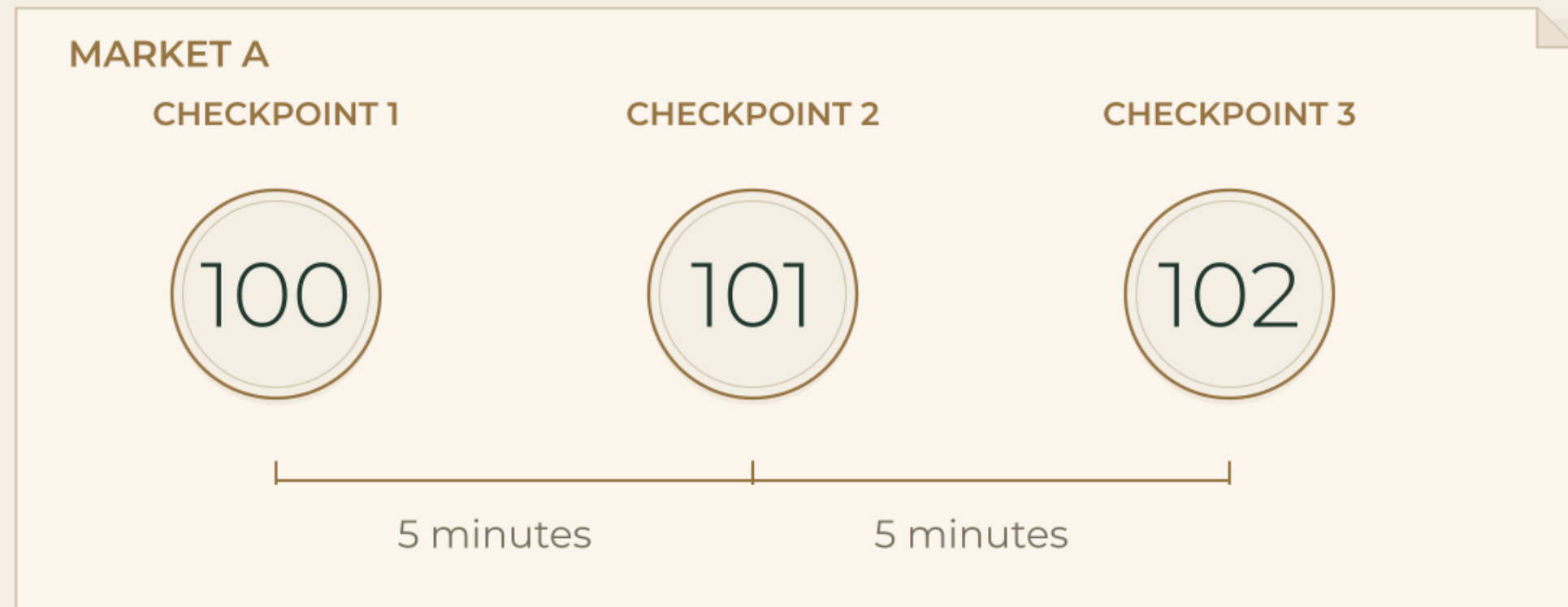


YOUR STARTING CASE

THREE PRICES. WHAT CAN YOU ESTABLISH?



