



*PRESENTS*

# THE PEMA PULLBACK

PivotBoss Signature Setup Series

with Frank Ochoa, AKA *PivotBoss*  
Author, *Secrets of a Pivot Boss*



# The PEMA Pullback

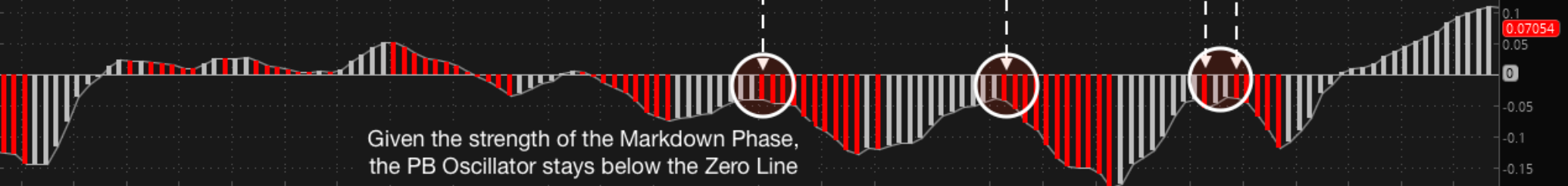
**The PivotBoss PEMA Method** includes a powerful approach to using pivot-based EMAs to identify opportunities in any market and in any timeframe. **The PEMA Pullback** is a simple, yet powerful setup that helps traders look for pullback opportunities in developing and mature trending markets.

- 1. The Goal:** To identify pullback opportunities in trending markets.
- 2. The PEMA Pullback:** When the PEMAs are "Stacked & Sloped", look to fade opportunities in the Trigger Zone - between the Fast and Med moving averages - for short term trending moves.
- 3. The Trigger:** After expansion from a NEUTRAL PEMA state, look for the PEMAs to become "Stacked & Sloped". The first 2 to 3 pullbacks into the Trigger Zone (between Fast and Med PEMAs) can be defended for short term moves.
- 4. The Entry:** Several approaches, including trading Rejection Tails, Closing inside and then back outside the PEMAs, or simply using the PivotBoss Oscillator paint bars for a mechanical entry approach.
- 5. High Probability Target:** Goal is to push to a new high/low within the current trend.
- 6. Failed Acceptance:** The trend is over when price fails to establish acceptance beyond the most recent high or low.

Quick Chart  
/CL Light Sweet Crude Oil Futures,ETH (JUL 16) 48.38  
/CL 1 y D D: 5/24/16 O: 48.08 H: 48.41 L: 47.64 C: 48.38 R: 0.77 VolumeProfile (AUTOMATIC, 1.0, CHART, 1, yes, 1000, yes, yes, 70, 25) N/A N/A N/A MedianPrice 48.03 PivotBoss\_PEMA3 (HLC3, 21, 34, 55, 0, EXPONENTIAL) ...



PivotBoss\_Oscillator (HLC3, 8, 13, 21, 0, EXPONENTIAL, 1, yes) 0.0705437 0 0.0705437

