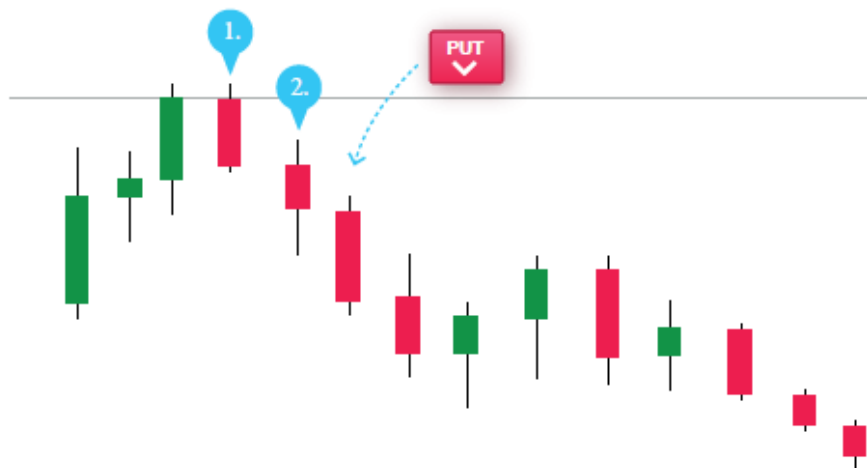


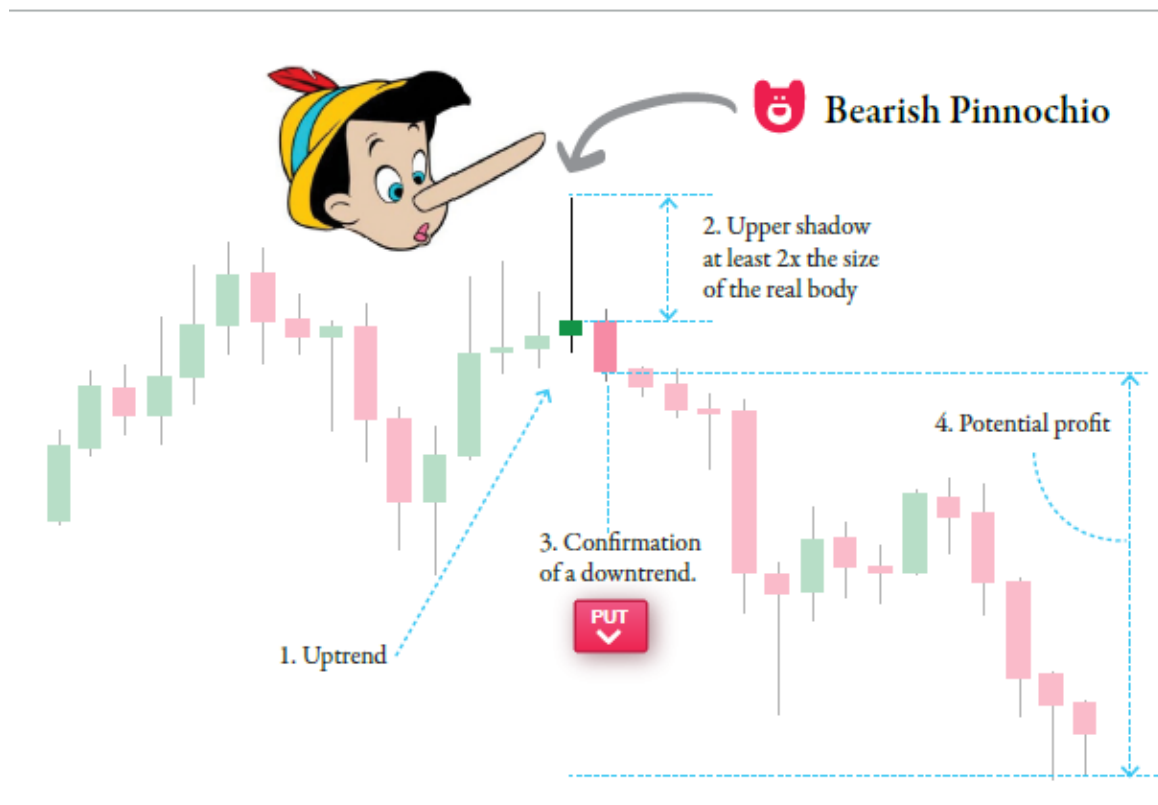
[BINARY OPTIONS TRADING STRATEGIES](#) - Binary options are generally simpler to trade than other instruments. This is because you only need to form a view on what direction the price of the underlying asset will move. In comparison, traditional options also require you to form a view on the magnitude of any price movement. **The Double Red Strategy**

