

Murrey Math Trading System

1) Automatic Trading Strategy:

A) OverBought = Sell "Short"

B) Oversold = Buy "Long"

The software program will automatically decide for you if a market is either:

A) OverBought, or

B) OverSold, and

Automatically display the Trading Strategy whenever the Daily Price-Action enters into either of these two "Areas."

There are two ways to make "profits" trading any market:

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

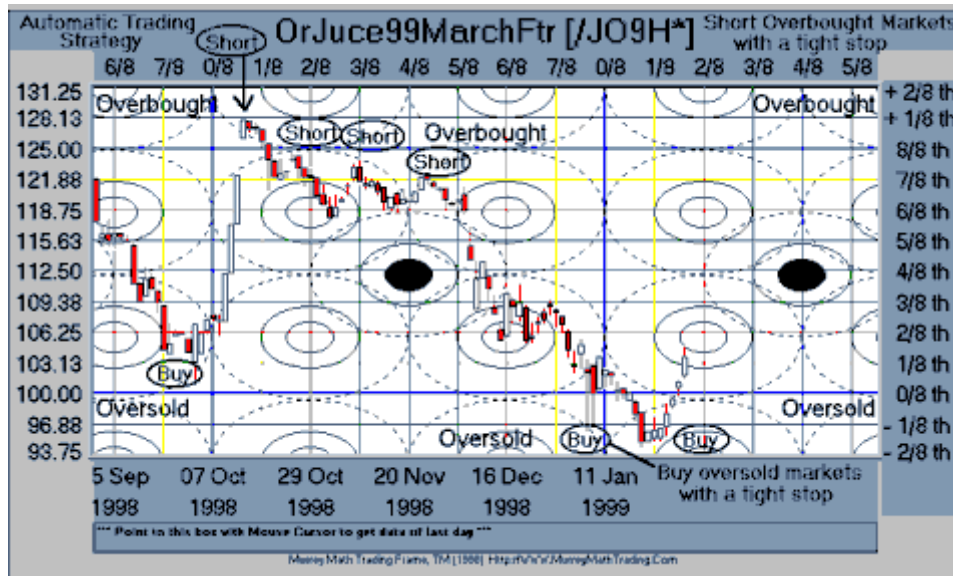
B) Selling "Short" (expecting a market to fall steeply short-term).

The 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 !

Chart: Orange Juice: Futures:



2) 5 Circles of Conflict:

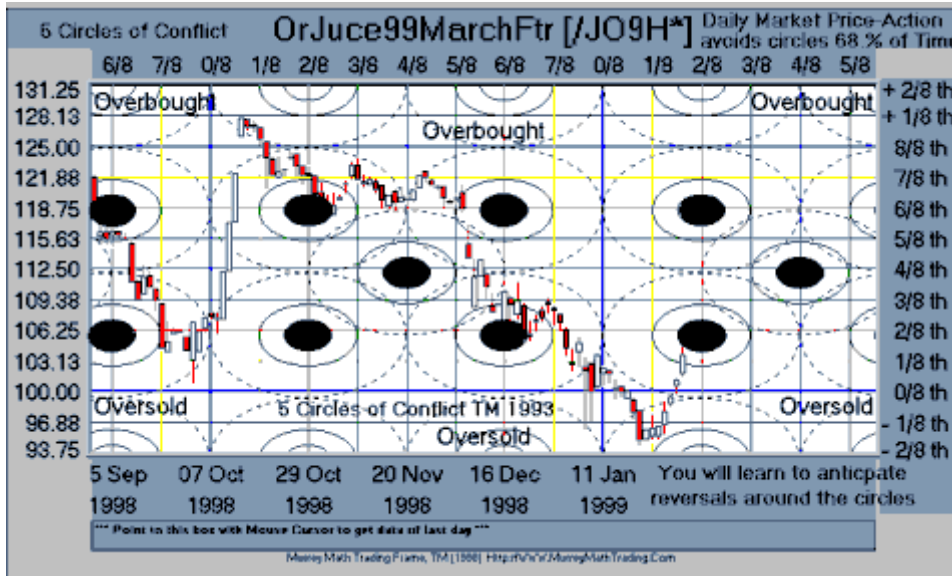
Are constructed "Automatically" inside the "pre-set" Trading Frame.

