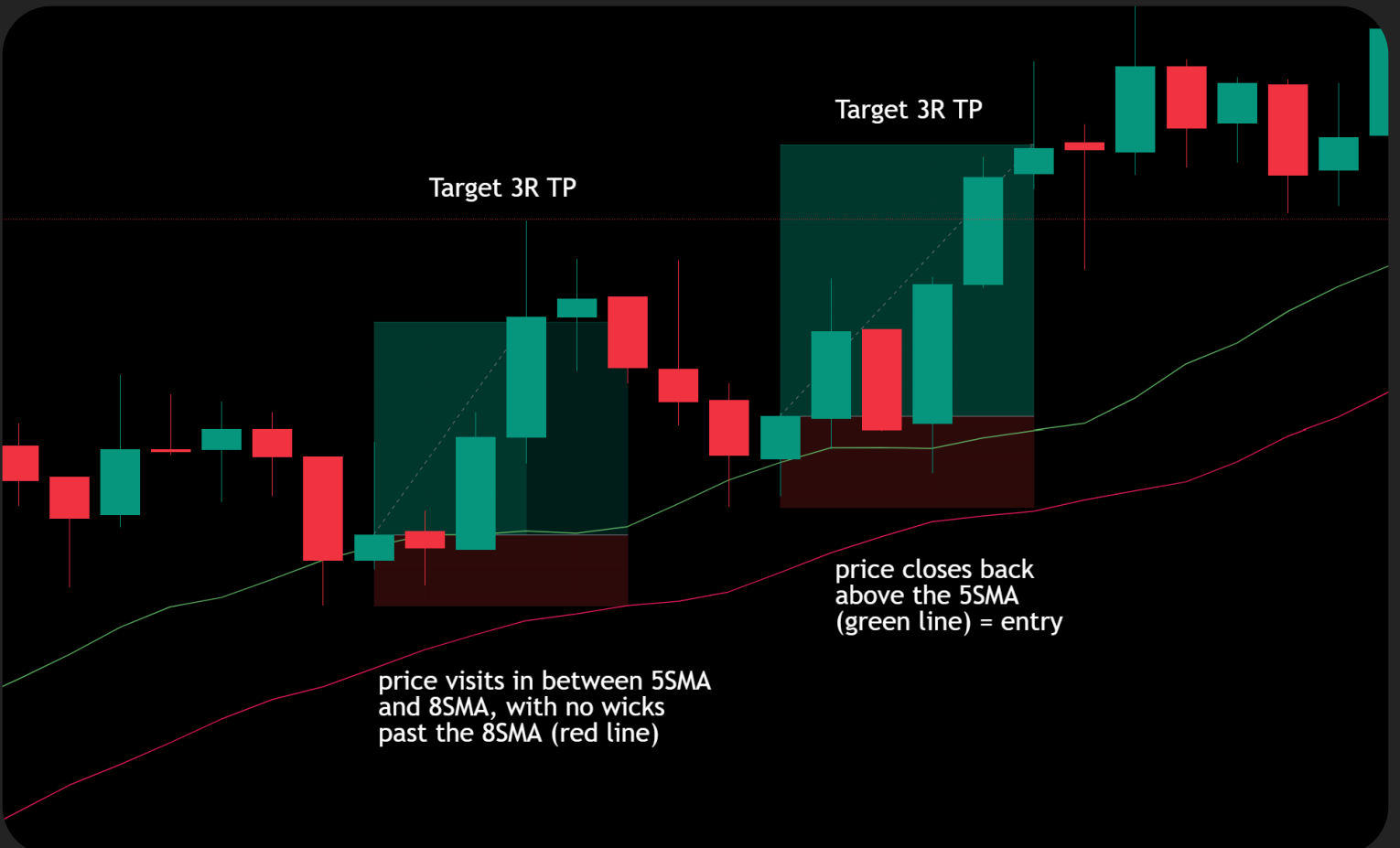


Trade Checklist

- ✓ *3m, 15m, 1hr 200 EMAs in line*
- ✓ *3m pullback between 5 and 8 SMA*
- ✓ *No wick beyond 8 SMA*
- ✓ *No red folder news*
- ✓ *First candle that tapped into 5SMA is not an engulfing candle*
- ✓ *3m candle close back on the other side of the 5 SMA (entry)*
- ✓ *Stops breakeven at 2R, target 3R*

Remember, if any of the parameters are missing, the trade quality is reduced. Aim to only take A+ setups!

Examples





Now that you have a profitable strategy

it's time to practice! Luckily, we have a platform you can do that for FREE.

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