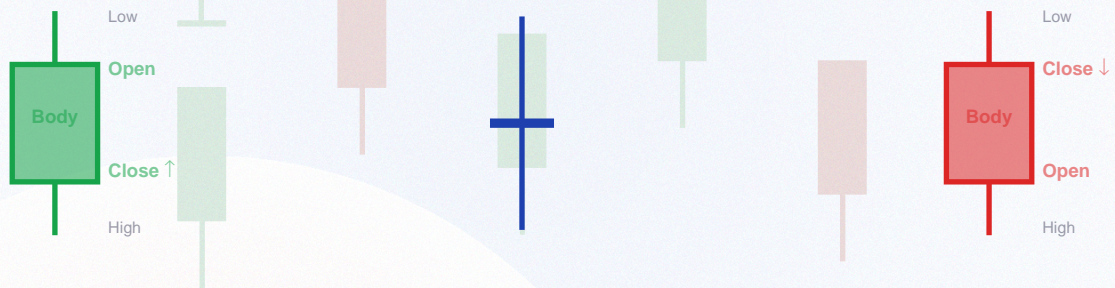


CANDLESTICK PATTERNS

Complete Trading Guide

From the Rice Markets of 18th Century Japan to Modern Trading Screens
History • Anatomy • 25 Essential Patterns • Psychology • Trading Rules



Prepared by

TRADER ABBAS

Capital Minds

Assignment — Candlestick Analysis

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PATTERN INDEX

Single: Hammer · Inverted Hammer · Shooting Star · Hanging Man · Doji · Dragonfly Doji · Gravestone Doji · Spinning Top · Marubozu

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Three Candle: Morning Star · Evening Star · Three White Soldiers · Three Black Crows · Morning Doji Star · Evening Doji Star · Three Inside Up · Three Inside Down

I. THE ORIGIN OF CANDLESTICKS

Munehisa Homma — The God of Markets

- Japanese rice trader born in the early 1700s, widely credited as the pioneer of candlestick charting
- Made the equivalent of over \$10 billion in today's dollars through rice trading
- He understood supply and demand, but also identified that emotion played a key role in price action
- His work tracking market emotion became the foundation of modern candlestick analysis
- He was so respected that he was promoted to Samurai status by the Japanese government

Historical Timeline

- 1654** — Rice trading established in Japan — rice became more important than hard currency
- 1700s** — Munehisa Homma develops candlestick charting to track price action and market emotion
- 1980s** — Cross-pollination of banks worldwide introduces candlesticks to Western traders
- 1989** — Steve Nison publishes the first Western paper on candlestick patterns in Futures magazine
- Today** — Candlesticks are the standard template most professional analysts and traders use worldwide

Why Candlesticks Matter

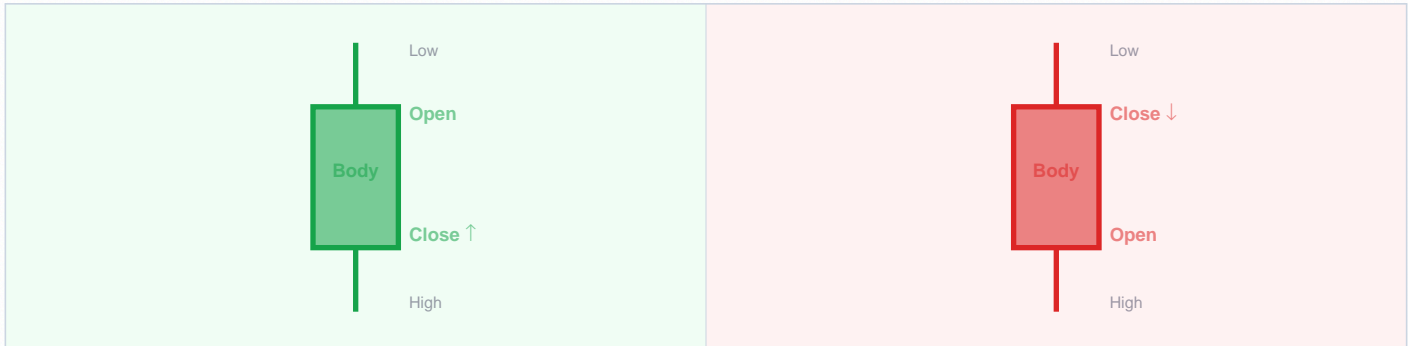
- Visual representation of market Open, High, Low, and Close — giving a complete picture at a glance
- Flexible — can be combined with Moving Averages, Fibonacci, Dow Theory, Elliott Wave, and more
- Reveal market psychology — fear, greed, and hope become visible through candlestick formations
- Provide more information than bar charts with added clarity and additional trading signals
- Used by banks, hedge funds, and professional traders who move billions in the markets daily

"If you can understand how and why a pattern was created, you will be able to predict the market direction with high accuracy."

— Munehisa Homma's Trading Philosophy

II. CANDLESTICK ANATOMY

Understanding the structure of a candlestick is the foundation of all pattern recognition. Every candlestick tells a story of the battle between buyers and sellers during a specific time period.



BULLISH CANDLE

Close is ABOVE the Open — Buyers dominated

BEARISH CANDLE

Close is BELOW the Open — Sellers dominated

The 5 Elements of a Candlestick

- Real Body:** The filled part between open and close — represents the session's net movement
- Upper Shadow:** The thin line above the body — shows the session high (how far buyers pushed)
- Lower Shadow:** The thin line below the body — shows the session low (how far sellers pushed)
- Open Price:** Where the price started at the beginning of the time period
- Close Price:** Where the price ended at the close of the time period

Body Size Significance

Size	Meaning	Significance
Long Body	Strong buying or selling pressure — one side has clear control	High
Short Body	Little activity — indecision between buyers and sellers	Low
No Body (Doji)	Open and close are the same — complete equality and indecision	Critical

Shadow Analysis

- Long Upper Shadow:** Buyers pushed high but sellers drove it back — rejection from above
- Long Lower Shadow:** Sellers pushed low but buyers drove it back — rejection from below
- Short Shadows:** Trading stayed near open and close — strong conviction in that direction
- No Shadows (Marubozu):** Extreme momentum with no opposition — complete dominance

III. SINGLE CANDLE PATTERNS

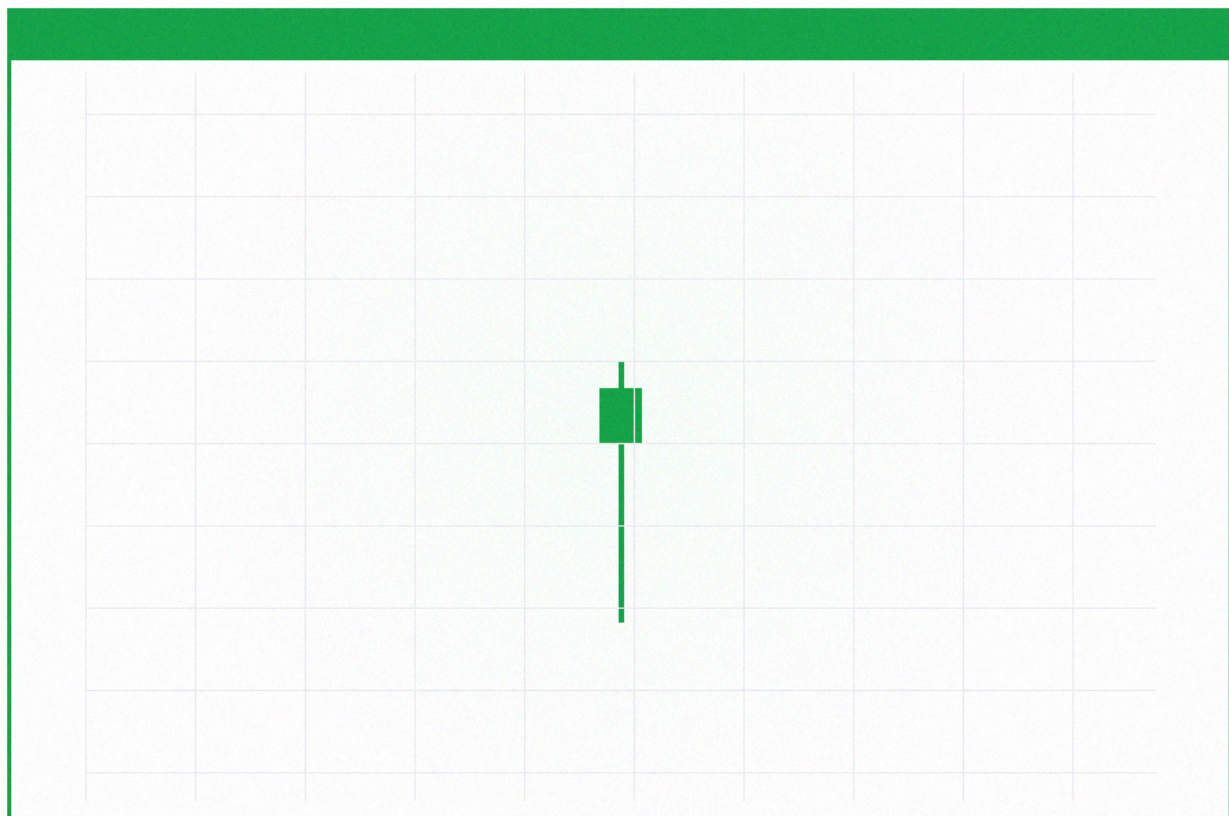
9 patterns that form with just one candlestick. These are the building blocks of all price action analysis.

PATTERN #1 • SINGLE CANDLE • BULLISH REVERSAL

Hammer

Reliability: **High**

A bullish reversal pattern forming at the bottom of a downtrend. Small body at the top with a long lower shadow (at least 2x the body).



■ Market Psychology

Sellers pushed prices down during the session, but buyers stepped in and pushed prices back up, showing rejection of lower prices. The long shadow represents high buying pressure — sellers tried to push lower but buying power was more powerful.

■ *Key Insight: The most important thing is the psychology behind the formation. If you understand how and why it was created, you will predict market direction with high accuracy.*

■ How to Identify

- Small real body at the upper end of the trading range
- Long lower shadow (2-3x the body length)
- Little or no upper shadow
- Appears after a downtrend

■ How to Trade

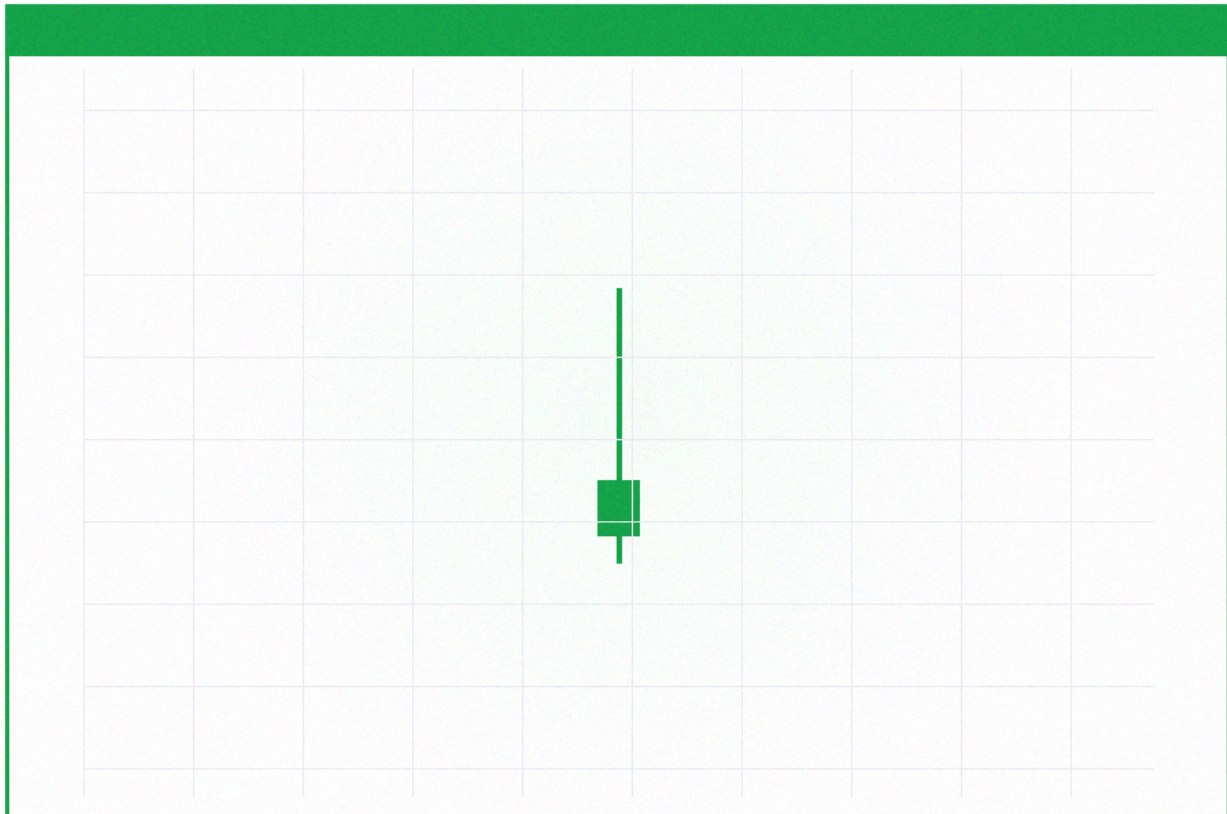
- Wait for confirmation candle (bullish close above hammer's high)
- Entry: Above the high of the hammer
- Stop Loss: Below the low of the hammer
- Target: Previous resistance level or 1:2 risk-reward

PATTERN #2 • SINGLE CANDLE • BULLISH REVERSAL

Inverted Hammer

Reliability: **Medium-High**

A bullish reversal pattern forming at downtrend bottoms. Has a small body at the bottom with a long upper shadow.



