

MurreyMath

TM 1998

Trading Frame Software

Ten Trading Rules

for more successful trading in the future

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B.S. 1964 APSU

B.A. 1968 APSU

ph.D 1992 M.I.T.



MurreyMath®



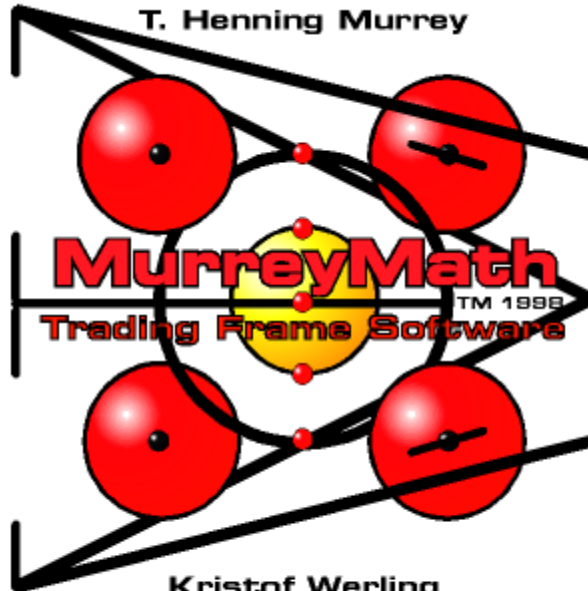
Trading Frame Software

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MurreyMath™ 1998
Trading Frame Software

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MurreyMath®

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Horizontal MM Trading Lines

Top of Octave: 8/8ths: Hardest line to rise above

7/8th Fast Reverse line: weak

6/8th Pivot Reverse line:

5/8th Upper Trading Range:

4/8th Major Reversal line inside
Internal Trading Octave:

3/8th Lower Trading Range:

2/8th Pivot Reverse line:

1/8th Fast Reverse line: weak

0/8th Baseline:

Horizontal MM Trading Lines

8/8th

This is the most important “mental” trading attitude change since W.D. Gann created his 8/8ths Rule. This is a Paradigm shift in trading technique “thinking” now you can more accurately “predict” moves (in 1/8th) and reversals and support and resistance

Premium Trading Area:

Traders will come in and pay any price for a position.

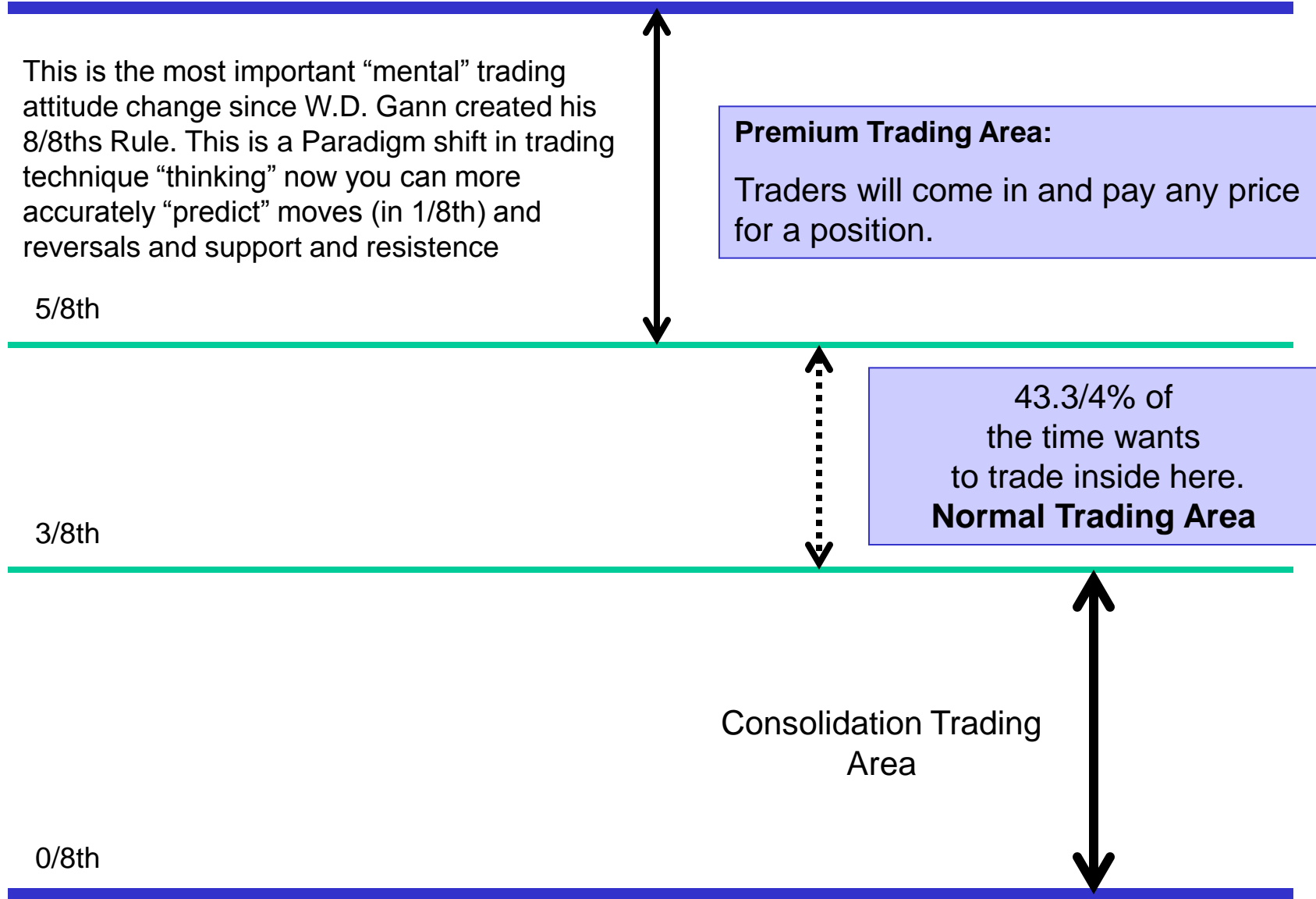
5/8th

43.3/4% of the time wants to trade inside here.
Normal Trading Area

3/8th

Consolidation Trading Area

0/8th



Horizontal MM Trading Lines

Top of Octave: 8/8ths: Hardest line to rise above

OverBought means too much has been bought so it wants to fall

7/8th Fast Reverse line: weak

6/8th Pivot Reverse line:

5/8th Upper Trading Range:

4/8th Major Reversal line inside Internal Trading Octave:

3/8th Lower Trading Range:

2/8th Pivot Reverse line:

1/8th Fast Reverse line: weak

0/8th Baseline:

OverSold means too much sold so it will want to reverse.

Horizontal Murrey Math Trading Lines tm 1993

Top of Octave: 8/8ths: Hardest line to rise above

7/8th Fast Reverse line: weak

Weak line = fast reversals off this MMTLine

6/8th Pivot Reverse line:

Premium Trading Area:

Traders will come in and pay any price for a position.

5/8th Upper Trading Range:

4/8th Major Reversal line inside Internal Trading Octave:

43.3/4% of the time wants to trade inside here.
Normal Trading Area

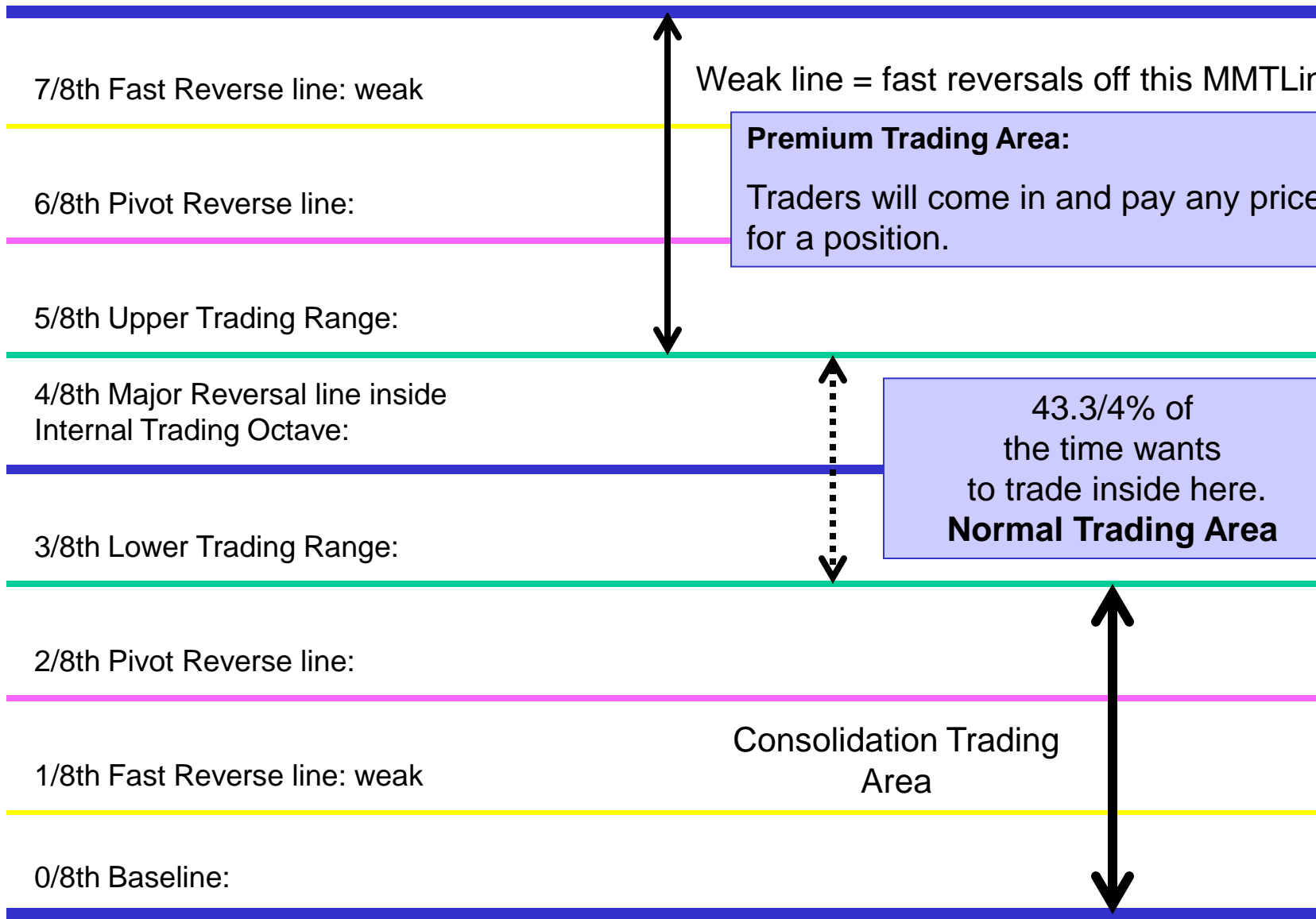
3/8th Lower Trading Range:

2/8th Pivot Reverse line:

