

Welcome to the HGS Weekend Review

Will the FED get it right this week?

6.16.13

mdonc@mindspring.com

Disclaimer

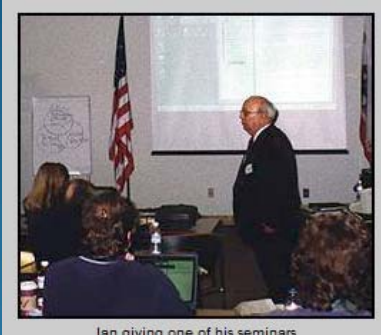
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- I am not affiliated with any software vendor or trading company. The tools demonstrated are those that I use in my daily trading. I have paid for all of the tools I will be demonstrating

What I need on my Desert Isle besides High Speed Internet

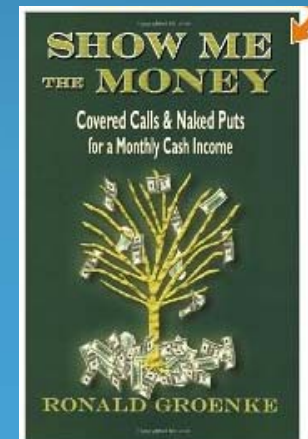
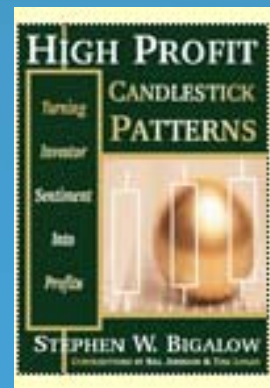
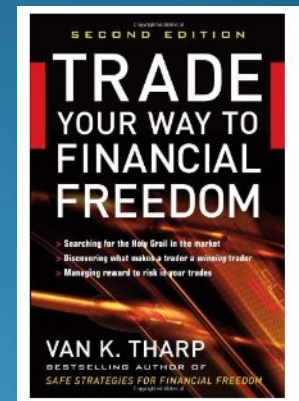
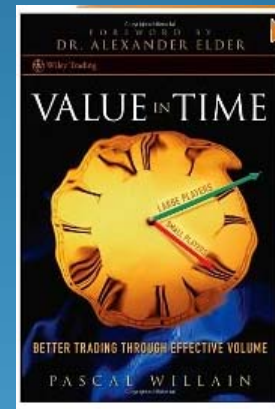
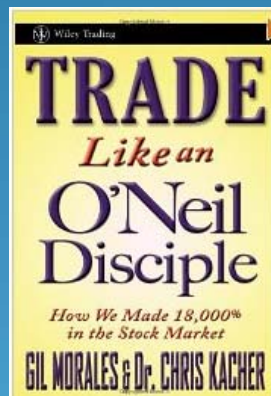
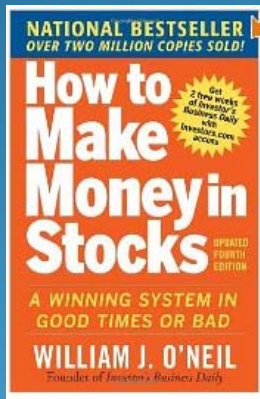
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“Be Your Own Guru”

Key influences on my style ...



Ian giving one of his seminars



www.candlestickforum.com - Bigalow
www.chartsnchat.com – Elliott, Bigalow
www.effectivevolume.com - Pascal
www.highgrowthstock.com – Ian, Ron...
<http://www.rongroenke.com> - Groenke

Tonight's Agenda – Today I brake with my tradition and concentrate on a bottoms up approach using HGSI and other tools

Market Update

Some of my Favorite Signals

Red Candle High
Green Candle Low
Squeeze
High Jump
Kahuna
MOBO BO/BD
Pocket Pivots
Buyable Gap Ups

Shortcuts

GIF
Sprinters
Smart Groups

Shortcuts

GIF
Sprinters
Smart Groups

How I integrate other programs

Tradestation
Think or Swim
EdgeRater and ETF Trading
Bandit
MagentaTrader

Lightening Round HGSI Style

High Growth Stock Software

The screenshot shows the homepage of the High Growth Stock Investor website. The header includes the logo, a search bar, and navigation links. The main content area features a title 'HGS Investor Software: Analyzing Markets in Motion' followed by introductory text and two call-to-action buttons. Below this, three numbered sections (1, 2, 3) describe the software's capabilities: tracking market movement, monitoring portfolios in real-time, and finding the best stocks/ETFs. A disclaimer at the bottom states that investment decisions should be based on analysis. A final call-to-action is at the bottom.

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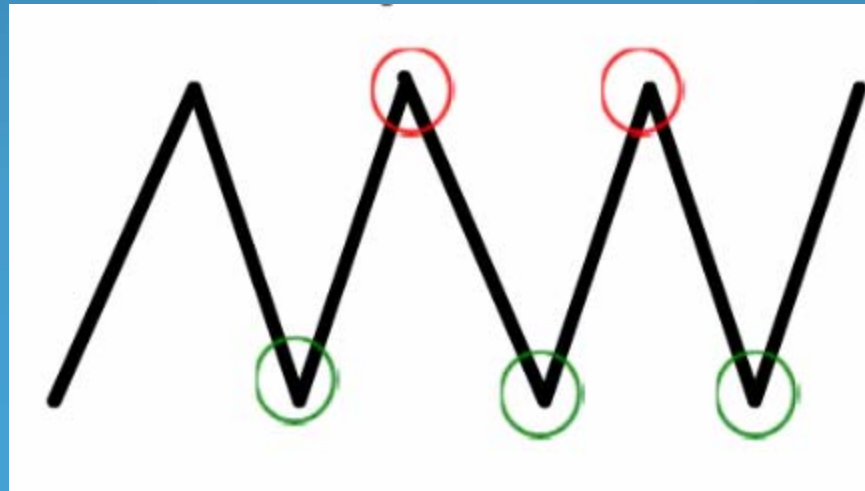
- Website –
www.highgrowthstock.com
- Free Weekly Reports – Ron Brown
www.highgrowthstock.com/WeeklyReports/default.asp
- Free Trial Software including Data Feed
www.highgrowthstock.com/Order/Trial.asp?from=HGS