■ Market Psychology

Buyers tried to push prices higher but sellers pushed back. However, buyers showing strength indicates potential reversal.

■ How to Identify

- Small real body at the lower end
- Long upper shadow (2-3x the body)
- Little or no lower shadow
- Forms after a downtrend

■ How to Trade

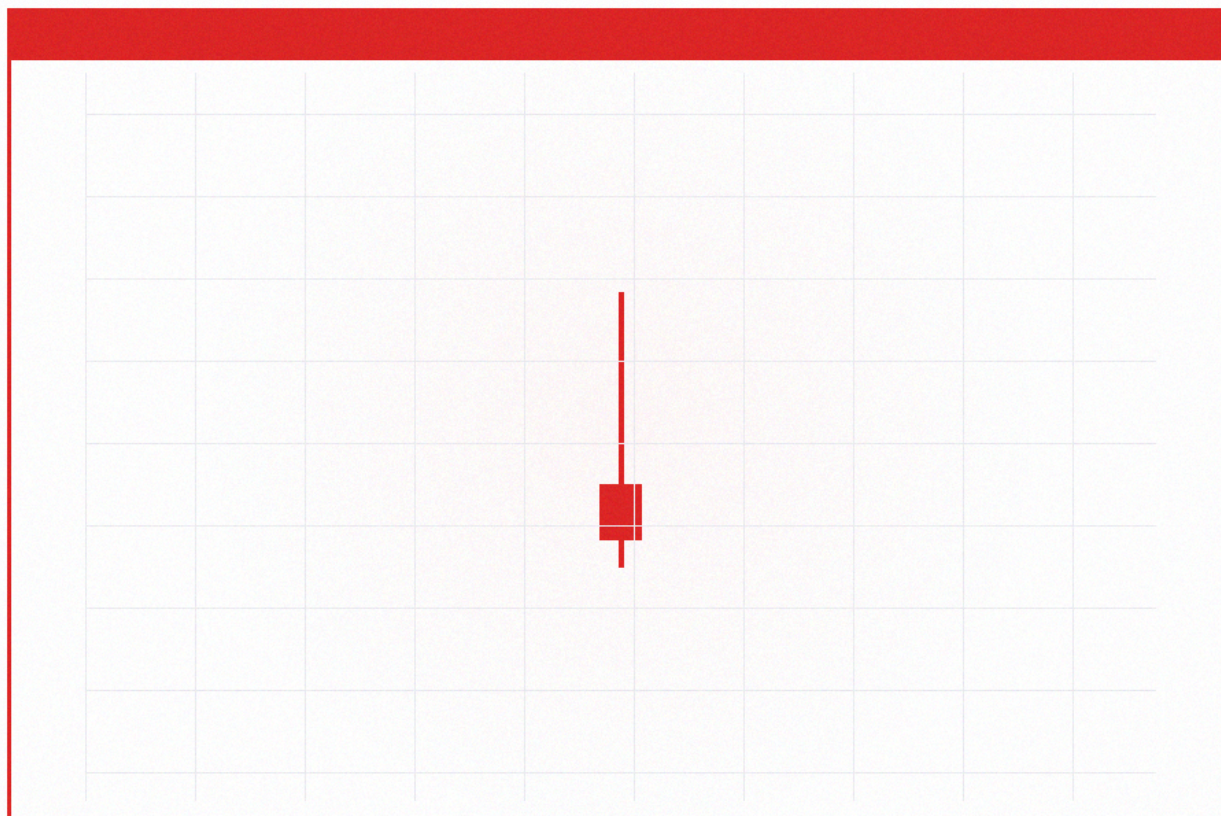
- Wait for next candle to confirm (close above inverted hammer)
- Entry: Above the high of the confirmation candle
- Stop Loss: Below the low of the pattern
- Target: Next resistance level

PATTERN #3 • SINGLE CANDLE • BEARISH REVERSAL

Shooting Star

Reliability: **High**

A bearish reversal pattern at the top of an uptrend. Small body at the bottom with a long upper shadow.



■ Market Psychology

Buyers try to push higher but get rejected by selling pressure. Indicates the end of the uptrend and beginning of a new downtrend. Shadow should be at least twice the real body length.

■ *Key Insight: Very easy to identify and very profitable — one of the most powerful signals. When it forms near resistance, take it as a high probability setup.*

■ How to Identify

- Small real body at the lower end
- Long upper shadow (2-3x the body)
- Little or no lower shadow
- Appears after an uptrend

■ How to Trade

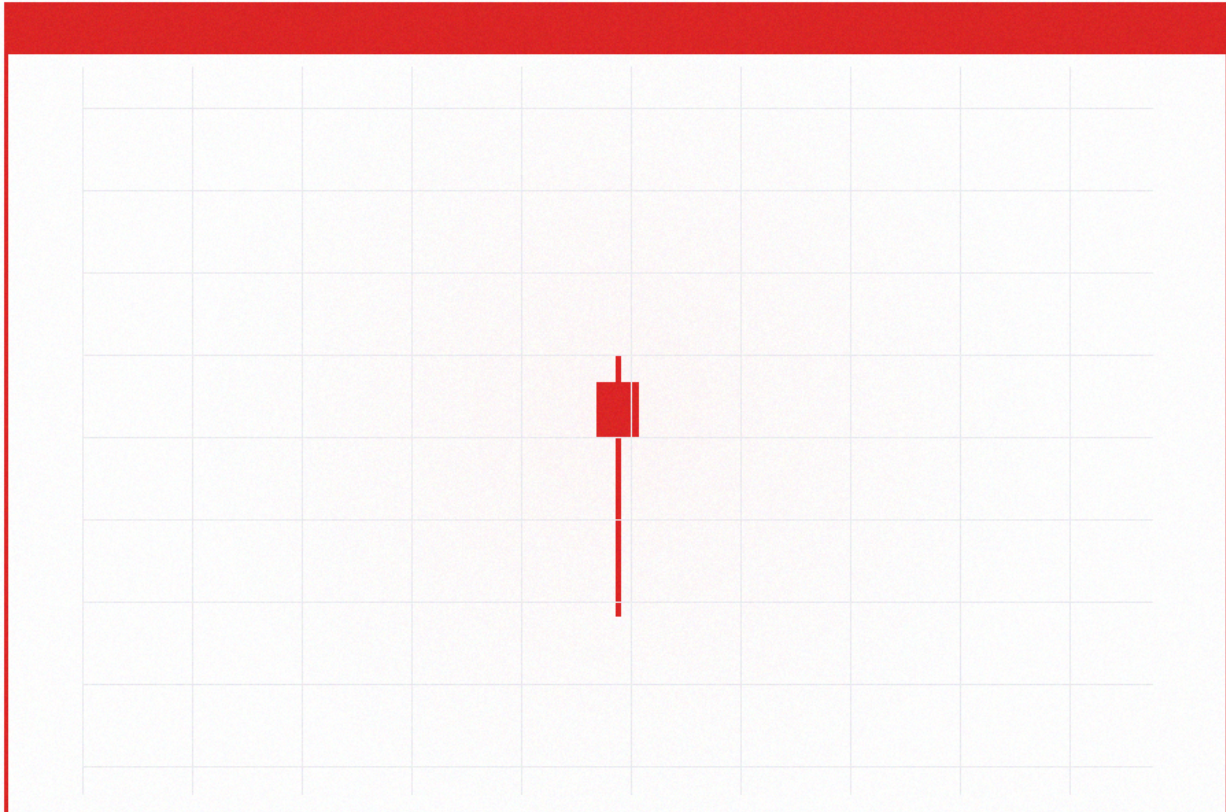
- Wait for confirmation (bearish candle below shooting star)
- Entry: Below the low of the shooting star
- Stop Loss: Above the high of the pattern
- Target: Previous support level

PATTERN #4 • SINGLE CANDLE • BEARISH REVERSAL

Hanging Man

Reliability: **Medium-High**

Identical to a hammer but appears at the top of an uptrend. Signals potential bearish reversal.



■ Market Psychology

Despite closing near the open, the long lower shadow shows sellers tested lower prices — a warning sign for bulls.

■ How to Identify

- Small body at the upper end
- Long lower shadow (2-3x body)
- Little or no upper shadow
- Must appear after an uptrend

■ How to Trade

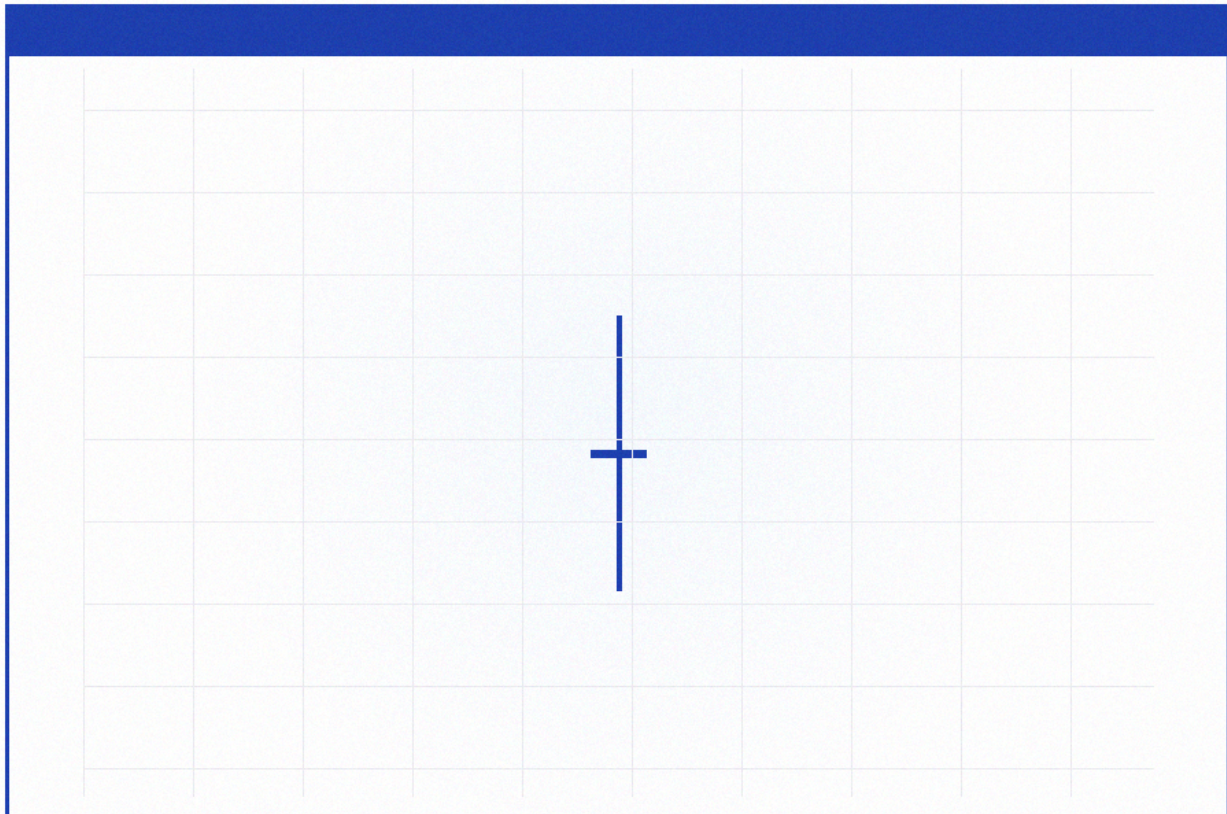
- Wait for bearish confirmation candle
- Entry: Below the low of confirmation candle
- Stop Loss: Above the high of hanging man
- Target: Previous support or 1:2 RR

PATTERN #5 • SINGLE CANDLE • INDECISION

Doji

Reliability: **Medium (needs confirmation)**

Open and close are virtually equal, creating a cross or plus sign. Signals market indecision and potential reversal.



