



## The 3-step Hawkeye Entry and Exit Method

### General principles:

- a. 3 timescales should be used for entry:
  - i. Fast – entering and exit trades on this timescale
  - ii. Medium (Double timeframe of the fast timescale)
  - iii. Slow (Four times fast timeframe) e.g. 30/60/120
- b. All trend speeds defaulted to conservative as standard
- c. If trading equities/options do not trade against the direction of Hawkeye trend on daily S&P500 chart

## Entry Method

### Step 1 – Fast timeframe - Entering trades and exiting on this timeframe

a, b, and c **MUST** in place

Long	Short
<ul style="list-style-type: none"> <li>a. Trend dot green</li> <li>b. Volume green min 2 bars green</li> <li>c. heat map - bright green</li> </ul>	<ul style="list-style-type: none"> <li>a. Trend dot red</li> <li>b. Volume red (min 2 bars red)</li> <li>c. heat map - bright red</li> </ul>

You now have to look at the next TWO timeframes to confirm entry

### Step 2

#### On the middle time frame

a, b and c **MUST** in place

Long	Short
<ul style="list-style-type: none"> <li>a. Trend dot rolled over or rising</li> <li>b. The last bar <b>MUST</b> be green. The second bar may be green or white.</li> <li>c. Heat map dark colour (red or green) or bright green.</li> </ul>	<ul style="list-style-type: none"> <li>a. Trend dot rolled to flat/white</li> <li>b. The last bar <b>MUST</b> be red. The second bar may be red or white.</li> <li>c. Heat map dark colour (red or green) or bright red.</li> </ul>

### Step 3

#### On the slow time frame

a and b **MUST** in place

Long	Short
<ul style="list-style-type: none"> <li>a. trend dot rolled over/flat/crunched up tight</li> <li>b. Min one current bar green volume</li> </ul> <p style="text-align: center;"><b>(Note: No consideration of Heatmap)</b></p>	<ul style="list-style-type: none"> <li>a. trend dot rolled over/flat/crunched up tight</li> <li>b. Min one current bar red volume</li> </ul> <p style="text-align: center;"><b>(Note: No consideration of Heatmap)</b></p>

## Exit method

There are 3 types of exits i.e. “Trend following”, “Stop using ATR” and “Profit target”

### 1. Trend following (Note: Stop initially set to conservative)

Long	Short
<ul style="list-style-type: none"> <li>• hold until stopped out</li> <li>• If volume green or white use crash barrier</li> <li>• If volume red then close under HK stop green cross or intraday touch of barrier</li> </ul> <p><b>Note:</b> With the trend stop there is the ability to pull the stop into aggressive after your pre-determined nominated amount of bars i.e. if in profit after 7 bars you can pull stop in from conservative to aggressive</p>	<ul style="list-style-type: none"> <li>• hold until stopped out</li> <li>• If volume red or white use crash barrier</li> <li>• If volume green then close over HK stop red cross or intraday touch of barrier</li> </ul> <p><b>Note:</b> With the trend stop there is the ability to pull the stop into aggressive after your pre-determined nominated amount of bars i.e. if in profit after 7 bars you can pull stop in from conservative to aggressive</p>

### 2. Stop using Hawkeye ATR levels

Long	Short
<ul style="list-style-type: none"> <li>• <b>Until</b> price closes <b>ABOVE 2 ATR</b> then use close below Hawkeye ATR stop or a touch of the HK stop (green cross) to exit</li> <li>• If it continues to move in your direction once there is a price close <b>ABOVE 2 ATR</b> then exit if there is a close below 1 ATR or an intraday touch of 0 ATR.</li> <li>• Move up every <b>NEW</b> ATR level break e.g. Close over 3 ATR then exit on close below 2 ATR or touch of 1 ATR</li> </ul>	<ul style="list-style-type: none"> <li>• Until price <b>BELOW 2 ATR</b> then use HK ATR stop or a touch of the HK stop (red cross) to exit</li> <li>• If it continues to move in your direction once there is a price close <b>BELOW 2 ATR</b> then exit if there is a close above 1 ATR OR an intraday touch of 0 ATR</li> <li>• Move down every <b>NEW</b> ATR level break e.g. Close below 3 ATR then exit on close above 2 ATR or touch of 1 ATR</li> </ul>

### 3. Profit target

You may choose to exit on a price touch of a pre-defined ATR level (e.g. 3 ATR – “the sunshine level”).