

# **The Financial Markets Secrets Untold**



**Sophia C. Mackintosh**

# **Contents**

- 1. Forex Trading**
- 2. Cryptocurrency**
- 3. POS Business**
- 4. The Holy Spirit in the Place  
of Trade.**

# 1

# FOREX TRADING

Your success as a trader has nothing to do with your educational background; you can be a doctor, a lawyer, or a physician scientist. If you don't follow the rules, you will end up blowing up your entire trading account.

Trading is like learning a new skill, you must be ready to put in time and effort, let me give you an example, if you want to get a degree from a university, and you have to spend at least 3 years. You wake up every morning, you study hard, you follow up with your classes, and if you are enough serious and disciplined, you get your degree.

The same thing when it comes to trading, if you are enough disciplined and you put in time and effort to learn, you will acquire a skill to feed yourself and your family for the rest of your life, you will get your financial freedom. So, you will never think of a day job.

Some traders spend more than 10 years to find a winning strategy and become profitable, others spend 20 years without results.

Fortunately, this will not be the case with you. Because you have the map, you have the strategy here in this Book; you will not spend years trying different indicators and strategies.

You have everything you need here, what you will need is time to master these strategies, So give yourself some time and spend as much as you can to learn, because this is the only way to succeed in this business.

Over time you will develop these trading strategies, because you will determine what works for you, and what doesn't work. Keep practicing, and learning from your mistakes, don't think in term of making money as fast as possible, think in term of becoming an expert of what you do, and then money will follow you wherever you are.

Good luck.

## **EXAMINE THE NUMBERS IT TAKES TO GROSS \$10,000 A YEAR.**

- All you have to do is make 150 - \$250.00 in trading each week!
- That is a 30 – 50 pips daily, for 5 days in a week!

### **You can easily get this number every week by doing two simple things:**

1. Develop a disciplined approach to trading. E.g. 30-50 Pips daily. Once you grow your trading account to \$1000, here is my personal advice: kindly make sure all other profits after trading is transferred to your wallet, but if your wallet is same as your trading account you can transfer the money to your bank account, Binance, Blockchain or perfect money so you don't risk being over confident and blowing your account.
2. Create a winning strategy, know your entry and exit points, grow your trading account from \$50-100 or \$149.50 – \$295.00 or even \$495. Keep building, so you can maintain an average of 40 pips daily, once you hit your daily target of 40-50 pips you are done for the day, in a year it will be more than \$10,000.

### **The way to get the larger amount is to first make the smaller.**

### **There is no really mystery to success.**

Doing these things will help you build a tremendous momentum that will keep you going strong through any and all of the obstacles that are bound to get in your way every now and then.

- You gain knowledge through your constant efforts.
- Every days worth of experience adds up synergistically with the previous day!
  - Your knowledge grows.
  - You learn while earning!
  - Your confidence expands!

- You begin to gain new ideas of possibilities you have never thought of before!
  - The ideas, methods, and strategies you develop for making more money in this exciting business get better over accumulated days, weeks, and months of steady, directed effort.
  - Before long, you are a much different person than you are now!
- You will feel better about yourself, confident about your future, and passionate about the work you do!**

## **How to trade the false breakout of the inside bar candlestick pattern?**

Have you ever placed an order with confidence thinking that the market is going to go up, but price hints your stop loss before it starts turning out to your predicted direction?? I have been a victim of stop hunting, and i was very disappointed, but that happens several times in the market.

Banks and financial institutions know how we trade the market, they know how we think, and where we put our stop losses and profit targets, this is the reason why they could easily take money from us. One of the most famous strategies that big players use to take money from novice traders is called stop loss hunting strategy.

This strategy consists of driving prices to a certain level where there are massive stop loss orders, and the purpose is to create liquidity, because without liquidity, the market will not move.

Once stop losses are hunt, the market goes strongly in the predicted direction.

The interaction between big participants and novice traders create repetitive patterns in the market, one of the most important candlestick pattern that illustrates how big financial institutions manipulate the market is **the inside bar false breakout pattern**. Your understanding of this repetitive setup and your ability to detect

it on your charts will help you better exploit it to make money instead of being a victim of market makers and banks manipulations. This price action signal is formed when price breaks out from the inside bar pattern and then quickly reverses to close within the range of the mother bar.

As you can see, there are two types of this price action pattern:  
A bullish inside bar false breakout that forms when the market is trending down and it is also considered as a bullish reversal signal when it is formed near a key support or resistance level.

A bearish inside bar false breakout that occurs in a bullish trend and it is seen as a bearish reversal pattern when it is found near an important level in the market.

This setup can be considered as a continuation pattern if it is traded with the trend.

# Money management: Position sizing

One of the most important component of money management is position sizing, what I mean by position sizing is the number of lots you are risking per trade.

All forex brokers now offer mini lots as the default position size. The smallest value for a mini lot is approximately 1\$.

