



HODLNOTS: SCALPING OR HODLFIRe

WHICH ONE IS RIGHT FOR YOU (OR ARE THEY BOTH RIGHT)?

SCALPING VS HODLFIRING – WHAT IS THE DIFFERENCE?



SCALPING:

Short-term trading style that aims to profit from sudden volatile price movements, by buying and selling quickly.

- The proprietary HODLNOTS Indicator (15-in-1), along with a few other key indicators, work together to help scalpers make the safe decisions necessary to enter and exit trades quickly.
- Very quick trades – seconds to minutes, not hours or days.
- Look for short bursts of market volatility rather than large (slower) price swings.
- Many trades per day are executed to accumulate small gain percentages. Instead of chasing big percentages, scalpers try for smaller percentages and compound them.
- Liquidity is often perceived differently when scalping (rather than HODLFIRE trading).
- Since trades happen quickly, risk management may differ from that of longer-term trading.
- Scalpers can take advantage of any sideways or down market (long-term or even daily/hourly), as they are looking for quicker trades that play out in minutes.
- Active style of trading; sitting in front of the computer whilst one is in a trade.



SCALPING VS HODLFIRING – WHAT IS THE DIFFERENCE?



HODLFIRING:

Using the privately-coded indicator, the HODLFIRE, trades are done on the mid- to long-term time frames (1 hour, up to 1 day).

- The HODLFIRE indicator is designed to provide simple visual cues, and works by displaying top and bottom pivot tags, neon candles (signaling volume increases), as well as buy/sell tags. These work together (along with knowledge of trend and support/resistance) to confirm potential trade opportunities.
- The trade is longer (than scalping), and HODLFIRE traders must ensure that the trend will last longer than a few minutes or hours. HODLFIRE traders are looking for bigger percentage gains (than scalpers), but still within hours/days.
- HODLFIRE traders can take advantage of overall longer sideways markets, through identifying those coins which are trending upwards. They are looking for short trades that play out in hours or days.
- Liquidity is often higher (than those that are good for scalping).
- Once a chart is analysed and a trade executed, this method affords one to set alerts and then go about life. There is a reduced need to watch the charts. This is called 'The HODLIRE Life'.



SCALPING VS HODLFIRING – COMMONALITIES



Even though the two differ, there are some commonalities:

- Trading with the trend is the way to go. An understanding of where to, and where not to, trade is imperative.
- Watch for resistance (you don't want to be stopped in your tracks).
- Understand how time frames work together (and what you are looking for on each).
- The coin needs to be conducive to the selected style of trading on the day (or time period in which you want to trade). I.e. In an uptrend and running regardless of the general market or other coins.
- The coin needs to meet the criteria for the style of trading that you choose. I.e. Percentage and position.
- Both work even in overall sideways and down markets. Which one you choose will depend on what the trend, and resistances, of the higher times frames is telling you.
- Determine if the coin will run again, and set alerts to catch the next run.
- **TRADE WHAT YOU SEE!**



SCALPING VS HODLFIRING – ONE, THE OTHER, OR BOTH?



WHICH ONE IS RIGHT FOR ME?

Choosing a style of trading really depends on:

- How much time do you have each day to trade?
- Are there any coins that fit the style of trading that you want to do? What are those coins doing for however long you want to trade. What will it be doing in the next 15 minutes, 1 hour, 8 hours, or tomorrow?
- During the day, do you want an active or more set-and-forget style of trading?
- With how much money are you trading?
- The percentage per candle, or per time period, that it's giving.



DON'T LISTEN TO THE NEWS – TRADE WHAT YOU SEE!



THE 200 MA - A QUICK LESSON IN TREND & RESISTANCE/SUPPORT



What is a Moving Average?

A moving average indicator is a tool that smooths out price data over a specific period to identify and confirm the direction of a trend. It works by calculating an average of an asset's prices over time, which is constantly updated as new price data becomes available.

200 MA - the overall trend line

Note:
It is a simple visual aid to show us:

1. Trend Direction
2. Support and Resistance
3. The areas in which we trade or do not trade

The Golden Rule: Trade above the 200!



200 MA – RESISTANCE/TIME FRAMES – THE EXCEPTIONS



Exceptions to the previous golden rule of trading above the 200 is shown below.

