

## ❑ Crypto Swing Trades Strategy:-

### How to Use RSI in Crypto Swing Trading

The horizontal lines around **70** and **30** are key levels showing:-

- **RSI above 70 → Overbought (possible sell or correction)**
- **RSI below 30 → Oversold (possible buy or bounce)**



## ❑ How to Read It in Practice

- 1. Oversold (RSI < 30):**  
When RSI dips below 30 and then turns back up, it can signal that selling pressure is exhausted — a **potential buy point** for swing traders. This doesn't guarantee a rise; it's a **trend-probability** signal.
- 2. Overbought (RSI > 70):**  
When RSI goes above 70 and then starts to turn lower, it can signal a slowing uptrend — a potential **sell or take-profit area**. Again, price can stay overbought during strong trends.
- 3. Neutral (40–60):**  
RSI in the middle may mean no strong momentum — wait for clearer signals.

## □ **Tips for Crypto Swing Trades**

- Always combine RSI with **price patterns (support/resistance), volume, or moving averages** — RSI alone can give false signals, especially in volatile crypto markets.
- Higher timeframes like **daily charts** are more reliable for swing signals compared to 5- or 15-minute charts.
- Look for **RSI divergence** (price makes a new high/low but RSI doesn't) — that's another powerful reversal signal.