---



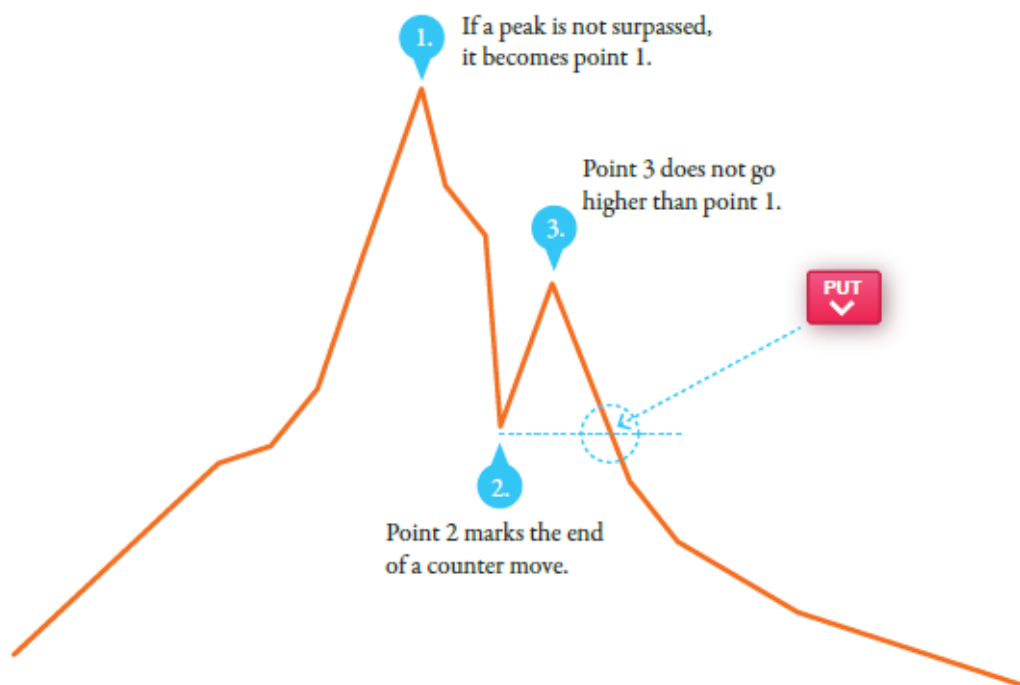
The double red strategy is a short-term reversal system based on price action and resistance. The trade is planned on a 5-minute chart and is signaled when two bearish candles form following a test of resistance. 1. Choose an asset and watch the market until you see the first red bar. then wait for a second red bar. 2. If the second red bar

closes lower than the first red bar, then that's it - Jackpot.3. Usually, what happens is that the third bar will go even lower than the second bar. This is the point where you should immediately place a Put option on the asset, with an expiry time not longer than 15 minutes. **The Pinocchio Strategy**



A Pinocchio bar is a candlestick bar that has a very small body and a very long wick (nose). It is also called Shooting star, Hanging man, Hammer and Inverted Hammer. As you remember, Pinocchio's nose grew long when he was lying. The same happens with the **pinocchio strategy** - when the wick is longer than the body, this tells us that the market is deceiving us and that we should trade the

opposite way! The entry point varies, as some traders prefer to wait for the next candle to retrace to the 50% Fibonacci level of the Pin bar, while others enter immediately after the Pin bar closes. A long wick indicates strong selling pressure, whereas a long tail suggests intense buying power. **The 1-2-3 Strategy**



1. After an uptrend or at least a strong move up, look for the 1 - 2 - 3 pattern to form, starting of course with the first peak (1). 2. Now, if a counter move starts, mark the bottom of that move with (2). 3. If the new move up does not surpass point 1 and starts turning down, mark the highest point of this new move up with (3). 4. our pattern is now complete. However, there is still a very important rule that must be observed: the price must move down to break the low created at

point (2). If that happens, all our conditions are met, and we enter the trade with a 'Put'. **To read more, Please download the book.**

**Source:** GOBINARY24.COM [Download This Book](#)