There are forex brokers that offer 10 cents for a mini lot which represent an opportunity for traders who don't have bigger accounts, they can begin with 50-250\$, and they still have chance to grow it. When it comes to position sizing, you should think in terms of dollars instead of pips. Let's say you are trading 3 mini lots of CAD/USD, this means you bought or sold 30.000 worth of us dollars.

If the market moves in your favor, you will win an amount of money equal to 3\$ per pip. If you make 20 pips, you would have profited 60\$.

Let's break it down, 1 standard lot is worth about 10\$ per pip. And 1 mini lot is worth about 1\$ per pip, and 1 micro lot is equal to 10 cents.

If you open a mini trading account, you should think in term of the dollars risked instead of pips.

Let's say you put 50 pips stop loss and 100 pips as a profit target. This means that if the market hits your stop loss you will lose 50 pips which is 50\$, and if the market hit the profit target, you will win 100\$.

The size of your position depends on whether you have a standard or a mini account, and how many lots you are trading. This information is important to you because this will help you know how much money you risk on each trade.

# The risk to reward ratio

The risk to reward ratio concept is what will make you a winner in the long run.

Before you enter any trade, you have to know how much money you will win if the market goes in your favor, and how much money you will lose if the market goes against you.

Don't never enter a trade in which the profit is less than the amount of money you risked.

If you will risk 100\$ for example, your profit target should be at least 200\$, this is a risk to reward ratio of 1:2.

Let's suppose that you took 10 trades with 1:2 risks to reward ratio. In every trade you risk 100\$.

You won 5 trades, and you lost 5 trades. So you will lose 500\$.but you will win 1000\$.so the benefits is 500\$.

This is the power of the risk to reward ratio, you shouldn't think that you have to win all your trades to become a successful trader. If you can take the advantage of the risk to reward ratio, you will always be profitable.



## **The importance of a Stop loss**

All good methodologies use stops. A protective stop loss is an order to exit a long or short position when prices move against you to specified price.

The stop loss insures against a usually large loss and has to be used in one way or another.

An initial stop loss can be placed with your order on the trading platform; the trade will be closed, automatically when if the stop loss is hit.

This type of stop loss will allow you to execute your trade and go spend time with your family or friends, this will help you to trade out of your emotion, because you know how much money you will lose if the market didn't go in your direction.

Lot of traders use mental stops, when they enter a trade, they don't place a stop loss, because they think that the broker will hit their stop loss which is not true.

The reason behind using mental stop is the human psychology, humans hate to lose money. And if you don't accept losing money as a part of the game, you will never make money in the market.

Don't ever think of using mental stops, because you can't control the market, you can't be sure that the market will do this or that. Before you enter a trade, calculate how much you may win, and how much you may lose. Place your stop loss order. And your profit target. And forget about your trade.

## 2

# Cryptocurrency

Cryptocurrency is a virtual currency that uses cryptography to secure every transaction made, thus counterfeiting this kind of currency is very impossible to do because of this security feature. The invention of the

so

called digital currency is not really intended by Satoshi Nakamoto the inventor of Bitcoin, which is the first cryptocurrency. In 2008, Nakamoto said that he has developed a "Peer-to-Peer Electronic Cash System," and announced the first release of Bitcoin in 2009, which is an electronic

cash

system that prevents double-spending. Bitcoin is completely decentralized with no central authority or server.

The first cryptocurrency to run online as a virtual is Bitcoin – launched in the year 2009 under the pseudonym Satoshi Nakamoto. As of February

6,

2016 there is about 15.2 million Bitcoins circulating in the world.

Cryptocurrency is just like a real physical money, you can keep it, spend it, and even do an investment with it. However, cryptocurrency can be wiped out by a system crash if a back-up copy doesn't exist, since it is a virtual money and it doesn't have any central repository.

Cryptocurrencies

are designed to decrease the production of money – The first cryptocurrency Bitcoin has an ultimate cap of 21 million BTC in total. Mean to say, there are only 21 million Bitcoins can be mined, once the Bitcoin miners unlock this total number of BTC the supply will be totally tapped.

Having on hand a digital money requires 'Mining', while others uses to trade theirs. People behind this gigantic invention still remains a secret, no one knows who Satoshi Nakamoto is – can't even figure out if it's a group or a single individual behind it.

# CRYPTOCURRENCIES

With cryptocurrencies, your money is yours only and stays yours forever. You do not rely on financial institutions for holding or transferring it. You do not have to pay their exorbitant fees. In the long run, it can become the basis of a truly open and decentralized economy.

Cryptocurrencies are a real sign of the times; both joining and taking part is simple. You do not have to deal with any institutions, sign papers, or visit banks. You simply create an account, get a wallet, and track all your assets with no effort at all.

Cryptocurrencies offer you a level of independence impossible with other means. When you keep your money in a bank, you are at the mercy of other people and organizations. At any moment, your access to the money that is rightfully yours can be limited or closed by the bank outside of governmental structures. The bank can be robbed or go bankrupt.

# **Risk Disclosure**

Trading in financial instruments and /or Cryptocurrencies involves high risks including the risk of losing some, or all, of your investment amount , and may not be suitable for all investors.