■ Market Psychology

Indicates equality and indecision. Buyers are unable to keep price higher, sellers push it back. At the top or bottom of a trend, it signals the prior trend is losing its strength.

■ *Key Insight: A Doji indicates equality and indecision. Often found during periods of resting after big moves. At trend extremes, the prior trend is losing strength.*

■ How to Identify

- Open and close at nearly same level
- Can have upper and lower shadows
- Very small or no real body
- Context matters (after trend)

■ How to Trade

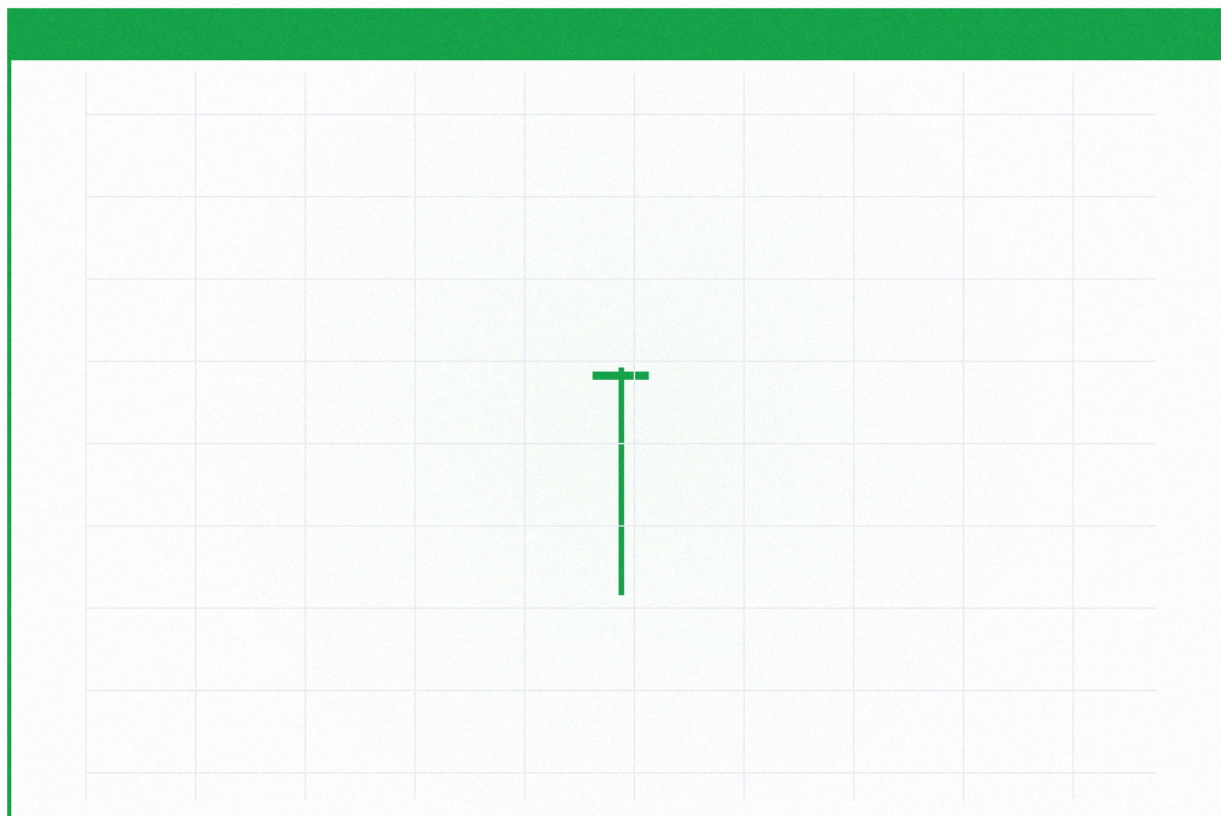
- Never trade Doji alone — wait for confirmation
- After uptrend: Bearish confirmation = sell
- After downtrend: Bullish confirmation = buy
- If riding a trend and Doji forms — consider taking profits

PATTERN #6 • SINGLE CANDLE • BULLISH REVERSAL

Dragonfly Doji

Reliability: **High**

A doji with a long lower shadow and no upper shadow. Open, high, and close are at the same level. Strong bullish reversal at support.



■ Market Psychology

The long lower tail shows supply and demand are nearing balance. High buying pressure — sellers tried to push lower but buyers completely rejected them.

■ *Key Insight: Helps you visually see where support and demand are located. In a downtrend, interpreted as a bullish reversal signal.*

■ How to Identify

- Open, high, and close at same level
- Long lower shadow
- No upper shadow
- T-shaped appearance

■ How to Trade

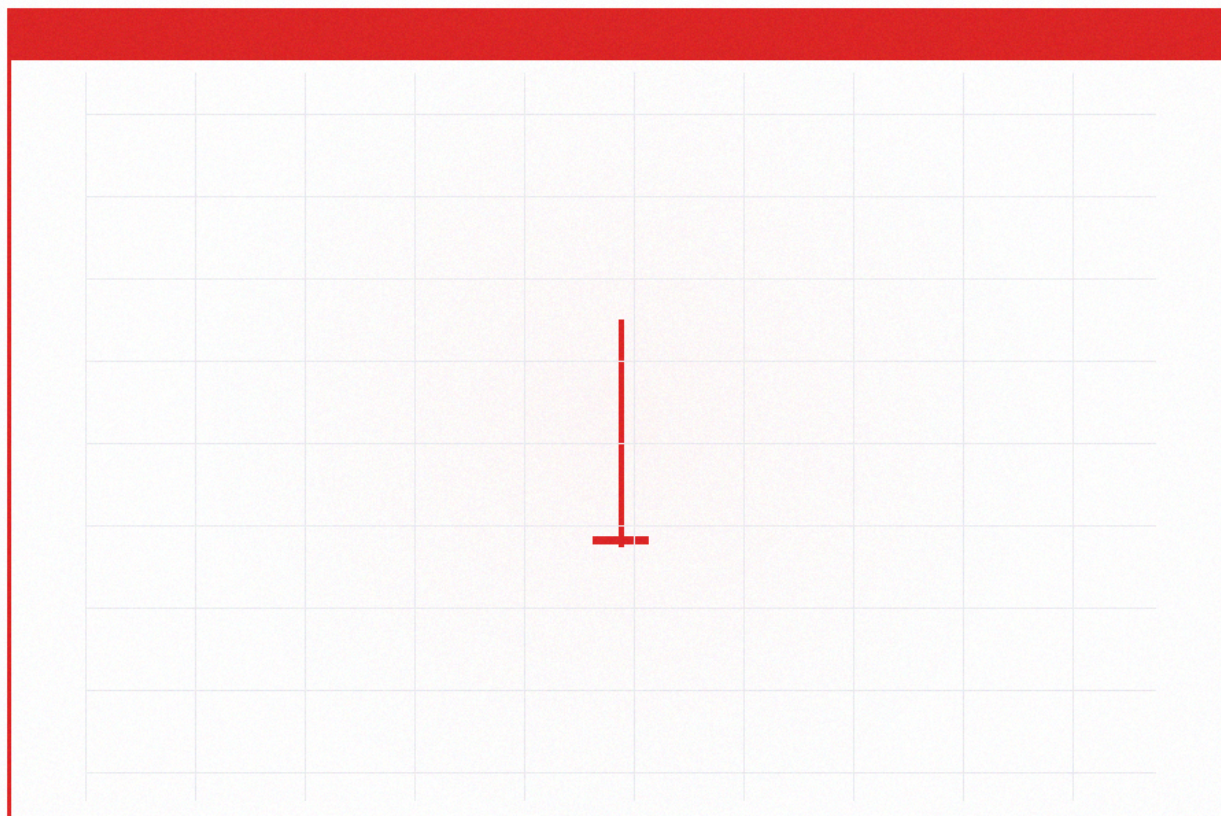
- Look for bullish confirmation next candle
- Entry: Above the high of the dragonfly
- Stop Loss: Below the low of the shadow
- Best at key support levels

PATTERN #7 • SINGLE CANDLE • BEARISH REVERSAL

Gravestone Doji

Reliability: **High**

A doji with a long upper shadow and no lower shadow. Open, low, and close are at the same level. Strong bearish reversal at resistance.



■ Market Psychology

Buyers pushed prices above the open, but sellers overwhelmed the market pushing price back. Bulls are losing momentum — the market is ready for reversal.

■ *Key Insight: The long upper tail shows the market is testing a powerful supply or resistance area. Near resistance after bullish activity, buyers are no longer in control.*

■ How to Identify

- Open, low, and close at same level
- Long upper shadow
- No lower shadow
- Inverted T-shape

■ How to Trade

- Look for bearish confirmation next candle
- Entry: Below the low of the gravestone
- Stop Loss: Above the high of the shadow
- Best at key resistance levels

PATTERN #8 • SINGLE CANDLE • INDECISION

Spinning Top

Reliability: **Medium**

Small body with upper and lower shadows of similar length. Shows indecision between buyers and sellers.



■ Market Psychology

Both sides traded aggressively but neither won. Market is undecided — potential pause or reversal ahead.

■ How to Identify

- Small real body (bullish or bearish)
- Upper and lower shadows present
- Shadows longer than the body
- Forms during trends or consolidation

■ How to Trade

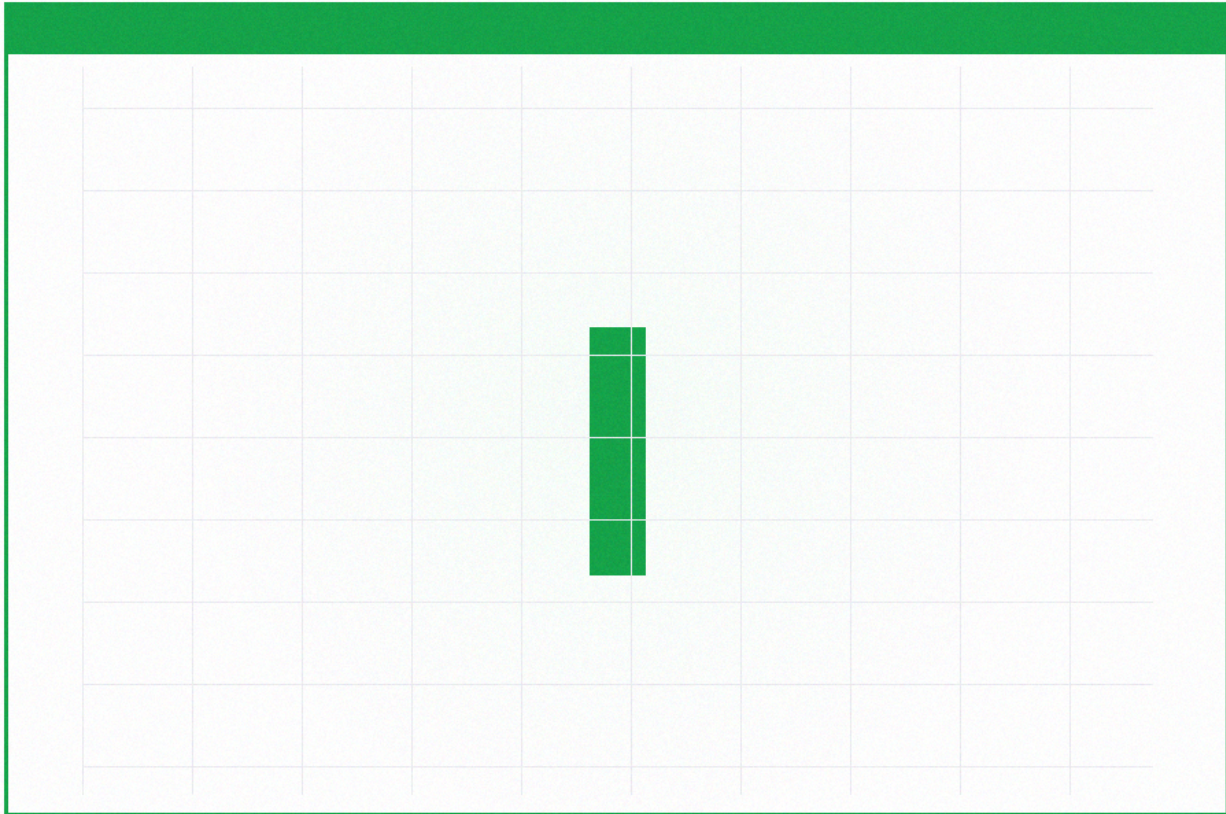
- Use as a warning of potential reversal
- Wait for next candle to confirm direction
- After uptrend: Watch for bearish follow-through
- After downtrend: Watch for bullish follow-through

PATTERN #9 • SINGLE CANDLE • MOMENTUM

Marubozu

Reliability: **High**

A candle with no shadows — only a body. Open equals low (bullish) or high (bearish), close equals the opposite. Pure momentum.



