

Index

- 30-year Bond, 199
- 32nds pricing convention, 42–3, 57–8, 147–8, 171–2
- 360 day interest year, 148–50, 161–2
- accrual conventions, interest payments, 148–50
- actual/actual day counts, 148–50
- 'added-value' qualities, specialist technical analysts, 195–6
- advanced studies
see also Elliott . . . ; Fibonacci . . . ; Gann . . . ; tools
 importance, 30
- aggressive language, technical analysts, 41
- American Civil War, 155
- Amsterdam, 18–19
see also Netherlands
- 'Andrew's pitchfork', 133–7
- angles, Gann theory, 145–72
- art forms, 4–5, 16, 28–40, 41, 52–4, 100, 149–50, 173–91
- The Art of War* (Sun Tsu), 12
- 'as expected' values, 11–12
- asset classes, cross-section, 27–40, 47, 63, 175–6
- Bank of England, 20, 22
- barcharts, 50, 147–72, 173, 195, 198
- Barr, Mike, 2
- basis, 69–73, 156–60, 205, 212–13
- basket changes, 63, 128, 203, 209–13
- bear flags, 14, 32, 71–3, 87
- bear markets, 9–10, 14–15, 58–9, 66–7, 82–3, 113, 196
- bear pennants, 14
- 'belt and braces', 13–14
- benchmark bonds, 206–11
- bias, 97–8, 133–44
- Big Bang *see* market deregulation
- Big Figure, 48–9, 198
- Big Guns, 201
- 'black box' trading systems, 53
- Black Crow, 173
- 'blue sky' price moves, 14–15, 63–4, 66–7
- Bobl, 61, 103–5, 109–11, 115–17, 152–4, 157–60, 164, 179–80, 183–5, 199
- bonds, 45–6, 88–9, 103–6, 162, 163–72, 199, 200, 206–11
see also fixed income markets
 benchmark bonds, 206–11
 futures, 45–6, 57–8, 88–9, 103–6, 199
 options, 207–8
- books, charting, 45, 127
- boredom issues, screen charts, 197, 201
- bounce, 32–6, 71–3, 75–6, 87–8, 95, 151–60, 169–72, 179–80
- BP plc, 72
- Brady Bonds, 199, 203–4
- BTP *see* Buono del Tesoro Poliennale
- bull markets, 9, 10–11, 13, 15–16, 22–4, 64–6, 73, 76–8, 85–8, 91, 96, 99–100, 113, 138–44, 194, 196
- Bund futures contracts, 38–9, 49, 68–9, 71–3, 85–6, 97–9, 103–11, 115–17, 176–80, 183–5, 186–7, 199
- Bundesbank, 17
- Buono del Tesoro Poliennale (BTP), 48–9, 83, 84–5, 144, 198, 205
- buyers/sellers, 7, 9–25, 63, 95, 128–9, 148–72, 197–8, 204
- candle charts, 50, 173, 191, 193–4, 197
- Candlestick analysis, 29, 50, 173, 191, 193
- caps, 57
- career role, technical analysis, 29, 50, 196
- CDD *see* cooling degree days
- CDs *see* Certificates of Deposit
- central banks, interest rates, 17
- Certificates of Deposit (CDs), 162
- changes of scale, screen charts, 51–2
- channels, 25, 42–5, 65–73, 87–8, 129–44, 187–91, 196
- Chaos theory, 57
- charting
see also technical analysis
 books, 45, 127
 historical background, 41–56, 139–44, 185
 nonsense example, 67–8
 paper charting, 42–5
 software, 12–25, 38, 40, 41–54, 55, 101, 114–15, 149–50, 154–5, 171–2, 190–1, 200, 203–13
 swing charts, 146–50
- 'Cheapest to Deliver' (CTD), 205, 212
- circles, 36–8, 83–101, 161–3
- 'clear sky' price moves, 13

- commodity markets, 12, 17–18, 42, 145–6, 149–54, 165–72, 187–91, 195, 203
- Commodity Research Bureau (CRB), 42
- compass uses, 47
- computer systems, 11, 12–25, 38, 41–54, 55, 101, 114–15, 149–50, 154–5, 190–1, 193, 196–7, 199, 200, 203–13
see also electronic systems; screen charts
- information-access benefits, 41, 47, 55, 200
- reliance 11, 41–54, 101, 190–1, 193, 196–7, 199, 201, 203–13
- confirmation factors, other analysis tools, 59, 91–2, 97–8, 128–9, 135–6
- congestion, 11, 66, 72–3, 147–50, 181–5, 196
- 'consolidation' periods, 60–1, 181–5
- continuous research, importance, 201
- cooling degree days (CDD), 205
- corporate bonds, 42
see also bonds
- corrections, 22–5, 53–4, 55–73, 142–4
- CRB *see* Commodity Research Bureau
- cross-market analysis, local holidays, 38, 75–6, 96–7, 101, 160–2, 213
- cross-section, asset classes, 27–40, 47, 63, 175–6
- CRT monitors, hazards, 51
- CTD *see* 'Cheapest to Deliver'
- cubing the sphere, 175–6
- cutting edge, technical analysis, 194
- cycle theory, 12, 40, 44–5, 73, 114–15, 124, 195
- da Vinci *see* Leonardo, . . .