Five-minute checkpoints

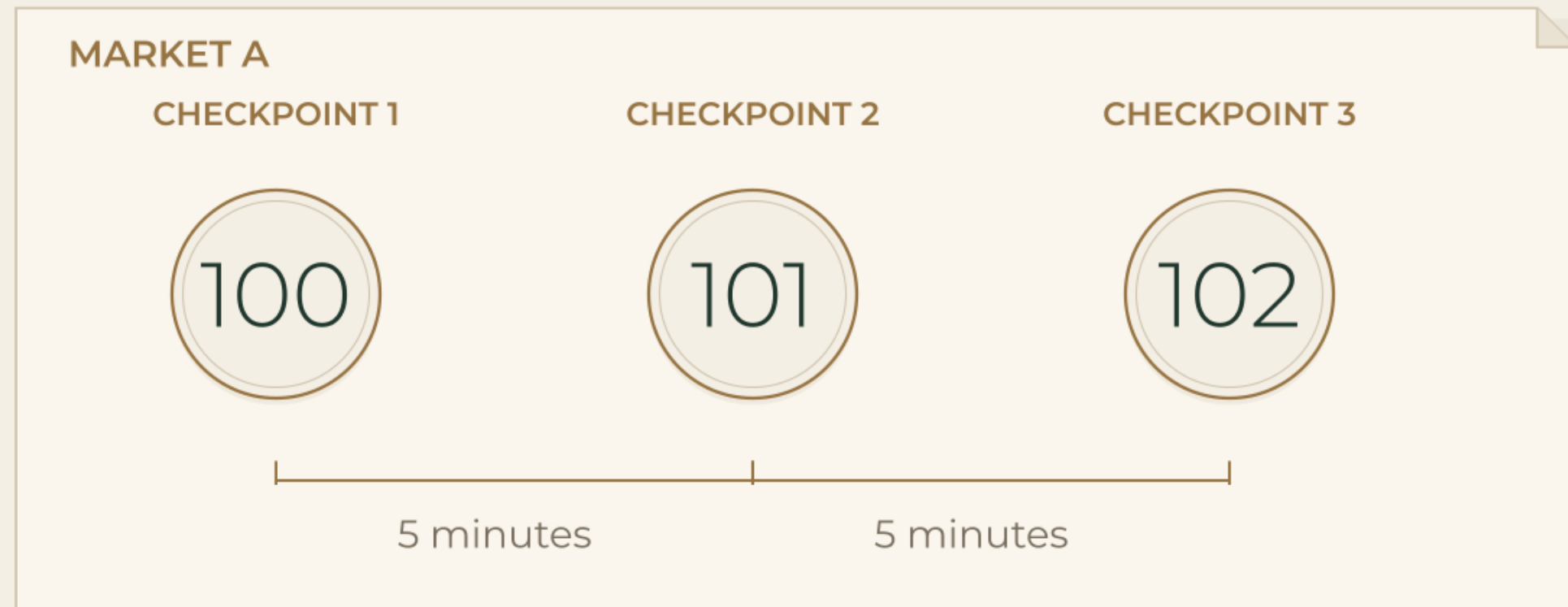


**Only three prices
are recorded.**

The path between
them is unknown.

YOUR STARTING CASE

AN INCOMPLETE PICTURE STAYS INCOMPLETE



Paper observation only

- No intervening prices supplied
- No volume or earlier history supplied
- Transaction costs not supplied

No revealed next checkpoint

PRESERVE YOUR FIRST ANSWER

BEGIN WITH OBSERVATIONS AND INTERPRETATION

OBSERVATIONS

Two facts and one missing input

FACT 1

FACT 2

MISSING
INPUT

?

INTERPRETATION

An assumption and an alternative

- Assumption
- Alternative

PRESERVE YOUR FIRST ANSWER

WHAT COULD CHANGE YOUR DECISION?

COUNTEREVIDENCE

What could weaken the view?



Reconsider the interpretation

BOUNDARIES

When would you pause?