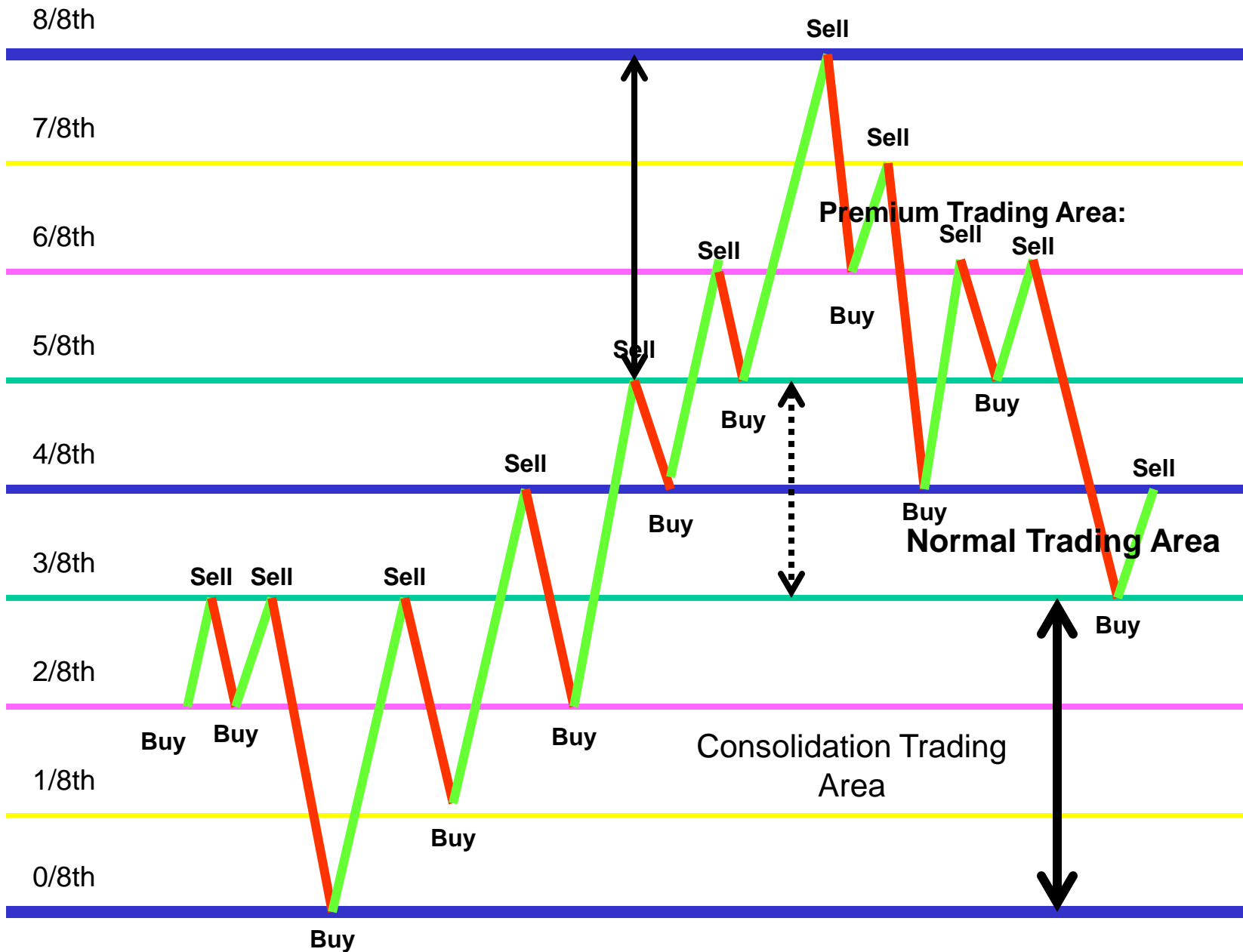
Consolidation Trading Area

1/8th Fast Reverse line: weak

0/8th Baseline:



Horizontal Murrey Math Trading Lines tm 1993



Horizontal Murrey Math Trading Lines tm 1993

49 MM Trading Lines stocks reverse
inside Square of 100.

8/8th

7/8th Weak Line = Fast Reversals off this MMTLine

6/8th

Wants to Reversal off this MMTLine

5/8th

Hard Barrier to break below the 1st Time

4/8th

Major Support (on down swings)

Major Resistance (on up swings)

3/8th

Hard Barrier to break below the 1st Time

2/8th

Wants to Reversal off this MMTLine

1/8th

Weak Line=Fast Reversals off this MMTLine

0/8th

Major Support=Bottom of Trading Baseline

Great Support MMTLine

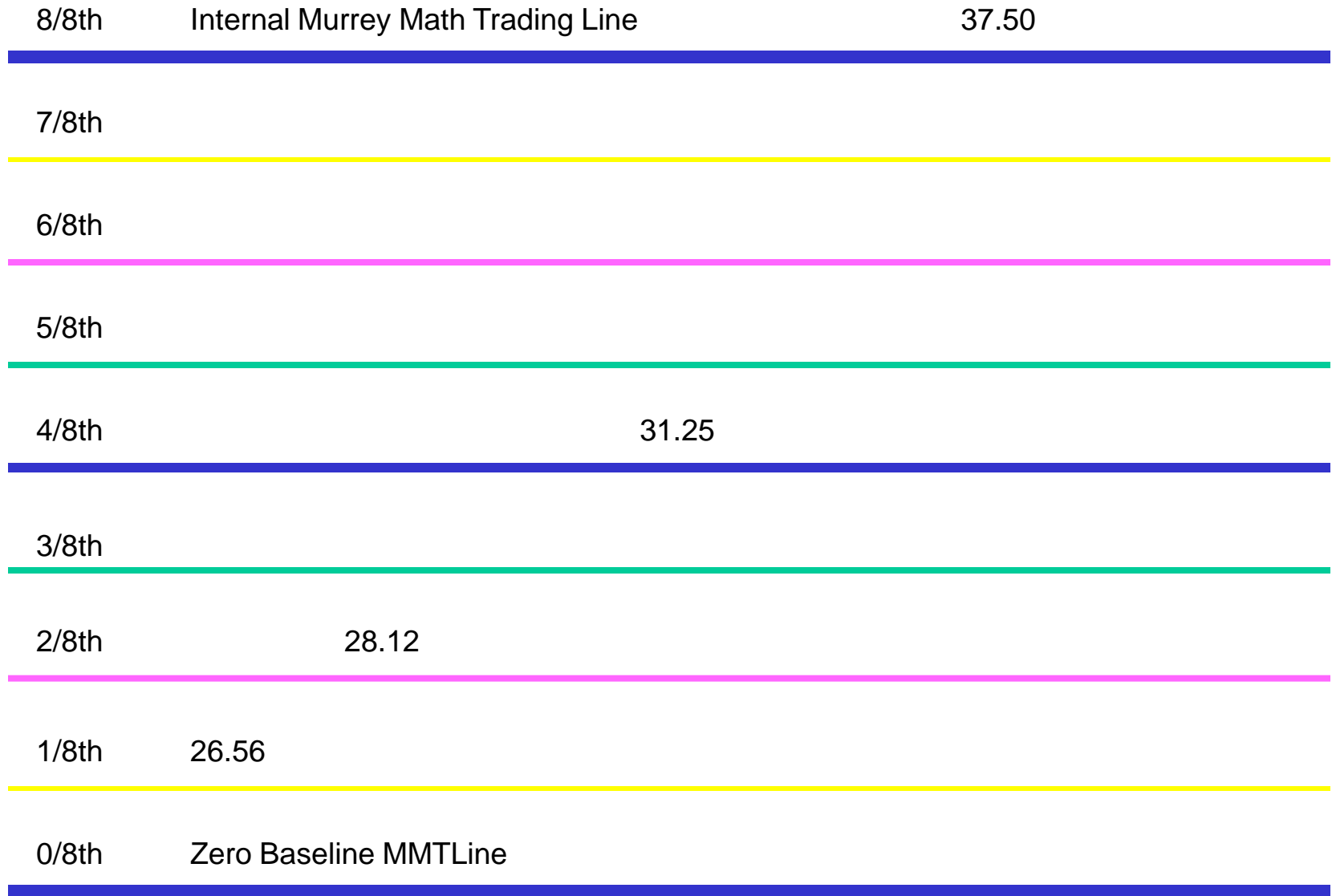
Horizontal Murrey Math Trading Lines tm 1993

49 MM Trading Lines stocks reverse
inside Square of 100.

8/8th				100.		
7/8th	Yellow Weak Fast Reversal Line	87.50	Trading			7
6/8th	Pivot	75.	Premium			6
5/8th	Upper Trading Range	62.5	Range			5
4/8th	Major Support	50.0	Normal Trading			4
3/8th	Major Resistance	37.50	43.75% Range			3
2/8th	Lower Trading Range	Pivot 25.	Trading			2
1/8th	12.50	Yellow Weak Fast Reversal Line	Consolidation			1
0/8th				Minor Internal Range		

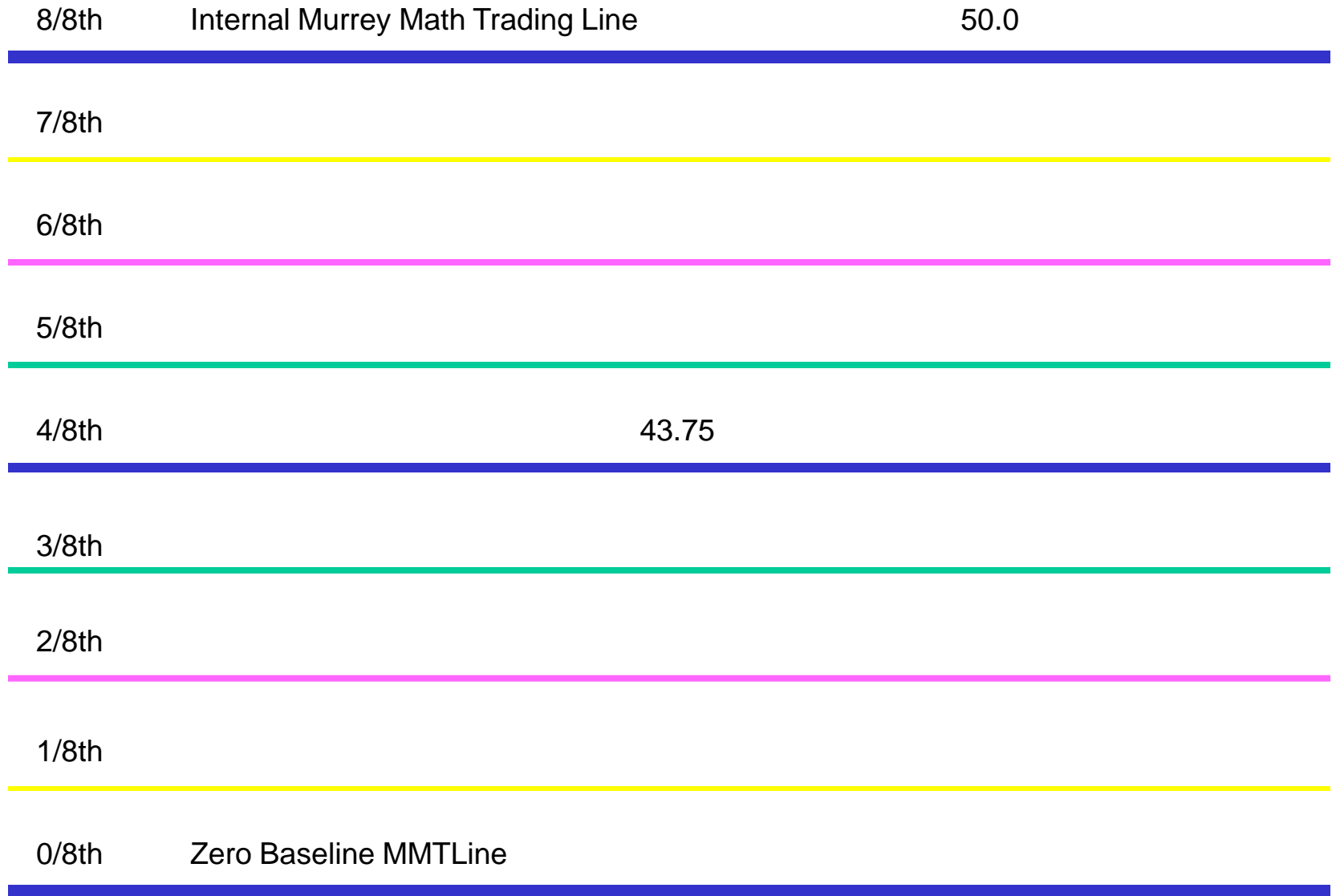
Horizontal Murrey Math Trading Lines tm 1993

