

# Candlesticks SOS

A candlestick shows how price moved over a specific time period.

How to read a candlestick simplified:

- If the candle is **green** (or bullish) → price went up (closed higher than it opened)
- If the candle is **red** (or bearish) → price went down (closed lower than it opened)
- The body shows the main move between open and close
- The wicks (shadows) show how far price moved up or down during that time

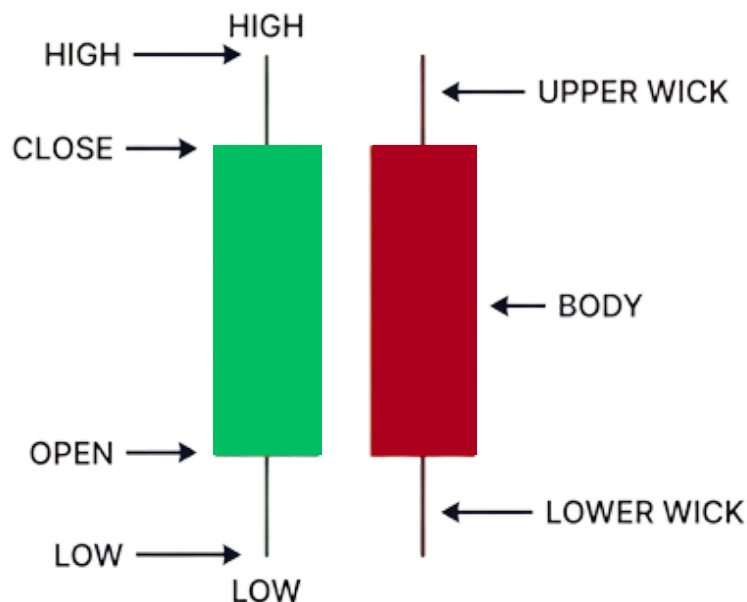
Each candle tells you four things:

**Open** = where price started

**Close** = where price finished

**High** = highest point reached

**Low** = lowest point reached



## **BODY SIZE**

Large body = strong momentum.

Small body = Indecision.

## **WICKS**

Wicks show rejection.

Long wick = price was pushed back hard.

## **BODY POSITION**

Where the body closes relative to the range reveals who won.

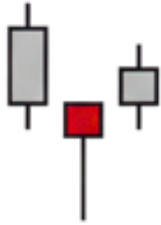
Horizon

11

# Candlesticks patterns

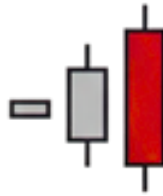
## Bullish Edition

Patterns that potentially signal a move UP.



### HAMMER

Rejection of lower prices.  
Bulls took control.



### BULLISH ENGULFING

Buyers overwhelmed sellers.  
Strong reversal signal.



### MORNING STAR

3-candle reversal. Indecision  
then bullish momentum.



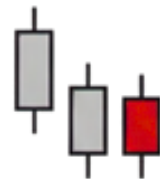
### PIERCING LINE

Buyers pushed back above  
the midpoint.



### THREE WHITE SOLDIERS

Three consecutive strong  
bullish candles.



### TWEEZER BOTTOM

Equal lows = institutional  
support.

## Remember:

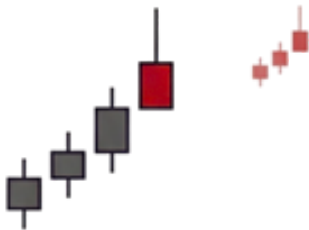
Candlestick patterns are simple formations made by one or more candles that help traders understand possible market direction, they show how buyers and sellers are behaving and can hint at whether price may go up, down, or reverse.

Candlestick patterns don't guarantee moves — they just help you read market psychology and potential reactions at key levels.

# Candlesticks patterns

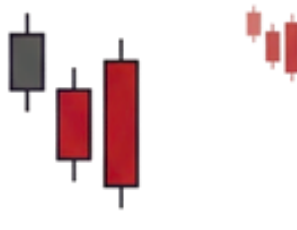
## Bearish Edition

Patterns that potentially signal a move DOWN.



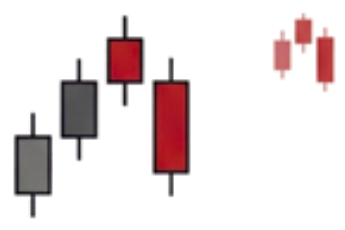
### SHOOTING STAR

*Rejection of higher prices.  
Bears pushed back hard.*



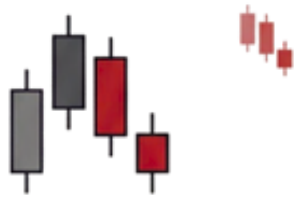
### BEARISH ENGULFING

*Sellers overwhelmed  
buyers completely.*



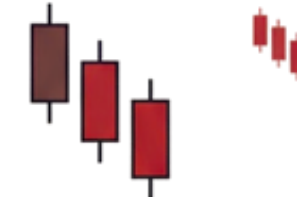
### EVENING STAR

*3-candle top reversal.  
Bulls exhausted.*



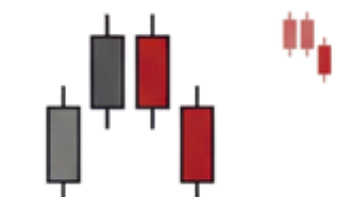
### DARK CLOUD COVER

*Price opened high and  
closed below the midpoint.*



### THREE BLACK CROWS

*Three strong bearish  
candles in a row.*



### TWEEZER TOP

*Equal highs = institutional  
supply zone.*

## Key Points:

A bearish pattern isn't just a signal — it's a sign that sellers may be taking control, especially in the right area.

- Stronger at resistance or after price has gone up
- Look for rejection (long upper wicks)
- Wait for confirmation, don't rush entries
- Bigger candles = stronger selling pressure
- Always use with context, not on their own