A condition and a response

DECISION

Waiting or a conditional paper plan



The next observation needed

PRESERVE YOUR FIRST ANSWER

PAUSE AND KEEP YOUR FIRST ACCOUNT



DISCERNMENT

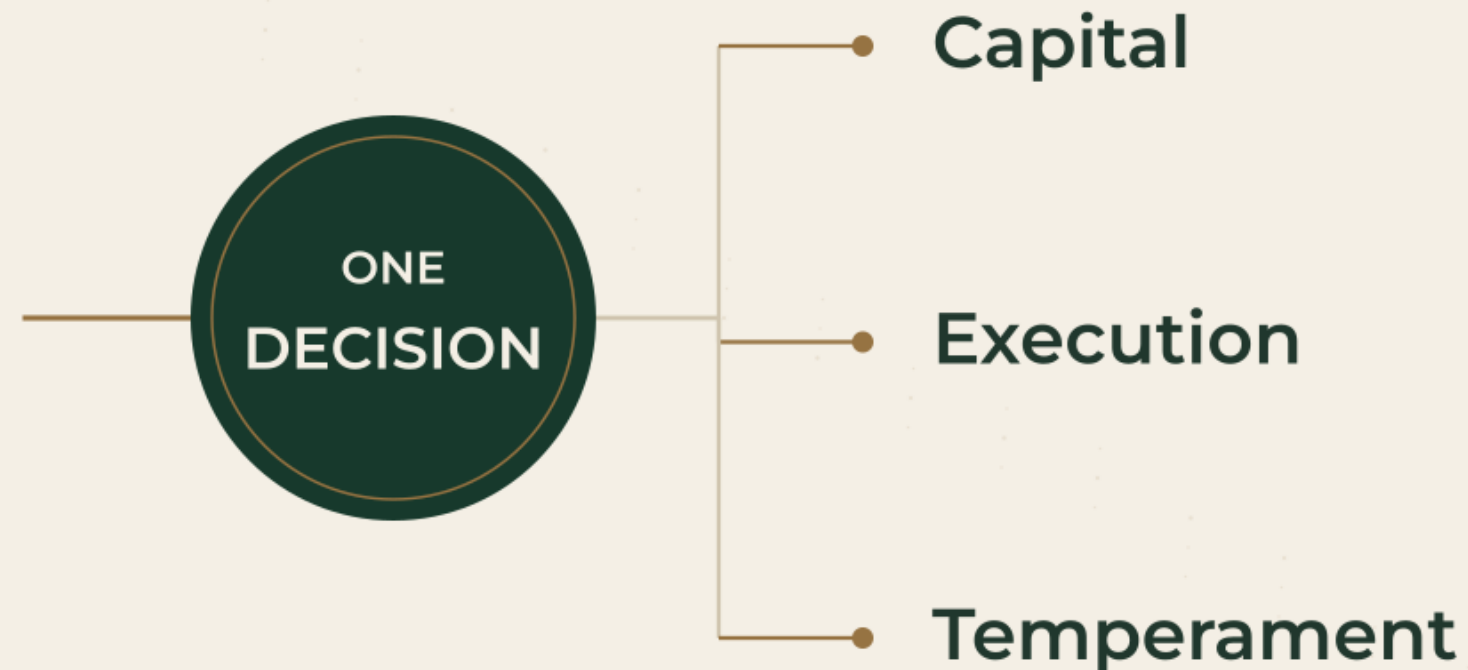
FOUR PRINCIPLES EXAMINE ONE DECISION

DISCERNMENT

What does the
information support?



Do not add a story between them.



DISCERNMENT

SEPARATE THE STATEMENT FROM THE STORY

OBSERVATION

The recorded prices increased.

Supported by the three checkpoints

INTERPRETATION

Buyers are becoming more committed.

Requires additional support

PREDICTION

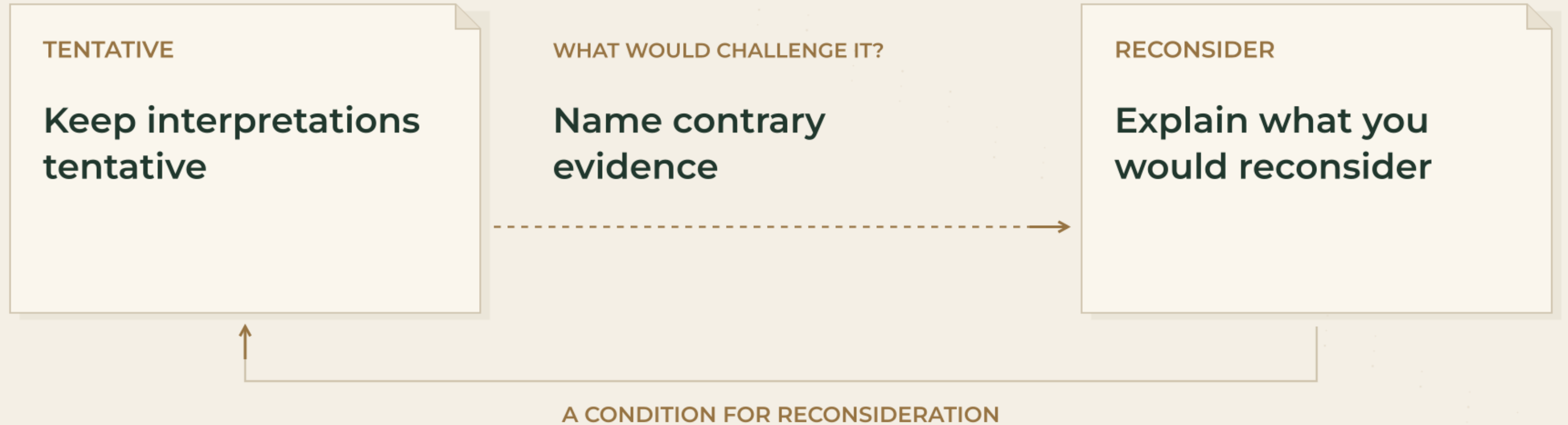
The next price will rise.

