FREE RESOURCE · CHEAT SHEET

Candlestick Cheat Sheet

01

Every candle tells you four prices for one period of time. Learn to read them at a glance.

BULLISH CANDLE ILLUSTRATIVE EXAMPLE



Close above open: price finished higher than it started, so the candle is green.

BEARISH CANDLE ILLUSTRATIVE EXAMPLE



Close below open: price finished lower than it started, so the candle is red.

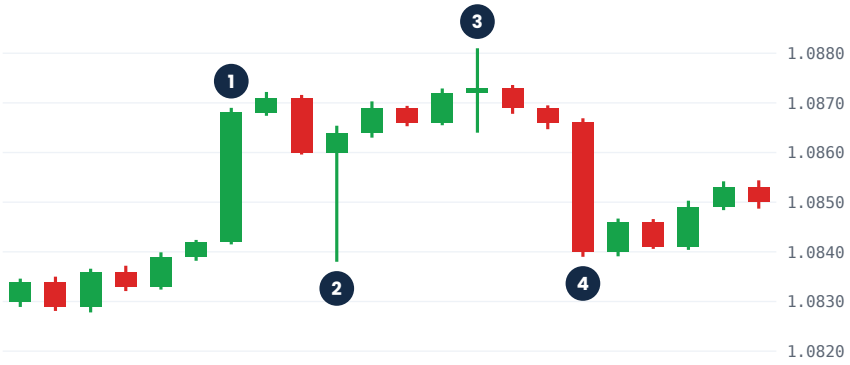
O Open
First price of the period

H High
Highest price reached

L Low
Lowest price reached

C Close
Last price of the period

Reading candles in a row · EUR/USD 1-hour chart ILLUSTRATIVE EXAMPLE



1. **Strong bullish candle**
   Large green body, small wicks: buyers were in control for that hour.
2. **Long lower wick**
   Price fell, then recovered to close near the high: lower prices were rejected.
3. **Small body, wicks both sides**
   Open and close almost equal: indecision between buyers and sellers.
4. **Strong bearish candle**
   Large red body: sellers pushed price well below the open.

THREE QUICK TIPS

1. **Colour first**
   Green = closed higher than it opened. Red = closed lower.
2. **Then body vs wicks**
   Big bodies show strong moves. Long wicks show prices that were rejected.
3. **Never judge one candle alone**
   Read each candle with the candles and trend around it. Candles show the past; they don't predict.

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