FX Trading Journal

7/6/2010:

Went long on EUR/USD (SL:10 – TP:20)

Indicators: AGX >25 (Strong tend developing), RSI 67 (Approaching overbought condition), Stochastics 5,3,3 (Withing overbought condition). 20 SMA crossed above 9 SMA

Lapsed indicators (What I failed to take into account): Bollinger Bands (Possible Bollinger bounce to bring the price lower temporarily). Slower EMA crossing above faster EMA to trigger a possible downtrend.

Trade result: 100 pip / 100 USD loss

Reasons: Failure to get a proper market read, trade entry at a time when market overlap was occurring (London / Asian overlap at 11AM EST). Failure to incorporate retracement levels into trade for determining key S/R locations.