Not established by these observations

The intervening path is unknown.

DISCERNMENT

LEAVE ROOM FOR ANOTHER EXPLANATION



CAPITAL

PROTECT THE CAPACITY TO CONTINUE

Money, time, and attention



PAPER EXERCISE

No money committed here

BEFORE COMMITMENT

Recognize missing inputs

EXPOSURE BOUNDARY

Do not invent exposure

CAPITAL

GIVE THE BOUNDARY A RESPONSE



CONDITION

If required information is missing

PAUSE THE PAPER PLAN

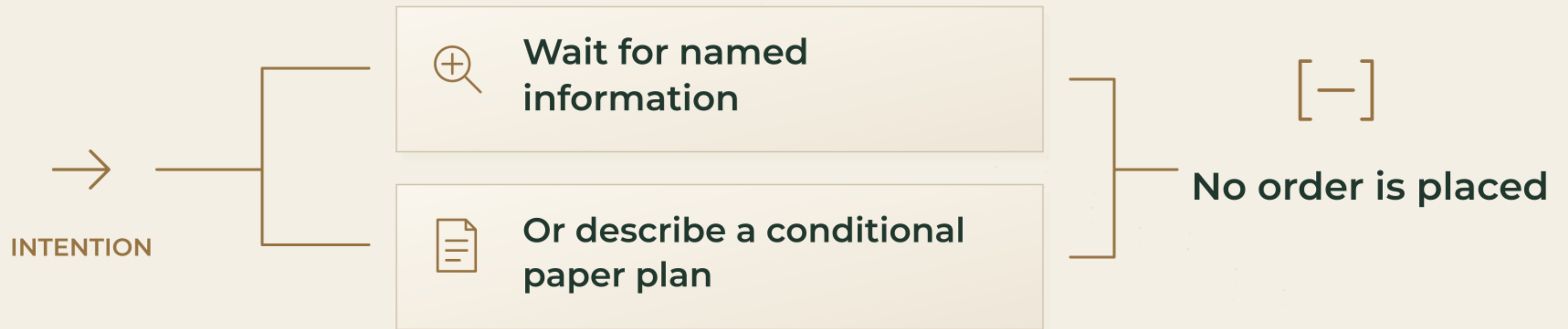


Identify the missing input

Define an observation deadline

EXECUTION

MAKE THE NEXT STEP OBSERVABLE



Keep the observation horizon stable



TEMPERAMENT

NOTICE THE FEELING WITHOUT OBEYING IT



EXPERIENCE

Urgency is an experience

Record urgency separately.



OBSERVATION

It adds no price observation

Market A remains unchanged.

Information or discomfort?