- daily charts, 42, 67–8, 138–9, 141–4, 147–72, 194–5
- Dali, Salvador, 5
- data
see also information
- problems, 41–54, 61, 63–4, 200, 203–13
- rebasement methods, 46–7, 61, 76–8, 203–13
- screen charts, 51–2, 73, 154–5, 171–2
- Dax futures, 67, 189
- Day High and Day Low uses, 19, 38, 42, 63, 72, 211
- death throes, financial markets, 198
- deep markets, 204
- Denmark, 206
- deregulation, 50, 196
- detrending software, 40
- Deutsche Terminbörse (DTB), futures exchange, 49, 164, 199
- Dow, Charles, 30, 135
- Dow Jones Industrial Average, 37, 135
- DTB *see* Deutsche Terminbörse
- dynamic systems, 9–25
- early activity, futures contracts, 138–9, 198
- 'early' positions, 138–9
- ears, lengths, 5
- 'easy' patterns, 196
- easy-to-apply techniques, fads, 191
- ECB *see* European Central Bank
- economic data, 11–12, 20–5, 128, 144
- ECU *see* European Currency Unit
- education needs, 16, 45, 195–7, 201
- efficient markets, 10–11, 200
- Egypt, historical background, 1–2, 42
- electricity markets, 57
- electronic systems, 12–25, 41–54, 55, 154–5, 171–2, 190–1, 193, 196–7, 199, 201, 203–13
see also computer systems
- Elliot Wave Principle* (Frost and Prechter), 47
- Elliot wave theory (EWT), 9–10, 15–25, 28–30, 44–5, 47, 193–6
- complexity issues, 29–30
- concepts, 9–10, 15–25, 28–30, 44–5, 193–6
- popularity, 193–4
- recent wave moves, 194
- shorter timeframes, 195
- underuse issues, 47, 196
- Emerging Markets, lack of interest, 198
- EMU *see* European Economic and Monetary Union
- end prices, importance, 18
- end-of-year values, 18
- entry and exit strategies, swing charts, 147–50
- equity markets, 18–19, 41–2, 50, 57, 109, 128–9, 149–50, 189, 195, 200, 203
- ERM *see* Exchange Rate Mechanism
- errors, 24–5, 27, 55–73, 75–101, 103–25, 154, 160–2
- EUREX, 61, 81–2, 199
- Euribor, 33, 38–9, 79–81
- euro-based instruments, 33–4, 49, 135–6, 198, 200, 205–6
- European Central Bank (ECB), 17
- European Currency Unit (ECU), 49, 205–6
- European Economic and Monetary Union (EMU), 198–9
- European financial markets
see also individual countries
- local holidays, 38, 213
- quiet periods, 17–18
- European sovereign futures, 198–9
- Eurotop, 100 82–3, 87, 92, 135–6
- EWT *see* Elliot wave theory
- examinations, 195
- Exchange Rate Mechanism (ERM), 20–2, 64–5, 197
- exit strategies, swing charts, 147–50
- experience 16–17, 29, 41–54, 149–50, 195, 196
- experimentation skills, technical analysts, 124–5, 144, 190–1
- fads/fashions, 12, 190–1, 193
- false indicators, hazards, 198
- Far Eastern markets, 199
- fear, 9–25, 27–40, 53–4, 58–9, 148–50, 200
- Fib Tool *see* Proportional Divider
- Fibonacci analysis
background, 1–7, 9–16, 21–5, 27–30, 46–7, 52, 55–73, 75–101, 128–9, 131–44, 174–5, 185, 186, 190–1, 193–201
- complexity issues, 29–30, 190–1

- concepts, 1-7, 9-16, 21-5, 27-30, 52, 55-73, 144,
 174-5, 186, 190-1
 critique, 21-5, 27-8, 29-30, 55-73, 190-1, 193-201
 geometry, 7, 101
 historical background, 1-7, 185, 193
 interactions, 97-8, 135, 144
 natural systems, 2-3, 4-7, 57
 popularity, 27-8, 190-1, 193-4
