

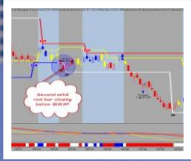
Kwik\*POP



# Kwik\*POP

## Trade Using the ToneTrades

Kwik\*POP



## The Tone Trade uses 2 components

The KPTone Trade workspace

The 3DBox

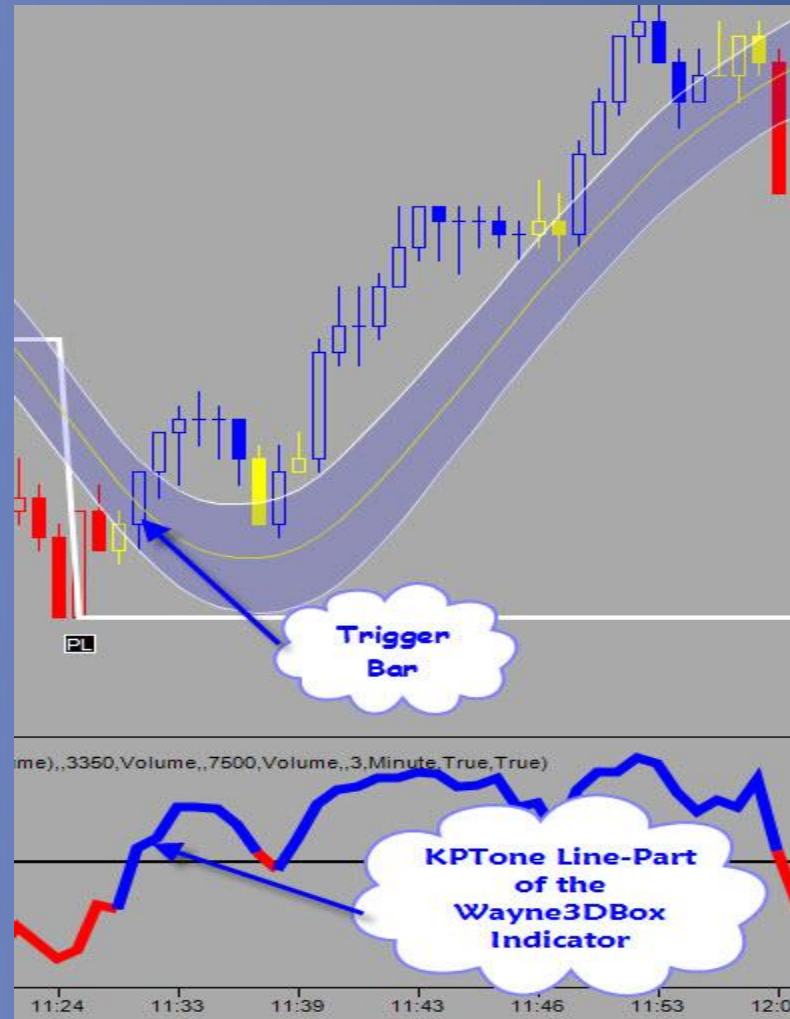
# Kwik\*POP



- The Kwik\*POP Tone Trade Can be Utilized on any Symbol/Time Frame. Some input settings might have to be modified
- A 7500 Volume Chart of the ES is Illustrated
- We now have the capability to target trend and countertrend trades on the same chart



## Typical Tone Long Set Up

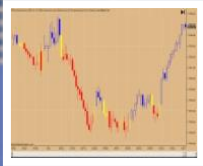




## Conditions for a Long Set Up

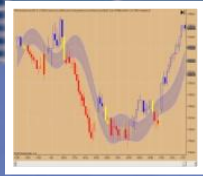
- **Open blue, red or yellow bar must close above Eband Center. This is the trigger bar.**
- **Tone Indicator must cross zero and change from red to blue**
- **Enter Long Trade at the close of the Trigger Bar**
- **Target 5 Ticks, Set stop to 9 Ticks**





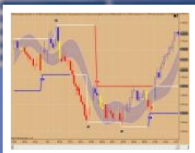
## Typical Tone Short Set Up





## Conditions for a Short Set Up

- Solid red, blue or yellow bar must close below Eband Center. This is the trigger bar.
- Tone Indicator must cross zero and change from blue to red
- Enter Short Trade at the close of the Trigger Bar
- Target 5 Ticks, Set stop to 9 Ticks