Explain the proposed action

FOUR PRINCIPLES TOGETHER

A CLEARER PROCESS STILL CONTAINS UNCERTAINTY

 **DISCERNMENT**
Evidence

 **EXECUTION**
Next step



 **CAPITAL**
Boundaries

 **TEMPERAMENT**
**Response to
uncertainty**

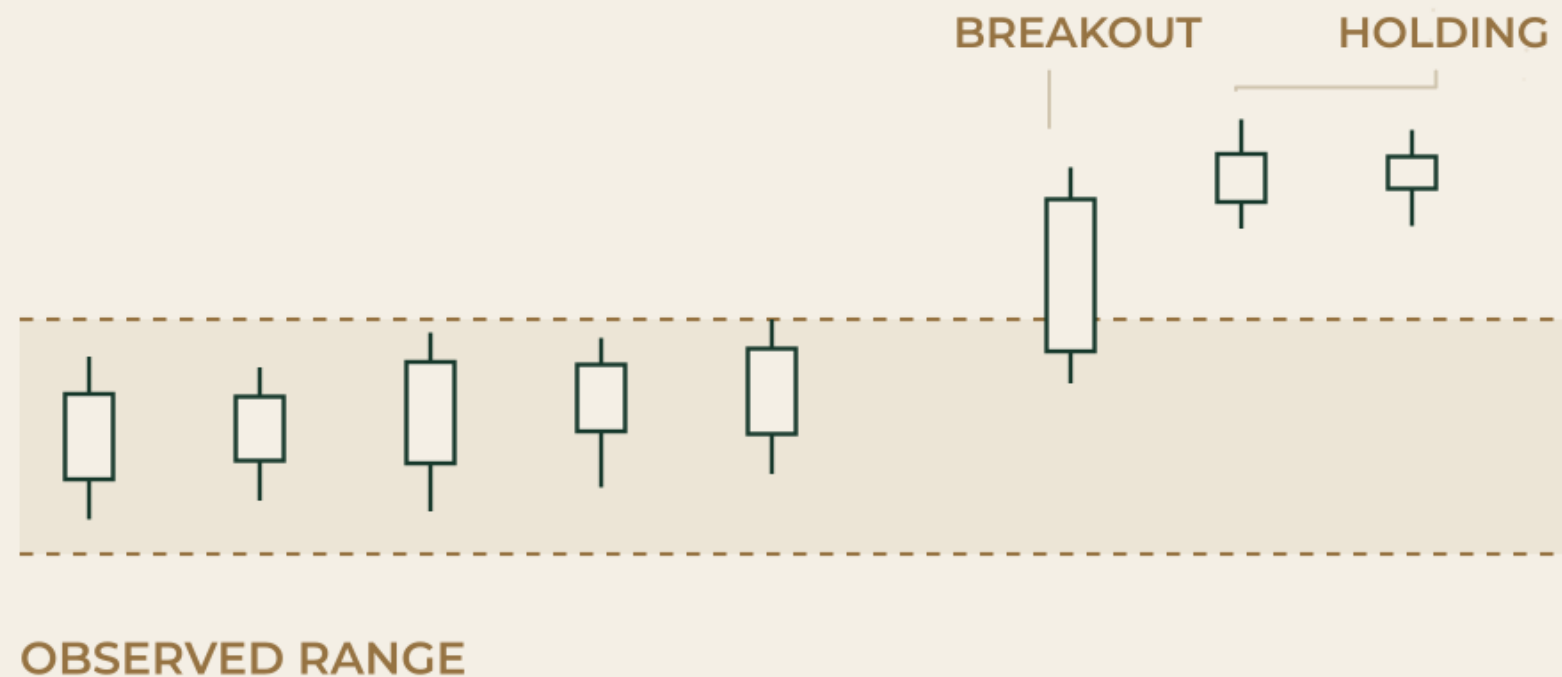
No next price is revealed

A SEPARATE DEMONSTRATION

A DIFFERENT FICTIONAL BREAKOUT TRADE

SEPARATE FICTIONAL EXAMPLE