 successes, 200-1
 tables, 3-5
 underuse issues, 47, 190-1, 193-4, 195-6, 200-1
Fibonacci arcs, 24-5, 28, 36-8, 47, 53-4, 83-101, 135,
 137-8, 144, 154, 190-1, 193-201
 charting software, 38, 101
 concepts, 36-8, 47, 53-4, 83-101, 135, 137-8, 144, 154,
 190-1, 193-201
 critique, 36-8, 83-101, 144, 190-1, 193-201
 popularity, 190-1, 193
 problems, 38, 83-101, 144
 uses, 36-8, 83-101, 154, 190-1
Fibonacci circles, 90-101
Fibonacci extensions, 7, 9-16, 21-5, 27-40, 55-73, 141
Fibonacci fanlines, 24-5, 28, 30-6, 39, 47, 53-4, 73,
 75-101, 144, 154, 180-5, 190-1
 charting software, 149-50
 concepts, 28, 30-6, 39, 47, 53-4, 73, 75-101, 154, 190-1
 critique, 30-6, 39, 73, 75-101, 190-1, 193-201
 interactions, 97-8
 popularity, 190-1, 193
 problems, 35-6, 39, 75-101
 processes, 30-1, 47
 'running fanlines', 79-100
 uses, 28, 30-1, 32-4, 39, 73, 75-83, 100, 154, 190-1
Fibonacci, Leonardo de, 2-3
Fibonacci retracements
 applications, 6-7, 9-16, 21-5, 27-40, 44, 45-6, 47,
 52-4, 55-73, 78, 131-44, 150-4, 186-91
 background, 6-7, 9-16, 21-5, 27-8, 44, 45-6, 52-4,
 55-73, 78, 131-44, 150-4, 186-91, 193-201
 concepts, 6-7, 9-16, 21-5, 27-8, 44, 53, 55-73, 150-4,
 190-1
 corrective moves, 61-4
 critique, 21-5, 27-8, 55-73, 190-1, 193-201
 levels, 22-4, 47, 70-1, 187-91
 overuse considerations, 16, 61
 popularity, 27-8, 190-1, 193
 problems, 24-5, 29-30, 55-73
 underuse issues, 190-1, 193-4
Fibonacci sequence, background, 1-7, 12-25, 193-201
Fibonacci spirals, 5-6, 174
Fibonacci timelines, 24-5, 28, 38-40, 103-25
Fibonacci Tool *see* Proportional Divider
 filial generation, rabbit study, 2-3
 financial analysts, computer systems, 193
financial markets
see also individual markets; market . . .
 buyers/sellers, 7, 9-25, 63, 95, 128-9, 148-72, 197-8, 204
 changes, 16-17, 49, 129-30, 144, 199, 200, 209
 concepts, 7, 9-25, 49, 57, 129-30, 195, 199, 200, 209
 death throes, 198
 deregulation, 50, 196
 historical background, 18-19, 41-54, 139-44, 149,
 199-200, 203-13
 natural systems, 7, 12-25, 57, 195
 participants, 199-201
 popular markets, 200
 prices, 9-25, 193-4, 200-1
 regulations, 50, 196, 200
 technical analysis, 11-25, 193-201
First Principle of Technical Analysis, 52
 first-time investors, 10-11, 200-1
 fixed income markets, 42-3, 57, 148-50, 160-2, 163-72,
 200-1, 203
see also bonds
 flags, 14-15, 28, 32, 35, 44, 71-3, 85-7, 95, 141-4, 178-80
 flat screens, benefits, 51
 floor-based locals, 199-200
see also pit trading
*Forecasting Financial Markets: The Truth Behind Technical
 Analysis* (Plummer), 12, 166
 forex markets, 11-12, 20-1, 56, 109, 128-9, 135-6,
 149-50, 191, 195, 197-8, 200, 205-6
Foundation for the Study of Cycles, 18
 fractal geometry, concepts, 194-5
 France, 17, 19, 49, 144, 199, 205, 212-13
 Frost, A.J., 47
 FTSE-100 Index, 63-4, 94, 100, 115-17, 129, 138-9, 210-11
 futures contracts, 11-12, 19, 33-9, 45-58, 68-73, 79-81,
 85-101, 103-25, 128, 131-44, 149-50, 156-60,
 176-91, 197-9, 203-13
 early activity, 138-9, 198
 launch, 198
 rollover issues, 46-7, 61, 76-8, 93-4, 203-13