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.

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



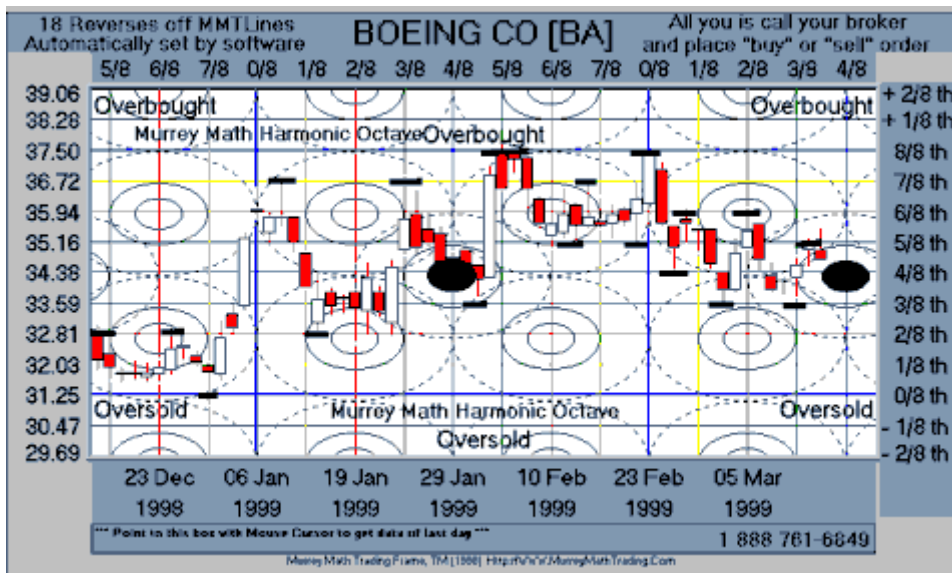
We shall be happy to help "new" students learn to "see" how these 5 Circles of Conflict affect any market's Daily Price Action Movement.*

3) Murrey Math Internal Trading Lines (horizontal)

(the MMTFrame Software sets all horizontal lines automatically for you)

Chart: MRBAA: Boeing Aircraft:

Please look at the chart below of Boeing Aircraft.



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

Why ? The Asians did not take delivery or pay for work to begin on billions

of dollars of commercial airlines from Boeing Aircraft.

The result: 28,120 Seattle, WA. citizens are planned to be phased out the next 12 months.

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 (Intellectual Rights: preclude anyone from using these lines without written permission as set inside our three squares) automatically set the Trading Octave for you.

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.

This kind of octave is referred to in the future as the *Murrey Math Harmonic Octave*.

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 !

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, internal octaves inside the 1st Trading Square.