■ Market Psychology

One side dominated the entire session with zero opposition. Bullish Marubozu = buyers controlled from open to close with no resistance at all.

■ How to Identify

- No upper or lower shadows
- Body spans entire candle
- Bullish: Open = Low, Close = High
- Bearish: Open = High, Close = Low

■ How to Trade

- Strong continuation signal in direction of Marubozu
- Entry: On pullback to Marubozu midpoint
- Stop Loss: Beyond the opposite end
- Target: Equal to Marubozu length projected

IV. TWO CANDLE PATTERNS

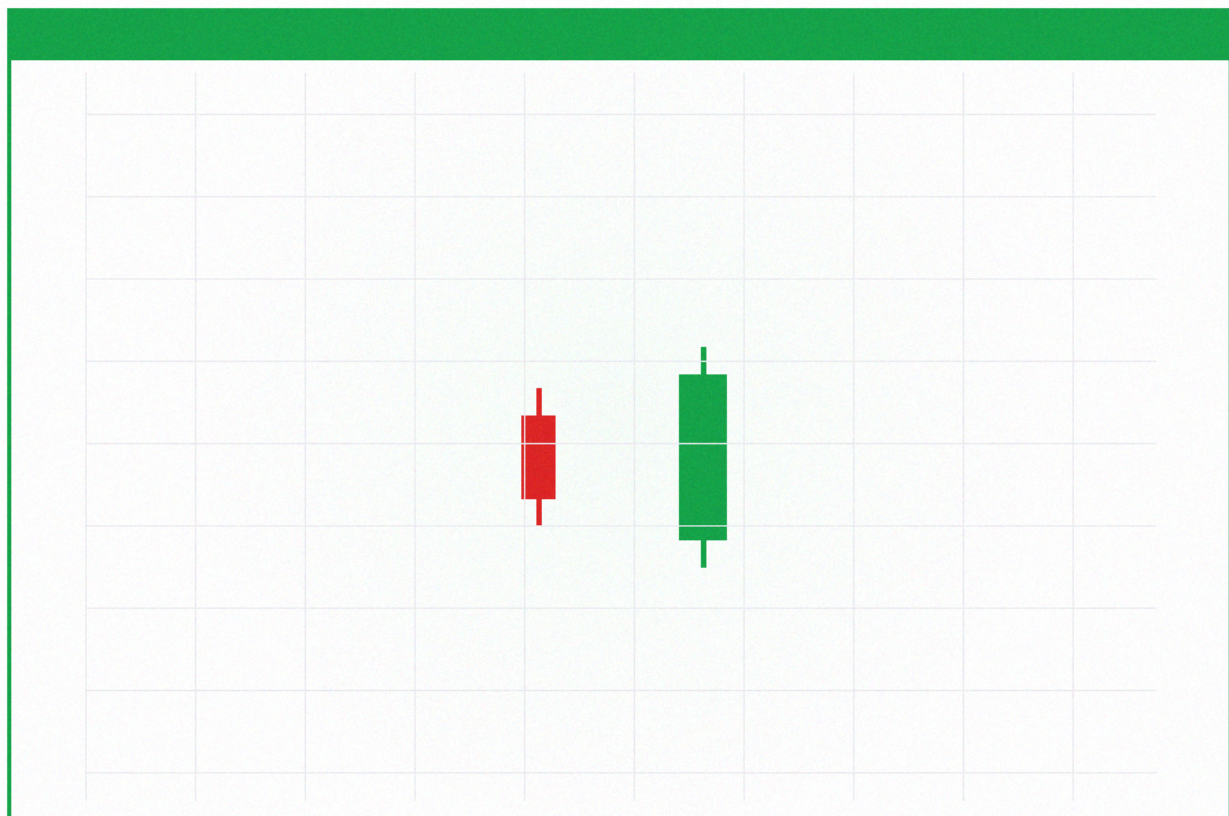
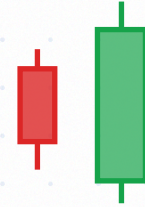
8 patterns formed by two consecutive candlesticks. The relationship between two candles reveals shifts in market control.

PATTERN #10 • TWO CANDLE • BULLISH REVERSAL

Bullish Engulfing

Reliability: **Very High**

A two-candle pattern where a large bullish candle completely engulfs the previous bearish candle. One of the strongest reversal signals in trading.



■ Market Psychology

Bulls have completely overwhelmed bears, taking full control. At the end of a downtrend, it represents a capitulation bottom — sellers are exhausted and buyers overwhelm them.

■ *Key Insight: At the end of a downtrend it represents a capitulation bottom. In an uptrend context, it acts as a continuation signal.*

■ How to Identify

- First candle is bearish (red)
- Second candle opens below first's close
- Second candle closes above first's open
- Second body completely covers first

■ How to Trade

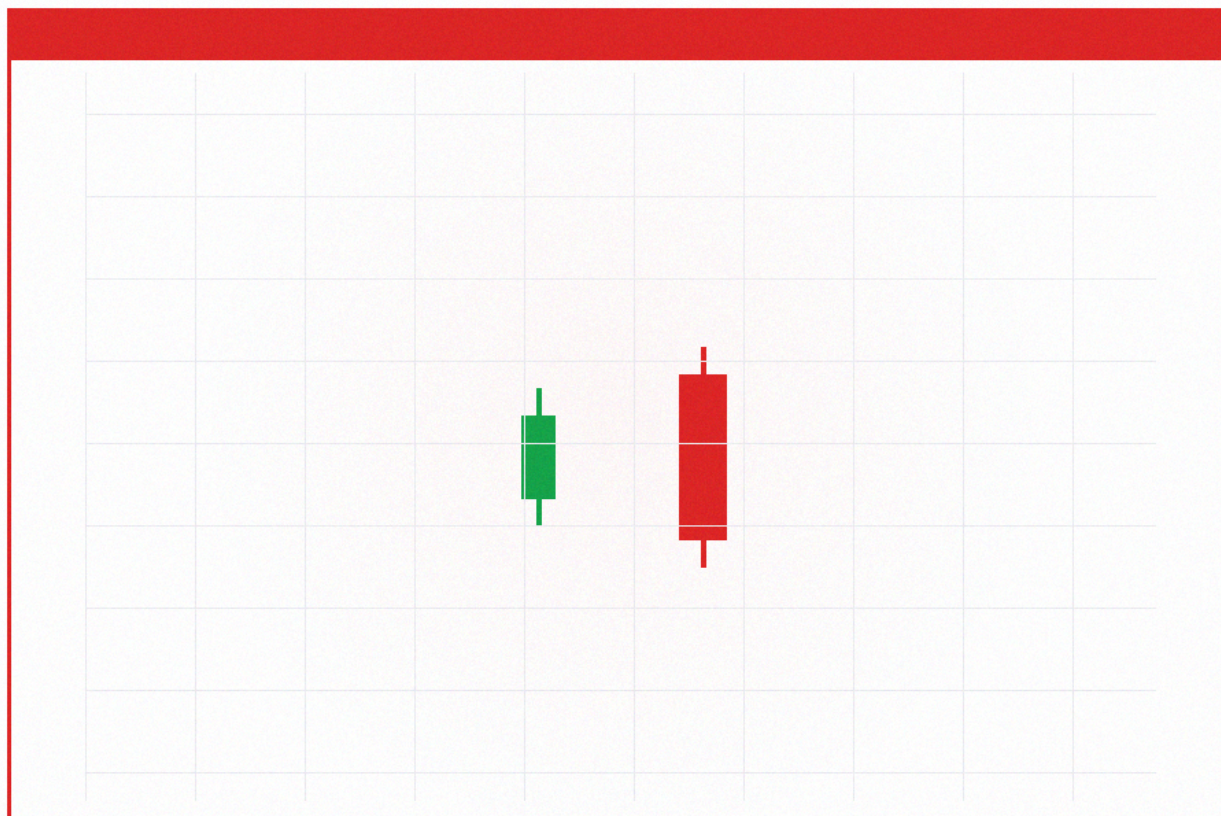
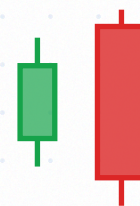
- Entry: At close of engulfing candle or next open
- Stop Loss: Below the low of the engulfing candle
- Target: Previous swing high or 1:2 RR
- Volume confirmation adds reliability

PATTERN #11 • TWO CANDLE • BEARISH REVERSAL

Bearish Engulfing

Reliability: **Very High**

A large bearish candle completely engulfs the previous bullish candle. Strong bearish reversal signal at uptrend tops.



■ Market Psychology

Sellers are in control. At the end of an uptrend, it indicates buyers are engulfed by sellers — the buying power is completely overwhelmed.

■ *Key Insight: Don't trade any bearish candlestick you find — you need other technical tools to confirm your entries.*

■ How to Identify

- First candle is bullish (green)
- Second candle opens above first's close
- Second candle closes below first's open
- Second body completely covers first

■ How to Trade

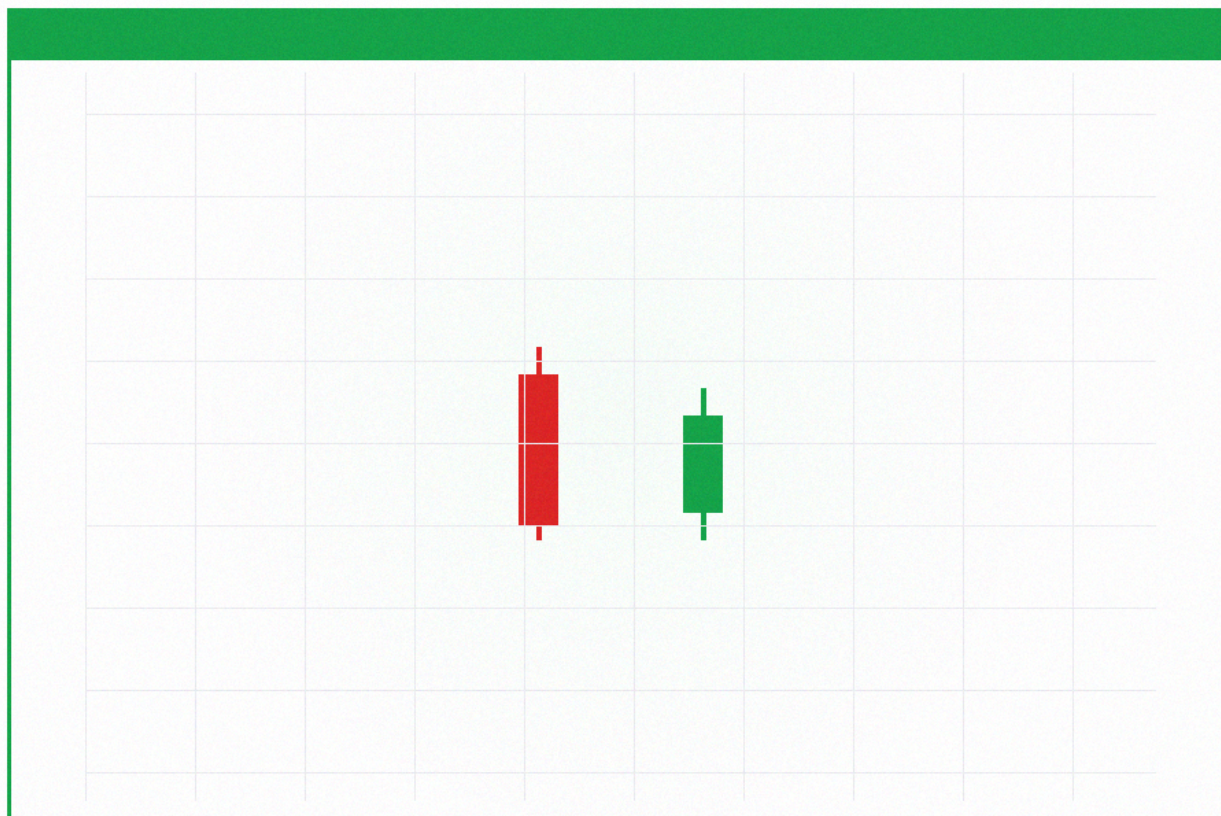
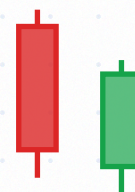
- Entry: At close of engulfing candle
- Stop Loss: Above the high of the engulfing candle
- Target: Previous swing low or 1:2 RR
- More reliable at resistance levels

PATTERN #12 • TWO CANDLE • BULLISH REVERSAL

Piercing Pattern

Reliability: **High**

Second candle opens below the first's low and closes above the midpoint of the first candle. Strong bullish reversal.