 futures markets, 11-12, 33-4, 38-9, 55-8, 68-73, 79-81,
 85-101, 103-25, 128, 131-44, 149-50, 156-60,
 176-91, 197-9
 galaxy spirals, 4-5
Gann theory, 29-30, 33, 40, 44, 45-7, 52, 60-1, 73, 113,
 124, 128-9, 131-44, 145-72, 191, 195-6, 200-1
 agriculturals, 165
 applications, 145-72, 191
 background, 29-30, 33, 40, 44, 45-7, 52, 60-1, 113,
 131-44, 145-72, 191, 195-6, 200-1
 benefits, 172
 circles, squares and hexagons, 145, 161-72
 complexity issues, 29-30, 145-6, 172, 191
 critique, 145-72, 191
 entry and exit strategies, 147-50
 errors, 154, 160-2
 fanlines, 154-60, 164-5, 183-5
 historical background, 145-6
 metals, 152-4, 165-72
 price/time relationship, 147-72

- Gann theory (*cont.*)
 problems, 29–30, 145–6, 149–50, 154, 160–2
 retracements, 150–4, 189–91
 roles, 29–30, 73, 113, 145–72, 191, 195–6, 200–1
 successes, 200–1
 swing charts, 146–50
 underuse issues, 47, 147, 172, 191, 195–6, 200–1
- Gann thirds, 154
- Gann, W.D., 145–6
- general technical analysts, 29, 47, 195–6
- generations, technical analysts, 44–5, 49–50, 56–7, 196
- geometry, 7, 101, 175–6, 189–91
- Germany, 17, 18, 49, 103–6, 176–80, 186–7, 199, 206–7, 210, 213
- Gilt Market, 12, 20, 34, 42–5, 64–5, 78, 92–3, 133–4, 160–1, 166–8, 207–13
see also government securities; UK
- globalisation developments, technical analysis, 199
- glossary, 215–19
- God, 185–6
- gold, 165–72
- Golden Mean/Section, background, 1–7, 46–7
- government securities, 12, 34, 42, 46, 57, 103–25, 198–9, 207–13
see also bonds; sovereign . . .
- Grand Scheme, 73
- ‘Great Attractors’, 57
- Great Depression, 155
- the Great, the Good and the Gurus, technical analysis, 18–19, 49–50, 196
- Greece, historical background, 1–2, 185–91
- greed, 9–25, 27–40, 53–4, 58–9, 148–50, 200
- group theory, 9–25, 52–3, 68–9, 105, 129–30
- ‘gut feelings’, 72–3, 149
- half-hourly charts, 197
- Harami, 173
- hard copy research, 47
- harmony, concepts, 185–91
- HDD *see* heating degree days
- Head and Shoulder formations, 14, 22–4, 25, 28, 72–3, 81–2, 88–90, 127–8, 132
- headline news, 9, 58, 200
see also information
- heating degree days (HDD), 205
- hedging, 198–9
- hexagons, Gann theory, 145, 163–72
- hierarchy of precedence, tools, 144
- historical data
 prices, 18–19, 42–3, 52, 139–44, 149, 155, 203–13
 screen charts, 52
- History of Interest Rates* (Homer), 18
- ‘holes’, 198
- holidays, local holidays, 38, 75–6, 96–7, 101, 160–2, 213
- ‘Holy Grail’, technical analysis, 191
- ‘home users’, 47–8
- Homer, Sydney, 18
- horizontal necklines, 24
- Horus, 42
- hourly charts, 55–6, 128, 194–5, 197–8
- How to Make Profits Trading on the Commodities Market* (Gann), 146
- human anatomy, 5–7
- hypotenuse, triangles, 2, 31
- illiquid markets, analysis difficulties, 199
- independence, Bank of England, 22
- independent studies, importance, 201
- index traders, 50, 189
- individual instruments, analysis benefits, 41–2
- individuality issues, 41–4
- inexperienced analysts, 17–18, 24, 41, 44–5, 47–8, 73, 76, 130–1, 148–50, 195
- inflation numbers, 11, 207
- information, 9–25, 128–9, 200, 203–13
see also computer systems; knowledge