Internal Harmonic Octave
Murrey Math Trading Lines tm 1993



Horizontal Murrey Math Trading Lines tm 1993

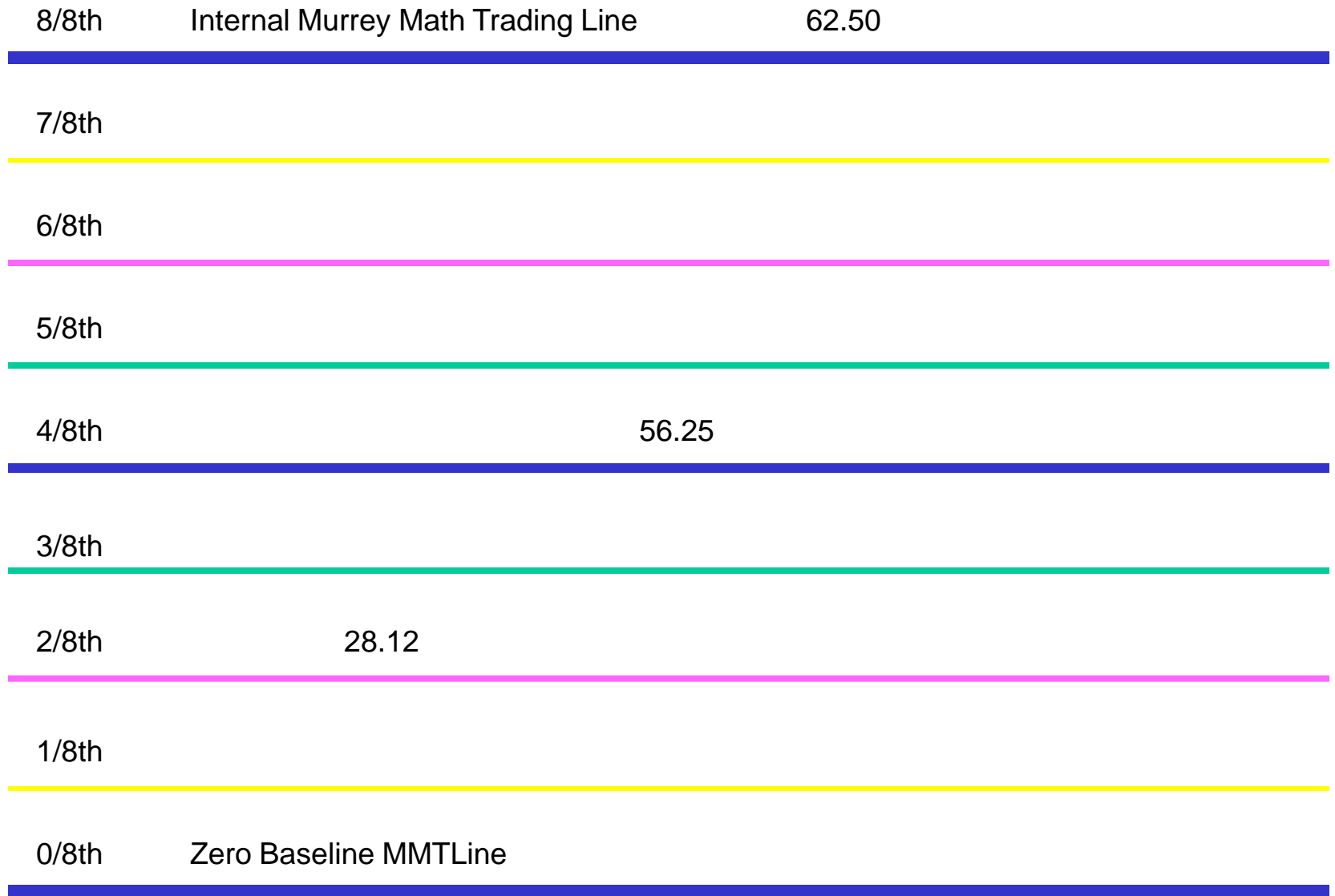
Internal Harmonic Octave
Murrey Math Trading Lines tm 1993



Internal Murrey Math Trading Lines 37.50

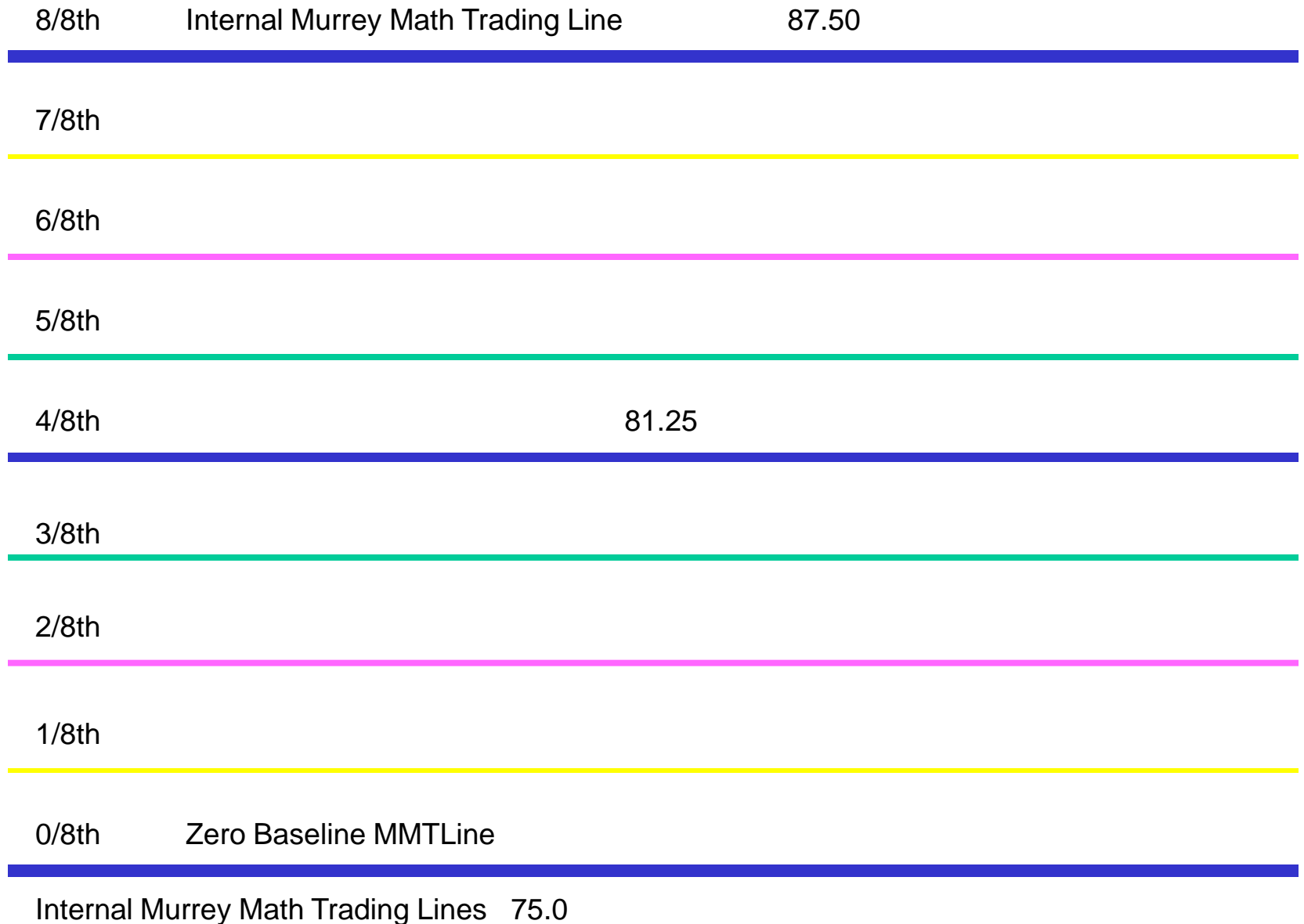
Horizontal Murrey Math Trading Lines tm 1993

Internal Harmonic Octave
Murrey Math Trading Lines tm 1993



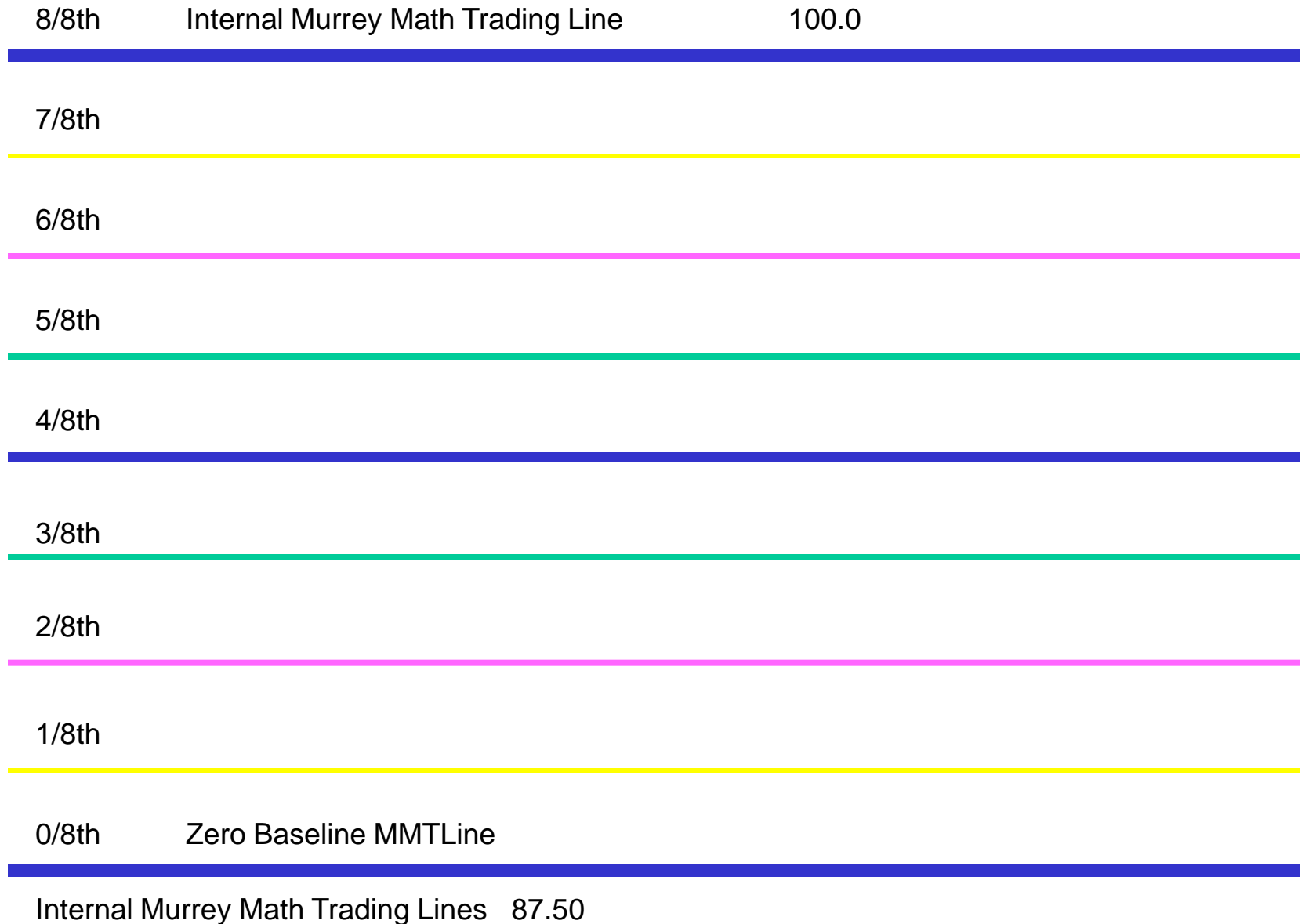
Horizontal Murrey Math Trading Lines tm 1993

Internal Harmonic Octave
Murrey Math Trading Lines tm 1993



Horizontal Murrey Math Trading Lines tm 1993

Internal Harmonic Octave
Murrey Math Trading Lines tm 1993



Horizontal Murrey Math Trading Lines tm 1993

Internal Harmonic Octave 100 through 1,000 indexes
Murrey Math Trading Lines tm 1993

8/8th	Internal Murrey Math Trading Line	
7/8th		
6/8th		
5/8th		
4/8th		250.
3/8th	All price (1/8ths) above 250. Are set to Square of 1,000	237.50
2/8th	Paradigm Shift in Price Momentum	225.
1/8th		212.50
0/8th	Zero Baseline MMTLine	200.

Horizontal Murrey Math Trading Lines tm 1993

Internal Harmonic Octave
Murrey Math Trading Lines tm 1993

100 through 1,000 indexes

8/8th Internal Murrey Math Trading Line 375.

7/8th

6/8th

5/8th

4/8th

3/8th

2/8th

1/8th

0/8th Zero Baseline MMTLine 250.

