

RSI REVERSAL

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This indicator is provided 100% free of charge. The author offers it for free access on the Internet.

RSI Reversal is an improved version of the standard RSI indicator for MetaTrader 4. This indicator helps traders find clear entry points by filtering out false signals and providing more accurate buy and sell signals. It is especially useful in volatile market conditions, as it highlights overbought and oversold zones with a colored histogram and shows clear arrows for buy (blue) and sell (red) signals. The enhanced RSI line makes market momentum easy to track, ensuring that signals are simple to read and interpret.

How It Works

The RSI Reversal Indicator helps traders identify market momentum, potential reversals, and clear entry/exit points by analyzing RSI levels and visual signals on the chart. It displays:

- **RSI Line** → shows market strength and momentum
- **Colored Histogram** → green = oversold/bullish, red = overbought/bearish
- **Arrows** → blue arrow = Buy signal, red arrow = Sell signal

Key Features

1. Colored Histogram

- Green = Bullish momentum
- Red = Bearish momentum

2. Visible RSI Line

- Clearly displayed for tracking market momentum

3. Bright Arrows

- Blue arrows indicate buy signals

- Red arrows indicate sell signals

4. Easy to Read

- The combination of arrows and histogram makes signals instantly clear

5. Improved Default Settings (Preset)

- RSI Period = 14
- Oversold Level = 25
- Overbought Level = 75

Applying the Indicator

The RSI Reversal can be applied to all major currency pairs, indices, and commodities.

It works best in trending and volatile markets, where overbought and oversold zones are clearly defined.

- **Recommended Use:** trending markets with volatility
- **Default Settings:** Period 14, Levels 25/75
- **Flexibility:** parameters can be adjusted to fit different market conditions

This makes RSI Reversal a versatile tool for both short-term trading and longer-term strategies.

Installation:

Step 1:

Download the indicator file (Rsireversal.ex4) and unzip it.

The indicator file is RSIReversal.ex4

Step 2:

1) Open your MetaTrader 4 (MT4) platform.

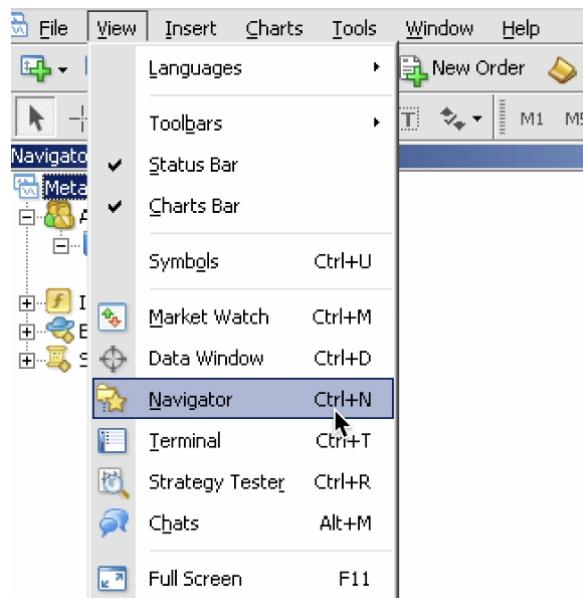
2) Click File – Open Data Folder. Here you find a folder called MQL4.

3) Open folder MQL4. Here you find Indicators folder. Copy your Indicator (mq4) file into MQL4->Indicators folder. Do this by right clicking on the file and clicking copy and then paste.

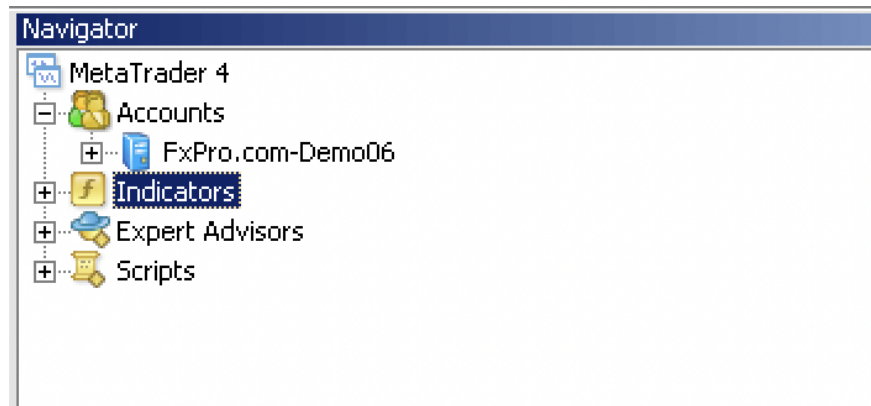
4) Restart your MT4.

Step 3: Open the MetaTrader® platform, and click on View -> Navigator.

You can also press CTRL+N.



Step 4: A window titled 'Navigator' will appear. Double click on Indicators



Step 5: You should see the The RSI Reversal the Indicators folder. Double click on it and click OK to load it onto your chart.

MUST HAVE READ RULES

Rule #1: Avoid Trading in a Flat Market

Avoid using the indicator during a flat market! Use it ONLY during active market hours, such as the London session or the US session. Trends are not noticeable in a weak market (like at night, during Christmas, or other holidays). Keep reading, and I will explain everything...

Rule #2: Follow the Global Trend

- Identify a global trend.
- Disregard all signals that go against the current Global trend.

Rule #3: Do Not Trade During Sideways Markets

- The next crucial rule: Do not trade or use the indicator during a sideways trend. This is a must-follow rule.
- Ignoring the rules above means good results are not guaranteed!