■ Market Psychology

Despite opening with a gap down, bulls pushed prices up significantly, showing strong buying interest and rejection of lower prices.

■ How to Identify

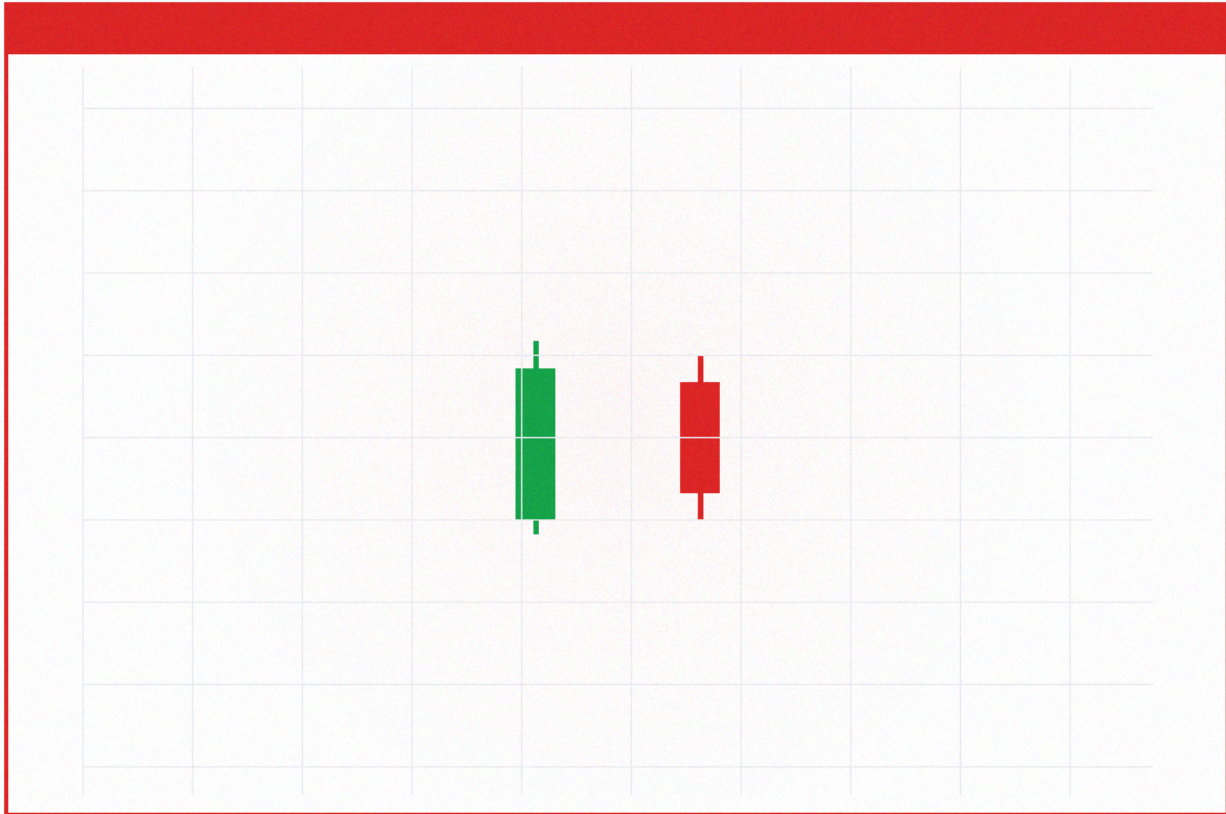
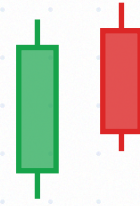
- First: Large bearish candle
- Second: Opens below first's low
- Second: Closes above 50% of first's body
- More penetration = stronger signal

■ How to Trade

- Entry: Above the high of the bullish candle
- Stop Loss: Below the low of the pattern
- Target: Previous resistance level
- Confirm with volume increase

PATTERN #13 • TWO CANDLE • BEARISH REVERSAL**Dark Cloud Cover**Reliability: **High**

Opposite of piercing pattern. Second candle opens above first's high and closes below its midpoint. Strong bearish reversal.

**■ Market Psychology**

Despite a gap up open, sellers pushed prices significantly lower, showing strong selling interest and fear entering the market.

■ How to Identify

- First: Large bullish candle
- Second: Opens above first's high
- Second: Closes below 50% of first's body
- More penetration = stronger signal

■ How to Trade

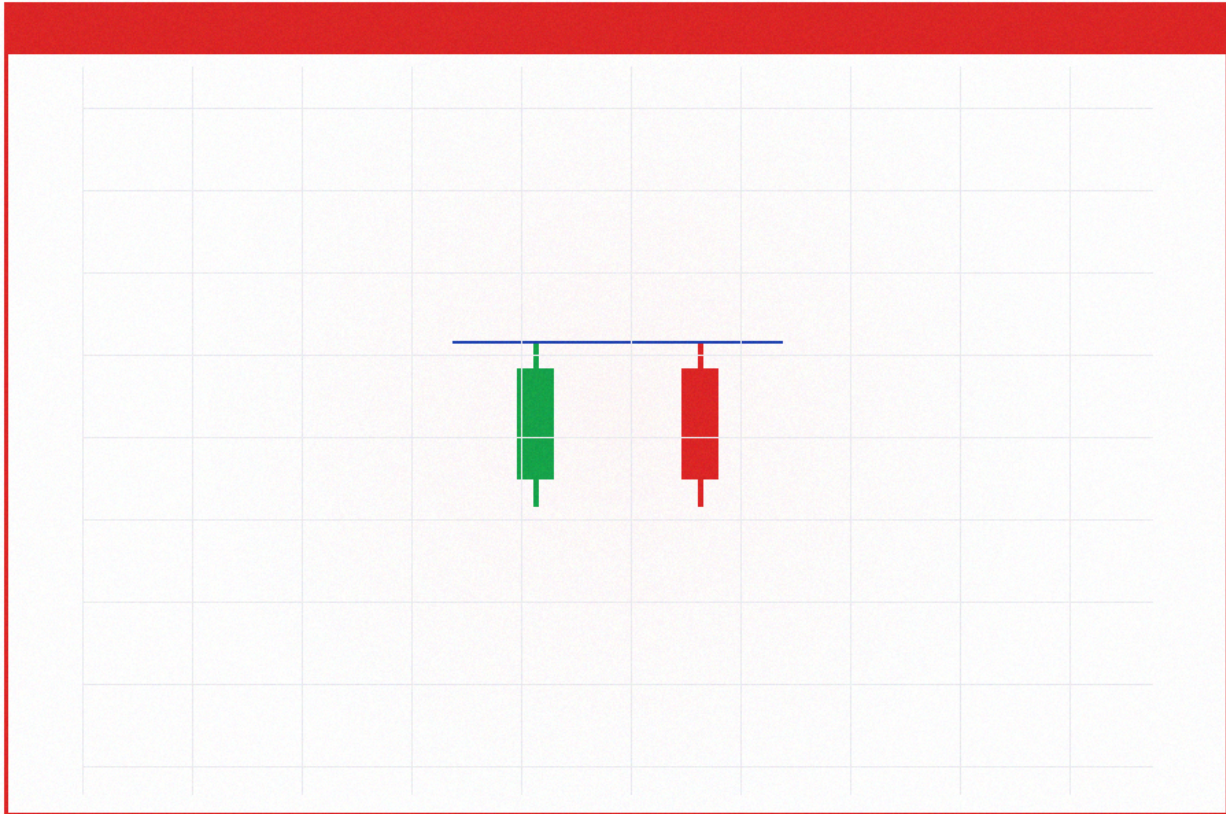
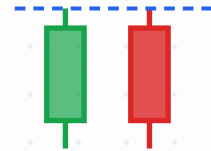
- Entry: Below the low of the bearish candle
- Stop Loss: Above the high of the pattern
- Target: Previous support level
- Confirm with increased volume

PATTERN #14 • TWO CANDLE • BEARISH REVERSAL

Tweezer Tops

Reliability: **High**

Two candles with matching highs at a resistance level. First is bullish, second is bearish. Confirms seller rejection at that price.



■ Market Psychology

During an uptrend, buyers push higher — but sellers push back down. The matching highs show a contested price level where sellers drew their battle line.

■ *Key Insight: The matching price levels reveal where buyers and sellers drew their battle lines. Understand the psychology, not just the name.*

■ How to Identify

- Two candles with equal or near-equal highs
- First candle is bullish
- Second candle is bearish
- Appears at resistance or uptrend top

■ How to Trade

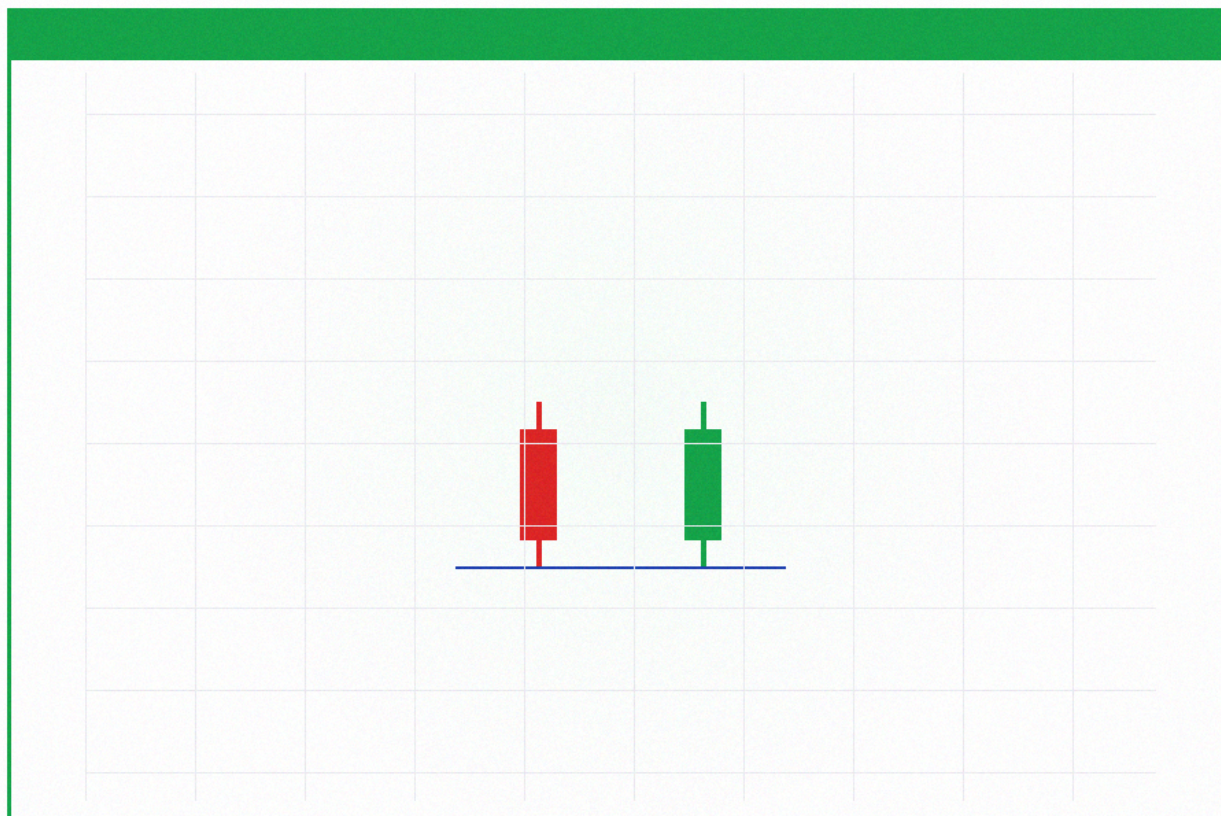
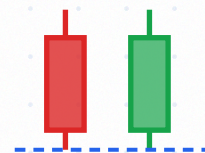
- Entry: Below the low of the second candle
- Stop Loss: Above the matching highs
- Target: Recent support level
- More reliable at major resistance

PATTERN #15 • TWO CANDLE • BULLISH REVERSAL

Tweezer Bottoms

Reliability: **High**

Two candles with matching lows at a support level. First is bearish, second is bullish. Confirms buyer support at that price.