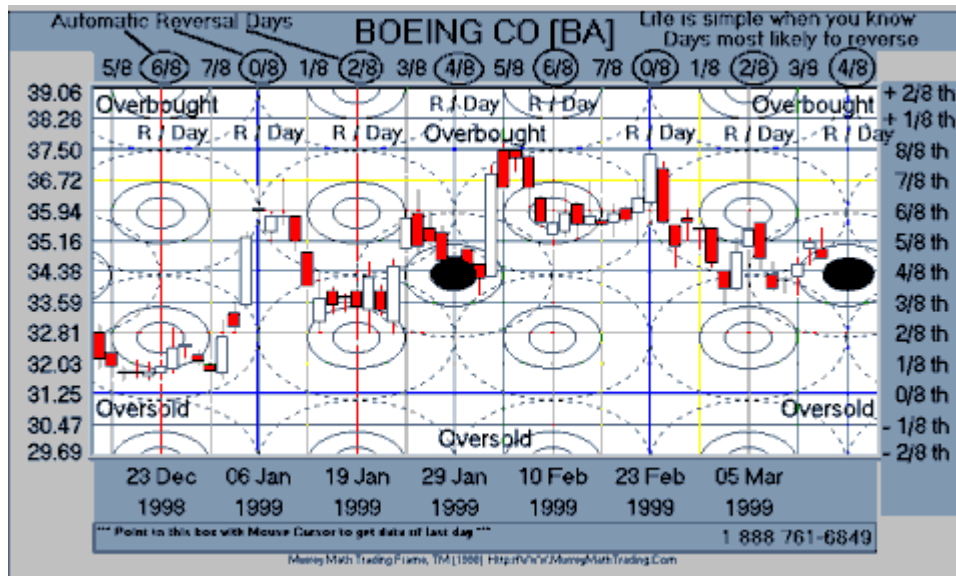
Please try and figure them out for yourself (if you fail) please E Mail me and I shall help you learn how to think (in 8th grade math).

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.

4) These horizontal lines are called Murrey Math Trading Lines (MMTL) TM 1993.

All "serious traders" shall "memorize" them all: (if their computer goes down, they will not need it to know where their market will reverse).



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

Now, 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, we may expect the greatest reverses to occur on: 0/8ths, 2/8ths, 4/8ths, 6/8ths, and finally starting over on 0/8ths.

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

(you might ask which one: then you pick it yourself). (16 is normal: for stocks, Bonds, and Indexes, and 32 is more normal for Commodities), but 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."

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

I would suggest that you reverse positions. (simple enough). How 'bout that ?

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): please don't ask me where for I never disclose it !
- 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, 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.

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).

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.

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.

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" and
- 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, or
- 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 trying 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 ?

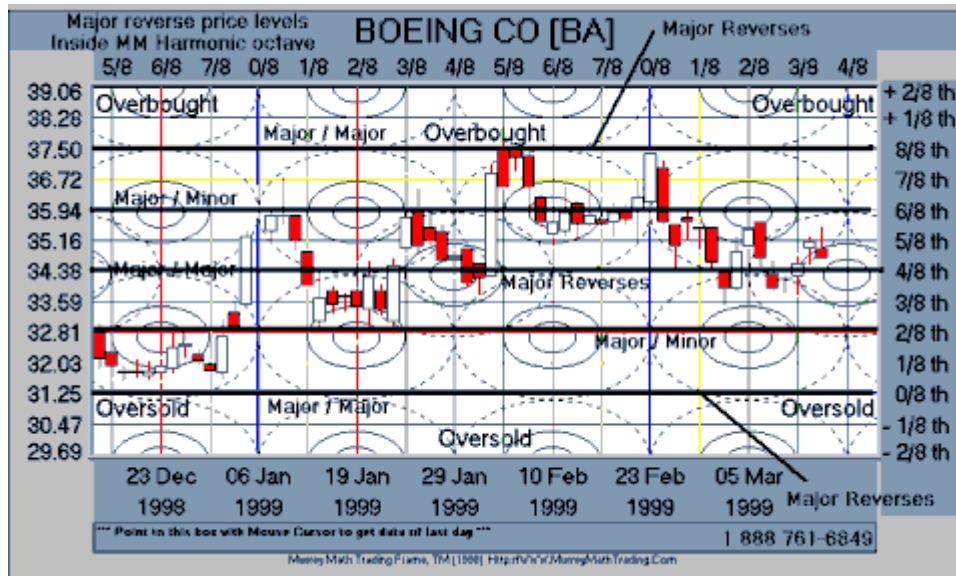
Only one-half of one percent of all mutual fund I.R.A. participants ever move any of their funds into a "safer profit-preserving" Money Market Fund, so you might expect most of what I ever say to fall on one ear that is "afraid" and one "deaf" to logic and common sense (that markets don't go straight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

Key Functions that predict market reversals in MMTF

Now that you have 1) loaded the software on your desktop are 2) receiving data: (please go to right side of front page of web page for installation instructions)

You'll love how simple trading reversal "signals" will appear after you:

1) Use **Control L**, Learning Center,
(to advance days click space bar),

Functionality: to teach you to anticipate market reversals (a day ahead) practice in this Learning Mode will increase your Learning Curve to more "profitable" trades and it will decrease the "time spent" learning to "see" these price formations.