Stock Patterns Are Cyclical

- HGS stocks do **fall** like rocks
- You must know what Stage a Stock is in before you buy
- All stocks go thru this pattern over time
- A similar pattern occurs within each stage
- May be easier seen on weekly charts



Do not fight the Trend



Seasonality

Seasonality: \$SPX - S&P 500 -

Seasonality | Chart

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Monthly	0.3%	-0.1%	1.4%	1.9%	1.0%	-0.5%	0.9%	-0.8%	-0.5%	1.2%	1.4%	1.9%	7.9%
Directio	62.5%	62.5%	68.0%	70.8%	66.7%	50.0%	50.0%	58.3%	50.0%	62.5%	66.7%	83.3%	72.0%
2013	5.0%	1.1%	2.4%										6.1%
2012	4.4%	4.1%	3.1%	-0.7%	-6.3%	4.0%	1.3%	2.0%	2.4%	-2.0%	0.3%	0.7%	11.7%
2011	2.3%	3.2%	-0.1%	2.8%	-1.4%	-1.8%	-2.1%	-5.7%	-7.2%	10.8%	-0.5%	0.9%	-1.1%
2010	-3.7%	2.9%	5.9%	1.5%	-8.2%	-5.4%	6.9%	-4.7%	8.8%	3.7%	-0.2%	6.5%	11.0%
2009	-8.6%	-11.0%	8.5%	9.4%	5.3%	0.0%	7.4%	3.4%	3.6%	-2.0%	5.7%	1.8%	19.7%
2008	-6.1%	-3.5%	-0.6%	4.8%	1.1%	-8.6%	-1.0%	1.2%	-9.2%	-16.8%	-7.5%	0.8%	-37.6%
2007	1.4%	-2.2%	1.0%	4.3%	3.3%	-1.8%	-3.2%	1.3%	3.6%	1.5%	-4.4%	-0.9%	3.7%
2006	2.5%	0.0%	1.1%	1.2%	-3.1%	0.0%	0.5%	2.1%	2.5%	3.2%	1.6%	1.3%	11.8%
2005	-2.5%	1.9%	-1.9%	-2.0%	3.0%	0.0%	3.6%	-1.1%	0.7%	-1.8%	3.5%	-0.1%	3.8%
2004	1.7%	1.2%	-1.6%	-1.7%	1.2%	1.8%	-3.4%	0.2%	0.9%	1.4%	3.9%	3.2%	9.3%
2003	-2.7%	-1.7%	0.8%	8.1%	5.1%	1.1%	1.6%	1.8%	-1.2%	5.5%	0.7%	5.1%	22.3%
2002	-1.6%	-2.1%	3.7%	-6.1%	-0.9%	-7.2%	-7.9%	0.5%	-11.0%	8.6%	5.7%	-6.0%	-23.8%
2001	3.5%	-9.2%	-6.4%	7.7%	0.5%	-2.5%	-1.1%	-6.4%	-8.2%	1.8%	7.5%	0.8%	-10.5%
2000	-4.8%	-2.0%	9.7%	-3.1%	-2.2%	2.4%	-1.6%	6.1%	-5.3%	-0.5%	-8.0%	0.4%	-9.3%
1999	4.1%	-3.2%	3.9%	3.8%	-2.5%	5.4%	-3.2%	-0.6%	-2.9%	6.3%	1.9%	5.4%	19.2%
1998	1.0%	7.0%	5.0%	0.9%	-1.9%	3.9%	-1.2%	-14.6%	6.2%	8.0%	5.9%	5.6%	26.1%
1997	6.1%	0.6%	-4.3%	5.8%	5.9%	4.3%	7.8%	-5.7%	5.3%	-3.4%	4.5%	1.6%	31.7%
1996	3.3%	0.7%	0.8%	1.3%	2.3%	0.2%	-4.6%	1.9%	5.4%	2.6%	7.3%	-2.2%	19.3%
1995	2.4%	3.6%	2.7%	2.8%	3.6%	2.1%	3.2%	0.0%	4.0%	-0.5%	4.1%	1.7%	34.2%
1994	2.8%	-3.0%	-4.6%	1.2%	1.2%	-2.7%	3.1%	3.8%	-2.7%	2.1%	-4.0%	1.2%	-1.3%
1993	0.7%	1.0%	1.9%	-2.5%	2.3%	0.1%	-0.5%	3.4%	-1.0%	1.9%	-1.3%	1.5%	7.6%
1992	-2.0%	1.0%	-2.2%	2.8%	0.1%	-1.7%	3.9%	-2.4%	0.9%	0.2%	3.0%	1.0%	4.4%
1991	4.1%	6.7%	2.2%	0.0%	3.9%	-4.8%	4.5%	2.0%	-1.9%	1.2%	-4.4%	11.2%	27.8%
1990	-6.9%	0.9%	2.4%	-2.7%	9.2%	-0.9%	-0.5%	-9.4%	-5.1%	-0.7%	6.0%	2.5%	-8.2%
1989													19.9%