 availability, 9–25, 200, 203–13
 efficient markets, 10–11, 200
 historical information, 18–19, 203–13
 networks, 18
 protection, 18
- interactions, Fibonacci tools, 97–8, 135, 144
- interest rate futures, 20–1
- interest rate markets, 20–1, 55–7, 148–50, 163–72, 197–8
- interest rates
 accrual conventions, 148–50
 central banks, 17
 historical background, 18–19, 20–5
- Internet, web-based price feeds, 41
- intraday charts, 17–25, 44, 50, 55, 128, 174, 194, 197–8, 212–13
- ‘investment astrology’, 146–7
- investment banks, 198
- investment clubs, 47–8
see also small investors
- investors, types, 47–8, 200–1
- Irish Republican Army (IRA), 128
- irrational numbers, 1–7, 174–91
- Isis, 42
- Italy, 2–3, 48, 49, 83, 84–5, 198, 205
- Japan, 29, 34, 50, 75, 85–6, 93–4, 107–11, 135–6, 176–80, 184–5
- Japanese Government Bond (JGB), 34, 75, 85–6, 93–4, 107–11, 176–80, 184–5
- Jeanneret, Charles Edouard *see* Le Corbusier
- JGB *see* Japanese Government Bond
- juvenile contracts, 144
- key dates, forecasts, 99–100
- knowledge, 16–17, 45, 49, 56–7, 149–50, 195–6, 201
see also information; market-memory skills
 gaps, 201
- Kondratieff waves, 195

- lack of interest, Emerging Markets, 198
- Lane, George, 55
- launch, futures contracts, 198
- Le Bon, Gustave, 12, 52, 63
- Le Corbusier (Charles Edouard Jeanneret), 5
- learning needs, 16–17, 45, 52, 195–7, 201
- Leonardo da Vinci, 5
- LIBOR *see* London Interbank Offered Rate
- LIFFE *see* London International Financial Futures and Options Exchange
- line charts, 198
- liquidity factors, 199, 200
- live data, screen charts, 51–2, 54, 73, 154–5, 171–2
- LML *see* ‘lower median line’
- local holidays, 38, 75–6, 96–7, 101, 160–2, 213
- locals, pit trading, 199–200
- London, 18–19, 33–4, 38, 44–6, 48, 64–5, 79–81, 129, 144, 160–1, 164–5, 199, 205, 210–11
see also UK
- London Interbank Offered Rate (LIBOR), 33–4
- London International Financial Futures and Options Exchange (LIFFE), 33–4, 38, 44–6, 48–9, 64–5, 79–81, 94, 129, 144, 160–1, 164–5, 199, 205, 210–11
- long moving average, 130–44
- long-term bulls, 10–11, 96–7
- long-term conditions, 10–11, 18, 44–5, 56, 57–8, 96–7, 130–44, 194
- ‘lower median line’ (LML), ‘Andrew’s pitchfork’, 133–7
- ‘Magic Square’, 113
- Marché à Terme International de France (MATIF), 19, 48–9, 144, 199, 205, 212
- market action
see also fear; greed
concepts, 9–25, 27–40, 58–9, 65–73, 148–50
- market deregulation (Big Bang), 50, 196
- market knowledge, 16–17, 45, 49, 56–7, 149–50, 195–6, 201
- Market Profile, 29, 50, 173–4, 193
- market understanding, 195
- market-memory skills, 56–7, 195–6
see also knowledge
- markets *see* financial markets
- ‘matched bargain’ system, 199–200
- MATIF *see* Marché à Terme International de France
- ‘median line’ (ML), ‘Andrew’s pitchfork’, 133–7
- medium moving average, 130–44
- metals, 18, 152–4, 165–72
- missing generation, 196
- ML *see* ‘median line’
- momentum indicators, 11, 19, 25, 29, 45, 48, 65–6, 91–2, 119–24, 127–44, 182–3, 190–1, 193
see also Relative Strength Index;
stochastic . . .