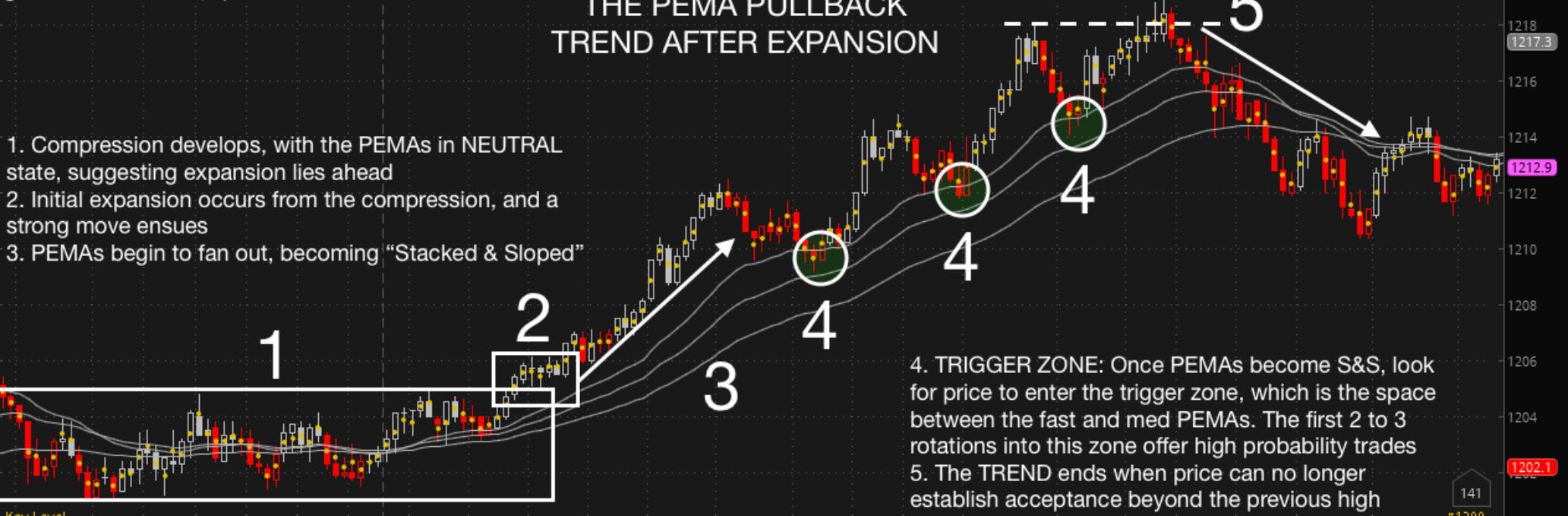


8/24 8/31 9/7 9/14 9/21 9/28 10/5 10/12 10/19 11/2 11/9 11/16 11/30 12/7 12/14 1/4 1/11 1/18 2/1 2/8 2/15 2/22 2/29 3/7

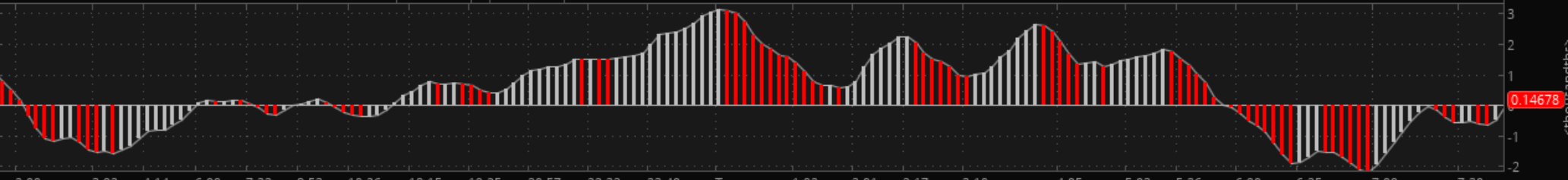
# THE PEMA PULLBACK TREND AFTER EXPANSION

- 1. Compression develops, with the PEMAs in NEUTRAL state, suggesting expansion lies ahead
- 2. Initial expansion occurs from the compression, and a strong move ensues
- 3. PEMAs begin to fan out, becoming "Stacked & Sloped"