Music (Murrey Math) Internal Octave Sound Pitch
Change intellectual rights established 1993

Harmonic Octave Trading Set to the Base of Ten
 10, 100, 1000, 10,000 100,000

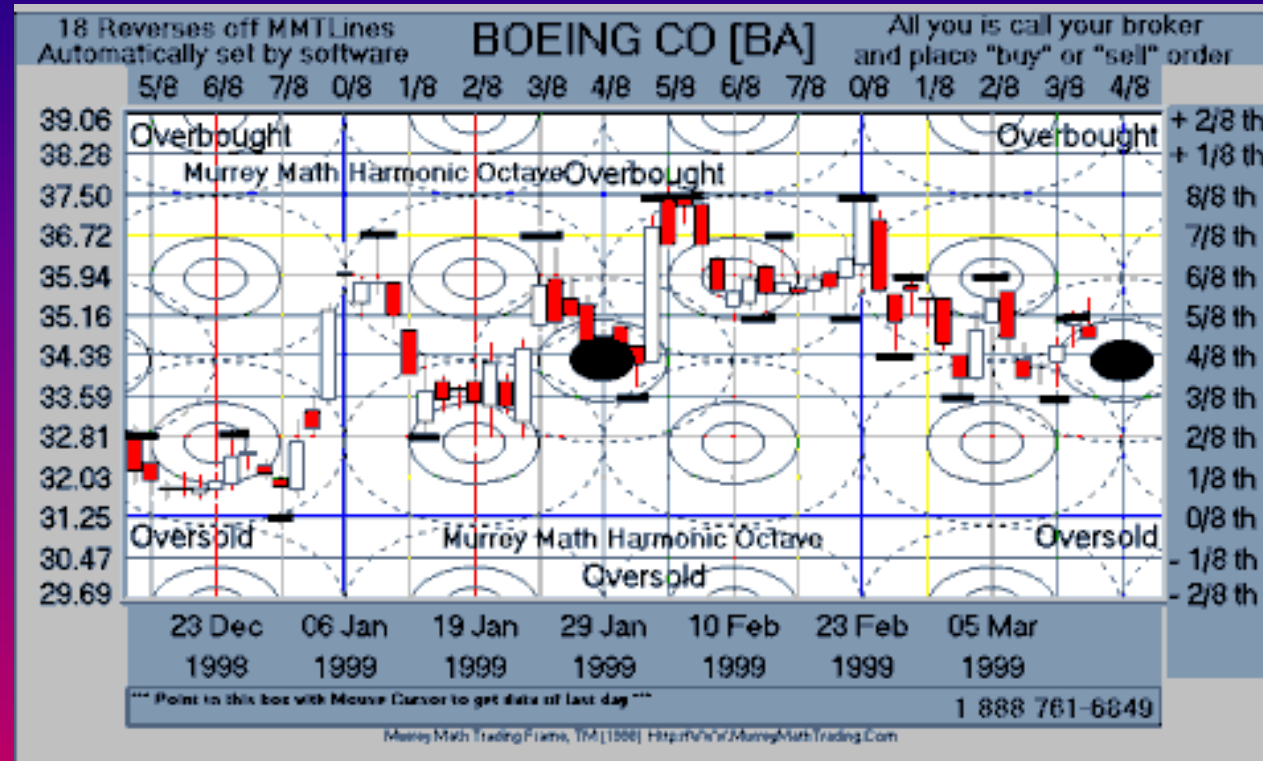


Sample market trading inside its 0,1,2,3,4,5,6,7,8/8th MMTLines

Boeing Aircraft

The Dow 30 Stocks are up on an all-time high and this stock is trading - 33.% lower.

Why?



This market reversed 18 times off pre-set MMTrading Lines that never consider any specific high/low price reversals but man simply "eye-balls" the "Entry" of any market into its current MM Trading frame set to The Harmonic Rhythm: Music:Pure Math.



+2/8th above Octave

+1/8th above Octave, Weak Over bought Condition

8/8th MMT Line **100% Line of Resistance**

7/8th Fast Reverse line: weak

6/8th Pivot Reverse line:

5/8th Upper Trading Range:

**4/8th Major Reversal line inside
Internal Trading Octave:**

3/8th Lower Trading Range:

2/8th Pivot Reverse line:

1/8th Fast Reverse line:

0/8th Baseline of Support:

-1/8th Weak Over sold Condition

-2/8th

+2/8th above Octave

All markets must close 4 cents above +2/8ths for the software or our trading strategy to move higher into the next Octave.

+1/8th above Octave, Weak Over bought Condition

8/8th MMT Line

7/8th Fast Reverse line: weak

6/8th Pivot Reverse line:

5/8th Upper Trading Range:

**4/8th Major Reversal line inside
Internal Trading Octave:**

3/8th Lower Trading Range:

2/8th Pivot Reverse line:

1/8th Fast Reverse line:

0/8th Baseline of Support:

-1/8th Weak Over sold Condition

-2/8th

All markets must close 4 cents below -2/8ths for the software or our trading strategy to move lower into the next Octave.



+2/8th above Octave

95% of the time any market moving above +1/8th will reverse down up at +2/8th

+1/8th

75% of all markets that move above 8/8ths will rise up to +1/8th and fall back

8/8th MMT Line

Innocent "rookies" are told to Buy High so markets will move above 8/8th by the innocent who replace the "Short" seller

7/8th

6/8th Pivot Reverse line:

5/8th

4/8th

3/8th

2/8th

1/8th

Innocent old "buy and hold" traders will exit a market just before it reverses off its last "panic" sell-off just before it moves back up inside it's 0/8th

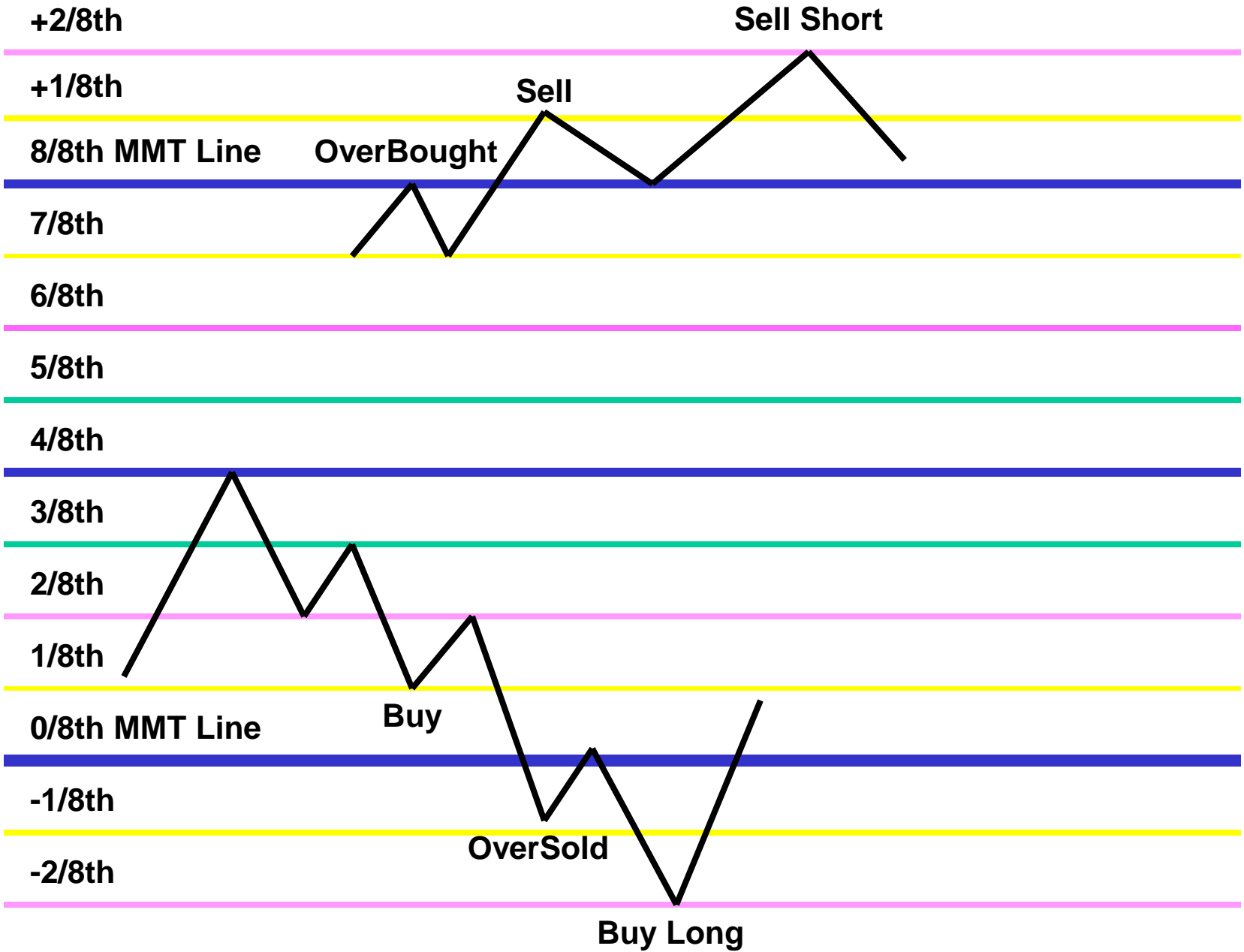
0/8th Baseline of Support:

-1/8th

75% of all markets that fall below 0/8ths will fall to -1/8th and reverse up

-2/8th

95% of the time any market falling below -1/8th will reverse down at -2/8th



Horizontal Lines

All markets must consolidate and compress and build the strength to explode out into the next trading Area inside its Internal Octave 8/8ths, but they must earn the right to push up into the next Area and out of the Consolidation area Many markets reverse the 1st time they close up on the 3/8th Line which is the Ceiling of this Area (and the bottom of the next higher Trading Area inside its 8/8ths)

3/8th Lower Trading Range:

2/8th Pivot Reverse line:

1/8th Fast Reverse line:

0/8th Baseline:

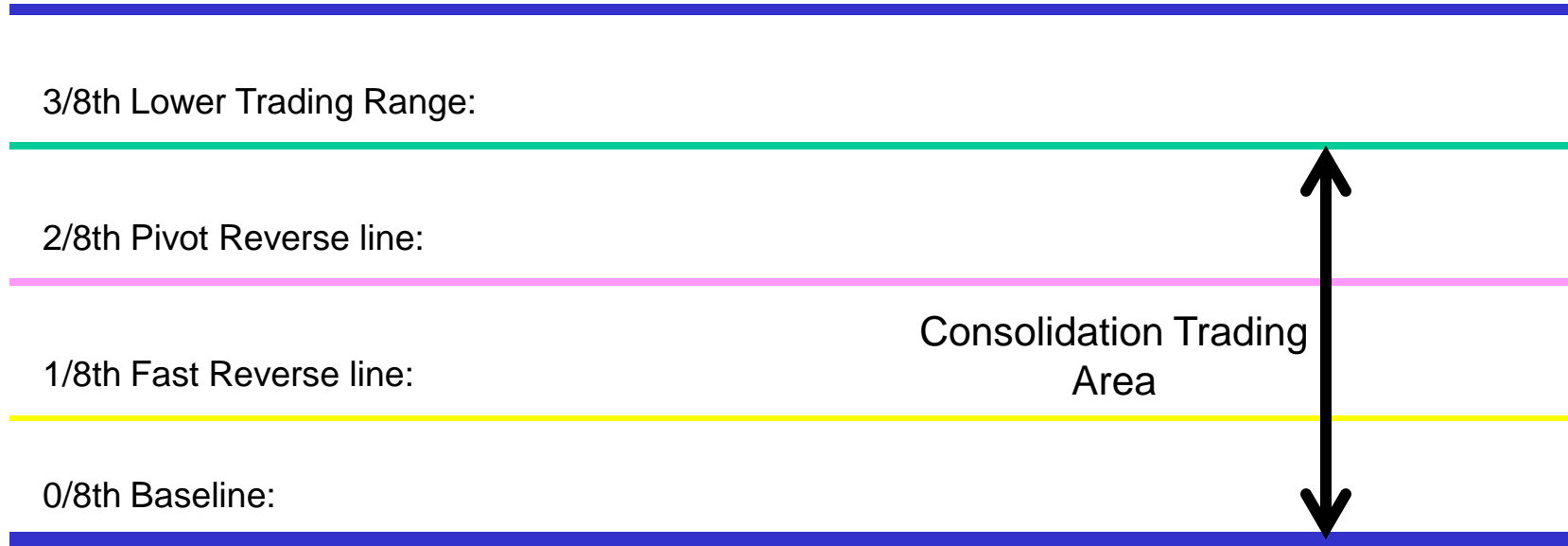
Consolidation Trading
Area



Horizontal Lines

Hardest line to break above or below (coming down).

Major Reversal line inside Internal Trading Octave.



Fastest growing trading system for "Real Students" of trading who desire to learn how to increase profits!



Automatic Trading Strategy:

A) Over Bought = Sell "Short"

Too High in Price and
wants to fall lower

The software program will automatically decide for you if a market is Over Bought or Over Sold, and automatically display the Trading Strategy whenever the Daily Price Action enters into either of these two areas.

B) Oversold = Buy "Long"

Too Low in Price and
wants to move higher



There are two ways to make profits trading any market:

A) Buying Long (expecting a market to move higher short-term),

B) Selling Short (expecting a market to fall steeply short-term).

The Stock Market goes up 70% of the time (in total days) but more “fast profits” are made in quick, steep, falling markets so you must learn to trade both sides of all markets.