Edit Settings ☐ Market Relative: \$SPX Symbol: \$SPX Analyze Close

Seasonality: \$DJI - DJ Industrials -

Seasonality | Chart

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Monthly	0.2%	0.1%	1.4%	2.4%	0.9%	-1.0%	1.6%	-1.0%	-1.0%	1.3%	1.8%	1.8%	8.5%
Directio	62.5%	64.0%	72.0%	66.7%	58.3%	-62.5%	70.8%	58.3%	-54.2%	62.5%	66.7%	75.0%	76.0%
2013	5.8%	1.4%	2.4%										7.3%
2012	3.4%	2.5%	2.0%	0.0%	-6.2%	3.9%	1.0%	0.6%	2.6%	-2.5%	-0.5%	0.6%	5.7%
2011	2.7%	2.8%	0.8%	4.0%	-1.9%	-1.2%	-2.2%	-4.4%	-6.0%	9.5%	0.8%	1.4%	4.7%
2010	-3.5%	2.6%	5.1%	1.4%	-7.9%	-3.6%	7.1%	-4.3%	7.7%	3.1%	-1.0%	5.2%	9.4%
2009	-8.8%	-11.7%	7.7%	7.3%	4.1%	-0.6%	8.6%	3.5%	2.3%	0.0%	6.5%	0.8%	15.4%
2008	-4.6%	-3.0%	0.0%	4.5%	-1.4%	-10.2%	0.2%	1.5%	-6.0%	-14.1%	-5.3%	-0.6%	-32.7%
2007	1.3%	-2.5%	0.4%	5.7%	4.3%	-1.6%	-1.5%	1.1%	4.0%	0.2%	-4.0%	-0.8%	6.3%
2006	1.4%	1.2%	1.1%	2.3%	-1.7%	-0.2%	0.3%	1.7%	2.6%	3.4%	1.2%	2.0%	14.9%
2005	-2.7%	2.6%	-2.4%	-3.0%	2.7%	-1.8%	3.6%	-1.5%	0.8%	-1.2%	3.5%	-0.8%	-0.1%
2004	0.3%	0.9%	-2.1%	-1.3%	-0.4%	2.4%	-2.8%	0.3%	-0.9%	-0.5%	4.0%	3.4%	3.6%
2003	-3.5%	-2.0%	1.3%	6.1%	4.4%	1.5%	2.8%	2.0%	-1.5%	5.7%	-0.2%	6.9%	21.5%
2002	-1.0%	1.9%	2.9%	-4.4%	-0.2%	-6.9%	-5.5%	-0.8%	-12.4%	10.6%	5.9%	-6.2%	-17.2%
2001	0.9%	-3.6%	-5.9%	8.7%	1.6%	-3.8%	0.2%	-5.4%	-11.1%	2.6%	8.6%	1.7%	-5.9%
2000	-4.5%	-7.4%	7.8%	-1.7%	-2.0%	-0.7%	0.7%	6.6%	-5.0%	3.0%	-5.1%	3.6%	-5.0%
1999	1.7%	-0.6%	5.2%	10.2%	-2.1%	3.9%	-2.9%	1.6%	-4.5%	3.8%	1.4%	5.3%	24.7%
1998	0.0%	8.1%	3.0%	3.0%	-1.8%	0.6%	-0.8%	-15.1%	4.0%	9.6%	6.2%	0.8%	15.5%
1997	5.7%	0.9%	-2.0%	4.0%	4.6%	4.7%	7.2%	-7.3%	4.2%	-7.1%	6.0%	1.1%	22.8%
1996	5.4%	1.7%	1.9%	-0.3%	1.3%	0.2%	-2.2%	1.6%	4.7%	2.5%	8.2%	-1.1%	24.5%
1995	0.6%	4.0%	3.7%	3.9%	3.3%	2.0%	3.3%	-2.1%	3.9%	-0.7%	6.7%	0.8%	33.3%
1994	5.4%	-3.7%	-5.1%	1.3%	2.1%	-3.5%	3.8%	4.0%	-1.8%	1.7%	-4.3%	2.5%	2.1%
1993	0.3%	1.8%	1.9%	-0.2%	2.9%	-0.3%	0.7%	3.2%	-2.6%	3.5%	0.1%	2.5%	14.1%
1992	1.7%	1.4%	-1.0%	3.8%	1.1%	-2.3%	2.3%	-4.0%	0.4%	-1.5%	2.4%	-0.1%	4.1%
1991	3.9%	5.3%	1.1%	-0.9%	4.8%	-4.0%	4.1%	0.6%	-0.9%	1.7%	-5.7%	9.5%	21.4%
1990	-5.9%	1.4%	3.0%	-1.9%	8.3%	0.1%	0.9%	-10.0%	-6.2%	-0.4%	4.8%	2.9%	-6.3%
1989													28.4%

Edit Settings ☐ Market Relative: \$SPX Symbol: \$DJI Analyze Close

Seasonality: \$COMP - NASDAQ COMPOSITE -

Seasonality | Chart

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Monthly	1.3%	-0.1%	1.0%	1.0%	1.3%	0.4%	0.4%	-0.2%	-0.2%	1.7%	1.7%	2.4%	12.4%
Directio	66.7%	52.0%	68.0%	54.2%	62.5%	50.0%	54.2%	58.3%	62.5%	58.3%	66.7%	58.3%	72.0%
2013	4.1%	0.6%	2.7%										4.2%
2012	8.0%	5.4%	4.2%	-1.5%	-7.2%	3.8%	0.2%	4.3%	1.6%	-4.5%	1.1%	0.3%	14.0%
2011	1.8%	3.0%	0.0%	3.3%	-1.3%	-2.2%	-0.6%	-6.4%	-6.4%	11.1%	-2.4%	-0.6%	-3.2%
2010	-5.4%	4.2%	7.1%	2.6%	-8.3%	-6.5%	6.9%	-6.2%	12.0%	5.9%	-0.4%	6.2%	14.9%
2009	-6.4%	-6.7%	10.9%	12.3%	3.3%	3.4%	7.8%	1.5%	-3.6%	4.9%	5.8%		39.0%
2008	9.9%	5.0%	0.3%	5.9%	4.6%	8.1%	1.4%	1.8%	12.0%	17.4%	10.8%	2.7%	39.6%
2007	2.0%	-1.7%	0.0%	4.3%	3.1%	0.0%	-2.2%	2.0%	4.0%	5.0%	-6.0%	-0.3%	9.5%
2006	4.6%	-1.1%	2.6%	-0.7%	-6.2%	-0.3%	-3.7%	4.4%	3.4%	4.8%	2.7%	-0.7%	7.6%
2005	-5.2%	-0.5%	-2.6%	-3.9%	7.6%	-0.5%	6.2%	-1.5%	0.0%	-1.5%	5.3%	-1.2%	2.5%
2004	3.1%	-1.8%	-1.8%	-3.7%	3.5%	3.1%	-7.8%	-2.6%	3.2%	4.1%	6.2%	3.7%	8.4%
2003	-1.1%	1.3%	0.3%	9.2%	9.0%	1.7%	6.9%	4.3%	-1.3%	8.1%	1.5%	2.2%	44.7%
2002	-0.8%	-10.5%	6.6%	-8.5%	-4.3%	-8.4%	-9.2%	-1.0%	-10.9%	13.5%	11.2%	-9.7%	-32.5%
2001	12.2%	-22.4%	-14.5%	15.0%	-0.3%	2.4%	-6.2%	-10.9%	-17.0%	12.8%	14.2%	1.0%	-14.9%
2000	-2.4%	19.2%	-2.6%	-15.6%	-11.9%	16.6%	-5.0%	11.7%	-12.7%	-8.3%	-22.9%	-4.9%	-40.2%
1999	14.3%	-6.7%	7.6%	3.3%	-2.8%	8.7%	-1.8%	3.8%	0.2%	8.0%	12.5%	21.0%	82.9%
1998	3.1%	9.3%	3.7%	1.8%	-4.8%	6.5%	-1.2%	-18.9%	13.0%	4.6%	10.1%	12.4%	38.6%
1997	6.9%	-5.1%	-4.5%	-2.6%	15.1%	3.0%	10.5%	-0.4%	6.2%	-5.5%	0.4%	-1.9%	22.6%
1996	0.7%	3.8%	0.1%	8.1%	4.4%	-4.7%	-6.8%	5.6%	7.5%	-4.4%	5.8%	-0.1%	21.9%
1995	0.4%	5.1%	3.0%	9.3%	2.4%	8.0%	7.3%	1.9%	2.3%	-6.7%	2.2%	-0.7%	41.5%
1994	3.8%	-1.0%	-6.2%	-1.3%	0.2%	-1.0%	2.3%	6.0%	-0.2%	1.7%	-3.5%	0.2%	-2.4%
1993	2.9%	3.7%	2.9%	4.2%	6.9%	0.5%	0.1%	5.4%	2.7%	2.2%	5.2%	2.2%	14.8%
1992	5.0%	2.1%	-4.7%	-4.2%	1.1%	-0.7%	3.1%	-3.0%	3.6%	3.0%	7.0%	3.7%	15.4%
1991	10.8%	5.4%	6.4%	0.5%	4.4%	-6.0%	0.5%	4.7%	0.2%	3.1%	-3.5%	11.9%	57.5%
1990	-8.6%	2.4%	2.3%	-3.5%	9.3%	0.7%	-5.2%	-13.0%	-8.6%	-4.3%	8.9%	4.1%	-18.6%
1989													20.1%