- money management, 53–4, 194, 197
see also stop losses
- moving averages, 11–12, 17, 29–30, 91–2, 115–17, 128–44
- Murphy, J.J., 44, 49, 117
- music, proportion, 185, 189–91
- natural systems, 2–3, 4–7, 12–25, 57, 148–50, 185–91, 195
buyers/sellers, 7, 12–25, 148–50
Fibonacci ratios, 2–3, 4–7, 57
financial markets, 7, 12–25, 57, 195
- nautilus shells, 4–5, 6–7
- necklines, 14, 22–4, 25, 28, 72–3, 81–2, 88–90, 132
- neo-Platonic view, proportion and harmony, 185–91
- Netherlands, 18–19
- networks, information, 18
- new asset classes, 49, 144, 200
- new markets, 49, 144, 198–9
- new techniques, 44, 55–6, 197
- newspapers *see* press
- NNN contracts, 19, 49, 199, 212
- nonsense chart analysis, 67–8
- normal distributions, 174
- Note Future, 199
- occasional traders, 199–200
- OHLC *see* Open, High, Low, Close
- Oil and Gas sector, 42, 57, 72–3
- On the Madness of Crowds* (Le Bon), 12, 63
- ‘on the top step’ contracts, 160–1
- ongoing learning
see also learning
benefits, 197
- Open, High, Low, Close (OHLC), 50, 52, 63, 111–13
- options, 57, 207–8
- orange juice, 165
- ORIGIN, 103
- Osiris, 42
- other analysis tools, 15–16, 42, 91–2, 97–8, 127–44, 173–91, 193, 195–6, 200–1
see also tools; Total Analysis
confirmation factors, 59, 91–2, 97–8, 128–9, 135–6
underuse issues, 47, 173–4, 190–1, 193, 195–6, 200–1
- ‘overbought’ lines, 142–3
- palladium, 165–72
- panic situations, 19–20, 51–4, 128–9, 209
- paper charting, 42–5, 56
- Parthenon, 2, 4–5
- participants, financial markets, 199–201
- patterns, 14–15, 22–40, 44–54, 59–73, 81–101, 119–24, 127–44, 152–4, 157–72, 173–91, 193
see also individual patterns
charting books, 45
uses, 73, 173–4, 191, 193
- penetration, support levels, 11–25
- pennants, 14, 15
- personal experiences, 41–54, 191
- personalities, 41–4, 144
- Phidias, 2, 4
- physics, screen charts, 51–2, 149–50

- pi, discovery, 1–2
 pit trading, 160–1, 199–200
 see also floor-based locals
 ‘pitchfork’, 133–7
 planetary motion and conjunction, 146
 platinum, 165–72
 Platonic view, proportion and harmony, 185–91
 Plummer, Tony, 12, 63, 166–8
 PLUTO, 155
 Point and Figure charts, 20, 42, 147, 173, 191
 political uncertainty, 19–25, 64–5, 144
 popular markets, 200
 Pork Bellies, 45
 practice, benefits, 16–17, 29, 45, 52, 195, 196
 precedence hierarchy, tools, 144
 Prechter, R.R., 47
 press, 9–10, 201, 203
 price action
 see also fear; greed
 concepts, 9–25, 27–40, 58–9, 65–73, 148–50, 163–72,
 173–4, 204
 prices, 9–25, 42–3, 52, 57–8, 139–44, 147–8, 149, 155,
 171–2, 193–4, 200–1, 203–13
 32nds pricing convention, 42–3, 57–8, 147–8, 171–2
 Gann theory, 147–72
 historical information, 18–19, 42–3, 52, 139–44, 149,
 155, 203–13
 moves, 9–25, 28–40, 51–2, 55–73, 75–101, 111–13,
 128–44, 149–72, 193–4, 200–1, 203–13
 spikes, 18–19, 51–2, 76, 79–101, 111–13, 200, 212–13
 problem data, 41–54, 61, 63–4, 76–8, 93–4, 200, 203–13
 professional qualifications, 195
 proportion concepts, 1–7, 185–91
 Proportional Divider (Fib Tool), 12–13, 41, 46–54
 Pythagorean school, 1–2, 185–91
- rabbit study, filial generation, 2–3
 rallies, 22–4
 rational numbers, 1–7
 rebasing methods, problem data, 46–7, 61, 76–8, 203–13
 recent wave moves, EWT, 15–25, 194
 recovery, 14–15, 32–8, 64–73, 87–101, 132–44, 181–91
 regulations, financial markets, 50, 196, 200
 ‘reinvent the wheel’ needs, 44, 57
 Relative Strength Index (RSI), 11, 17, 48, 55–6, 119–24,
 130–44, 193
 see also computer systems
 Renaissance period, 185
 repeating events, 52–3
 resistance levels, 14–25, 28–9, 92–101, 134–44, 189–91
 retracements, 35–6, 38, 44–6, 52–3, 56, 78, 127–44, 150–4,
 176–80, 186–91, 197–8
 see also Fibonacci . . . ; Gann . . .