## Components of the Tone Trade Chart

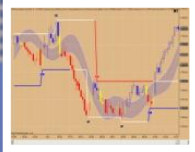
- KPFast2Color
- KKPPivot2Color
- KPScoreCardColor
- KPEbands set to 21,12
- KPWayne3DBox

or

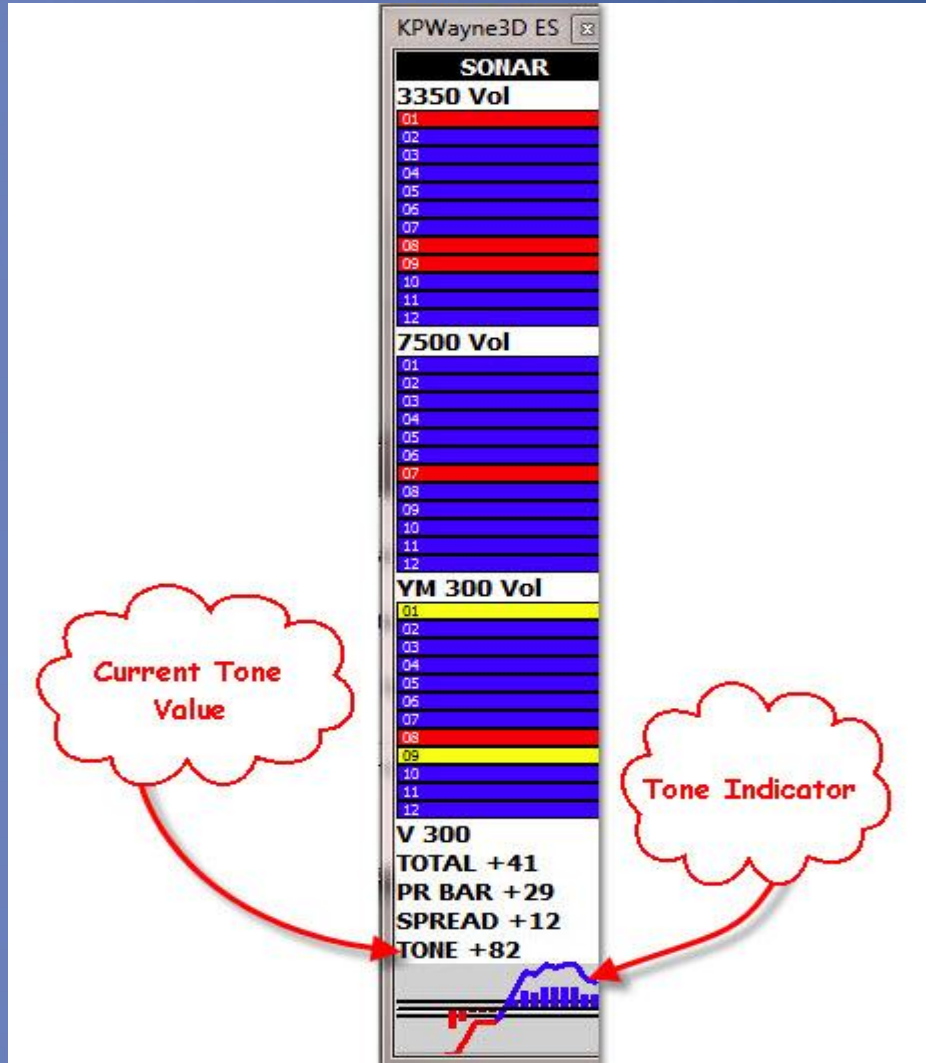
NinjaTrader use Workspace named KPTone  
Trade

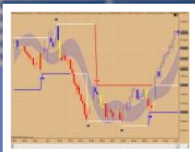
TradeStation and Sierra use the KPPivot Trade  
workspace along with KPSonar





## Using the 3DBox

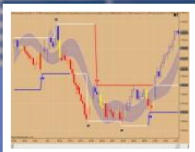




## What Does the 3DBox Tell us?

The KP3DBox is a major source of information. It is measuring momentum on 3 different time frames and on multiple symbols. There are (12) indicators in each of the (3) panels, with different weighted values.

The Current Tone Value provides us with a projected value of the Tone Line. Before the bar closes on the primary chart, this value is close to the actual line value of the Tone Line providing us with a preview of where the Tone Line is going to plot.

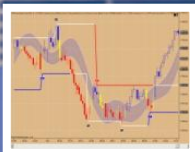


## What Does the 3DBox Tell us?

(Continued)

We now know what the Tone Value is and what it represents. The only remaining item is the Tone Indicator. Usage of this line is also very simple—When it crosses below zero, it will change from Blue to Red and this is the time to review the other components of the Tone Trade for a **short trade**. If all say go, you enter the trade. You can anticipate the crossing by the Current Tone Value and you will be prepared to make your trading decision.

The opposite is true for a long set up.



## General Comments

**Very Important** There must be 5 or more bars between the bars that create the crossover of the Tone line versus the Zero line. Less than five is a good indication of a choppy area.

Favorite time to trade ES is 9:40 AM to 11:15 AM Eastern Time

Volume must be decent -more than 6000 contracts on a 3 minute bar