Twitter Model Trading Setup; Market Structure Shift, FVG, & Divergence

The **"Twitter Model" trading setup** combines **ICT style** concepts such as **MSS, FVG**, **PDL**, and **PDH**.

This strategy identifies potential trade opportunities by leveraging **price imbalances**.

Example of Twitter Model trading setup on a chart

ICT Concepts in the Twitter Model Trading Setup

The **Twitter Model** setup is built upon multiple **ICT concepts** analyzed across **different timeframes:**

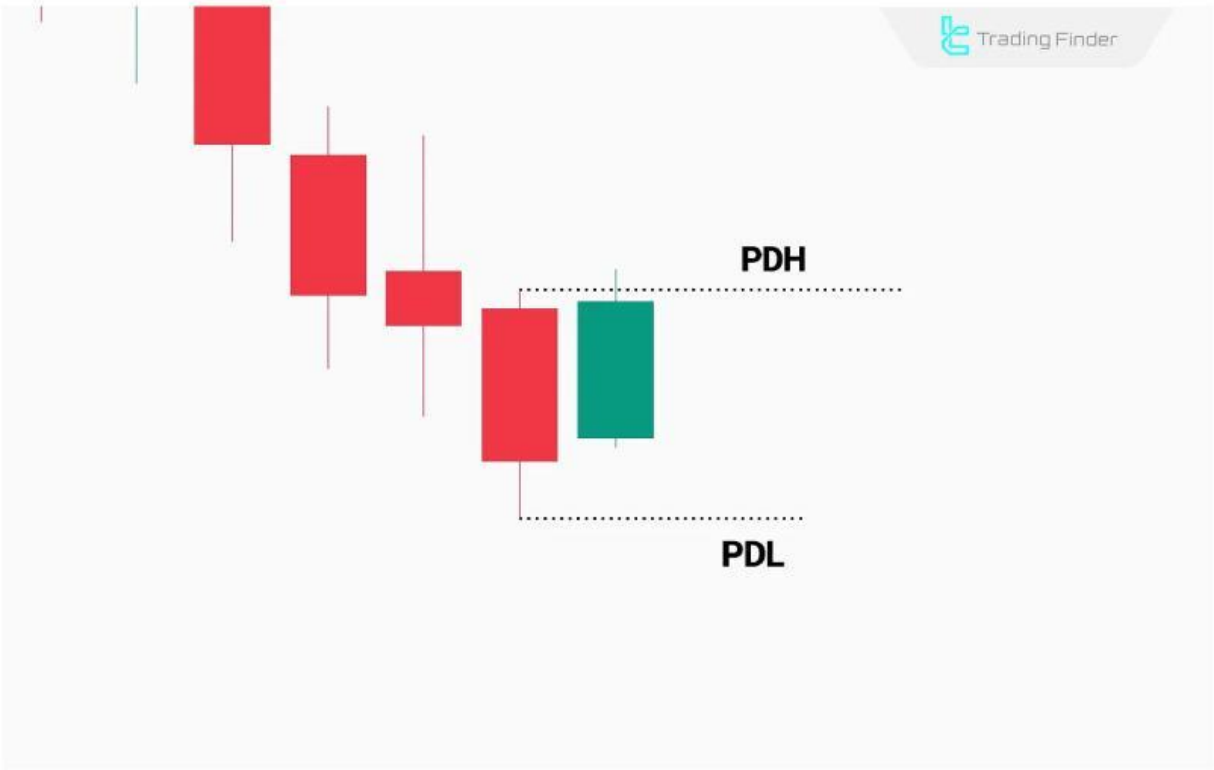
- **Market Structure Shift (MSS):** A mid-term trend reversal identified by a break in **Swing High** or **Swing Low** levels;
- **Smart Money Divergence (SMT):** A divergence in price movement between correlated assets, often indicating **liquidity grabs** or fakeouts caused by **Smart Money**;
- **Previous Day Low (PDL):** The lowest price recorded in the previous trading day, often used as a **liquidity level** or **potential support**;
- **Previous Day High (PDH):** The highest price of the previous trading day, acting as **resistance** or **liquidity target**;
- **Fair Value Gap (FVG):** A gap formed between three consecutive candles that indicates a **liquidity imbalance** the price is likely to return to.

Twitter Model Setup; Identification and Trading Steps

In the **Twitter Model**, each part of the setup is analyzed in a different timeframe.

Formation Steps of the Twitter Model

1. Identify **PDH** or **PDL** on the **daily timeframe** as the divergence reference level.



Identifying PDH and PDL in the daily timeframe for the Twitter Model

2. Mark **Midnight Open** to assess the trade direction (Buy/Sell).

Defining Midnight Open to determine direction in Twitter Model Setup

3. Spot **Fair Value Gap (FVG)** in the **1-hour timeframe** as the price zone is likely to return to.

Identifying 1H FVG in the Twitter Model Setup

4. Look for **SMT Divergence** to PDH/PDL on the **15-minute timeframe**.

5. Confirm **Market Structure Shift (MSS)** in the **15-minute timeframe**.

Identifying MSS on the 15-minute chart

Entry is valid only if all conditions above are confirmed. If any are missing, the setup is invalid, and no trade should be taken.