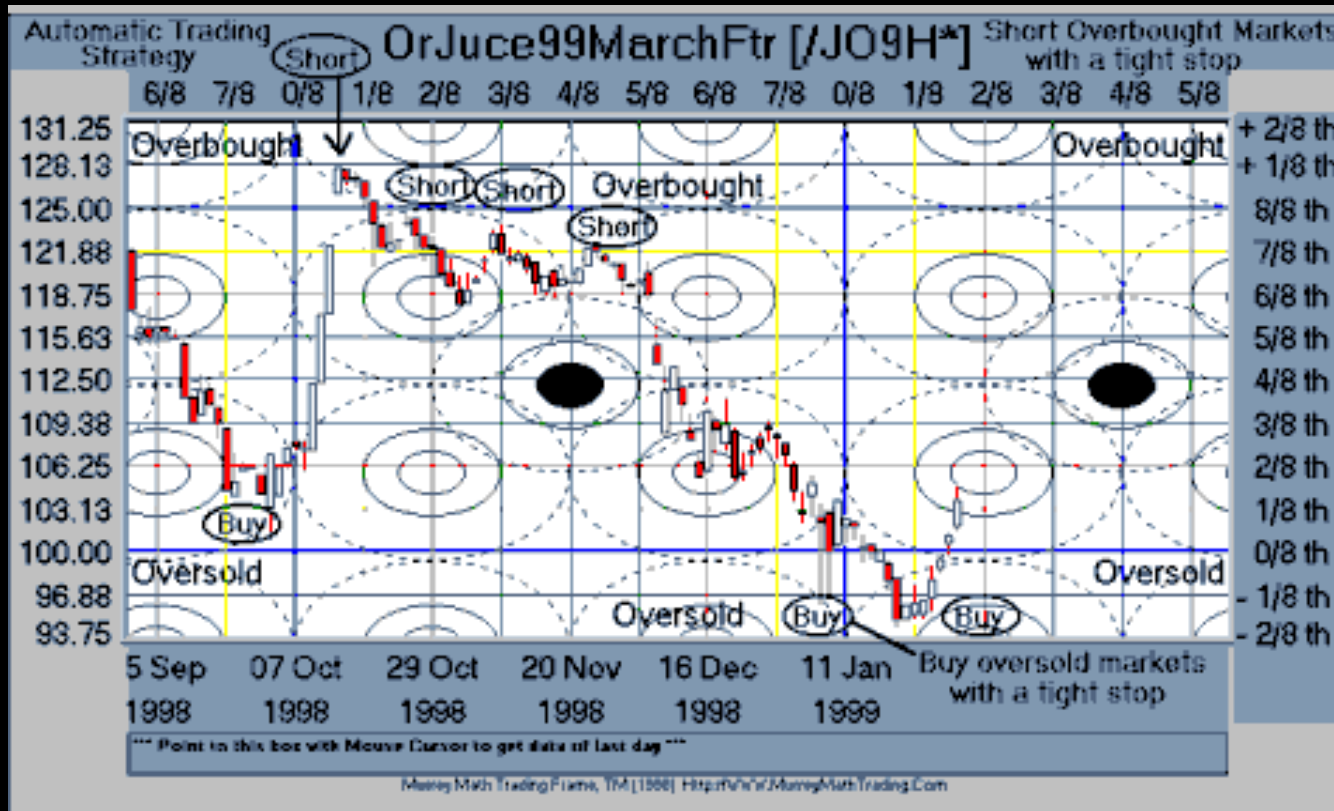
The software will assess **100 stocks** in **30 seconds** and set up their Trading Frame with only one click of the mouse on the directory's name.

**Every Trader has been taught to
"Buy Low" and to "Sell High"**

but they were never told where either end was (or is)!



Our software does all the "mental thinking" for you and places each market in its own unique trading frame!

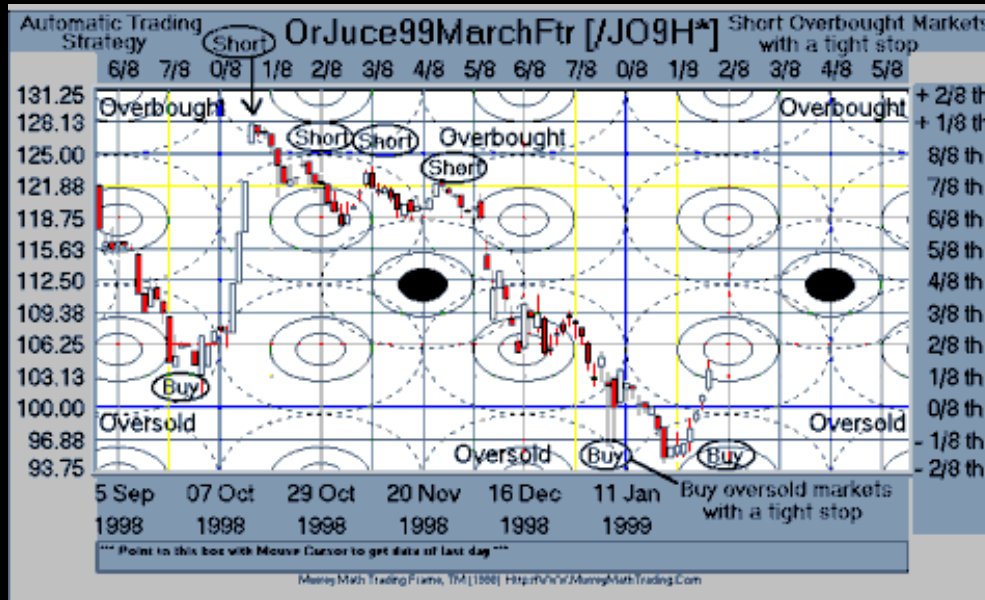


This market ran up to 128.13 and became overbought, then it fell hard and fast down -10/8ths and then reversed off our -1/8th MMTLine when it got oversold.



Five Circles of Conflict

Are constructed "Automatically" inside the "pre-set" Trading Frame.
The Daily Trading Price Action of any market will want to "avoid" these 5 Circles of Conflict 68.% of the Time.



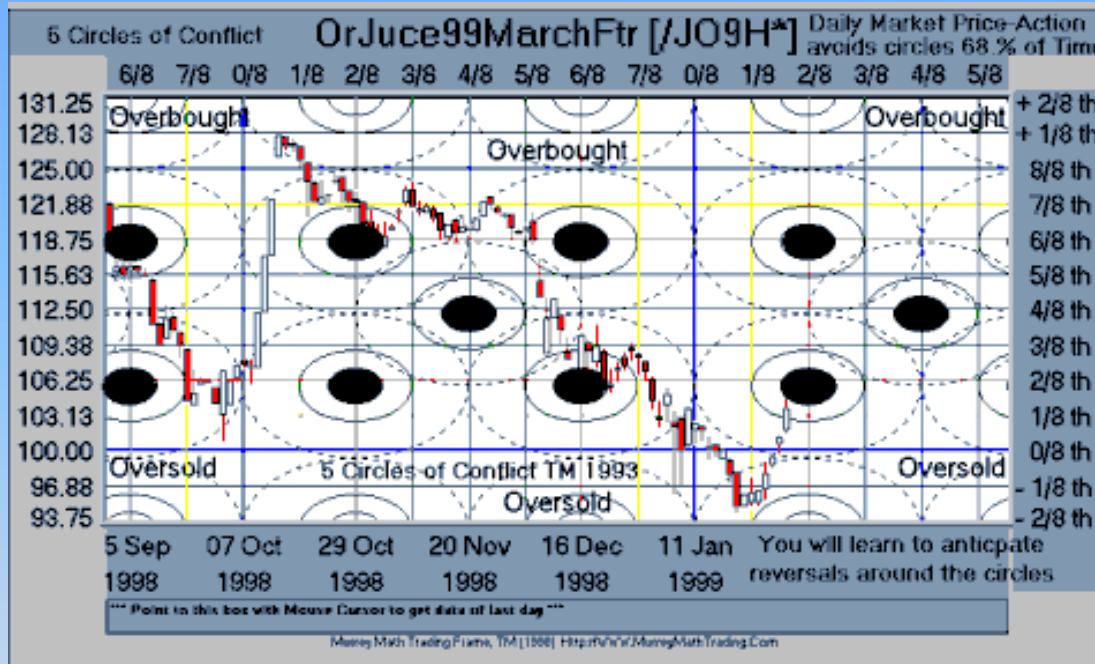
These 5 Circles of Conflict will help predict Elliott Wave reversals long before any market's Daily Trading Price Action moves into its Trading Frame.

New students will learn to see market trading action trying to avoid these center circles as it trades through (left to right) its current Trading Frame.



Five Circles of Conflict

Orange Juice
Futures chart:
(with 5 Circles
of Conflict)



These 5 Circles of Conflict will repel the daily price-action 68% of the time. The Standing Wave in Physics Stochastics Sound Frequency Pitch Change inside Murrey Math Harmonic Octave

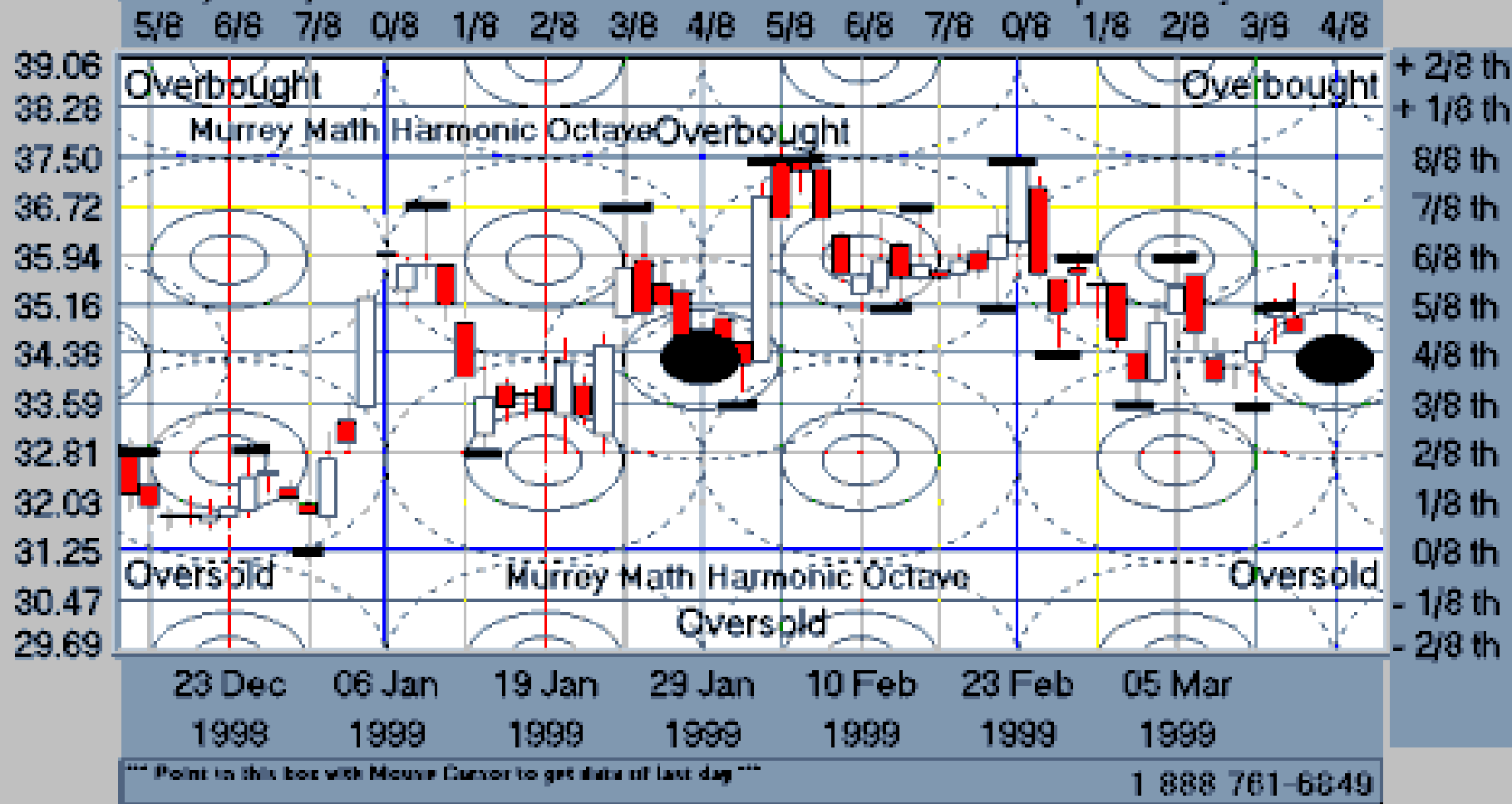


The **MurreyMath Trading Frame Software** sets all horizontal lines *automatically* for you. Spend more time with your family and friends: go play golf!

18 Reverses off MMTLines
Automatically set by software

BOEING CO [BA]

All you is call your broker
and place "buy" or "sell" order



Murrey Math Trading Plans, TM (1998) [Http://www.murreymathtrading.com](http://www.murreymathtrading.com)

Please count the 18 reverses this market's daily price action reacted and reversed off our MM pre-set internal Octave Trading Lines. We don't set our lines to price, we let price come to our MMTLines.



