Lesson 6: Candlestick Patterns and Price Action Signals

Overview
- Use a small set of candle patterns with strong context and confirmation.

Key Concepts
- Rejection and engulfing show intent shifts.
- Flags and pennants continue impulse.
- Confirmation reduces false signals.

Framework
- Confirm level and trend.
- Wait for a valid candle pattern.
- Confirm with a break or retest.
- Place stop beyond invalidation.

Checklist
- Pattern at a key level.
- Trend aligned.
- Confirmation present.
- Stop and target defined.