Candlestick Wick in ICT: Wick Sizes & Formation Locations in candlestick shadow

The **candlestick shadow in ICT** reveals is a precise depiction of the market's reaction to key levels and its behavior relative to the **prevailing trend** by illustrating moments of **price reversal** in **lower timeframes**.

Candlestick wick trading in ICT highlights areas where price has penetrated but failed to hold, often indicating strong **supply** or **demand** pressure.

In many cases, candlestick patterns combined with detailed wick analysis serve as the foundation for professional traders' decision-making, as they provide signals of potential future market reactions.

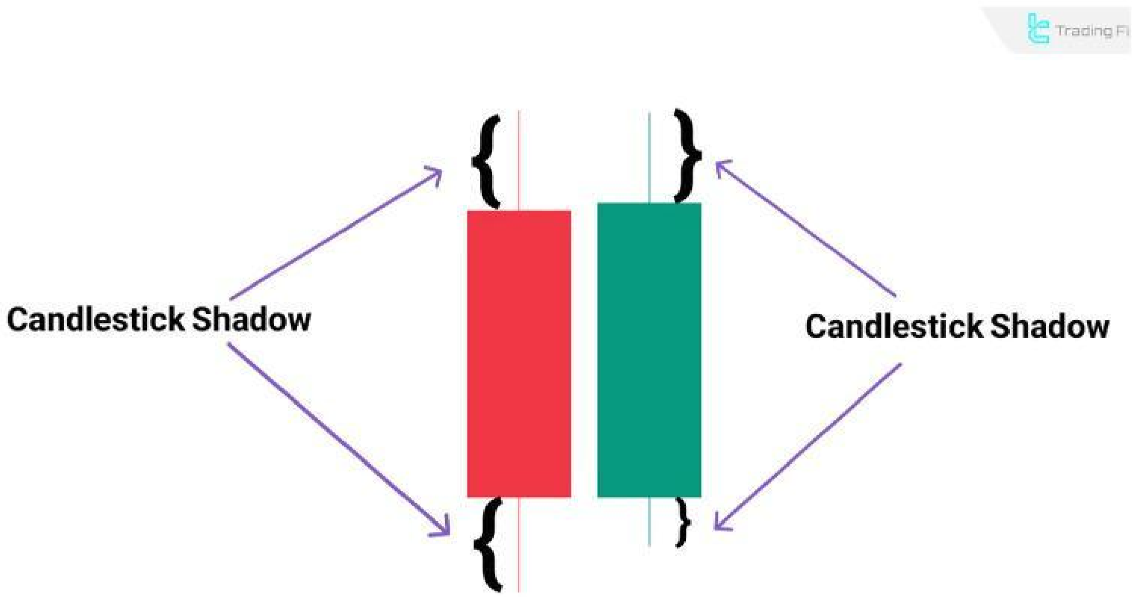
What Is a Candlestick Wick?

The **candlestick shadow in ICT**, known as the shadow or wick, reflects rapid **price fluctuations** in **lower timeframes** and appears outside the candlestick body as **lines**

above or **below**.

This section displays the range between the **highest** and **lowest prices**, representing strong market reactions to price levels.

Points formed within the **Candlestick Wick in ICT** are often analyzed as **short-term support or resistance levels**, indicating **potential price reversals** or **trend continuations**.



Each candlestick consists of a body and wicks, with wicks formed outside the body

How Wicks Are Formed?

For precise analysis of **candlestick wick trading** in ICT, first identify the wick area in the primary timeframe, then move to lower timeframes.

This method reveals the internal structure of the wick [formed by **smaller candles** and **rapid price fluctuations**]. Through this technique, **aggressive reactions** and **sensitive market points** can be detected.

Large timeframe wicks are composed of various candlestick shapes in lower timeframes

Analyzing Candlestick Wicks in ICT

In the **ICT (Inner Circle Trader)** trading style, long candlestick wicks are considered as **liquidity pools**. **Types of candlestick shadow in ICT**:

- **Long Upper Wick**: Indicates liquidity at the **upper level** of the candle and activation of **sell orders**, signaling strong seller presence;
- **Long Lower Wick**: Suggests liquidity **below** the candle and absorption of **buy orders**, reflecting strong **buyer entry** at that price level.

These areas are often identified as price targets in liquidity-based strategies.

Key Points About Candlestick Wicks in ICT

In ICT, analyzing wicks as liquidity clusters and **hidden price** behaviors allows precise identification of active **liquidity levels** and prediction of price direction based on **pending orders**.

This analysis plays a crucial role in **understanding** order flow and identifying high-probability entry and exit points.

Reaction to the 50% Level of Wicks

In ICT trading, the **50% level of the wick** is seen as a **dynamic support or resistance zone**. Price reaction at this level is critical for predicting the market's probable direction.

For example, if a **long wick** forms and **subsequent candles** react to the 50% level, it confirms the market's intention to move in that direction.

If the price reacts before **reaching the 0.5 wick level**, it signals strong liquidity strength and a **stronger confirmation** for the **ongoing movement**.