NOT MARKET A



A well-observed range

Breakout and
subsequent holding

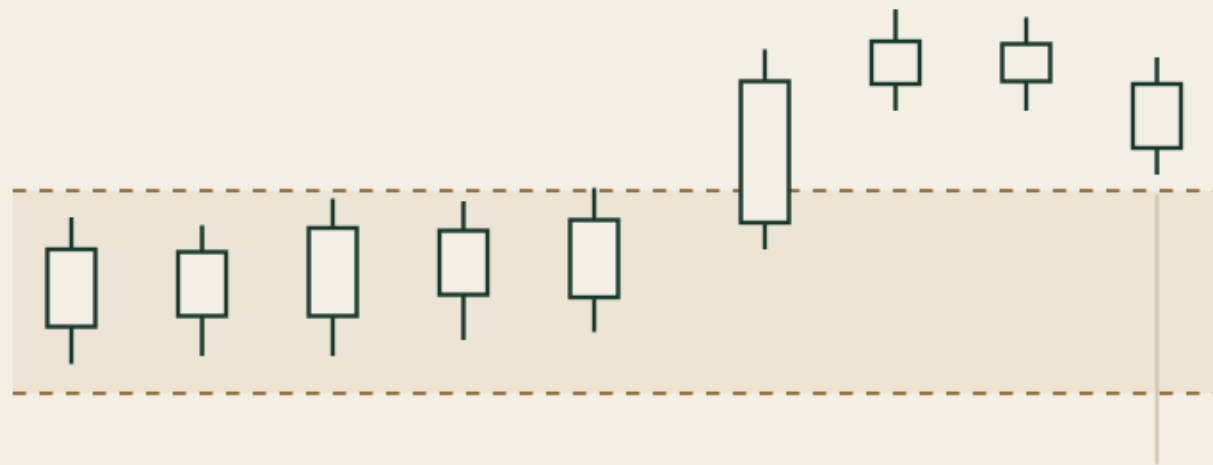
Schematic only • no price or time scale

A SEPARATE DEMONSTRATION

FOLLOW THE IDEA INTO THE ACTION

SEPARATE FICTIONAL EXAMPLE

NOT MARKET A



BRIEF PULLBACK

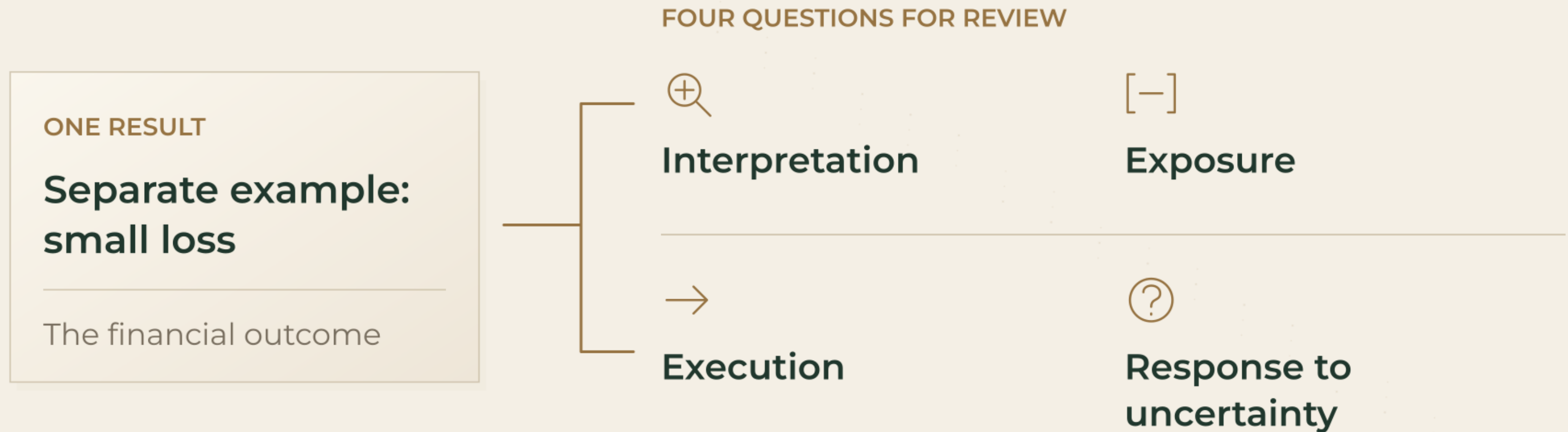
- Interpret the breakout
- Choose suitable exposure
- Use an appropriate order