Example:

Boeing Aircraft

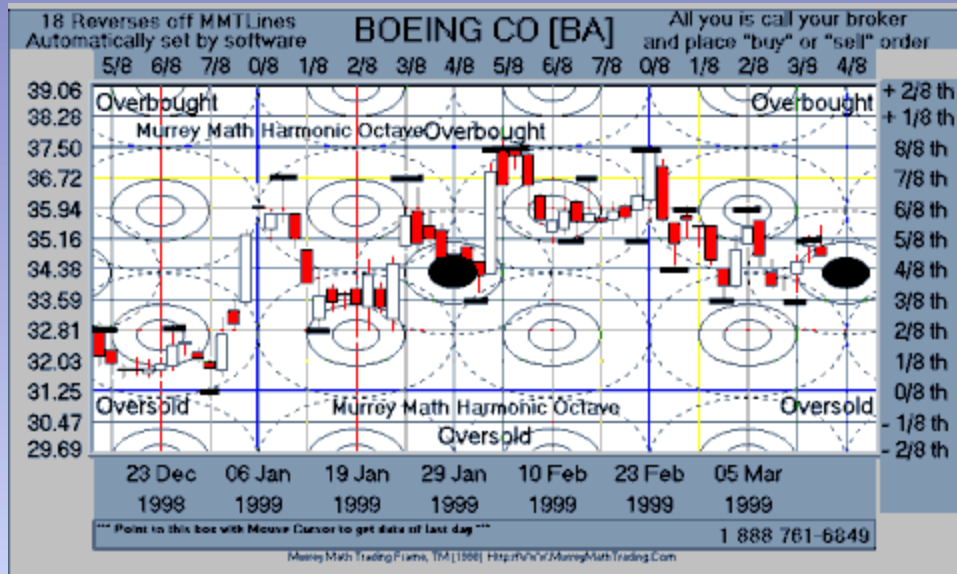
This stock fell from a recent high of 50. back down into its current trading high / low.

The Murrey Math Trading Frame Software

TM 1999

automatically sets the Trading Octave for you.

This stock's Trading Octave is 37.50 (8/8th) down to 31.25 (0/8th)



This **Trading Octave** differs from any other trading system for our software **automatically** figures where the software should set the **0/8ths** and **8/8ths** (set inside one of three squares set of base ten) which is really moving inside a cube: You will see it soon. The Daily Trading Action is “attracted to” or “repelled by” these horizontal MMTrading Lines.

This kind of trading octave is referred to in the future as the

Murrey Math Harmonic Octave.

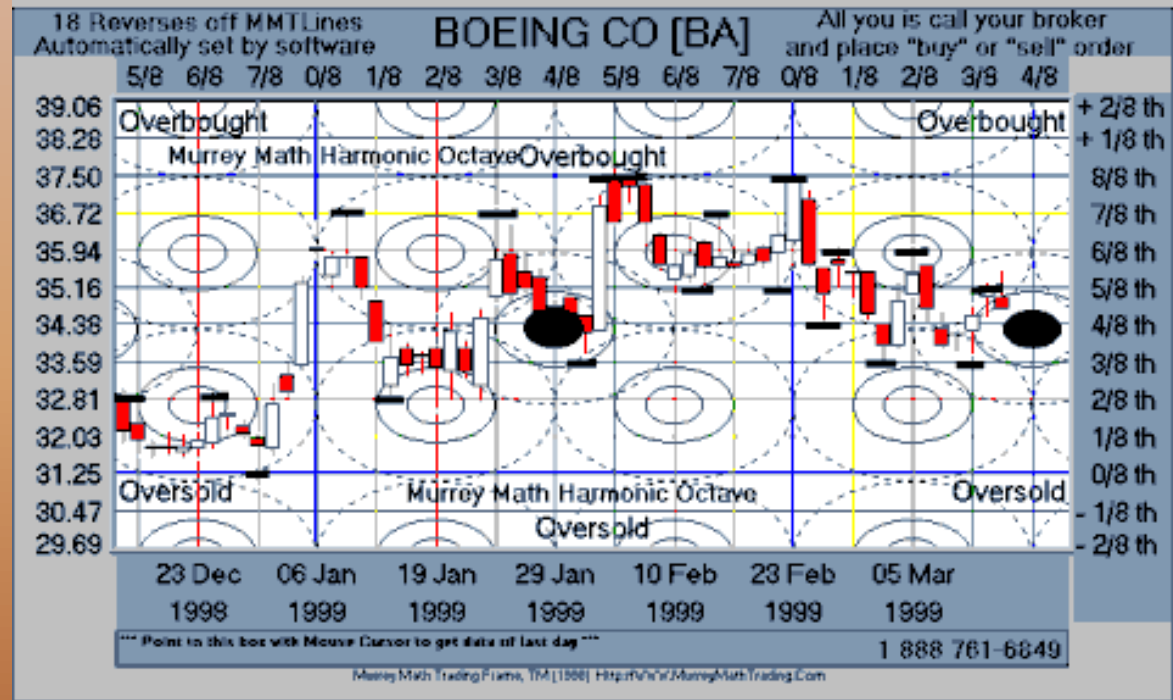


Example:

Boeing Aircraft

Please notice how many times the daily trading action of this stock "knew" where our pre-set **Murrey Math Trading Lines** were...

(and reacted by reversing off them)?!



There are (18) reverses off our Internal Harmonic Octave 1/8ths set to Music!

This kind of octave is referred to in the future as the

Murrey Math Harmonic Octave.



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Trading Frame Software

As you grow in your knowledge of Murrey Math, you will amaze yourself that you shall be able to "memorize" all (49) of the internal, external octaves inside the 1st Trading Square.

Please notice that each daily trading range is pictured in Japanese Candlesticks.

Please learn to read them and know the basic (64): many books available.



Further Explanation

Every fall (right on the 1st frost) our software resets our Trading Frame.

We may expect the greatest reverses to occur on:

0/8ths, 2/8ths, 4/8ths, 6/8ths, and finally starting over on **0/8ths.**

As any market runs into its Trading Frame:

1) 4 Day,

2) 8 Day,

3) 16 Day, (normal trading frame)

4) 32 Day,

5) 64 Day Time Frame



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Further Explanation

16 is normal for stocks, Bonds, and Indexes, and 32 is more normal for Commodities.

The most critical reversal day is 6/8ths inside the Trading Frame.

Some students say, "Well what do we do if it reverse off: 1/8th, 3/8ths, 5/8ths or finally 7/8ths ?"

We must switch back and forth between more than one Time Frame to get the closest Trading Frame that gives us the best feel for our projected profits.



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I would suggest that you reverse positions. (simple enough).

There are two reasons why markets want to reverse off a multiple of four days:

- 1) The Earth is set to three days of magnetism and one day of neutrality set off the 1st Frost (each fall):**
- 2) The S.E.C. requires all trading brokerage houses to return monies after three days when a sale (Long or Short) Position is executed.**



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So we "see" that the S.E.C. is setting its own Harmonic Rhythm inside our Trading Frame, which (at extreme highs or lows) will run out of liquidity for a few days, so we would expect reverses.

- 1) The Earth is set to three days of magnetism and one day of neutrality set off the 1st Frost (each fall):**
- 2) The S.E.C. requires all trading brokerage houses to return monies after three days when a sale (Long or Short) Position is executed.**



Too many other so-called "gurus" will look at our Time Lines and laugh at us for trying to "predict" Time Reversals off setting up only one Starting Point and moving forward to the right (until the end of the trading year).

Some "gurus" laugh that my Time Reversal (Vertical) Lines are only 75.% accurate (with a standard error plus or minus of two days) but they fail to know how to put the pieces together for trading through time we set a speed angle (up or down) to "catch" reverses that don't "hit" right on the "exact" Day.

No sane human can expect our software to "predict" Time Reversals before they get there (to any Vertical Time Line), but logic and common sense suggest that time Reversals shall occur inside each Trading Frame off our Even Numbers.

Since Mutual Funds must stay invested 95.% of the time (no matter which way the market is running), reverses are accelerated by

1) selling a portion of their "winners"

2) selling a larger portion of their largest "losing" positions.



Reversal Days inside Trading Frame: (16) and (32) "predict" stronger "reactions" when a market trades into a certain zone of Time.

Please don't discard all our (9) trading rules and rely too heavily upon Time Reversals as the "Ultimate Predictor."

Time is not as important as you were led to believe.

Price Acceleration (up or down) in the shortest Time Period is the simplest way to make Trader's Profits from Trading, Price Change not Time Change is better.

You are told that you should "hold" longer or become a "position" trader who is satisfied to "give up" short-term profits" by Hoping and Praying it will always reverse and move more in your direction.

Finally, it is better to know something might happen on any certain day (and it not happen) and to prepare for it, so we must always be thinking Price Change (profits) in the shortest period of Time.



Please start counting from any reversal (low or high) and come forward (to the right) and see if the move to has run in one direction 3/8ths or 5/8ths in Time !?

The maximum price movement (in the shortest period of time) is our goal.

Old Anniversary Dates are significant to our "trading mentality" but price reversals in distance in price are always more profitable than "waiting" six months to have any rule fulfilled (or not).

Most important is the 3/8th / 5/8th "profit" rule.

History always repeats itself but let's trade today and let the "gurus" (who don't trade predict the future).

87.5% of all "students" in any "classroom situation" expect the "teacher" to be "perfect" in their prognostications, but they will fail to do two things:

1) "respond" and enter a trade

2) leave and go to another "guru" who will "promise" something to happen way out in the future.



Never start thinking any farther out (into the future) past (64) Trading Days. (unless you are thinking about "old highs or lows").

Human Nature being what it is, anyone who promises to tell you what will happen out past (64) Trading Days, is a "guru" who can't trade today (because they are always going to tell what will happen next: week, month, year!

Who cares? If you don't have any money on the line (backing your prediction).

Example: 1929 High the S&P 500 Cash Index
(set to the Murrey Math Trading Frame) said this market was Overbought (up on its +1/8ths) price line above its Harmonic Octave but the Time Line reverse happened when it did and not since then has anyone seen a direct correlation between this day and the last reversal this past fall.

After you "cleanse" your mentality of trading off Time and back on amounts of cool cash, you will want to trade more and enjoy it more.



If you want to predict the future (Time Reversals), please get you a card table and go over to the community "fair" and charge \$ 1.00 per "prediction" and "see" how long the line runs back behind you.

If you want to attach yourself (solely) to Time Reversal Trading, you shall be part of that group who provides the base of capital for us to trade several times inside the trading, while reversals mostly miss by one day, so most "into the future" Time Signals will never "trigger" an entry point, which will give "out in the future this will happen" an out to not entering a position (presently).

The human psychology of why most students can't pull the "trigger" and enter a trade is that they want to be told that something will happen at a precise time and date and if it doesn't and they put their faith in any "guru" they must make up an exception of the rule or they must keep silent (for a while till we forget).

Finally, please don't spend too much time tring to "predict" or "see" into the future any farther out than any 1st grader can count (64) !



Last July 9th, 1998, I told everyone to close out their "Long Positions" because it was situated in a three-way negative (positive) sell signal:

- 1) market up + 7/8ths inside its Trading Frame,
- 2) market moved up too steeply the last 3 months,
- 3) plus, the old highs were "exactly" (6) months ago.

What did you do ?

Only one-half of one percent of all mutual fund I.R.A. participants ever move any of their funds into a "safer profit-preserving" Money Market Fund, so you might expect most of what I ever say to fall on one ear that is "afraid" and one "deaf" to logic and common sense (that markets don't go straight up).



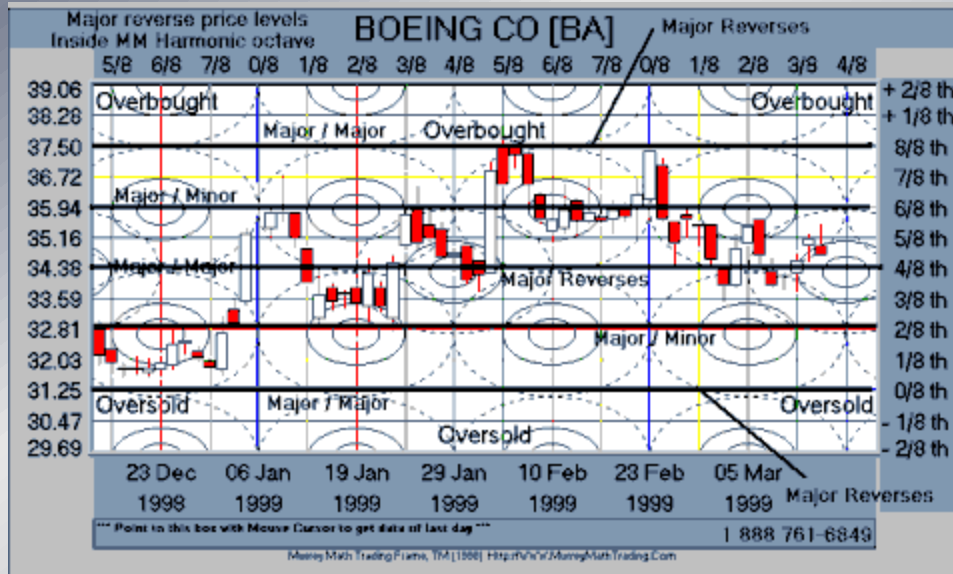
Your ability to separate yourself from your friends and their "let it take care of itself attitude" and how fast you do it, will be the largest factor that takes you toward the "gratification" that you did not spend time waiting for the future to be the past (so you could look back and say how you would have reacted) and you affect your own future "predictions" off "present-day" trading.