Price reacts to the 50% level of a higher timeframe wick and moves upward

Lack of Reaction to the 50% Wick Level in ICT

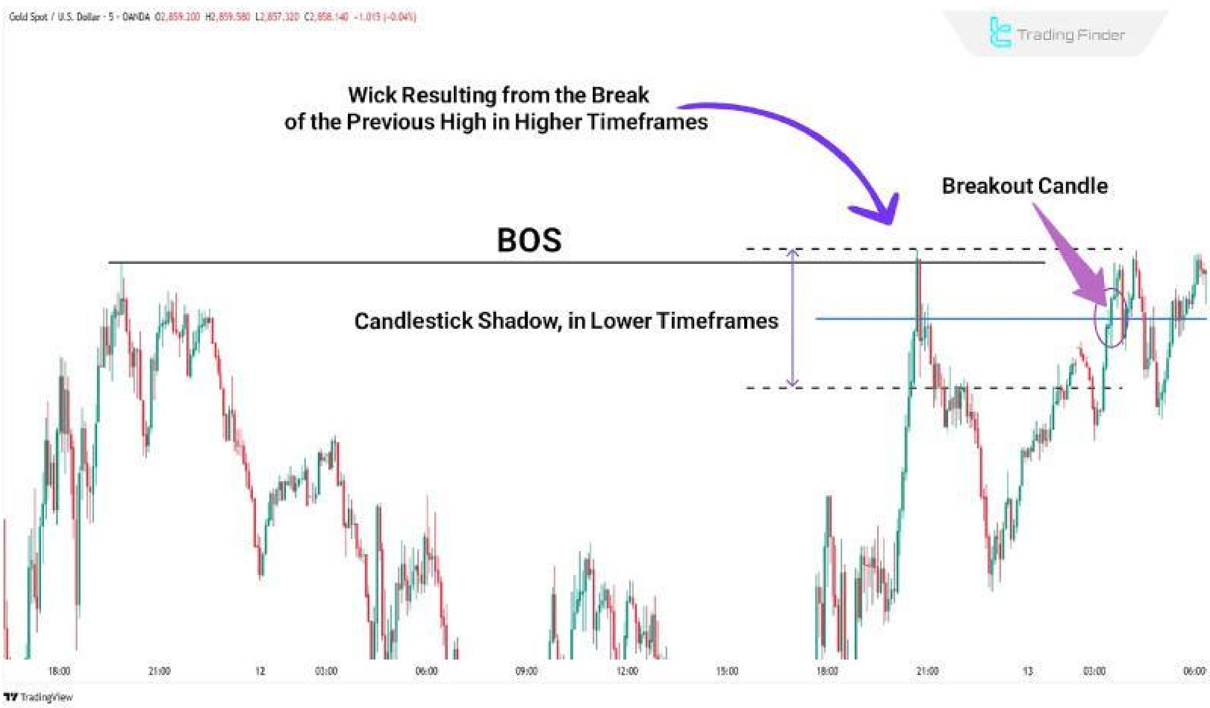
Sometimes, the price rapidly **returns to the 50% shadow level** and **even breaks** through it.

In such cases, the **closing of lower timeframe** candles below this level is considered a structural **break signal**.

The way the price returns and the **candlestick pattern** formed around the **0.5 shadow level** are crucial in assessing the strength of the **continued movement**. The candlestick structure, reaction intensity, and closing location are key factors in the **analysis**.

Price crosses the 0.5% wick area with a strong candlestick pattern and no reaction to the level

An example of **ignoring the 50% shadow area** can be seen below:



A shadow formed from a Break of Structure (BOS) where lower timeframe candles ignored the 50% level and price continued its path

Getting Confirmation for Reaction to the Mid-Wick Area

When the price **reaction** to the 50% wick alone isn't enough for entry, valid **structural confirmation** is needed. Here, a **Break of Structure** **(BOS)** plays a decisive role.

After the initial reaction to the 0.5 wick area, a **BOS aligned with the market flow** is a **signal for entry**.

The entry point is based on this break, and the **Stop Loss** is placed behind the newly formed high or **low during** the return to a **Fair Value Gap** **(FVG),** or behind the FVG itself.

This combination **utilizes liquidity concepts**, **market structure**, and **imbalance zones** simultaneously.

Price reacts to the mid-wick and then breaks structure, providing an entry setup

Candlestick Wicks in ICT as Rejection Blocks

In ICT trading, the **candlestick shadow** sometimes appears as Rejection Blocks—specific zones where price faced intense **buying or selling** pressure from **institutional orders**.

These **blocks** usually appear as long or **medium-sized wicks** where **sharp price reactions** occurred.

Rejection Blocks often form before **major market moves** and are recognized as institutional liquidity zones and **hidden orders**.

Accurate identification of these areas allows for optimal entry and exit positioning as they often act as **reversal** or **continuation zones**.

Candlestick wicks in ICT acting as Rejection Blocks and pushing the price upward

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Important Points When Using Candlestick Wicks in ICT

In wick-based technical analysis:

- Wick length indicates **market reaction** strength and price level significance; **long wicks** often **suggest institutional liquidity intervention**;

- The location of wick and **body formation** within the **trend structure** is critical; reactions at structural **highs or lows** make the analysis more precise;
- **Candlestick patterns** formed at relevant areas act as **behavioral confirmations** and must be carefully evaluated.

Combination of these elements offer an advanced perspective on **order flow**, hidden liquidity, and potential future price movements.

Conclusion

Shadows (Wicks) on candlesticks highlight **critical market levels**. The size of the **Candlestick Wick in ICT** varies based on the significance of chart zones; **longer wicks** suggest encounters with **stronger levels**.

Long wicks typically indicate **price reactions** to **liquidity zones**, Order Blocks, or **Rejection Blocks** and can be used to identify probable **reversal points** or **trend continuations** in ICT style.

Sources:

1. our website link :
https://tradingfinder.com/education/forex/candlestick-wicks/

2.all education :
https://tradingfinder.com/education/forex/