



Near miss 5 point rule

Near miss does not engage the 5 point rule as far as stopping you from taking a trade below or above it on TL's, HR's, and EMA, but does pull you out of the trade you are already in.

If the near miss stopped you from entering the TL's, HR's, and EMA trades you could never have a second touch trade.





Near miss fully engages the 5 point rule on DT / DB.

Since you cannot have a near miss on a DT / DB trade the rule interacts differently than with the other trades. In the setup with the near miss coming above or below the DT / DB we fully respect the 5 point rule before engaging the trade.