#5) Reverse Lines: Pivot Reversals:
0/8th, 2/8ths, 4/8th, 6/8th,an/or 8/8ths:

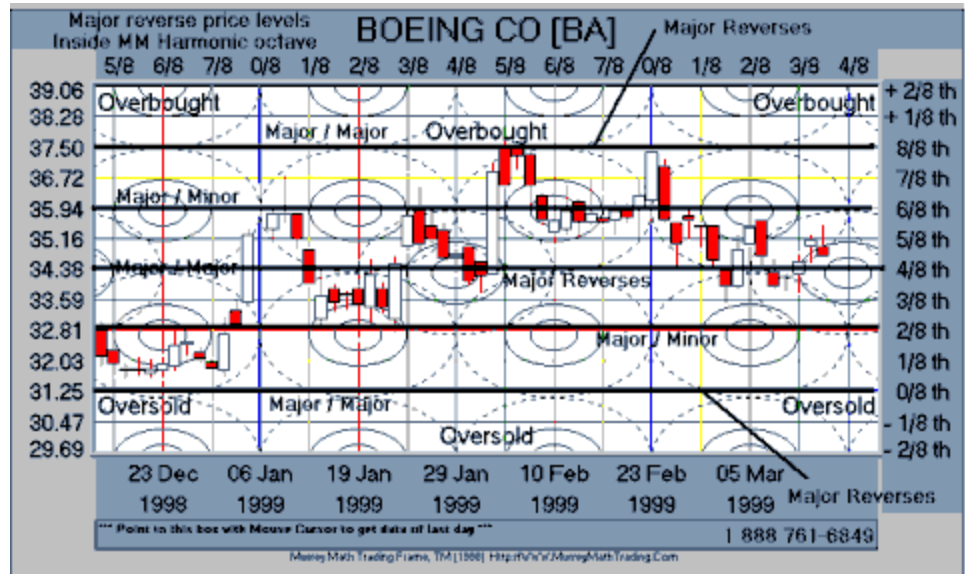
Inside the Murrey Math Harmonic Octave Trading Frame:
0/8ths to 8/8ths (automatically set by software) any market in your directory !

Please look at the attached chart (BA) Boeing Aircraft.



This stock is reversing off its Internal Murrey Math Lines: 0/8ths, 2/8ths, 4/8ths, 6/8ths, and 8/8ths: (as an exponent of the Law of Distribution): inside the Harmonic Rhythm Octave (set to the Base of Ten).





The human body is divided (at conception) by Binary Math: 1, 2, 4, 8, 16, 32, 64 cells etc., until you end up (as beautiful or ugly as you perceive yourself).

All markets are set to the same Binary Math: MMTLines (but our software does it all automatically for you (if you just make one click of the mouse)).

Looking at this chart (or any chart) you will "discover" through (sight-recognition) that the odds are "pre-set."



No market wants to move more than (+) or (-) 2/8ths inside its Harmonic Octave 75.% of the time (then it wants to reverse). And if it moves 3/8ths (up or down) the odds are 93.% that it will reverse (directions) for at least one trading day (even if it reverses and continues its current trend).

Too many "wanna-bee" traders will wait till "confirmation" is confirmed (and it is already up or down (2/8ths) then enter and wonder why they are always missing most of the move or getting "whip-lashed" by having it reverse and come back against you too often.

These lines: (Even) lines "predict" pivot reverses more often than any set of lines: for one simple reason: Fibonacci Ratio.(1.125%).

The more accurate Ratio is the Murrey Math Rate Percent Movement: (set inside our Square).(more about this later).



There are only four squares any market in this world has ever traded inside and they are: 100, 1,000, 10,000 and 100,000.

We don't want to (presently) get into how these percentages (1.125) "predict" expansion and contractions off present levels but they do.

All we want to do is "see" any market move up or down to one of our even lines and close (for the day) right on the line (or within 19 or 39 cents from the line): then get ready for it to reverse the next day.(experienced traders follow another route) (later).

The 0/8th, 4/8th, and 8/8th MMTLines are harder to penetrate, so we would expect to "see" reverses occur off these lines.

Common sense rules our logic, so, the distance traveled (the longer the better) will also "predict" our best odds for a reversal.



The 0/8th and 8/8th MMTLines are the top and bottom of the Harmonic Octave, so we would expect these lines to hold (stall or reverse) any market the 1st time it approaches (up or down). These horizontal MMTLines are always pre-set (by the software) as soon as the high / low daily trading range extremes fall into one of our Harmonic Internal Octaves.

One should strive to learn and memorize these horizontal MMTLines. Serious traders want everything to be automatic (under pressure). No great quarterback ever stopped the play to look down at the lines on the field.

Please remember these lines as pivot lines that reverse after 2/8ths runs more often than other lines, so we would look for markets that stallout (close) on these lines.



Please remember these lines as pivot lines that reverse after 2/8ths runs more often than other lines, so we would look for markets that stallout (close) on these lines.



Lesson # 1. Certification Classes: Ten Rules

Murrey Math Trading Rules: (apply to all markets):

Ask these questions in the same order every time you observe a market you would expect to trade:



Murrey Math Trading Rules: (apply to all markets):

1: What was the total range of today's Trading action?

Up Day's Range:

D) Close - Shoulders

C) High

B) Low

A) Open - hips

Down Day's Range:



Murrey Math Trading Rules: (apply to all markets):

Waist: The average between the open and the close
(price momentum reversal pivot point) memorize for one day.

Neck: The close (if it moves at least 1/8th intra-day) should now be the price
momentum pivot point (to reverse off the next trading day)

Up Day's Range:

D) Close - Shoulders

C) High

B) Low

A) Open - hips

Down Day's Range:



Murrey Math Trading Rules: (apply to all markets):

#2: Volume of today's market versus yesterday's volume?
(difference at any high or low range of more than 25.%)

This lower or higher volume will often signal a reversal or direction signal.

#3: How far has this market run (up or down) currently in 1/8ths?

This is the 3rd most important trading factor to keep in mind each day.



Murrey Math Trading Rules: (apply to all markets):

How do you start the
count ?

1/8ths. If it has moved into the next 1/8th at least half way, it is considered to have traveled all the way through this 1/8, if it doesn't make it into the next 1/8th half way it is said to be started back at the beginning of the previous 1/8th.

All markets want to run up:

+ 1/8th (50%),
2/8th (75%),
3/8th (87.5%),
5/8th (93.3/4%),
7/8th (96%),
9/8ths (97.5%),
11/8ths (98%) reverse.

All markets want to fall:

2/8th (50%),
4/8th (75%),
6/8th (87.5%),
6/8th (93.3/4%),
8/8th (96%),
10/8ths (97.5%), 12/8ths (98%)
reverse.



Murrey Math Trading Rules: (apply to all markets):

#4: Is this market reversing off a MMTSLine ?



11.25, 22.5, 33.75, 45., 56.25,
67.5, or 78. degree angle ?

**Markets reverse fastest off: 33, 45, or 78
degree angled speed Lines.**



#5:

Where does this market enter the trading frame ?

Where any market comes into the trading frame determines how much (%) you will make from a reversal up or down.

Profit Potential for markets reversing and moving up off last Low: (coming into the Trading Frame):

- + 2/8ths This market may reverse either way so wait for reverse (rare)
- + 1/8ths = 1,
- Top 8/8ths = 1,2
- 7/8ths = 1,2,3
- 6/8ths = 2,3,4
- 5/8ths = 2,3,4
- 4/8ths = 3,4,5
- 3/8ths = 4,5,6
- 2/8ths = 5,6,7
- 1/8ths = 6,7,8
- Zero/8ths = 7,8,9
- 1/8ths = 8,9,10
- 2/8ths = 9,10,11 these are the upside potentials for profits (Long).



#5: Where does this market enter the trading frame ?

Too many traders think any market will move back to old lows or highs but they must move through any +2/8ths or -2/8ths and hold at this price for four days in a row or move past these MMTLines by an additional 30 cents.

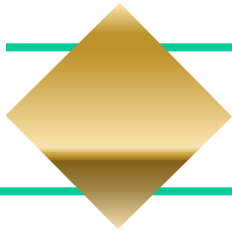
Profit Potential for markets reversing and moving down off last High:

- + 2/8ths = 9,10,11 this is the upside potential for profits (Long).
- + 1/8ths = 8,9,10
- Top 8/8ths = 7,8,9
- 7/8ths = 6,7,8
- 6/8ths = 5,6,7
- 5/8ths = 4,5,6
- 4/8ths = 3,4,5
- 3/8ths = 2,3,4
- 2/8ths = 2,3,4
- 1/8ths = 1,2,3
- Zero/8ths = 1,2
- 1/8ths = 1,
- 2/8ths = This market may reverse either way so wait for reverse (rare)



#5: Where does this market enter the trading frame ?

Please keep in mind the last run length and whether it was up or down. You may expect to get resistance at 37.5%, 50.%, or 62.5% of this last run and it will want to stall-out and stop against these ratios. Especially if they also match up on a MMTLine.



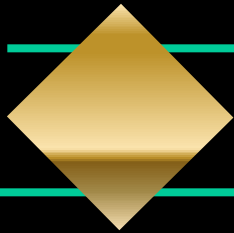
MMTLines are more predictable.

- + 2/8ths This market is too high and will be monitored closely?
- + 1/8ths = Over Bought (Too high on enthusiasm)
- Top 8/8ths = Upper end of the Octave (wants to stay in here)
- 7/8ths = Weak Fast Reverse Line
- 6/8ths = Pivot Reverse Line
- 5/8ths = Upper Trading Range (Comfortable trading in here)
- 4/8ths = 50.% = hardest to break through (up or down) the 1st Time
- 3/8ths = Lower Trading Range (Comfortable trading in here)
- 2/8ths = Pivot Reverse Line
- 1/8ths = Weak Fast Reverse Line
- Zero/8ths = Lower End of Octave (wants to stay in here)
- 1/8ths = Oversold (Too high on enthusiasm)
- 2/8ths = This market is too Low and will be monitored closely?



#5: Where does this market enter the trading frame ?

All markets will want to trade inside its Trading Range Pre-set by the **Murrey Math Trading Frame Software Harmonic Octave** (3/8ths and 5/8ths) 43.3/4% of the time. If it gets up (ahead) of itself too far and moves up past its +2/8ths, (above 8/8ths) then the software and your brain will simply “**double**” the price action and set the Octave to the next higher set of numbers for the particular market you are currently trading.



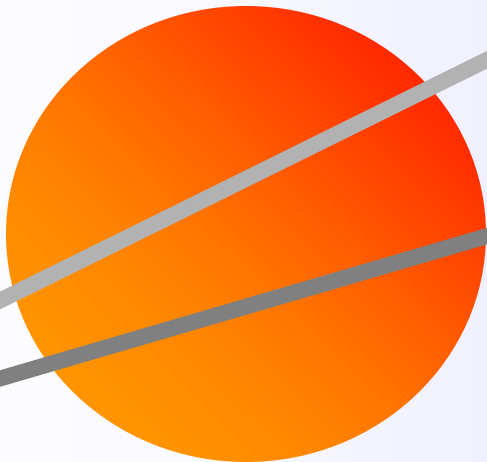
MMTLines are more predictable.

But, if a market gets up ahead of itself (above its 8/8ths line) and can't breakout into the next Octave, it will come back down inside its trading range and try and balance out the advance (over time).



#5: Where does this market enter the trading frame ?

The normal speed angle of advancement through a square of 32 or 64 is a 22.5 degree angle (price appreciation) over time through our trading frame.



We should expect markets to run up along a 11.25 degree angled line in Trading Frames of (16).

All markets are subject to “run-ups” of 11.25 or 22.5 degrees, except the Indexes, which will want to run-up along 45 degree angled lines.