Edit Settings ☐ Market Relative: \$SPX Symbol: \$COMP Analyze Close

Setups vs. Triggers

Green Candle Low and Red Candle High

– From David Elliott adopted by George Lea

Script to scan for **Green Candle Lows**:

```
low<=lowest(low,20) and close>low[1] and close>open
```

Script to scan for **Red Candle Highs**:

```
high>=highest(high,10) and close<high[1] and close<open
```

I use these to scan for failed new low and failed new highs. David Elliott taught us that these could be powerful reversal signs. The RCL and GCL are setups not triggers. They alert me to a possible change in trend direction and potential beginning of a Wave 3 move. The script can easily be programmed into TOS, Tradestation and your favorite programs for RT scanning and is now part of HGS!

Squeeze – From George Lea

SQUEEZE (SCAN)

```
((KeltnerChannels().Upper_Band > (Average(close, 20) + 2.0 * stdev(close, 20))) *  
(KeltnerChannels().Lower_Band < (Average(close, 20) + (-2.0) * stdev(close, 20)))) > 0.5)
```

The squeeze represents where Bollinger bands contract inside Keltner Channels, and signify a compression of volatility from which very strong moves can occur.

There are numerous definitions of a squeeze. This represents a nice setup. I look for candidate positions to break above or below from a squeeze

Ian's High Jump Bar

aka our own personal ATM machine



The High Jump Tool **Twenty Years Old & Still Going Strong**

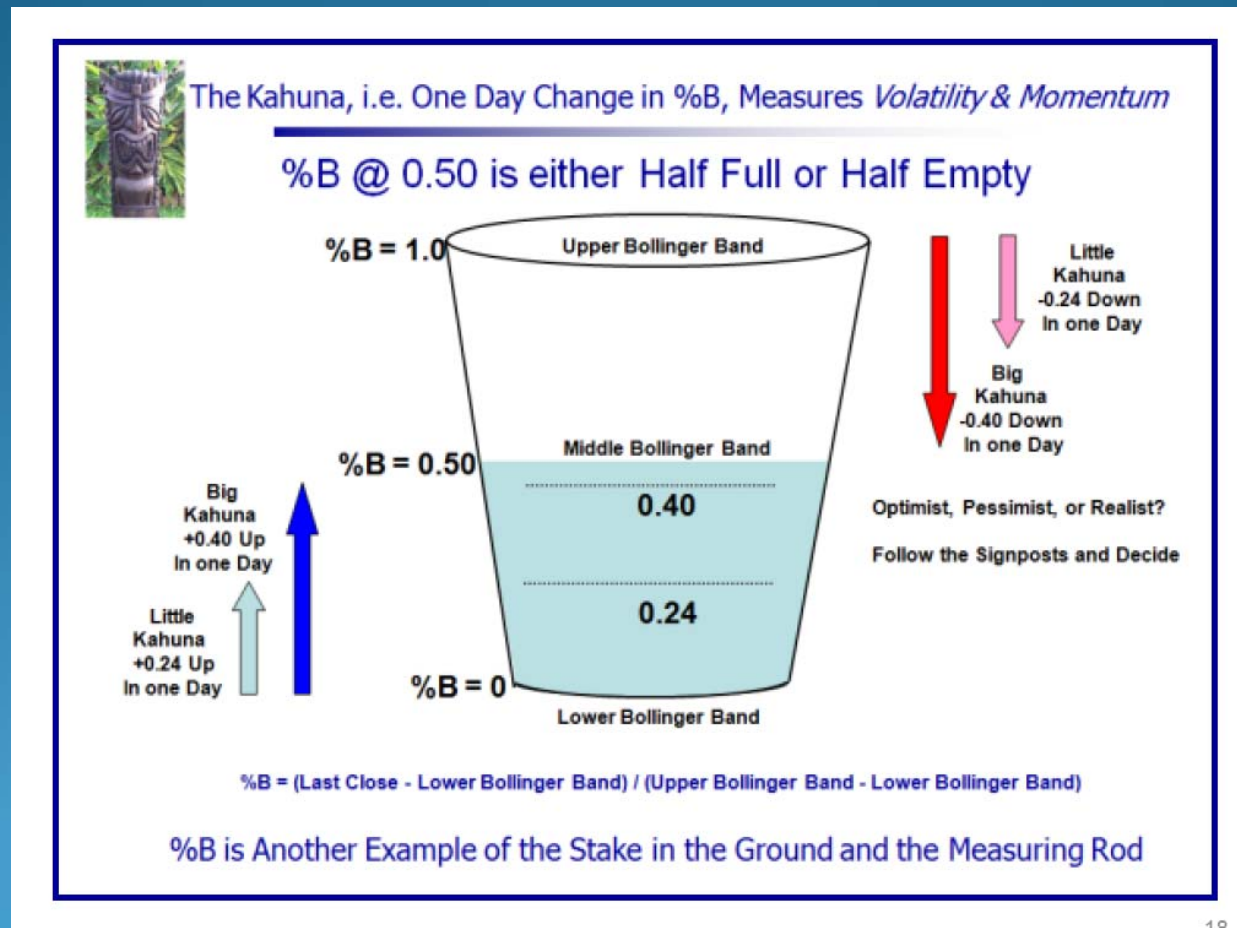
It Measures the EXTENSION of a Security from its 17-, 50- and 200-dma