Even though the candles on the time frame on which you're trading must be above the 200 MA, there will be times that they are below the 200 MA (it acts as resistance) on the higher times frames to that which you are trading on. Depending on how far the current price is to resistance, the 200 MA, a coin might be viable for trading in this situation. This is up to you as to whether the potential percentage available is worthwhile. Determine this using either your Measure or Price Range tool.

In this scenario, you must determine:

- What type of trading are you doing – Scalping or HODLFIring? (don't mix your trading styles)
- How far away is the current price from the MA 200 on the higher times frames to that which you are trading.



AND ANOTHER THING ABOUT TIME FRAMES...



The same coin will look different on each individual time frame. This has to do with the period of time that is being displayed.

Some coins look great on the higher time frames, but terrible on the lower times frames. Sometimes it's the opposite.

Looking at time frames, and thinking about your available time and needs, will help make your decision regarding which style of trading that you will use.

1-Minute



1-Day



1-Minute



1-Day



PERCENTAGES – THEY MATTER!



Even if a coin looks good, there might not be enough of a percentage gap on the higher time frames until it hits some sort of resistance.

In that instance, you could take advantage of the run, by scalping it, but minimise your risk by waiting for the break of resistance to HODLFIRE it.

1-Minute



1-Day



PERCENTAGES – THEY MATTER!



Or, some coins do not give enough percentages in a short period of time (or the percentages are too spaced out) to be able to scalp them.

SCALP TRADE



HODLFIRE TRADE



LIQUIDITY VARIATIONS



Your choice of style of trading, could depend on the liquidity of the coins, as well.

BOTH

0.001			0.01		
Price (USD)	Amount (EPIC)	Total	Price (USD)	Amount (EPIC)	Total
0.658	971.5	639.24	0.78	55.80K	43.43K
0.657	1.33K	874.72	0.77	2.52K	1.93K
0.656	715.6	469.43	0.76	1.18K	890.7
0.655	55.25K	36.19K	0.75	9.37K	7.02K
0.654	3.24K	2.12K	0.74	55.28K	40.90K
0.653	9.86K	6.44K	0.73	28.76K	20.86K
0.652	3.51K	2.29K	0.72	5.41K	3.88K
0.651	4.77K	3.10K	0.71	14.89K	10.57K
0.650	14.87K	9.66K	0.70	19.27K	13.45K
0.649	10.35K	6.71K	0.69	6.35K	4.36K
0.648	6.43K	4.17K	0.68	7.09K	4.79K
0.647	7.21K	4.66K	0.67	11.74K	7.80K
0.646	14.12K	9.12K	0.66	85.00K	55.67K
0.645	3.05K	1.96K	0.65	57.69K	37.36K

0.644 ↓ \$0.64400000 > 0.644 ↓ \$0.64400000 >

0.644	3.39K	2.18K	0.64	19.85K	12.73K
0.643	7.51K	4.83K	0.63	142.65K	90.39K
0.642	3.90K	2.50K	0.62	28.50K	17.81K
0.641	6.92K	4.43K	0.61	22.60K	13.86K
0.640	5.51K	3.53K	0.60	20.42K	12.32K
0.639	6.73K	4.30K	0.59	1.56K	926.6
0.638	3.71K	2.36K	0.58	1.02K	599.3
0.637	5.90K	3.76K	0.57	628.3	359.9
0.636	3.68K	2.34K	0.56	596.6	336.9
0.635	7.20K	4.57K	0.55	639.3	353.3
0.634	3.84K	2.43K	0.54	367.4	199.6
0.633	98.94K	62.63K	0.53	450.9	240.5
0.632	2.71K	1.71K	0.52	2.32K	1.21K
0.631	3.72K	2.34K	0.51	436.6	224.3

BETTER for HODLFIRES

0.000001			0.0001		
Price (USD)	Amount (RICE)	Total (USD)	Price (USD)	Amount (RICE)	Total (USD)
0.007805	904.23	7.05751	0.0090	708.51	6.37659
0.007736	736.67	5.69887	0.0088	3,223.18	28.36398
0.007659	1,871.31	14.33236	0.0087	887.54	7.72159
0.007656	696.55	5.33278	0.0086	1,049.63	9.02681
0.007574	935.54	7.08577	0.0085	936.28	7.95838
0.007561	4,935.05	37.31391	0.0084	66,502.74	558.62301
0.007559	2,835.44	21.43309	0.0083	921.74	7.65044
0.007549	145.71	1.09996	0.0082	42,453.98	348.12263
0.007541	1,161.06	8.75555	0.0081	26,907.00	217.94670
0.007540	4,915.84	37.06543	0.0079	2,610.38	20.62200
0.007539	735.55	5.54531	0.0078	738.67	5.74802
0.007537	145.95	1.10002	0.0077	6,838.47	52.65621
0.007536	175.18	1.32015	0.0076	935.54	7.11010
0.007460	770.12	5.74509	0.0075	770.12	5.77590