2) **Control S**, Speed Lines (inside **MMTrading Frame**),
(fast reversals) up or down: fastest off 33, 45, 56, 78 degrees (up or down),

Functionality: to predict quick reversals (that moving averages and complicated formulas will always "trail" (be late in signalling entry price points).

3) **Control T**, Concentric Triangles,
(market wants to reverse inside 75.% day), inside each triangle,

Functionality: every market wants to trade inside an equal angled triangle (set inside our trading frame: attached from 0/8ths and 8/8ths. All markets want to "breakout" on the 75.% day inside the current trading frame: 16, 32, 64.

4) **Control M**, Momentum Lines,
(trend set at an angle up or down), moving at 45 degree angle numerous trading days,
(to take off minor 50.% angled lines touch zero),

Functionality: all markets move in a "snake-like" pattern to the right, so this parallel 45 degree angled support / resistance frame is set off the lower left corner of our trading frame.

5) **Touch** the down arrows, (while in any of the above function)
(and the opposite affect appears),

Functionality: all markets will reverse directions in the future, so we must be ready to sell with a profit or "short" our market off these pre-set lines.

6) Next **touch** the **numbers** (at the top of the keyboard) to take them off: you should "see" only the current reversal line and the next into future,

Functionality: To keep the "clutter" off the screen just erase those lines that don't predict market reverses.

7) Finally, **to take it off** click what you clicked on: ie. if you are in the **Speed Lines** and you want to take the lines off the screen (rather than touch all of the numbers on the top of the keypad simply touch **Control + "S"** a second time and they disappear.

8) Move the mouse arrow over into the last trading day's body and you see a wealth of information (needed for that trading day only): this what you need to tell your broker (pay special attention to the "waist") and volume,

Functionality: Trading is based upon entry / exit price points and volume as a percentage of yesterday's trading action tells you what the "real" traders are thinking (direction).

9) Move the arrow to the bottom of the screen and you reveal more knowledge.

Functionality: These are automatic sell or buy lines against future runs.

10) Move the cursor along the top and highlight the icon and it will identify itself.

Functionality: Please rest the mouse along the top of the tool bar and you shall read its purpose.

Please touch it and experiment.

Click and see what happens. (what did you see) why did it do it ?

You will see without me having to tell you.

If we put it on the top of the page (it is live) so just click on it and look at the results.

I could have written 50 pages explaining (all this) but it would get the same results: the same questions from the same few (now after all this knowledge what do I do).

Funny, but the answer (now after all this knowledge what do I do) is right in front of you set on a raw chart.

Remember I saw all this originally from a raw chart set to Harvest Moon.

We provide the "little extras" so what you see will be confirmed.

Thanks for choosing **Murrey Math** as the simple solution to the **obvious**.

Please quit listening to anyone except a **Murrey Math Trading Frame Chart** (and our help features to predict reversals).

Our software will not let you waste your time writing special programs or creating complicated syntax that common sense and 8th grade math don't cover.

These are the only **ten rules** you need (**six and four**) to trade anything.

Murrey Math Trading System was developed in 1993 (copyright) and we have not changed anything but one's trading "habit" to a simpler set of rules.

You are invited to try our 8th grade way of thinking to more "profits."

Most Frequently Asked Questions



1) What markets does your software work best trading reversals?

Answer: Any market that is traded using the Base of Ten math.

There are only two differences between trading and other market and commodities: 1) commodities will "run" (trend) in the same direction for up to (average) of 4 to 7 weeks without a major reversal and they (commodities) will "gap" up or down more often near extremes (highs or lows) or up at or down at lows or highs.