**Past History will show you the
High, Higher and Highest Relative to Now**

A simple tool that tells me how extended a stock is today compared to the past. When combined with a RCH I find some interesting shorting candidates. By itself I use this as a setup to potentially short or exit a long position. Smart programmers can take this RT to other tools. I still look for a trigger as I have learned that extended stocks can get more extended given more time

The Kahuna is sign of momentum coming into my instrument



18

When I have a setup, I look for momentum indicators to make a buy / sell decision.

MOBO BO / BD from Elliott / Lea can be a nice trigger

MOBO Breakouts/Breakdowns

The scripts to scan for these two on *thinkorswim*:

MOBO Breakouts:

```
close >= average(close, 10) + (0.8) * stdev(close, 10) and  
(close[1] <= average(close, 10) + (0.8) * stdev(close[1], 10))
```

MOBO Breakdowns:

```
close <= average(close, 10) + (-0.8) * stdev(close, 10) and  
(close[1] >= average(close, 10) + (-0.8) * stdev(close[1], 10))
```


Pocket Pivots – Morales & Kacher

The Ten Commandments of Pocket Pivots

1. As with base breakouts, proper pocket pivots should emerge within or out of constructive basing patterns.
2. The stock's fundamentals should be strong, i.e., excellent earnings, sales, pretax margins, ROE, strong leader in its space, etc. or should have a compelling thematic basis for consideration.
3. The day's volume should be larger than the highest down volume day over the prior 10 days.
4. Pocket pivots sometimes coincide with base breakouts or with gap ups. This can be thought of as added upside power should this occur.
5. If the pocket pivot occurs in an uptrend after the stock has broken out, it should act constructively around its 10-dma. It can undercut its 10-dma as long as it shows resilience by showing volume that is greater than the highest down volume day over the prior 10 days.
6. Some pocket pivots may occur after the stock is extended from the base. If the pivot occurs right near its 10-dma, it can be bought, otherwise it is extended and should be avoided. Give the 10-dma the chance to catch up to the stock, where the stock would consolidate for a few days, before buying such a pocket pivot.
7. Do not buy pocket pivots if the overall chart formation is in a multi-month downtrend (5 months or longer). It is best to wait for the rounding part of the base to form before buying.
8. Do not buy pocket pivots if the stock is under a critical moving average such as the 50-dma or 200-dma. If well under its 50-dma, and getting support near the 200-dma, it can be bought provided the base is constructive.
9. Do not buy pocket pivots if the stock formed a 'V' where it sells off hard down through the 10-dma or 50-dma then shoots straight back up in a 'V' formation. Such formations are failure prone.
10. Avoid buying pocket pivots that occur after wedging patterns.

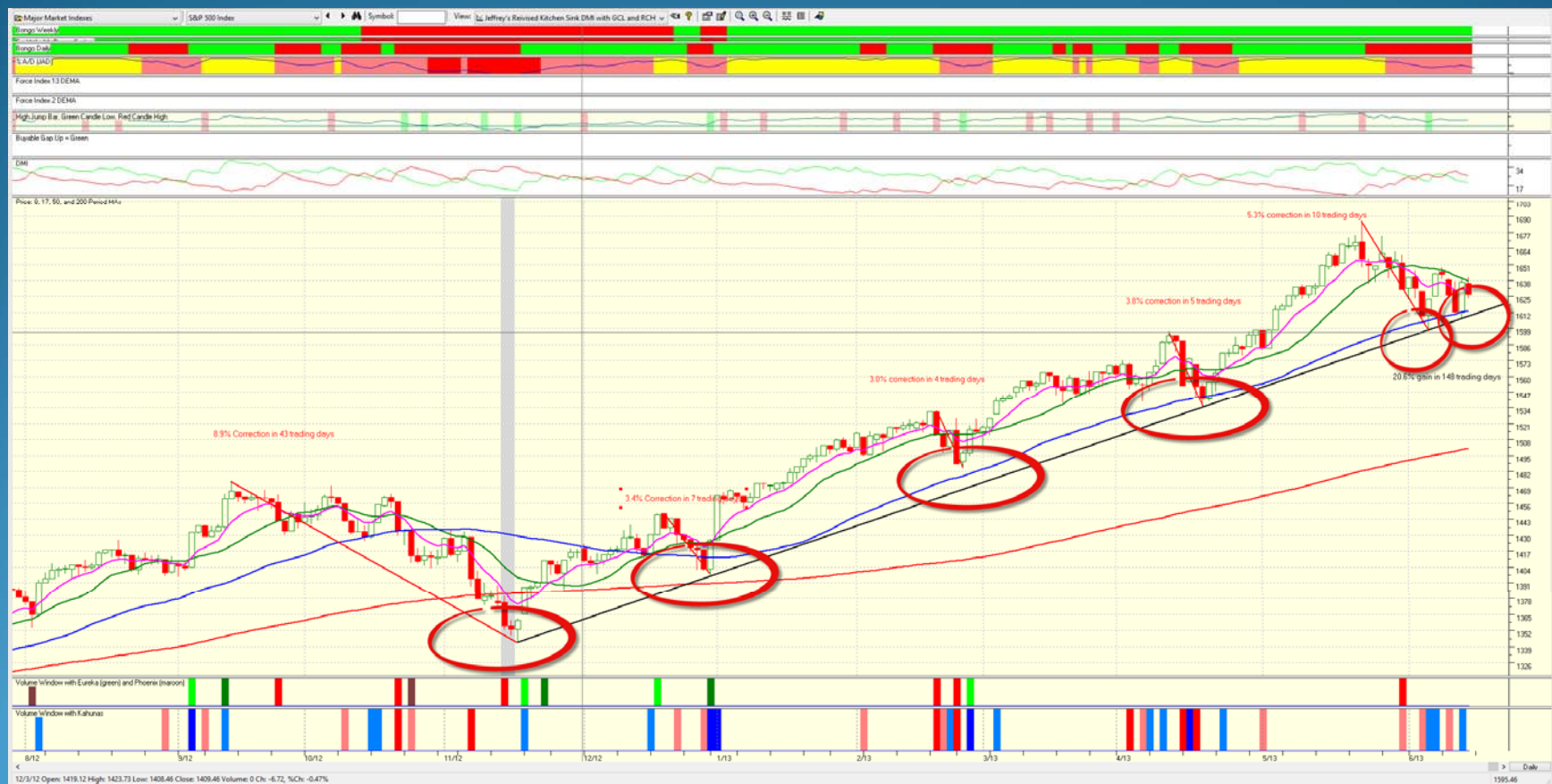
A Trigger in a Position Candidate that Meets other Criteria above. These are hard coded in HGSI and can be coded for and observed RT in multiple platforms