Rule #4: Check the Economic Calendar

Major news events can lead to significant price fluctuations. Before entering a trade, check an economic calendar for any upcoming high-impact news.

- Recommendation A: Enter trades only when there are no important news announcements.
- Recommendation B: If a critical news event is approaching, consider exiting the trade to avoid sudden volatility.

USING THE RSI REVERSAL INDICATOR



Using the RSI Reversal Indicator

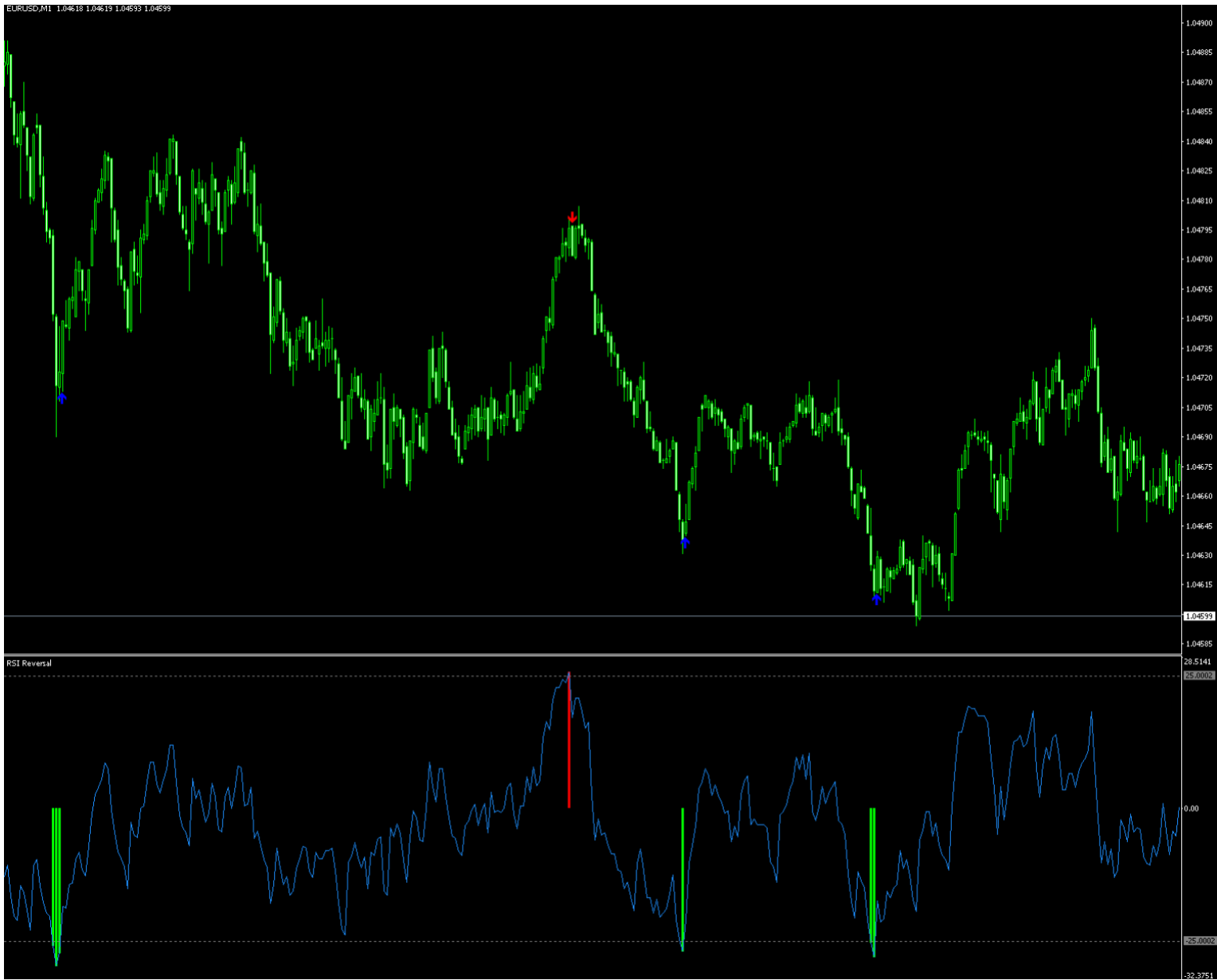
To use RSI Reversal effectively, apply it to your chosen asset in the MetaTrader 4 platform.

Watch for RSI level crosses, arrows, and histogram color changes:

- **Buy Signal (Blue Arrow + Green Histogram)** → when RSI crosses above 25 (oversold zone)
- **Sell Signal (Red Arrow + Red Histogram)** → when RSI crosses below 75 (overbought zone)
- **Trend Slowdown** → shrinking histogram and converging lines indicate weakening momentum; wait for confirmation before acting

Key Points to Consider:

-  Blue arrow + green histogram = likely bullish reversal → buying opportunity
-  Red arrow + red histogram = likely bearish reversal → selling opportunity
- No arrows or color change = stable trend, no reversal



The RSI REVERSAL comes with the following customizable parameters:

RISK: Adjusts the sensitivity of the indicator to price swings. A lower value makes the indicator more responsive, while a higher value smooths out minor price fluctuations. Default value: **3**.

SSP: Determines how the indicator detects valid trend reversals. A higher value increases the lag, which can avoid false signals but might miss short-term swings. Default value: **9**.

CountBars: Sets the number of historical bars displayed on the chart since the indicator was attached. Default value: **350**.