2) I'm no good at computers, is your software complicated to manipulate?

Answer: No. Any "new student" will enjoy the fact that you are allowed to make only two parameter "inserts" into the program.

The software "automatically" sets up: 1) Harmonic Octave (0/8ths to 8/8ths) plus 1/8 and 2/8th above 8/8ths and it also "automatically" sets the -1/8th and -2/8th below 0/8ths line.

The software "automatically" sets the Harmonic Time Lines, which are set for you each year and are run forward for you as Time moves to the right each trading year through to the next trading year (when we reset the software for you).

The software "automatically" sets the 5 Circles of Conflict TM 1993 by T. Henning Murrey as being the only Human to "see" that all markets want to avoid these 5 Circles of Conflict 68.% of the time as it moves each trading day to the right through its Trading Frame.

The software "automatically" records and presents to you the "price pivot point of momentum of reversal" of each trading day against tomorrow's potential trading action (by simply moving the mouse over the last trading day and the answer will appear on the screen) as the "waist."

The software will "automatically" record the "trading share attitude for a potential reversal" by presenting you with the volume of today as opposed to yesterday's volume as a direct "predictor" for the potential of a reversal off yesterday's trading action as recorded by sales of the number of total "Buy" tickets and 'sell" tickets.

The software will "automatically" set the precise price point to exit a winning trade off any reversal (by simply moving the mouse inside the box at the bottom of the chart, so you don't have to use a calculator to know where to tell your broker to close out (at least 50.%) of any "Long" or "Short" position.

3) When I purchase your software, do I get help trying to learn your trading strategy?

Answer: Yes. We offer Certification Lessons* that guarantee that you know the necessary rules that will "insure" the highest odds you will always enter every trade with the greatest odds that you will always be on the right side (direction) of a trade (with the least loss potential) when you place a protective stop against reversals "intra-day."

We offer the assistance of other Murrey Math "students" who are willing to take on helping other "new" students thru E Mails.

We offer E mails on a timely basis that will "instruct" you on the rules (as they apply to any market that is ready to reverse).

Personal Example: March 3, 1999, we sent out an E Mail saying this market will have to close above its Murrey Math Trading Line support line, and if it does, to expect the markets to move higher off its "double bottom."

Current result: The general market is up plus 188. points today.

4) How long have traders been using your software?

Answer: The Murrey Math Trading Software TM 1998 came out last April.

The book and the trading system were "seen" and published through the Library of Congress in 1994, so thousands of "traders" already know and trade MM.

5) I'm tired of too many rules (with too many exceptions) and another set of software that it takes me two weeks to learn how to manipulate, so is yours easier?

Answer: No market can go in more than one of three directions: 1) sideways, 2) down, or 3) up.

There are only five ways to predict reversals and three they are already set in the software "automatically" for you, so you have only two buttons to "push" to figure out what needs to be done (where to enter a position long or short).

6) Why didn't you come out with this simple, fast, great trading system 20 years ago?

Answer: I was too busy playing sports and helping build a small local business from 4 employees to (68) and 20 Million gross each year. I quit my job and learned to shoot golf to a 7 handicap and loose at tennis in the finals of the state tourney, but I didn't know how to trade (when the markets started falling a few years ago), so I sat down and read one book by W.D. Gann and then I saw what he was doin' and I sat down and wrote a better book (for you).

7) Can I try your software on a limited trial basis (to see if it as good as you claim)?

Answer: Yes.

- 1) "Free" we shall send it to you free to learn how to trade.
- 2) 60 Day \$ 60. USD Trail Offer** - the software is current and will predict where to enter or exit tomorrow's trades off our preset "waists." You may continue to pay/purchase in \$90 dollar increments, and receive a new 30 day license string each month as you pay, till paid in full.
- 3) Purchase the Extended (Full Version) version of the software (and receive the books free).

8) What kind of data service do I need to download daily to read your charts?