■ Market Psychology

During a downtrend, sellers push lower, but the next session closes above — buyers are coming to reverse. The matching lows show buyers' battle line.

■ *Key Insight: Understanding why the pattern formed matters more than memorizing its name.*

■ How to Identify

- Two candles with equal or near-equal lows
- First candle is bearish
- Second candle is bullish
- Appears at support or downtrend bottom

■ How to Trade

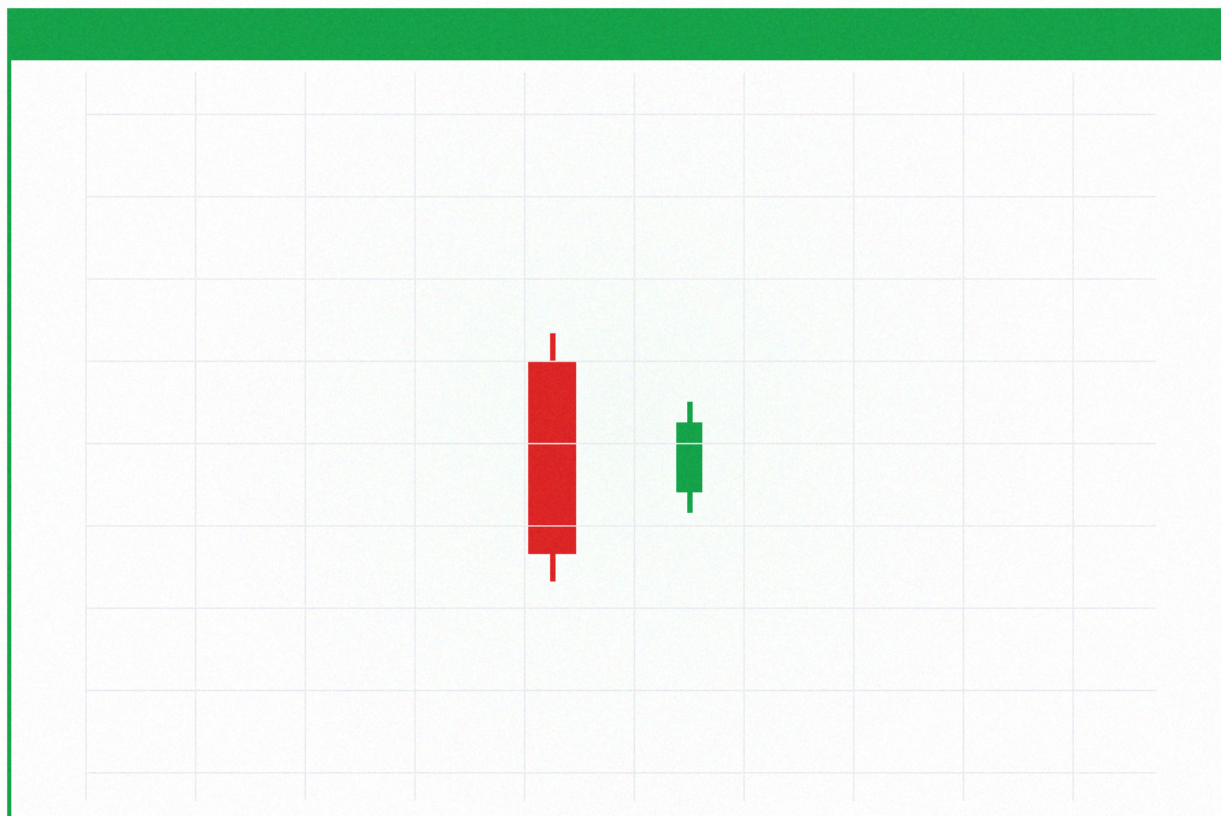
- Entry: Above the high of the second candle
- Stop Loss: Below the matching lows
- Target: Recent resistance level
- More reliable at major support

PATTERN #16 • TWO CANDLE • BULLISH REVERSAL

Bullish Harami

Reliability: **Medium-High**

A small bullish candle contained within the body of the previous large bearish candle.
Indicates potential reversal.



■ Market Psychology

The Harami tells us the market is in an indecision period — consolidating. Buyers and sellers don't know what to do. During a downtrend, it signals a pause before potential reversal.

■ *Key Insight: The inside bar indicates consolidation. Understanding the psychology helps identify major turning points and time your entry/exit correctly.*

■ How to Identify

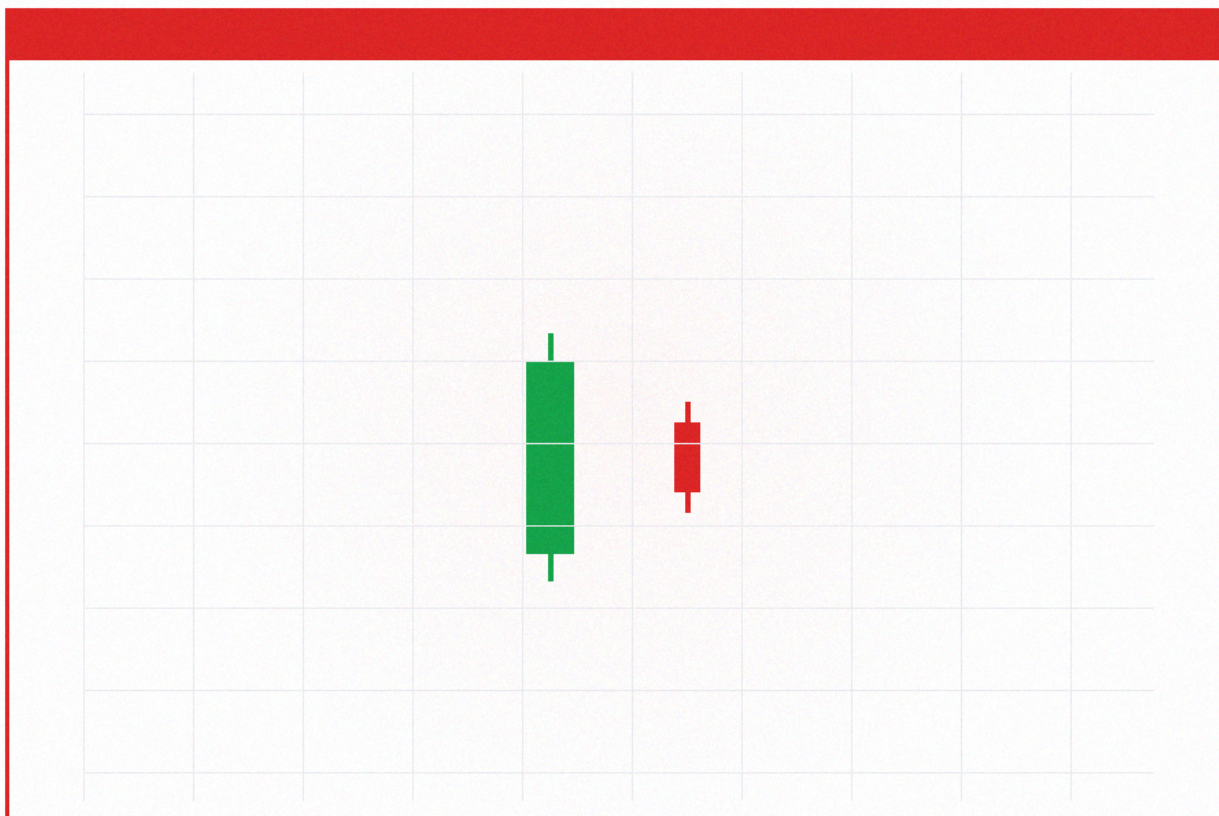
- First: Large bearish candle
- Second: Small bullish candle
- Second body inside first's body
- Forms after a downtrend

■ How to Trade

- Wait for bullish confirmation candle
- Entry: Above the high of the harami pattern
- Stop Loss: Below the low of the first candle
- Thomas Bulkowski: 65% reversal probability

PATTERN #17 • TWO CANDLE • BEARISH REVERSAL**Bearish Harami**Reliability: **Medium-High**

A small bearish candle contained within the body of the previous large bullish candle.
Indicates potential reversal.

**■ Market Psychology**

Market is in an indecision period — consolidating. During an uptrend, it signals a pause before potential reversal. Buyers and sellers are in equilibrium.

■ *Key Insight: The inside bar indicates consolidation. It becomes a continuation pattern when it forms in the middle of a move.*

■ How to Identify

- First: Large bullish candle
- Second: Small bearish candle
- Second body inside first's body
- Forms after an uptrend

■ How to Trade

- Wait for bearish confirmation candle
- Entry: Below the low of the harami pattern
- Stop Loss: Above the high of the first candle
- Colors of bodies don't matter — size relationship counts

V. THREE CANDLE PATTERNS

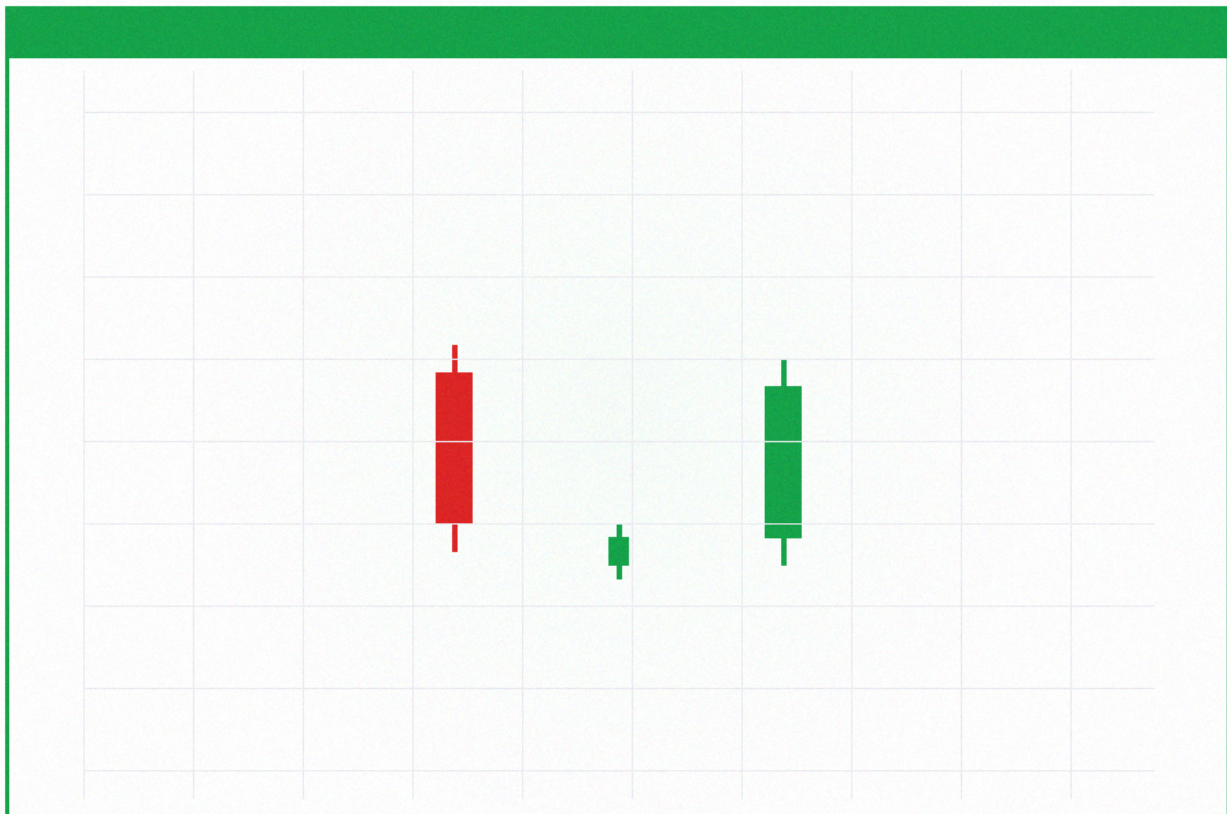
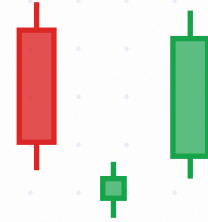
8 patterns consisting of three candlesticks. These provide the strongest and most reliable reversal signals in all of trading.