 reversal positions, 10–12, 22–4, 31–2, 40, 129–44, 151–4
 rewards, risk/reward ratios, 54
 ridicule, technical analysis, 17, 145–6, 195, 196
 rights issues, 128
- risk
 see also uncertainty
 aversion, 42
 identification, 9–10, 194–5
 risk/reward ratios, 54
 rollover issues, futures contracts, 46–7, 61, 76–8, 93–4,
 203–13
 RSI *see* Relative Strength Index
 ‘running fanlines’, 79–100
 Russian debt, Brady Bonds, 199, 203–4
- S&P500 *see* Standard & Poor’s, 500
 Scandinavian countries, 206–7
 Schatz, 67–8, 81–2, 90–1, 96–7, 105–6, 109, 117, 119–24,
 131–3, 156–60, 176–85, 199
 science issues, art contrasts, 41, 52–4, 100
 screen charts, 12–25, 41–54, 73, 149–50, 154–5, 171–2,
 173, 191, 197, 201, 203–13
 see also computer systems
 boredom issues, 197, 201
 changes of scale, 51–2
 hazards, 41, 51–4, 73, 149–50, 191
 historical data, 52, 55
 live data, 51–2, 54, 73, 154–5, 171–2
 physics of the screen, 51–2, 149–50
 problems, 41, 51–4, 73, 149–50, 171–2, 191
 seasonal effects, 148–50
 see also holidays
 sector analysis, individual instruments, 41–2
 sellers/buyers, 7, 9–25, 63, 95, 128–9, 148–72, 197–8, 204
 seminars, 201
 shocks, 11–12, 19, 128–9
 short moving average, 130–44
 short-term interest-rate markets (STIR markets), 55–7, 64–5,
 135–6, 160–1, 197–8
 shorter timeframes, 10–11, 55–6, 128, 130–44, 194–5,
 197–8
 silk markets, 146
 silver, 18, 152–4, 165–72
 ‘sliding’ practices, 46
 small investors, 10–11, 41, 47–8, 200–1
 Society of Technical Analysts (STA), 18, 29, 49, 196
 sovereign futures, 57, 198–9
 see also government securities
 Spain, 49, 207
 specialist technical analysts, 47, 195–6
 speculation, 20–1
 speed lines, 100
 see also Fibonacci fanlines
 spikes, prices, 18–19, 51–2, 76, 79–101, 111–13, 200,
 212–13
 spirals, 4–6, 162–3, 174
 squares, 145, 161–72, 175–6
 squaring the circle/cubing the sphere, 175–6
 STA *see* Society of Technical Analysts
 Standard & Poor’s 500 (S&P500), 53
 sterling, ERM crisis, 20–2

- STIR markets *see* short-term interest-rate markets
- stochastic processes, 11, 17, 19, 48, 55–6, 65–6, 119–24, 128, 130–44, 193, 196–7
see also computer systems
 computer reliance, 48, 193, 196–7
 overreliance issues, 193, 196
- stock splits, 128
- stop losses, 147–72, 194, 197, 199
see also money management
- Sumerians, historical background, 1–2
- summary sheets, 130–44
- sunflower heads, 4–5, 6
- super-cycles, 44–5, 195
- support levels, 11–25, 28–36, 58–73, 98–101, 129–44, 151–4, 181–91
- surgeon analogies, experienced technical analysts, 29, 195
- Sweden, 106–7, 113
- swing charts, Gann theory, 146–50
- Switzerland, 70, 107, 178–9, 183–5, 187–8
- synthetic price history, 18, 56, 205–13
- synthetic retracements, 56, 176–91
- system testing, 53, 190–1
- ‘tapping’, concepts, 207
- targets, Total Analysis, 127–44
- taxation treatments, 48–9
- technical analysis
see also charting
 art forms, 4–5, 16, 28–40, 41, 52–4, 100, 149–50, 173–91
 background, 3–4, 11–25, 29–30, 41–54, 92, 124–5, 190–1, 193–201
 books, 45, 127
 career role, 29, 50, 196
 computer reliance, 11, 38, 41–54, 55, 101, 114–15, 149–50, 154–5, 190–1, 193, 196–7, 199, 201, 203–13
 concepts, 3–4, 11–25, 29–30, 41–54, 92, 124–5, 190–1