Buyable Gap Up – M/K

Characteristics of Buyable Gap-Ups

1. Buyable gap-ups should occur in fundamentally strong and sound leading stocks, or there should be a compelling thematic basis for consideration.
2. A buyable gap-up move must be at least 0.75 times the stock's 40-day Average True Range.
3. A buyable gap-up move must occur on volume that is at least 1.5 times or 150% above the 50-day moving average of daily trading volume.
4. Buyable gap-ups should occur within an uptrend or constructive consolidation, not while a stock is in a downtrend.
5. A buyable gap-up should hold above the intra-day low of the gap-up day.

Nearly 21% up since GCL on 11/16 with series of small corrections



Parting Message

- Be Your Own Guru
- Investing is a business make sure you have the right employees – tools and software
- Continuing Education matters
- Trade The Market We Have not The One You Think We Should Have

Background Material

Buy List vs. Setup

- The Market will likely dictate the performance of a stock or list
- The sector will add to the market as the leading driver of a stock performance
- If the market and the sector are pointing in the same direction as my stock the wind is behind my back
- A setup is a specific change related to some derivative of price movement and volume that increases my odds of success
- A Buy list helps me work with an enriched group of stocks
- Setups help me pick what and when to buy or sell
- Multiple time frames are very useful in my setups
- I buy or sell short when a stock on my buy list triggers a setup
- I automate many of my setups in TradeStation and TOS using indicators from MarketGauge.com, Never Loss Trading and others

Inclusion in my Buy List does not mean I Buy at Open.....

Woodward and Brown Investing

www.hgsinvestor.com

We had an Eureka Signal Today!



What is an Eureka Signal? It's Sweet Music to the Bulls Ears!

It's known to HGS Investors as a Major Heads-Up:

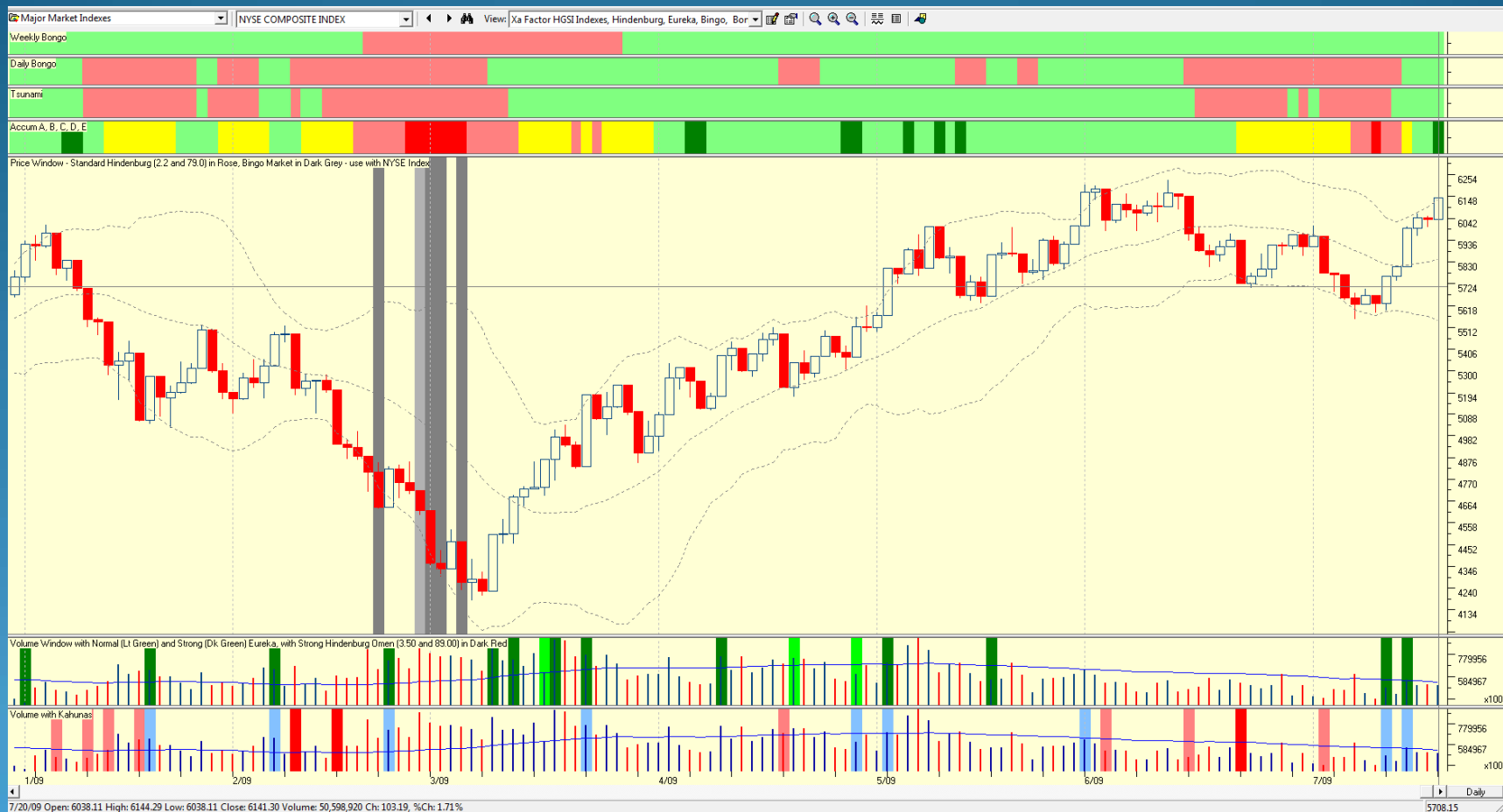
- A Turn-around Day after a Market Bottom or
- A Follow Through Day(s) soon thereafter