PATTERN #18 • THREE CANDLE • BULLISH REVERSAL

Morning Star

Reliability: **Very High**

Three-candle pattern signaling the end of a downtrend. Large bearish candle, small-bodied candle, then large bullish candle.



■ Market Psychology

First bearish candle confirms sellers are in charge. Second small candle shows sellers can't push lower — indecision enters. Third bullish candle confirms buyers have taken control from sellers.

■ *Key Insight: This is how professional traders analyze — master the anatomy and psychology behind formations to understand what the market is telling you.*

■ How to Identify

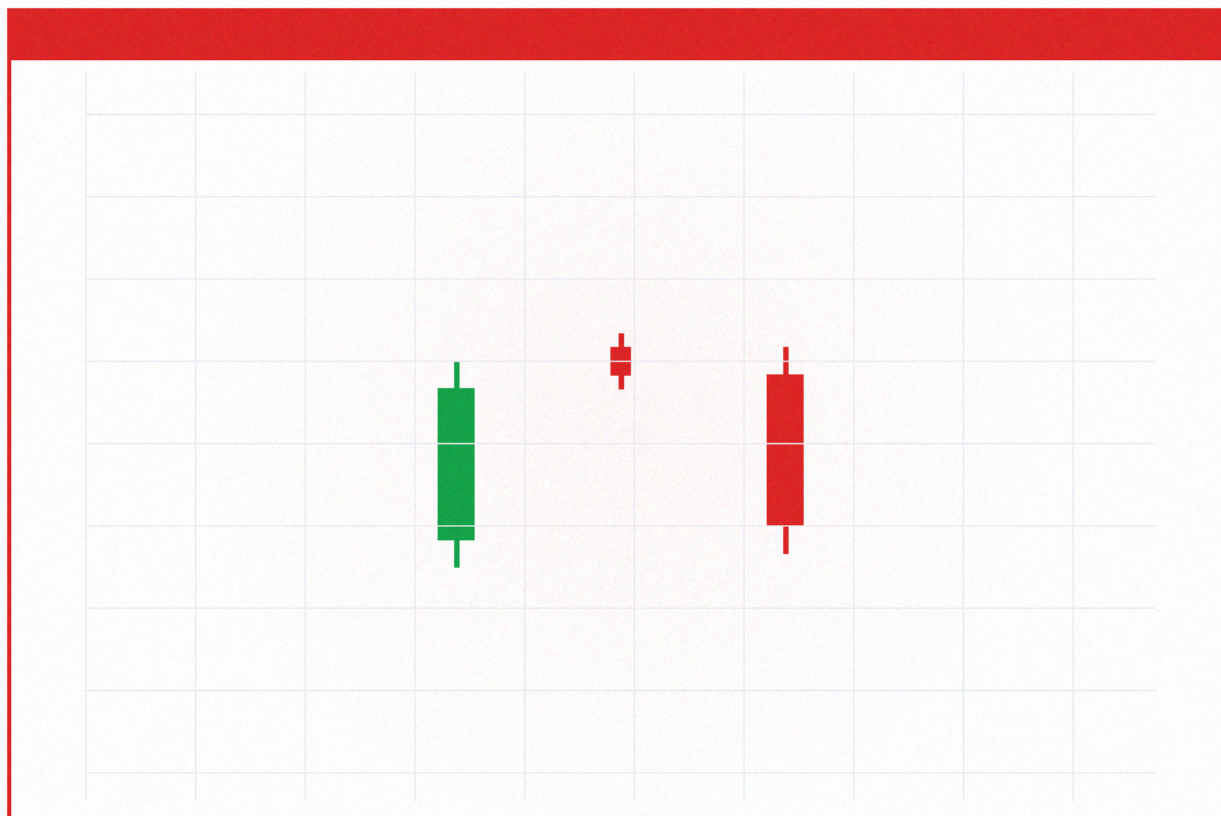
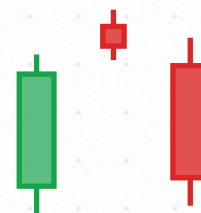
- First: Large bearish candle
- Second: Small body (Doji/Spinning Top) with gap down
- Third: Large bullish candle closing into first's body
- Forms at support levels

■ How to Trade

- Entry: Close of third candle
- Stop Loss: Below the low of the middle candle
- Target: Previous resistance or measured move
- Third candle should close above midpoint of first

PATTERN #19 • THREE CANDLE • BEARISH REVERSAL**Evening Star**Reliability: **Very High**

Three-candle bearish reversal. Large bullish candle, small-bodied candle (gap up), then large bearish candle.

**Market Psychology**

First bullish candle means everything is fine for buyers. Second smaller body shows momentum fading. Third bearish candle confirms buyer domination is over.

Key Insight: The first long bullish candlestick is losing momentum. The final candlestick gapping lower confirms the reversal and beginning of new trend down.

How to Identify

- First: Large bullish candle
- Second: Small body with gap up
- Third: Large bearish candle into first's body
- Forms at resistance levels

How to Trade

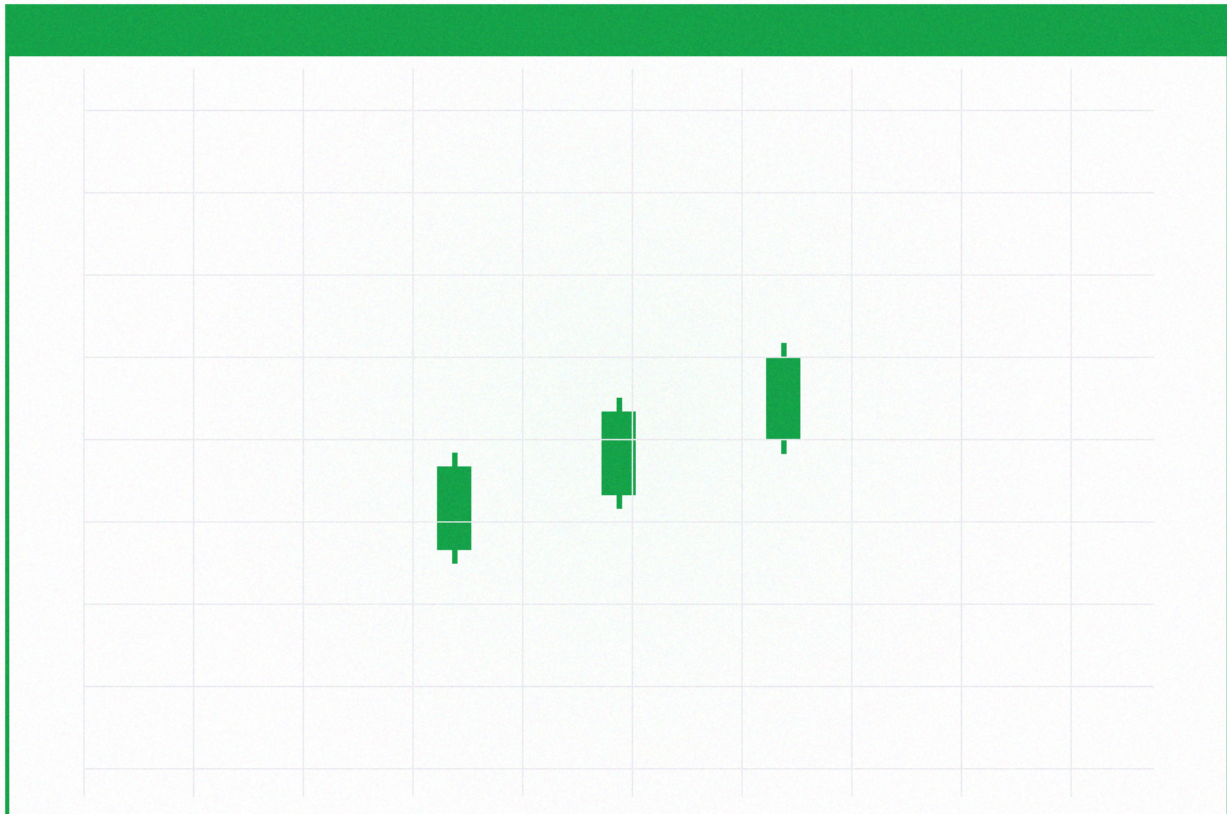
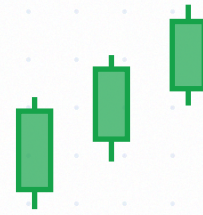
- Entry: Close of third candle
- Stop Loss: Above the high of the middle candle
- Target: Previous support or measured move
- The larger the bearish body, the stronger the signal

PATTERN #20 • THREE CANDLE • BULLISH REVERSAL

Three White Soldiers

Reliability: **Very High**

Three consecutive long bullish candles with small/no shadows. Each opens within the previous body and closes progressively higher.



■ Market Psychology

Strong, sustained buying pressure over three sessions. Bulls are in complete control with no bearish resistance whatsoever.

■ How to Identify

- Three consecutive bullish candles
- Each opens within previous body
- Each closes near its high
- Progressive higher closes

■ How to Trade

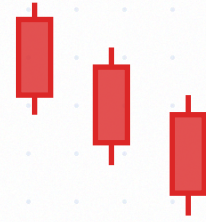
- Entry: After third candle closes or on pullback
- Stop Loss: Below the low of first soldier
- Target: Use trailing stop for trend following
- Watch for exhaustion if candles get smaller

PATTERN #21 • THREE CANDLE • BEARISH REVERSAL

Three Black Crows

Reliability: **Very High**

Three consecutive long bearish candles, each opening within the previous body and closing lower. Strong bearish continuation signal.



■ Market Psychology

Sustained selling pressure over three sessions. Bears are in complete control with no buying resistance at all.

■ How to Identify

- Three consecutive bearish candles
- Each opens within previous body
- Each closes near its low
- Progressive lower closes

■ How to Trade

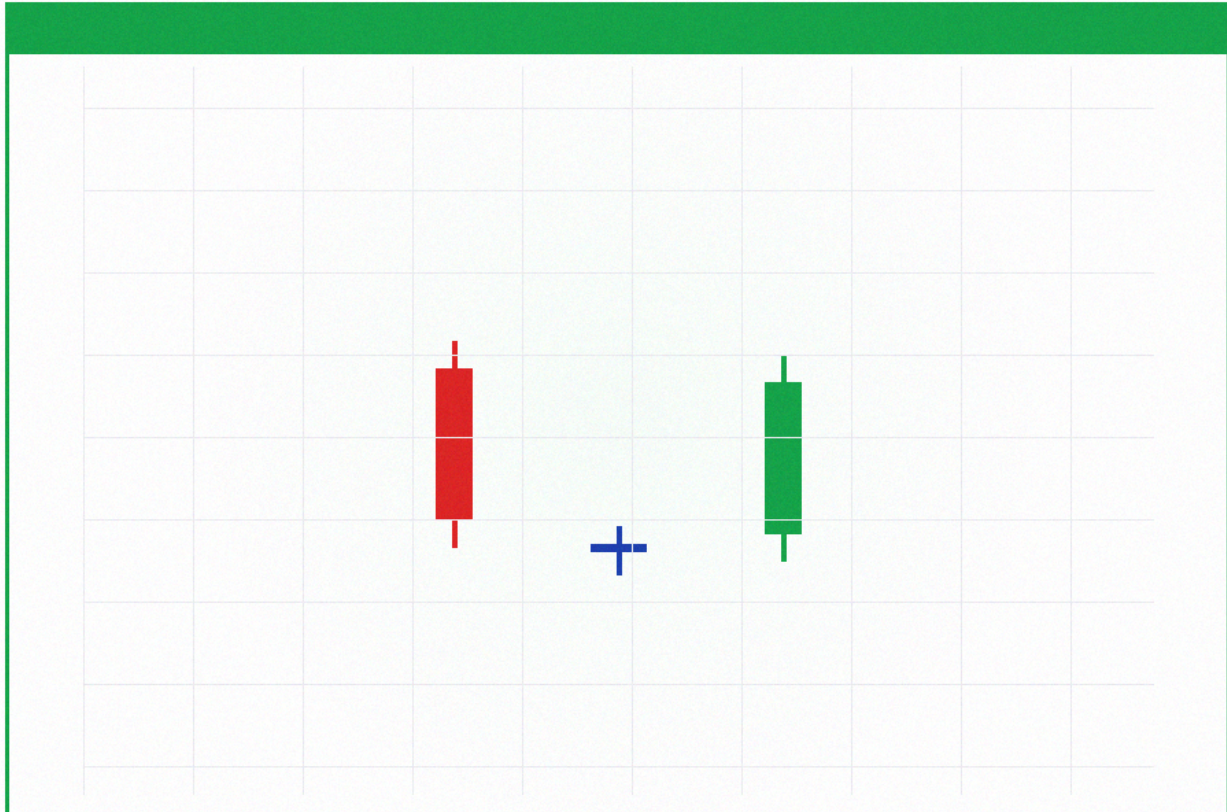
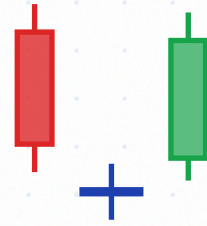
- Entry: After third candle or on pullback
- Stop Loss: Above the high of first crow
- Target: Use trailing stop for trend following
- Watch for oversold conditions

PATTERN #22 • THREE CANDLE • BULLISH REVERSAL

Morning Doji Star

Reliability: **Very High**

Similar to Morning Star but middle candle is a Doji. Even stronger reversal signal due to extreme indecision in the middle.