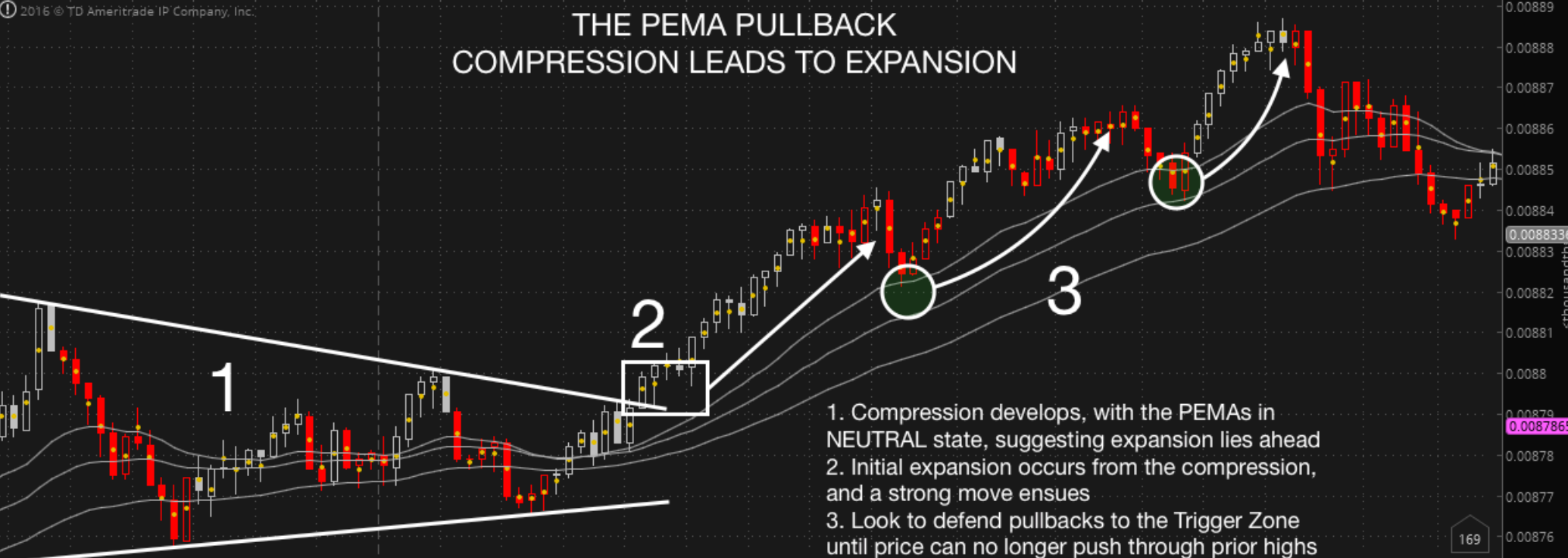
- 4. TRIGGER ZONE: Once PEMAs become S&S, look for price to enter the trigger zone, which is the space between the fast and med PEMAs. The first 2 to 3 rotations into this zone offer high probability trades
- 5. The TREND ends when price can no longer establish acceptance beyond the previous high



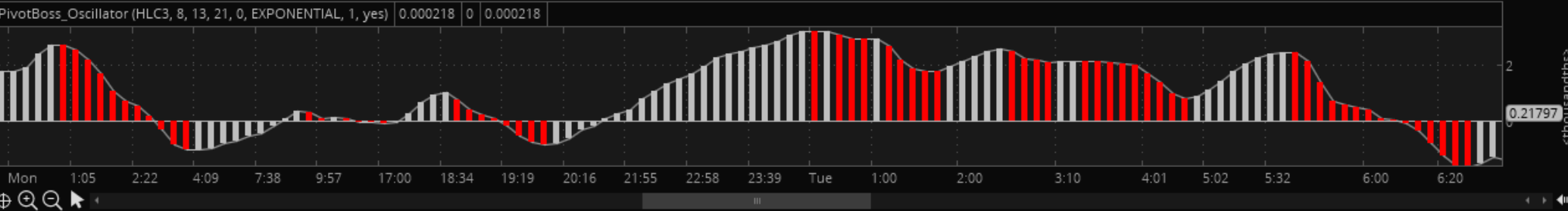
Key Level  
PivotBoss\_Oscillator (HLC3, 8, 13, 21, 0, EXPONENTIAL, 1, yes) 0.0001468 0 0.0001468



# THE PEMA PULLBACK COMPRESSION LEADS TO EXPANSION



1. Compression develops, with the PEMAs in NEUTRAL state, suggesting expansion lies ahead
2. Initial expansion occurs from the compression, and a strong move ensues
3. Look to defend pullbacks to the Trigger Zone until price can no longer push through prior highs