⚡ Notice regret separately

Schematic only • no price or time scale

A SEPARATE DEMONSTRATION

A SMALL LOSS NEEDS INTERPRETATION



PROCESS AND OUTCOME

REVIEW THE MECHANISM
BEHIND THE RESULT

Compare intention and action

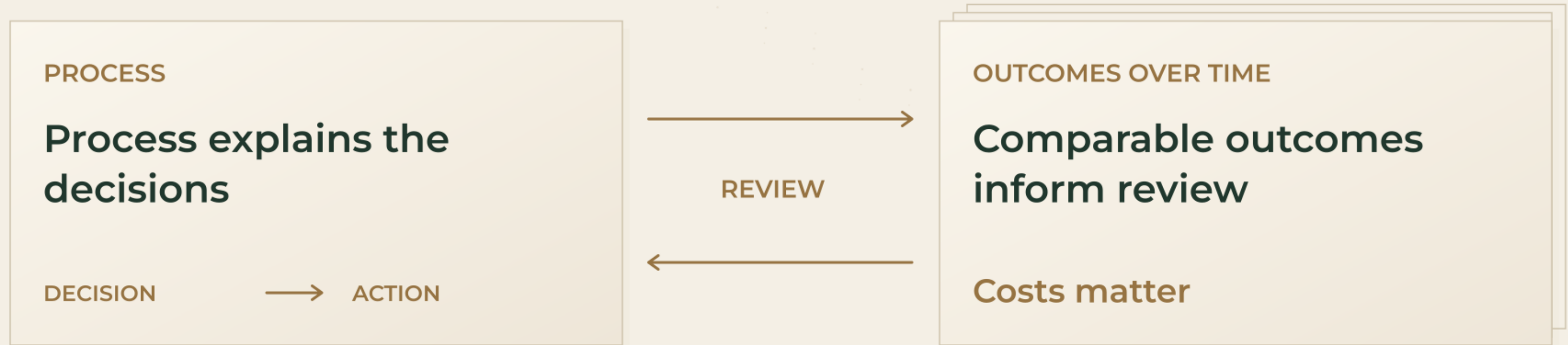
COMPARE	INTENTION		ACTION
Quantity	Planned quantity	↔	Actual quantity
Cost	Planned cost	↔	Actual cost
Entry	Intended entry	↔	Actual entry