It also gives a warning occasionally to signify
irrational exuberance near the end of a strong rally

Eureka uses the ARMS or TRIN Index Components for the NYSE

- It signals a very strong Bullish Up Day in the NYSE Market
- Advancing Issues to Declining Issues Ratio $\geq 3.00:1$
- The Advancing to Declining Volume Ratio $\geq 5.40:1$
- ARMS Index ≤ 0.60
- The values are stringent so Eureka Signals are infrequent
- There have been 38 Eureka's in 7 years
(Usually 5 to 7 a Year depending on Market Corrections)

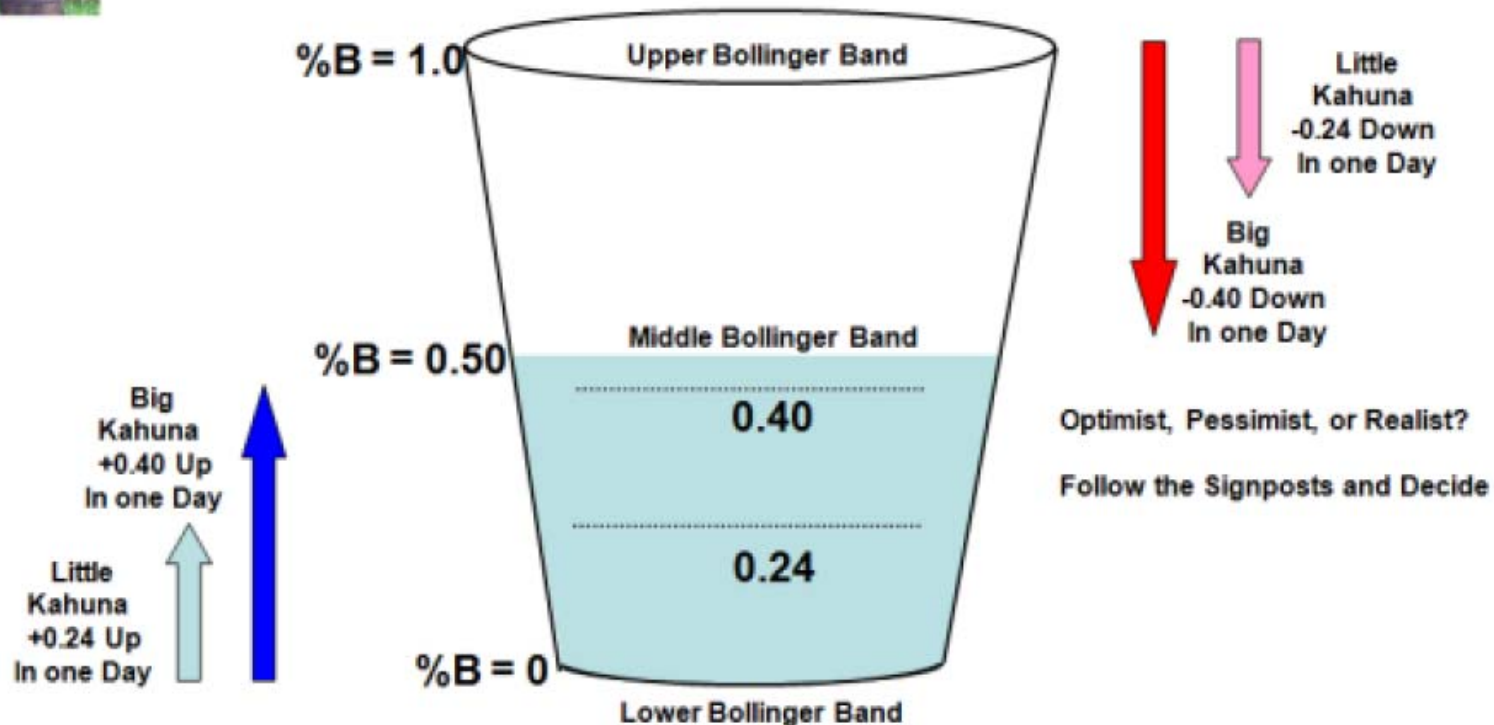
All Clear Signaled By Series of Bingos followed by Eureka's





The Kahuna, i.e. One Day Change in %B, Measures *Volatility & Momentum*

%B @ 0.50 is either Half Full or Half Empty



$$\%B = (\text{Last Close} - \text{Lower Bollinger Band}) / (\text{Upper Bollinger Band} - \text{Lower Bollinger Band})$$

%B is Another Example of the Stake in the Ground and the Measuring Rod

The Tom-Toms are Beating



What is a Bongo Yes and Bongo No Signal?

It's a Signal for Markets, Industry Groups and Stocks for Entry and Exit

I. Bongo “Yes” Criteria Daily & Weekly

1. Close > 9 SMA
2. RSI 8 > 14 > 19

II. Bongo “No” Criteria Daily and Weekly

1. Close < 9 SMA
2. RSI 8 < 14 < 19

III. “Bongo Crossover Days Since” both Up and Down

Bongo Daily & Weekly is the Quick Filter for What is Working Now.
It has become the work-horse for both the long and short side.