Answer: The software is much like a radio: it will only "hear" the noise coming through it from another source, so you must receive daily (end-of-day) data from some vendor.

The Murrey Math trading Software reads (currently) only ascii format data files set to the format of Computrac or Metastock* formatted files.

Primate Software Company 1 714 879-8023,
C.S.I. Data,
Dialdata,

and many others offer data files formatted to this format (please ask your vendor if their data has to be converted) !

9) Most software vendors offer a large manual to teach you how to manipulate the software: do you?

Answer: We provide the only 5 "moving parts" to our software right on the front page of our web pages: we don't allow you to waste your time "creating" or improving on 8th grade math (and physics discovered back in 552 b.c. by the greatest teacher Pathagoras and his later student Euclid). We "hide" all this "majic" math deep in the program so you don't have to worry about doing any more than counting to either (3) or (5).

10) Can we insert our own "indicators" into the software?

Answer: No. It is not possible to add anything to this program. We encourage you to change from learning how to refine 8th grade math and spend your "testing" time either with your family or trading off 2,000 year old "already-tested" math formulas that are still holding up pure math since man decided the earth was actually revolving around the Sun ! Do we need to prove it again ?

11) Does this software tell us where the price pivot point momentum occurs?

Answer: Yes. Simply move the mouse into the last trading day (inside the trading frame) and it will immediately be highlighted for you.

12) If I feel I need more "personal help" learning your trading methodology faster do you offer me any choices?

Answer: Yes.

- 1) We offer Certification Classes (through the internet),
- 2) personal seminars in your city.

13) Do you have many successful traders using your software?

Answer: Yes. But reality is such that only 12.5% of any group will excel past "ordinary" for most "students" are convinced that anything is either too hard to grasp or they need one more class to get them ready to trade.

The Murrey Math Trading Frame Software has a "built-in" Learning Center that will allow you to touch Control + "L" on your keypad and the software will move back 32 trading days and then with just one touch of your "space bar" the software will bring forward one trading day (per touch) so you can "experience" a year of trading in 15 minutes time. Have your teenage children sit down around the kitchen table and see who is better at trading (you or the kids).

14) Why do you bother to help others learn to trade when you could sit at home and trade your own account (and not bother with the average "new" student)?

Answer: I do trade my own account.

But why did Peter Lynch leave Fidelity Magellan a multi-millionaire and then come back ? He enjoys giving back: when you get rich enough you will understand that it is your duty to help others from your bounty of success.

15) What is the # 1. ingredient to making a good trader?

Answer: The "trading guts" to pull the trigger as fast as a reverse is anticipated.

16) Why don't I see you advertising in all the trade magazines?

Answer: Simple: the Japanese don't use the assistance of "new" car salesmen.

Why ? 87.5% of all cars are sold from friend to friend. 87.5% of all real-traders prove to their friends that they can trade and their friends want to join a winner.

17) What happens if everyone catches on to our trading strategy?

Answer: 37.5% of the over 50 crowd do nothing except "buy and hold" and 37.5% of all young people can't read or write or do math past the 5th grade, so there is no chance many traders will ever listen to us.

18) Are there any complicated formulas to learn?

Answer: No. After you take 5 minutes to install the software and download your daily data all you do is click on the directory (where you stored your ascii data files and our software will process and make ready for you up to 100 stocks in just 30 seconds.

19) How do I get started?

Answer: Simply E Mail us where you want to enter our Trading strategy and we shall assist you in setting up the software and resetting your mind to 8th grade math and hopefully to more profitable trades in the near future.

20) Where do we send the Check?

Answer: We don't take credit cards because some are "impulse buyers."

Payment by check or Bank Transfer. As we now send the full learning CD that includes the software and all the study information, we must receive payment prior to shipment.

Please remit to:

Murrey Math Marketing Co.
PO. Box 158946
Nashville, TN. 37215

We look forward to having you join our growing class of new "students" who will eventually make more profits off simpler rules and shorter trading times.