Displacement practice sheet

Separate the move, the confirmed gap and a later eligible fill.

Measure what the candle actually shows

Constructed candle A: O100 H110 L90 C101. Range 20; body 1; body/range 5%. Constructed B: O100 H110 L99 C109. Range 11; body 9; body/range 81.8%; close position 90.9% from the low.

If the preceding reference medians are body 2 and range 4, B is 4.5x the body and 2.75x the range. These describe the example, not universal entry thresholds. Zero-range ratios are undefined.

Bullish example: preselected swing high 106

Candle 1: O100 H102 L99 C101.

Candle 2: O101 H110 L100 C109. Close 109 exceeds swing 106.

Candle 3: O109 H113 L108 C112. Only its completion confirms FVG 102-108.

Gap midpoint 105. Later eligible fill 105, assumed stop 99, target 117: risk 6, reward 12, planned 2R before costs.

Bearish mirror: preselected swing low 106

Candle 1: O112 H113 L110 C111.

Candle 2: O111 H112 L102 C103. Close 103 breaks swing 106.

Candle 3: O103 H104 L99 C100. Confirmed bearish FVG 104-110.

Later short 107, stop 113, target 95: risk 6, reward 12, planned 2R.

Timing changes what can count as a trade

A bullish entry 112 with the same stop 99 and target 117 risks 13 to pursue 5: 5/13 = 0.385R. A later 105 order may never fill. Do not count a pre-confirmation touch as a later fill.

Abstract teaching prices only, not actual trades, instrument specifications, or a backtest. A touched chart price does not prove executable size or an actual limit fill.

Freeze the plan. Keep the record.

Complete the decision fields before revealing later candles.

Observation and entry plan

Instrument / feed / timeframe / chart timezone: _____

Session and observation dates: _____

Selected swing and time it was known: _____

Reference sample length / body comparison formula: _____

Candidate OHLC / body / range / close position: _____

Close-through-level condition / confirmation time: _____

FVG boundaries / third-candle completion time: _____

Fixed range anchors / range midpoint / gap midpoint: _____

Entry policy / eligibility time / expiry condition: _____

Entry / stop / target / size / point value / costs: _____

Outcome: choose the correct record

Excluded candidate: wick-only / wrong swing / no required gap / other.

Valid signal, no fill: no later retracement / expiry / target reached first.

Filled trade: actual fill and time / stop or exit / net R / costs.

Ambiguous sequence: retain the uncertainty or obtain finer data.

Before / after evidence and review

Save the decision screenshot before revealing the outcome. Keep invalidated zones, stopped trades and unfilled signals. Report filled-trade count separately from signal count. Compare entry methods using their own complete execution records.

Primary lesson: The Inner Circle Trader, YouTube Bkt8B3kLATQ, Episode 6 at 18:29 onward. Additional visual lesson: TTrades, YouTube 1oco9lesido. This original companion is a practice record, not either creator's course notes.