“Buy the Thing that has held up the *Best* in a rotten market”

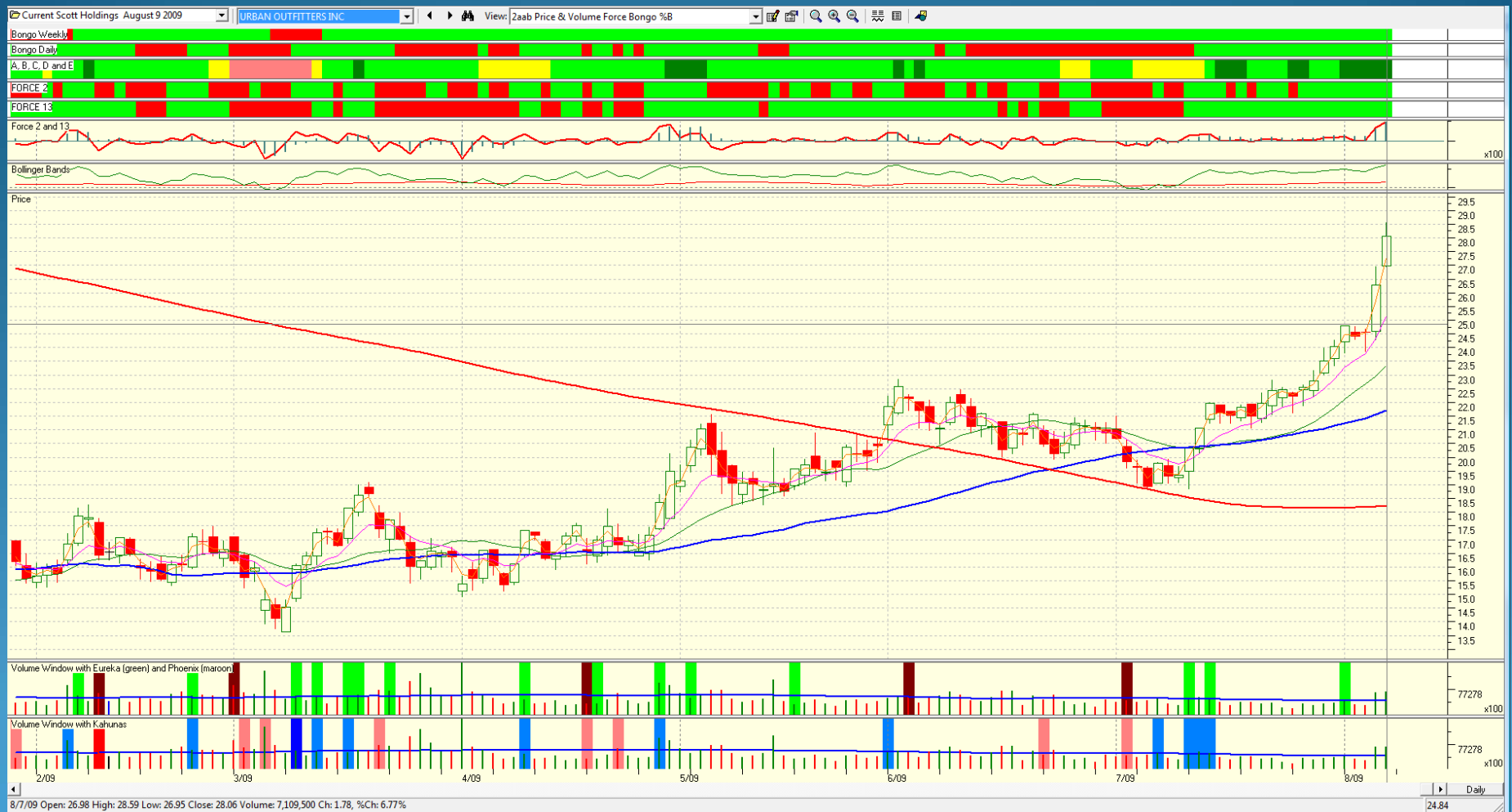
May The Force Be With You

- **Force Index = Volume Today * (Close Today - Close Yesterday)**
- The Force Index Rules By John A. Sarkett, Developer, Option Wizard
- **Seven Trading Rules**
 - #1 Buy when a 2-day EMA of Force Index turns negative during uptrends.
 - #2 Sell short when a 2-day EMA of Force Index turns positive in downtrends.
 - #3 Buy when prices fall to a new low while Force Index makes a more shallow bottom.
 - #4 Sell when prices rally to a new high while Force Index traces a lower second top.
 - #5 When a 13-day EMA of Force Index is above the centerline, bulls control the market, and when it is below the centerline, bears control it. When this indicator flutters near its centerline, it identifies a trendless market -- a warning not to use trend-following trading
 - #6 A new peak in the 13-day EMA of Force Index shows that a rally is likely to continue.
 - #7 A new low in the 13-day EMA of Force Index shows that a downtrend is likely to continue.

<http://option-wizard.com/features/force.shtml>

based on material from "Trading for a Living" by Dr. Alexander Elder

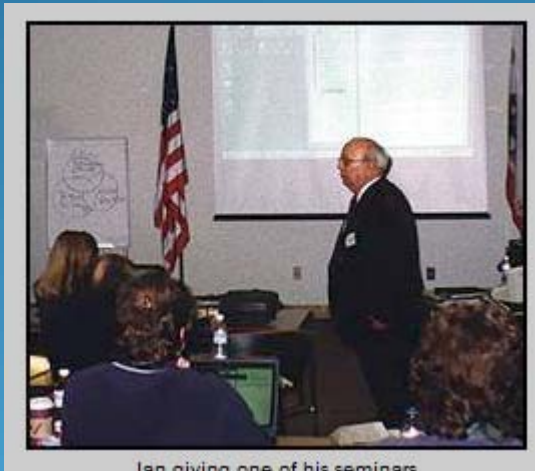
Putting it all together to find great stocks....





Woodward and Brown Investing

HGSI's Secret Weapon



Ian giving one of his seminars