Look for a specific discrepancy

One trade does not establish profitability

PROCESS AND OUTCOME

KEEP PROCESS AND RESULTS CONNECTED



Keep conclusions within the evidence

THE LEARNING PATH

EACH SUBJECT ANSWERS A DIFFERENT QUESTION

Market principles and
context

Risk and execution

Charts and structure

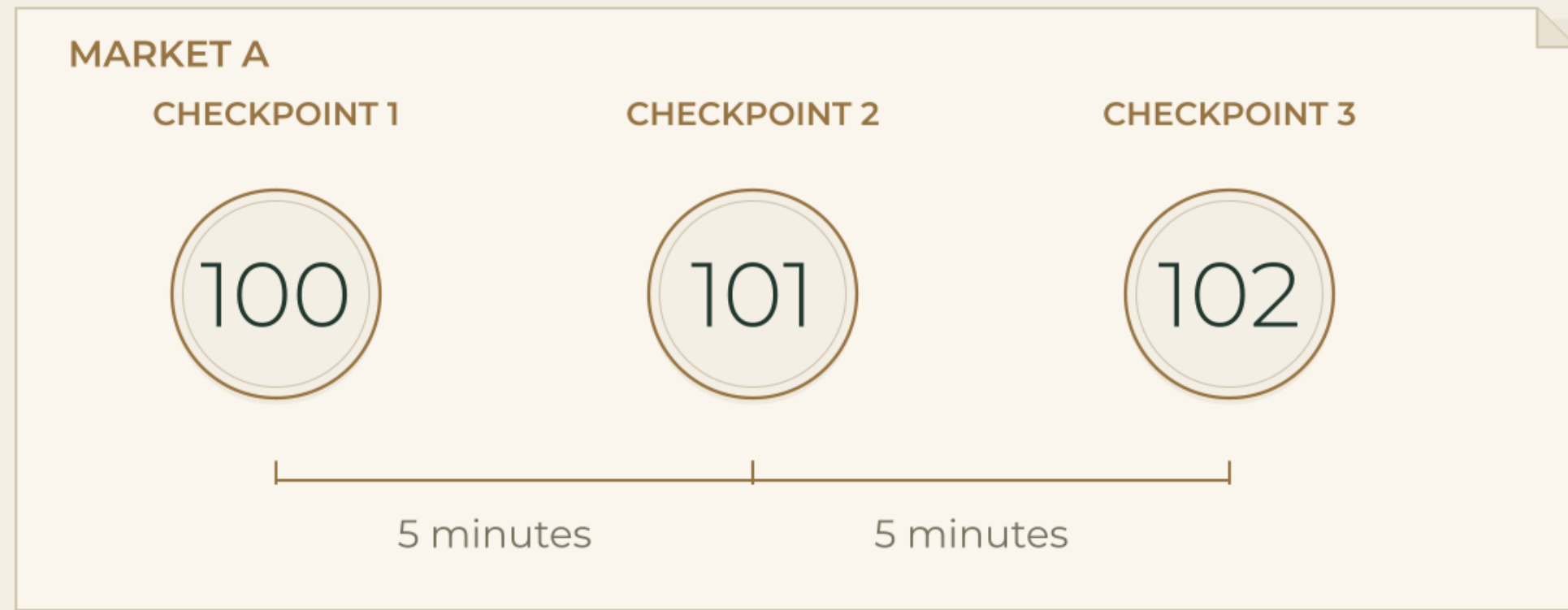
Strategy and management



Temperament and review

[RETURN TO YOUR RECORD](#)

RETURN TO THE ORIGINAL THREE OBSERVATIONS



THE SAME CASE

**No additional market
information**

Keep the original wording

Identify what remains unknown

RETURN TO YOUR RECORD

APPEND A REASON, NOT A REPLACEMENT

ORIGINAL ACCOUNT



DATED ADDENDUM

Clarification is not new market evidence

ORIGINAL ACCOUNT

Keep the dated original

DATED ADDENDUM

Add a separate note

Explain revision or retention

REVIEW YOUR REASONING

USE THE FIVE CRITERIA AS QUESTIONS

- 01 Observation and interpretation
- 02 Counterevidence
- 03 Capital and time boundaries
- 04 Reasons for action
- 05 Traceable revision



YOUR RECORD

Acknowledge missing monetary inputs. Do not invent a loss limit.

REVIEW YOUR REASONING

A STARTING POINT IS NOT A CERTIFICATE

WHAT THE RECORD SHOWS

Describe your reasoning

LIMIT OF THE RECORD

No live trading certification

THE ORIGINAL MAY STAND

Revision is not compulsory

A QUESTION TO CARRY FORWARD

Keep unresolved questions visible

APPLY THE IDEAS ELSEWHERE

TRY THE TWO DECISION EXERCISES

Two separate fictional exercises

EXERCISE A

Observation or inference

EXERCISE B

Keep the first account

Answer before reviewing explanations

Choose your response



Compare the reasons



Return to your record

CARRY THE RECORD FORWARD

KEEP THE RECORD YOU CAN REVISIT

THE FIRST ACCOUNT



THE ADDENDUM

THE FIRST ACCOUNT

First answers

THE ADDENDUM

Separate review note

STILL OPEN

Unresolved questions

A starting point for later comparison

CONTINUE WITH INTENTION

CONTINUE WITH A QUESTION, NOT CERTAINTY

CARRY FORWARD

Bring the unresolved
questions

THE NEXT LESSON

Next: Risk & Readiness Before Practice

Market A remains without an outcome

Explain the next step