0.007412 ↑ < \$0.01 > 0.007412 ↑ < \$0.01 >

0.007390	1,054.05	7.78942	0.0073	123,979.38	905.04932
0.007357	1,910.66	14.05672	0.0072	15,805.78	113.80161
0.007351	58,273.15	428.36592	0.0071	34,946.74	248.12185
0.007340	4,087.19	29.99997	0.0070	28,842.96	201.90072
0.007330	1,341.46	9.83290	0.0069	14,187.31	97.89243
0.007311	40,000.00	292.44000	0.0068	22,079.57	150.14107
0.007310	10,944.00	80.00064	0.0067	2,952.16	19.77947
0.007285	1,104.78	8.02622	0.0066	11,123.33	73.41397
0.007237	11,054.00	79.99779	0.0065	8,337.78	54.19557
0.007207	15,729.09	113.35955	0.0064	11,689.09	74.87417
0.007206	3,647.00	26.28028	0.0063	20,586.14	129.69268
0.007165	11,165.00	79.99722	0.0062	28,407.33	176.12544
0.007160	2,460.65	17.61825	0.0061	40,144.76	244.88303
0.007154	983.97	7.03932	0.0060	23,993.85	143.96310

NEITHER

0.0000001			0.0001		
Price (USD)	Amount (SW...)	Total (USD)	Price (USD)	Amount (SW...)	Total (USD)
0.0034403	951.47	3.27334	0.0043	844.33	3.63061
0.0033528	1,080.66	3.62323	0.0042	612.14	2.57098
0.0033121	997.06	3.30236	0.0040	15,089.09	60.35636
0.0032522	901.49	2.93182	0.0039	5,070.22	19.77385
0.0031852	1,242.88	3.95882	0.0038	1,040.83	3.95515
0.0031500	2,898.14	9.12914	0.0037	3,781.05	14.02688
0.0031002	23,320.84	72.29926	0.0036	6,685.74	24.06866
0.0030140	886.22	2.67106	0.0035	951.47	3.33014
0.0029671	1,358.39	4.03047	0.0034	2,077.72	7.06424
0.0029669	5,162.44	15.31644	0.0033	901.49	2.97491
0.0029207	1,388.84	4.02558	0.0032	27,461.86	87.87795
0.0029026	2,827.28	8.20646	0.0031	886.22	2.74728
0.0029025	6,646.43	19.29126	0.0030	14,554.10	43.66230
0.0028389	1,265.94	3.59387	0.0029	1,265.94	3.67122

0.0028374 ↓ < \$0.01 > 0.0028374 ↓ < \$0.01 >

0.0026997	2,089.02	5.63972	0.0026	9,927.95	25.81267
0.0026278	968.69	2.54026	0.0025	2,538.05	6.34512
0.0026047	6,872.24	17.90012	0.0024	2,894.81	6.94754
0.0025943	1,602.26	4.15674	0.0023	130,866.70	300.99341
0.0025270	935.79	2.36474	0.0022	1,570.62	3.45536
0.0024870	1,326.12	3.29806	0.0021	1,964.85	4.12618
0.0024195	1,568.69	3.79544	0.0020	18,788.32	37.57664
0.0023986	1,080.66	2.59207	0.0019	4,784.89	9.09148
0.0023755	126,289.20	299.99999	0.0018	12,358.18	22.24472
0.0023226	1,807.47	4.19802	0.0017	3,375.14	5.73773
0.0023065	1,689.37	3.89653	0.0016	4,880.28	7.80844
0.0022402	1,570.62	3.51850	0.0015	327,301.17	490.95175
0.0021176	1,964.85	4.16076	0.0014	161,609.52	228.25332
0.0020910	2,475.23	5.17570	0.0012	11,668.60	13.99992

SO, THE QUESTION:

To HODLFIRE or to Scalp trade, that is the question.

You are now in the hotseat!