 critique, 16–25, 29–30, 190–1, 193–201
 cutting edge, 194
 education needs, 16, 45, 195–7, 201
 Fibonacci-ratio tables, 3–4
 First Principle, 52
 generations, 44–5, 49–50, 56–7, 196
 globalisation developments, 199
 goals, 92, 124–5, 190–1, 193
 the Great, the Good and the Gurus, 18–19, 49–50, 196
 historical background, 20–1, 41–56, 139–44, 185, 194–5
 ‘Holy Grail’, 191
 real-life problems, 29–30
 ridicule, 17, 145–6, 195, 196
 roles, 29–30, 41–54, 92, 124–5, 190–1, 196
 RSI uses, 11, 17, 48, 55–6, 119–24, 130–44, 193
 shorter timeframes, 10–11, 55–6, 128, 194–5, 197–8
 summary sheets, 130–44
 surgeon analogies, 29, 195
- Technical Analysis of the Futures Markets* (Murphy), 44, 117
- technical analysts
 aggressive language, 41
 experimentation skills, 124–5, 144, 190–1
 generations, 44–5, 49–50, 56–7, 196
 ‘reinvent the wheel’ needs, 44, 57
 transferable skills, 57
 types, 29, 44–5, 47, 144, 195–6, 201
 warfare techniques 41
- techniques *see* tools
- ten-year Note, 199
- terrorist attacks, 128
- testing, system testing, 53, 190–1
- Thoth, 42
- tickertape machines, 145–6
- TIL *see* trend indicator line
- The Timaeus* (Plato), 185–6
- timeframes
 buy/sell signals, 10–11, 148–50, 197–8, 204
 Gann theory, 147–72
 technical analysis, 55, 84, 103–25, 128, 194–5, 197–8, 200
- tips, press, 201
- tools
see also Elliott . . . ; Fibonacci . . . ; Gann . . .
 conclusions, 190–1
 easy-to-apply techniques, 191
 hierarchy of precedence, 144
 new techniques, 44, 55–6, 197
 other analysis tools, 15–16, 42, 91–2, 97–8, 127–44, 173–91, 193, 195–6, 200–1
- Total Analysis, 25, 27, 127–44, 193
see also other analysis tools
- trading, volume, 17–18, 22, 50, 198, 204
- training needs, 16, 195–7, 201
- transparency factors, 200
- Treasury market, US, 42, 57, 91, 106–7, 137–8
- trend indicator line (TIL), swing charts, 147–50
- trends, 11, 13–25, 30, 31, 35–6, 38, 42, 44–5, 64–72, 87–8, 95, 127–44, 151–4, 184–91, 196–8
- triangle, hypotenuse, 2, 31
- triangle patterns, 28, 44, 87–8, 93–4, 127, 134–44, 164
- triggers, 11
- Truth of the Stock Tape* (Gann), 145
- Tsu, Sun, 12
- UK, 12, 18–22, 42–50, 63–4, 78, 92–3, 128–9, 133–4, 135–6, 144, 160–1, 164–5, 166–8, 199, 203–13
see also Gilt . . . ; London . . .
- UML *see* ‘upper median line’
- uncertainty, 19–25, 64–5, 128–9
see also risk
- ‘undiscounted news’, 19–20
- ‘upper median line’ (UML), ‘Andrew’s pitchfork’, 133–7
- USA, 42, 49, 57, 91, 106–7, 135–6, 137–8, 155, 199, 207

- 'V' bottoms/tops, 15–16, 85, 107
- vertical retracements
 see also Fibonacci . . .
 concepts, 9–16, 21–5, 27–8, 30, 95, 98, 135, 144, 150,
 176–80
 synthetic retracements, 56, 176–80
- 'vibration', 60–1
- volatility, 17–20, 56, 61, 197–8, 204, 211
- volume, trading, 17–18, 22, 50, 198, 204
- 'W' shapes, 142
- warfare techniques, technical analysts, 41
- wave counts, EWT, 9–10, 15–25, 194
- weather, 57, 205
- web-based price feeds, 41
- 'weekend error', 172
- weekends, 38, 75–6, 96–7, 101, 109–10, 160–2,
 172
- 'what if' analysis, 54
- Wilder, Welles, 55
- withholding tax, 48–9
- World Wars, 155
- Yahoo, 41
- 'yearly' values, 18
- yield curves, 48–9, 75, 206–9
- yield spread analysis, 200
- Young Turks, technical analysis, 196