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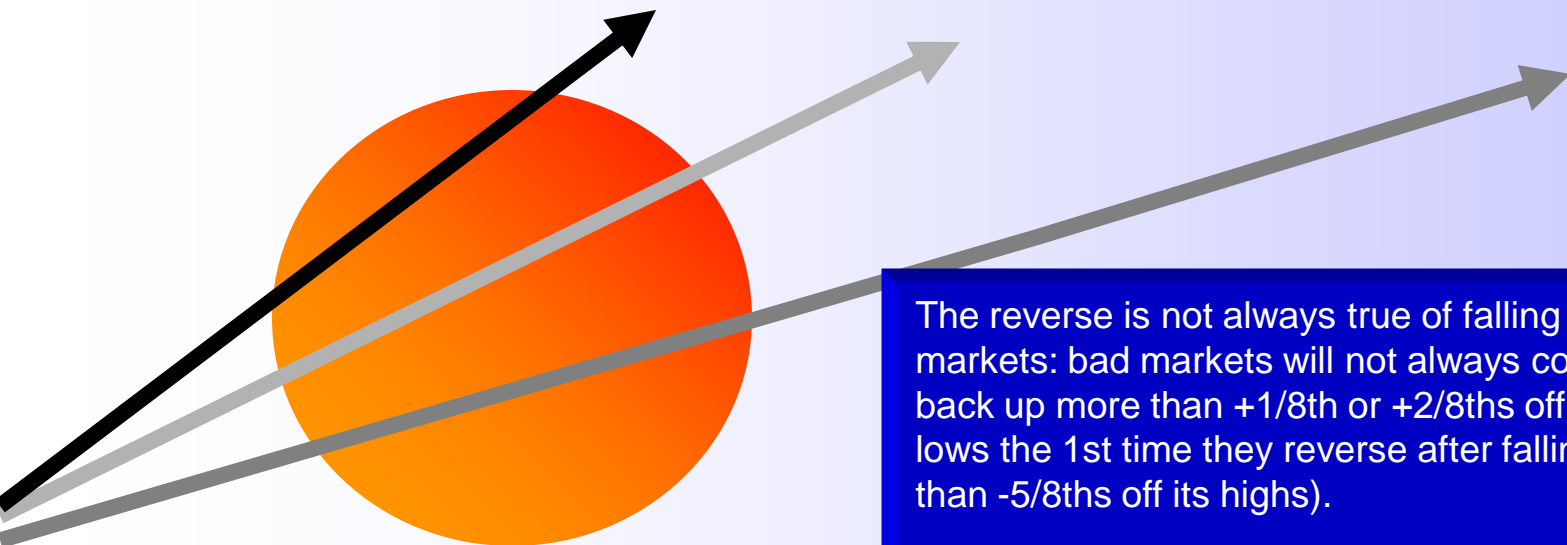
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**Murrey Math Trading Rules:
(apply to all markets):**

#5: Where does this market enter the trading frame ?

If any market comes into its trading frame at a rate of speed greater than 22.5 degrees of angle, it is said to be moving up too fast and it will have to come back down or “explode” into the next higher trading octave.



The reverse is not always true of falling markets: bad markets will not always come back up more than +1/8th or +2/8ths off their lows the 1st time they reverse after falling more than -5/8ths off its highs).



#5: Where does this market enter the trading frame ?

We are looking to trade a market Long when it is reversing off its Horizontal MMTLine:

- A) Best odds potential = $1/8$ ths MMTLine
- B) 2nd Best odds potential = zero/8ths or $2/8$ ths MMTLines
- C) 3rd Best odds potential = $-1/8$ ths MMTLine
- D) 4th Best odds potential = $-2/8$ ths MMTLine

We are looking to trade a market Short when it is reversing off its:

- A) Best odds potential = $7/8$ ths MMTLine
- B) 2nd Best odds potential = $8/8$ ths or $6/8$ ths MMTLines
- C) 3rd Best odds potential = $+ 1/8$ ths MMTLine
- D) 4th Best odds potential = $+ 2/8$ ths MMTLine



#5: Where does this market enter the trading frame ?

“Whip-Lash” trading occurs most often when a trader wants to enter trades when a market is trading inside its Trading Range (3/8ths and 5/8ths).

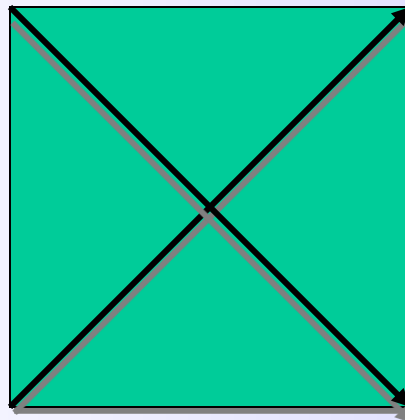
You will not profit enough (%) and you will get “whip-lashed” reversed upon more often inside these (T/R) price ranges, so take smaller profits inside this area and expect only 1/8th or 2/8th profits until it finally rises above or below by more than a “baby” 2/8ths.



#6: Is this market running up or down along a parallel “momentum line” ?

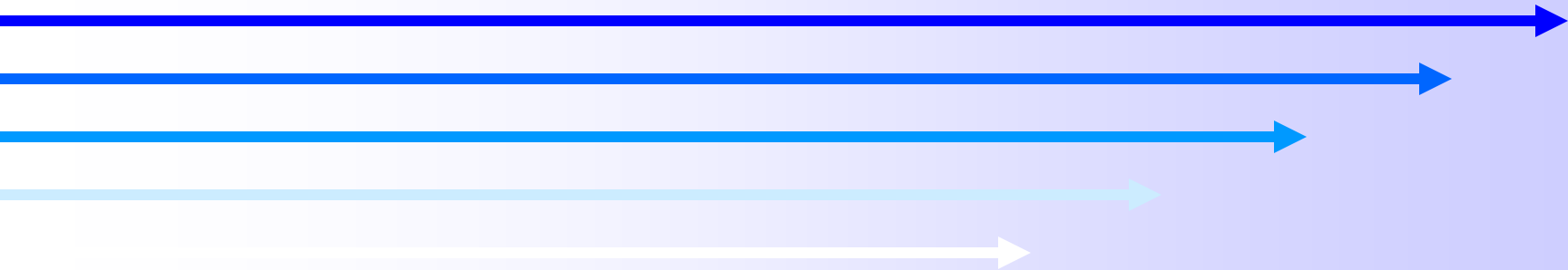
All “Momentum Lines” are longer term trend lines set up as price appreciation or falling prices along 45 degree angled lines started on either:

- A. Lower Left Hand Corner to upper right hand corner,
- B. Upper Left Hand Corner to lower right hand corner,



#6: Is this market running up or down along a parallel “momentum line” ?

We should expect any market that “starts” moving along any of these parallel lines to “memorize” these lines and to “step up” or “step down” or reverse against 90 degree angles into the future (off past angled moves) off the initial parallel price movement and to know where these parallel lines are into the future set to 25., 50., 75., or 100.%, into the next trading frame, but we should not expect this same parallel trading action to last much past three reverses off the same set of lines.



#6: Is this market running up or down along a parallel “momentum line” ?

We usually trade parallel lines set off:

1) zero/8ths, greater support,

2) 2/8ths,

3) 4/8ths, greatest resistance or support,

4) 6/8ths,

5) 8/8ths, greater resistance.

We usually don't use the angled lines: $1/8$ ths, $3/8$ ths, $5/8$ ths, $7/8$ ths, but when we do we shall get faster reverses, which are “minor 50.0%” reversal signals.



#6: Is this market running up or down along a parallel “momentum line” ?

There are two other angled parallel price momentum lines, we don't mention them very often because they don't occur very often. I will tell you about them but we won't include them in our software because they are mostly a waste of time. You will see them form sometime in the future, so we need to mention them and they are:

1) 22.5 degree angled lines, too slow, and

2) 56.25 degree angled lines are too steep and won't repeat more than once.



#7: Where is the price in relation to the “Circle of Conflict” ?

A) Is it rolling over it?

B) Is it curling under it?

C) Will it move inside it?

The Circles of Conflict are “electrical” and will change “polarization” at its own will, so trying to figure it out is as simple as going with the direction it reverses off its “center” horizontal MMTLines (+ or - baby 1/8ths).



#8: Which Trading Frame Line is it reversing off?

A) MMTLine (Horizontal Price),

B) MMSLine (Speed Line) every 11.25 degrees,

C) MMTLine (Time),

D) MMMLine (Momentum),

How far has this market run up or down?
Look at which line it reverses on (A,B,C,D) to
see how fast or slow it will reverse.



#9: Look at the (3) Time Trading Frames:

64 days

32 days

16 days

Now focus in as close as possible on what gives you the most precise (accurate) horizontal price lines that will allow you to set your 1/8ths so that they let you “see” the last trading range of high / low as it fits inside the smallest 8/8ths.

We need to think in terms of these (9) simple rules that assist us in our predictions for market trading the next day !

No set of Trading Rules is ever 100.%, so we should be ready to reverse our positions when any market does not go our way (especially intra-day).



#9: Look at the (3) Time Trading Frames:

64 days

32 days

16 days

Now focus in as close as possible on what gives you the most precise (accurate) horizontal price lines that will allow you to set your 1/8ths so that they let you “see” the last trading range of high / low as it fits inside the smallest 8/8ths.

We need to think in terms of these (9) simple rules that assist us in our predictions for market trading the next day !

Trading is an averaging weighted entry opportunity set against the reality that we shall lose at least 22.% of our trades, but we shall reap more profits if we are patient and keep our attitude set to our (9) rules.



#9: Look at the (3) Time Trading Frames:

64 days

32 days

16 days

Now focus in as close as possible on what gives you the most precise (accurate) horizontal price lines that will allow you to set your 1/8ths so that they let you “see” the last trading range of high / low as it fits inside the smallest 8/8ths.

We need to think in terms of these (9) simple rules that assist us in our predictions for market trading the next day !

Gamblers and real traders will appreciate winning only **78.%** of the time.



#10: Setting our Murrey Math Trading Lines:

A	zero to 100.:	$1/8\text{th} =$	$12.50 = 1.5625 = .1953125,$
B	250 to 1,000:	$1/8\text{th} =$	$125. = 15.25 = 1.953125,$
C	2,500 to 10,000:	$1/8\text{th} =$	$1250 = 156.25 = 19.53125.$

Special Situations:

Gap Over:

This is where a market price gaps over a MMTLine (horizontal), which would signal that this market ignored the MMTLine, so we must expect it to run toward the next MMTLine, but we must always count how far any run has run to predict its continuation in direction.



#10:

Setting our Murrey Math Trading Lines:

A	zero to 100.:	$1/8\text{th} =$	$12.50 = 1.5625 = .1953125,$
B	250 to 1,000:	$1/8\text{th} =$	$125. = 15.25 = 1.953125,$
C	2,500 to 10,000:	$1/8\text{th} =$	$1250 = 156.25 = 19.53125.$

Special Situations:

Drive-thru:

is a term that describes any market that pushes through any MMTLine on an intra-day trading basis. If it drives through more than 40 cents past (or $2/8\text{ths}$ plus 2 cents) the MMTLine, it should move on toward the next MMTLine.



#10:

Setting our Murrey Math Trading Lines:

A	zero to 100.:	$1/8\text{th} =$	$12.50 = 1.5625 = .1953125,$
B	250 to 1,000:	$1/8\text{th} =$	$125. = 15.25 = 1.953125,$
C	2,500 to 10,000:	$1/8\text{th} =$	$1250 = 156.25 = 19.53125.$

Special Situations:

“S” Move:

is an intra-day move where a market forms an “S” laid on its side and it undulates either:

- 1) on a MMTLine, or
- 2) just below a MMTLine, or lastly it
- 3) it moves on either side of a major MMTLine, which could even form a double “S” before it breaks out in its own mind’s direction.



Please commit these simple rules to memory.

When you learn them you will expect to trade better and earn more per trade.

Failure to overlook one of these rules will result in one of two realities:

- 1) fast, free profits will erode too quickly, or
- 2) you will enter a trade and it will go against you and you will have to “cover” your losses and the failure syndrome will creep into your mind.



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**Murrey Math Trading Rules:
(apply to all markets):**

Thanks for joining the Certification Classes of the Murrey Math Trading System.

These rules are to never be printed and reproduced for the “masses” (who want only one rule to trade any market). Besides this is too simple for the "gurus" out there now.

Trading is a dying art form that is accessible to only a rare few individuals who have the mentality to move past the mundane words blasted at you each day, telling you that you can't do it or see it.



Murrey Math Trading Rules: (apply to all markets):

Thanks for joining the Certification Classes of the Murrey Math Trading System.

How fast you “change” your trading “habit” is directly proportional to your ability to move past four outside forces:

- 1) news,
- 2) so-called knowledge,
- 3) desire for a good life,
- 4) risk avoidance.



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**Murrey Math Trading Rules:
(apply to all markets):**

Thanks for joining the Certification Classes of the Murrey Math Trading System.

You must reevaluate how you think in terms of not how you got where you are but how you plan to trade into the future off our (10) rules.



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Trading Frame Software

This is only scratching the surface...



90 Day Trial Offer!

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