02. Advanced Candlestick and Price Action

Advanced Technical Analysis: Strategies for the Savvy Trader
Study how candles, price behaviour and context can be combined when assessing chart setups.

1. Candlestick Context

- Rejection wicks, strong closes and candle ranges.
- Engulfing, inside-bar and outside-bar formations.
- Why location and trend context matter more than pattern names.

2. Price Action Behaviour

- Impulse and corrective moves.
- Compression, expansion and volatility contraction.
- Failed breakouts, liquidity sweeps and reclaim moves.

3. Key Setup Types

- Breakout and retest.
- Pullback to a trend or support/resistance zone.
- Range rejection and reversal confirmation.

4. Confirmation and Invalidation

- Define what confirms a setup.
- Identify the price level that invalidates the idea.
- Avoid entering solely because a candle pattern appears.

Educational material only. Technical analysis does not predict market movements with certainty. Trading and investing involve risk, including loss of capital. This material is not investment advice or a recommendation to buy or sell any security.