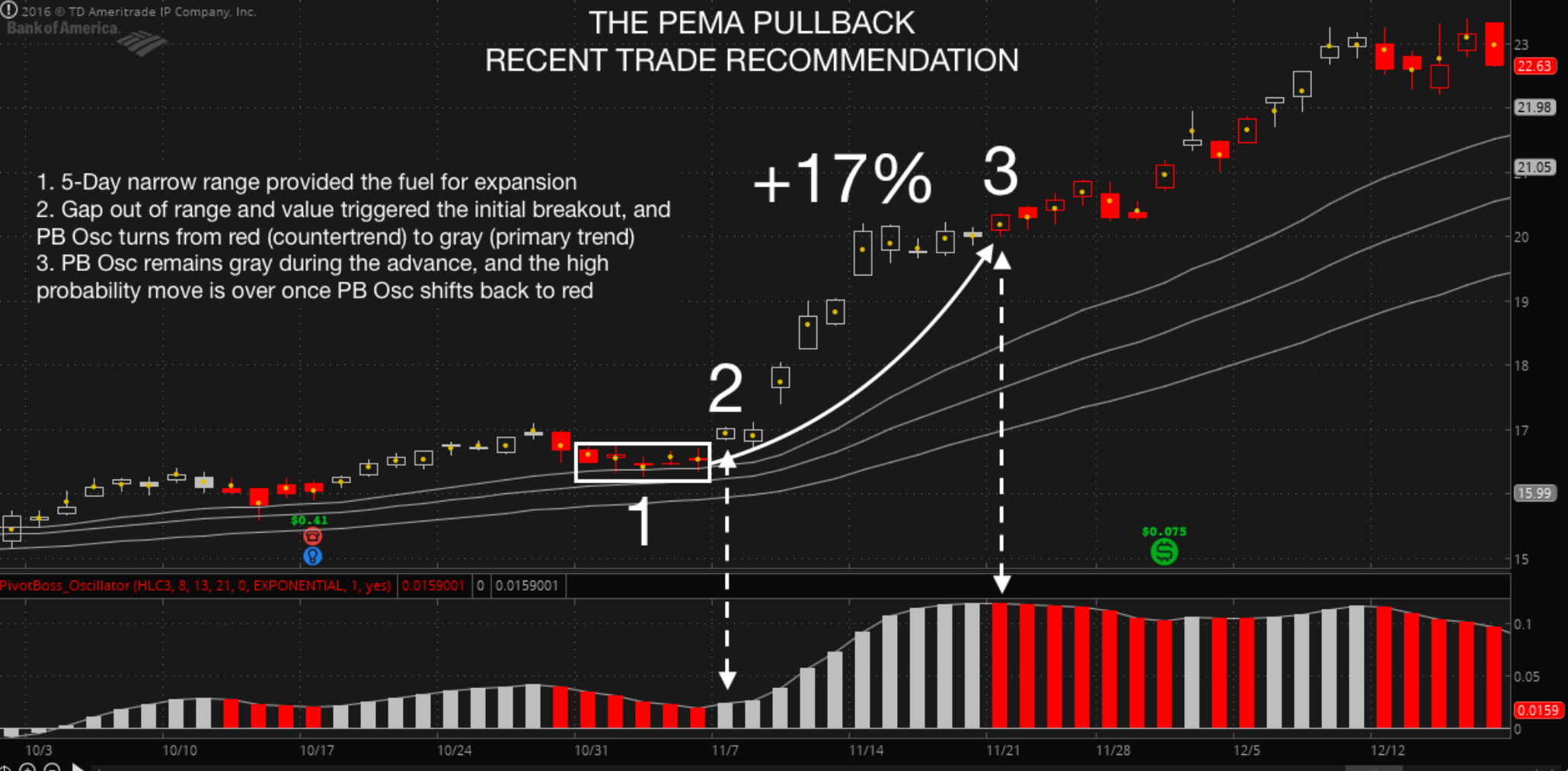


Quick Chart on BAC  
BAC BANK OF AMERICA CORP COM 22.63 0.00%  
D: 1/18/17 O: 22.3 H: 22.65 L: 22.1 C: 22.63 R: 0.55  
VolumeProfile (AUTOMATIC, 1.0, CHART, 1, yes, 1000, yes, yes, 70, 25) N/A N/A N/A  
MedianPrice 22.38 PivotBoss\_PEMA3 (HLC3, 21, 34, 55, 0, EXPONENTIAL) ..

# THE PEMA PULLBACK RECENT TRADE RECOMMENDATION

- 1. 5-Day narrow range provided the fuel for expansion
- 2. Gap out of range and value triggered the initial breakout, and PB Osc turns from red (countertrend) to gray (primary trend)
- 3. PB Osc remains gray during the advance, and the high probability move is over once PB Osc shifts back to red

+17% 3



PivotBoss\_Oscillator (HLC3, 8, 13, 21, 0, EXPONENTIAL, 1, yes) 0.0159001 0 0.0159001



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