Prices of Cryptocurrencies are extremely volatile and may be affected by external factors such as financial, regulatory or political events. Trading on margin increases the financial risks.

Before deciding to trade in financial instrument or cryptocurrencies you should be fully informed of the risks and costs associated with trading the financial markets, carefully consider your investment objectives, level of experience, and risk appetite.

### 3

## POS Business – How To Start A POS Business In Nigeria

POS business is a legitimate way to make **money** in Nigeria. It's more profitable in communities with no banks and places where ATMs are not enough to serve the financial needs of the community. It is also called agent banking business, and it's an extension of the services offered by financial institutions to enable easy service offering to a wide range of customers.

POS (Point of Sale) business offers services like funds transfer and withdrawal, sales of airtime, bill payments like GOTV, DSTV, Startimes, PHCN, and other utility bills. It is used in several places where goods and services are sold/rendered; places like retail shops, offices, supermarkets, fuel/gas stations, pharmacies, eateries, etc.

By creating easy access for financial transactions in different localities, the POS business has given individuals and business owners additional means of income. They are sometimes called bank agents.

**Although not serving as direct employees of a bank, they deliver banking services on behalf of banks on an agreed commission. It is a profitable business and one of the best means of getting passive income.**

### **POS Business**

Basically, the POS business also known as agent banking began in 2013, after the Central Bank of Nigeria released its guideline on the operations and management of the business.

Since then, it has remained one of the retail channels of several commercial banks to make their banking services reach a large number of people.

A banking agent owns and operates a retail outlet. He/she conducts the financial transaction and allows clients to deposit, withdraw, transfer funds, pay bills, recharge airtime, inquire customer's account balance, and other related services.

It thrives more in rural areas, semi-urban centers, the unbanked and underbanked communities. It is similar to any other remote banking channel. The banks equip the agents with point-of-sale (POS) card reader, mobile phone, barcode scanner, personal identification number (PIN) pads, personal computer, etc. They are third party agents and can be an agent to as many banks as they can serve.

If you have an existing small business that brings in cash on a daily basis, you can diversify your revenue streams by venturing into the POS business.

### **Step 1: Have An Existing Business**

The POS business has to do with finance and must, therefore, be approached carefully. Besides, the Central Bank of Nigeria is very particular about the business entities that qualify to be agents. So, extra care is taken by **commercial banks** before they authorise an agent for their retail banking.

To be eligible, you must have an existing business in operation at least for a period of 12 months. Also, you must have a shop or office from which you operate. Then, you must have been **registered with the Corporate Affairs Commission** as any of the following entities;

- Limited Liability Company
    - Sole Proprietorship
    - Partnership
  - Cooperative Societies
  - Public Entities
  - Trusts or any other entity aside faith-based or NGOs.
- As long as you have any of the above requirement, doing a POS business or serving as a bank agent is possible.

### **Step 2: Approach A Bank**

Virtually all Nigerian banks allow agent banking services. So, as soon as you decide on the bank of your choice, the next thing

is to approach the bank and get the details of their requirement. The CBN guide allows being an agent for as many banks as you can serve.

You will need to fill some documents/agreement forms on the transaction conditions. Then, the bank reviews the application in line with CBN, internal criteria, and enters into an agreement with you, if you meet all criteria.

Also, you must have an account for a direct deposit for the purpose of the business and provide some documents as part of the requirements for the proposal.

### **Some of the required documents include;**

- Valid means of identification e.g Driver's license, National ID card, International passport or voter's card.
  - BVN
  - 2 passport photographs
  - 2 current account references
- Evidence of business registration (CAC Certificate)
  - **Tax Identification Number (TIN)**
  - Memorandum and Article of Association.
    - Credit Bureau Report
  - A minimum working capital of N50,000



### **Step 3: Get The Equipment**

Once your application to the bank has been considered, the bank then supplies the needed tools and equipment for the business. Aside from the mobile phone, the following materials are usually supplied by the bank:

- Point of Sale Terminal; a portable device that facilitates payments of goods and services at bank agent locations using payment cards.
  - Card reader
- Barcode scanner to scan bills for bill payment transactions
- Personal identification number (PIN) etc.

### **Step 4: Location**

For you to thrive in the business, it's advisable to choose a location with limited banks or places with few ATMs. Also, choose strategic locations like the bus stop, public market, event centers, etc. All of these factors will have much effect on your daily profit.

Once you have a good location, either construct a shed or shop but create enough spaces for swift movement for you and the customers. Have a banner displayed at the entrance to show the retail banking services you offer.

Then, for security measures, you can have a special purse/pouch around your neck or a safe with a strong lock to prevent theft and burglary.

## Thank You for previewing this eBook

You can read the full version of this eBook in different formats:

- HTML (Free /Available to everyone)
- PDF / TXT (Available to V.I.P. members. Free Standard members can access up to 5 PDF/TXT eBooks per month each month)
- Epub & Mobipocket (Exclusive to V.I.P. members)

To download this full book, simply select the format you desire below