Trading Steps Using the Twitter Model Setup

After confirming the **Market Structure Shift (MSS)**, trade orders are placed as follows:

Entry Points

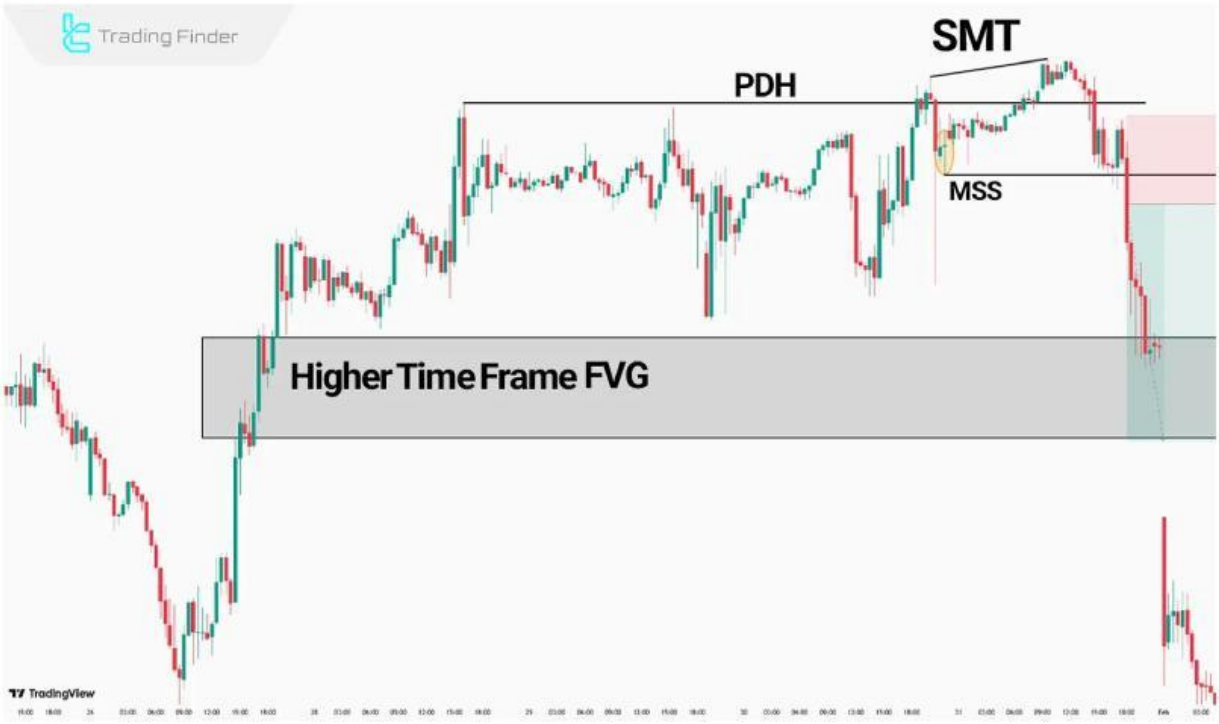
- **Immediately after MSS confirmation:** This type of entry lowers the **risk-to-reward ratio**, but prevents missing the move if no retracement occurs;
- **Pullback to the 1H Fair Value Gap (FVG):** This entry improves the **risk-to-reward ratio**, but if the price does not retrace, the trade opportunity is missed.

Stop Loss (SL) Points

- **Below the MSS candle:** Placing the **stop loss** here offers a favorable risk-to-reward ratio, though it is susceptible to **stop hunts;**
- **Below the wick of the SMT divergence candle:** This stop loss is more secure, although it **reduces** the **risk-to-reward ratio**.

Take Profit (TP)

Depending on the **price movement** and **momentum**, the **1-hour FVG** zone is a suitable area for exiting the trade.



Entry on pullback to FVG using the Twitter Model

Pros and Cons of the Twitter Model Setup

The **Twitter Model** setup aligns entries with **Smart Money Concepts (SMC)**, but requires multiple confirmations, increasing complexity.

Pros	Cons
Precise liquidity & order flow integration	Execution complexity

Aligns with Smart Money behavior	Limited signal frequency
Filters out fake breakouts	Requires multiple timeframe analysis
Entry at high-liquidity points	Demands multiple confirmations
Optimal risk management	Session dependency (NY & London)

Conclusion

The **Twitter Model** combines MSS, SMT, FVG, and liquidity levels to map Smart Money movement. However, it requires proper multi-timeframe analysis and deep understanding of ICT concepts.

Valid entries require both confirmed **SMT divergence** and **MSS formation**.

Identifying key levels like **PDL/PDH** along with price reaction to **FVG zones** improves stop-loss placement and risk-to-reward ratio.

Sources:

1.our website link :
https://tradingfinder.com/education/forex/ict-twitter-model-trading-setup/

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

3.TradingFinder Support Team (Telgram):
https://t.me/TFLABS