■ Market Psychology

First candle shows selling, Doji shows complete indecision/equilibrium, third confirms buyers taking full control. Stronger than regular Morning Star.

■ How to Identify

- First: Large bearish candle
- Second: Doji with gap down
- Third: Large bullish candle into first's body
- Doji shadows ideally don't overlap first candle

■ How to Trade

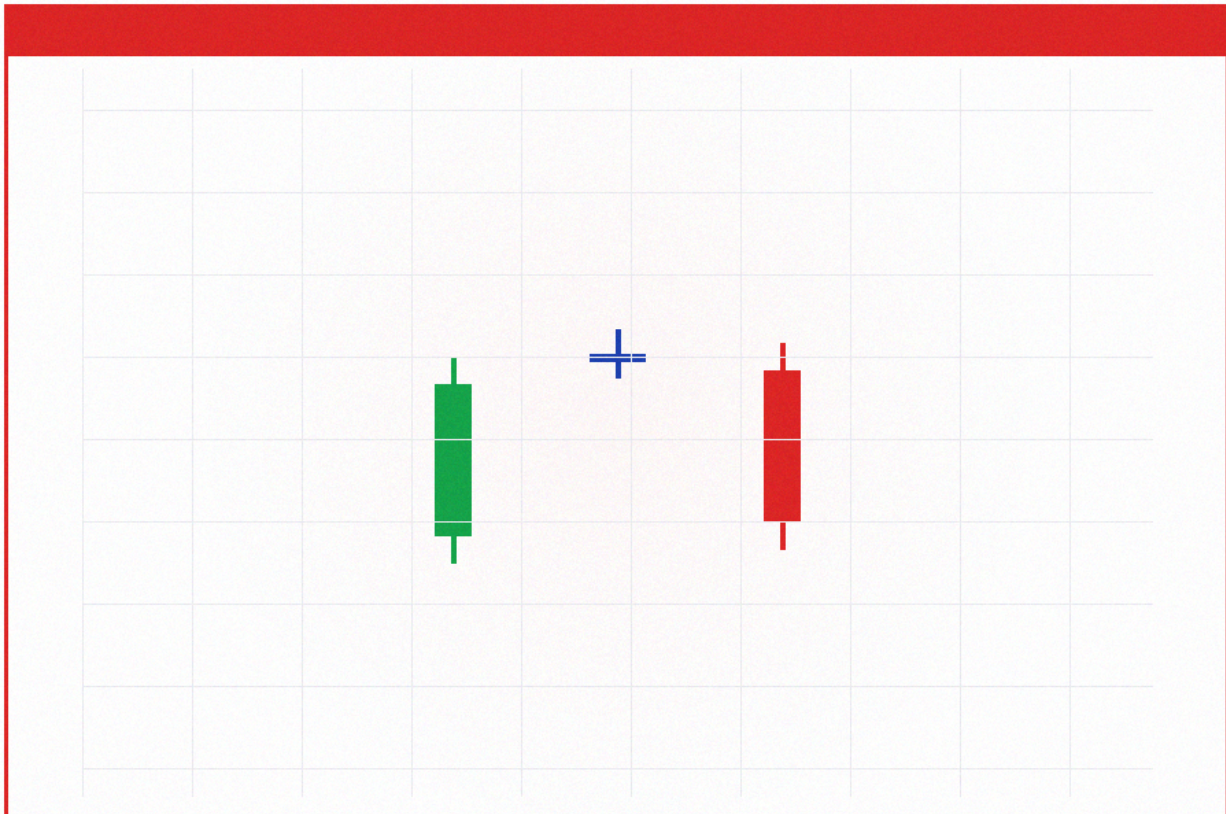
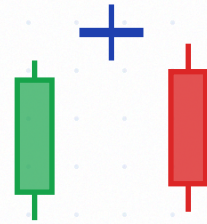
- Entry: Close of third candle
- Stop Loss: Below the Doji low
- Target: 1:2 or previous resistance
- Higher reliability than regular Morning Star

PATTERN #23 • THREE CANDLE • BEARISH REVERSAL

Evening Doji Star

Reliability: **Very High**

Similar to Evening Star but middle candle is a Doji. Even stronger bearish reversal signal.



■ Market Psychology

First candle shows buying, Doji shows complete indecision at top, third confirms sellers taking full control. Stronger than regular Evening Star.

■ How to Identify

- First: Large bullish candle
- Second: Doji with gap up
- Third: Large bearish candle into first's body
- Doji at the peak shows extreme indecision

■ How to Trade

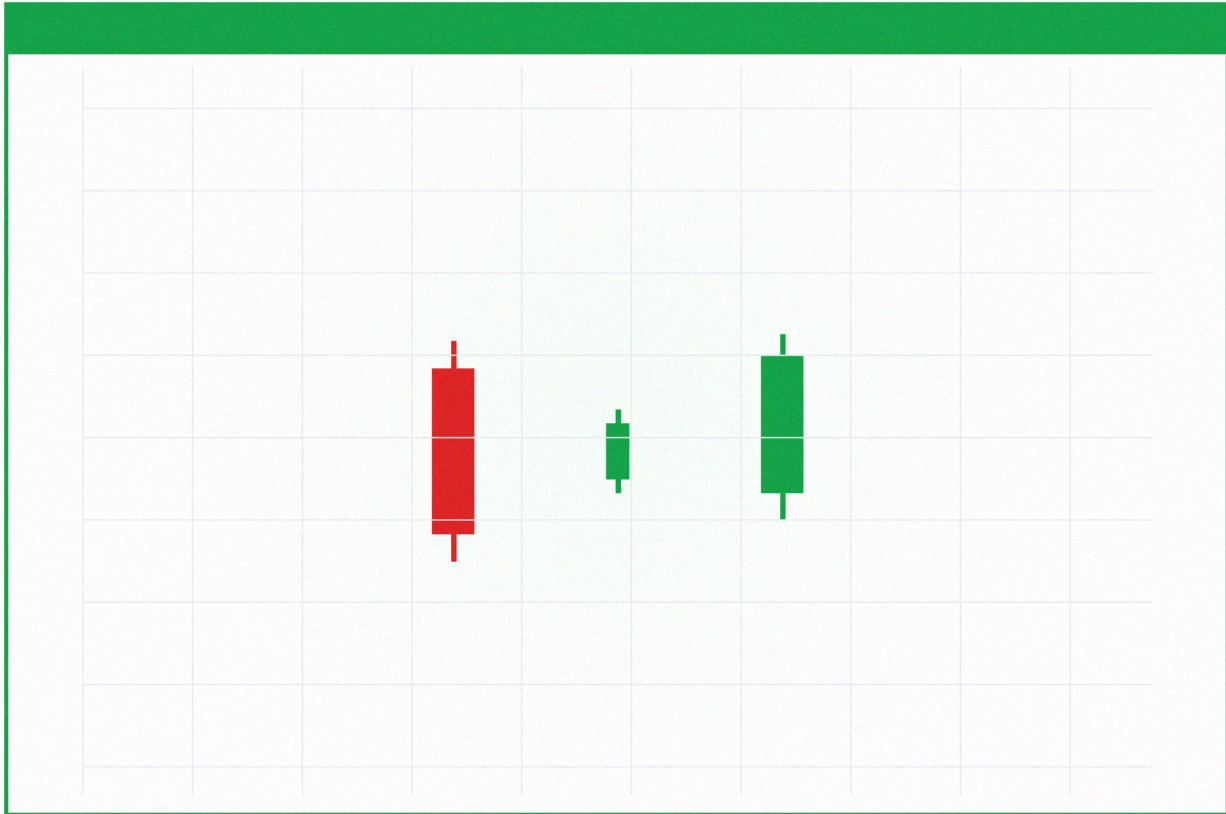
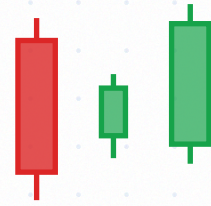
- Entry: Close of third candle
- Stop Loss: Above the Doji high
- Target: 1:2 or previous support
- Higher reliability than regular Evening Star

PATTERN #24 • THREE CANDLE • BULLISH REVERSAL

Three Inside Up

Reliability: **Very High**

Bullish Harami followed by a bullish confirmation candle that closes above the first candle's open. Confirmed reversal pattern.



■ Market Psychology

Confirms the harami pattern. Third candle proves buyers have taken control after the initial reversal signal. More reliable than Harami alone.

■ How to Identify

- First: Large bearish candle
- Second: Small bullish inside first's body (Harami)
- Third: Bullish close above first candle's open
- Increasing bullish momentum

■ How to Trade

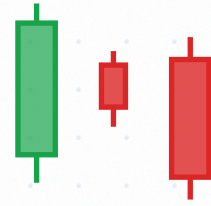
- Entry: Close of third candle
- Stop Loss: Below the low of the pattern
- Target: Previous resistance or 1:2 RR
- More reliable than Harami alone

PATTERN #25 • THREE CANDLE • BEARISH REVERSAL

Three Inside Down

Reliability: **Very High**

Bearish Harami followed by a bearish confirmation candle that closes below the first candle's open. Confirmed reversal.



■ Market Psychology

Confirms the harami pattern. Third candle proves sellers have taken control after the initial reversal signal. More reliable than Harami alone.

■ How to Identify

- First: Large bullish candle
- Second: Small bearish inside first's body (Harami)
- Third: Bearish close below first candle's open
- Increasing bearish momentum

■ How to Trade

- Entry: Close of third candle
- Stop Loss: Above the high of the pattern
- Target: Previous support or 1:2 RR
- More reliable than Harami alone

VI. QUICK REFERENCE SUMMARY

A complete at-a-glance reference of all 25 candlestick patterns.

#	Pattern	Type	Category	Reliability
1	Hammer	Single Candle	Bullish Reversal	High
2	Inverted Hammer	Single Candle	Bullish Reversal	Medium-High
3	Shooting Star	Single Candle	Bearish Reversal	High
4	Hanging Man	Single Candle	Bearish Reversal	Medium-High
5	Doji	Single Candle	Indecision	Medium (needs confirmation)
6	Dragonfly Doji	Single Candle	Bullish Reversal	High
7	Gravestone Doji	Single Candle	Bearish Reversal	High
8	Spinning Top	Single Candle	Indecision	Medium
9	Marubozu	Single Candle	Momentum	High
10	Bullish Engulfing	Two Candle	Bullish Reversal	Very High
11	Bearish Engulfing	Two Candle	Bearish Reversal	Very High
12	Piercing Pattern	Two Candle	Bullish Reversal	High
13	Dark Cloud Cover	Two Candle	Bearish Reversal	High
14	Tweezer Tops	Two Candle	Bearish Reversal	High
15	Tweezer Bottoms	Two Candle	Bullish Reversal	High
16	Bullish Harami	Two Candle	Bullish Reversal	Medium-High
17	Bearish Harami	Two Candle	Bearish Reversal	Medium-High
18	Morning Star	Three Candle	Bullish Reversal	Very High
19	Evening Star	Three Candle	Bearish Reversal	Very High
20	Three White Soldiers	Three Candle	Bullish Reversal	Very High
21	Three Black Crows	Three Candle	Bearish Reversal	Very High
22	Morning Doji Star	Three Candle	Bullish Reversal	Very High
23	Evening Doji Star	Three Candle	Bearish Reversal	Very High
24	Three Inside Up	Three Candle	Bullish Reversal	Very High
25	Three Inside Down	Three Candle	Bearish Reversal	Very High

Pattern Distribution

- **11** Bullish Reversal Patterns
- **11** Bearish Reversal Patterns
- **3** Indecision / Momentum Patterns
- **10** Very High Reliability • **9** High Reliability

"Don't focus on memorizing names — understand the psychology behind the formation. If you can understand why the pattern was formed, you will understand what happened in the market, and you can easily predict the future movement of price."

— Trader Abbas
Capital Minds