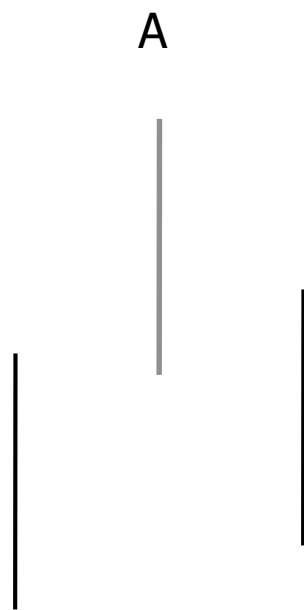


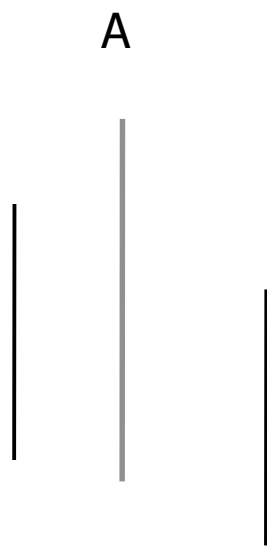
ISOLATED HIGHS



- Higher high than previous bar and the next bar (A) and a higher low than previous bar and next bar (A).



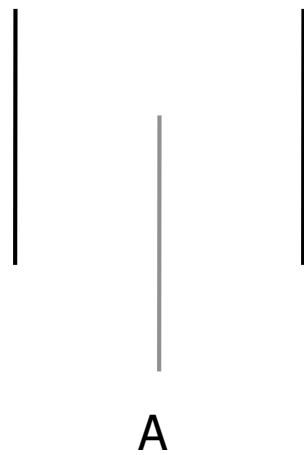
PHANTOM ISOLATED HIGHS



- Phantom isolated high occurs when only the high condition (A) is met. There is no need to see where the low is.



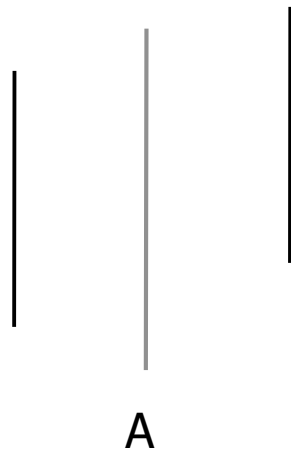
ISOLATED LOWS



- Lower low than previous bar and next bar (Point A) and a lower high than previous bar and next bar (Point A).



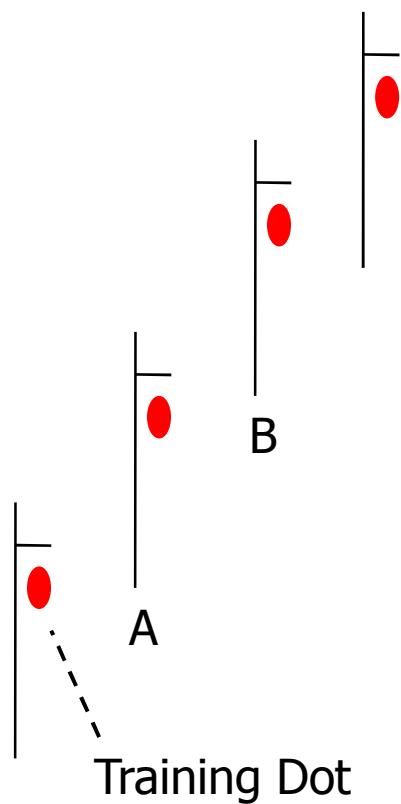
PHANTOM ISOLATED LOWS



- Phantom isolated low occurs when only the low condition (A) is met. There is no need to see where the high is.



TREND RUN

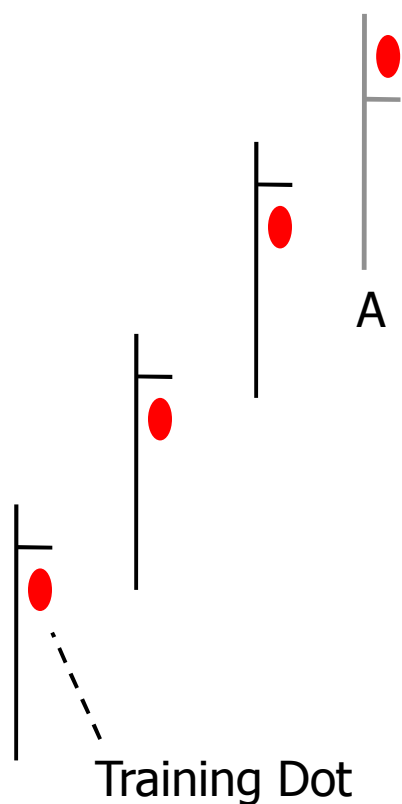


Trend run is established (Point A) when the close is above the training dot and the training dot is rising.

NOTE: At Point B the training dot is equidistant from the previous training dot and continues to be equidistant.



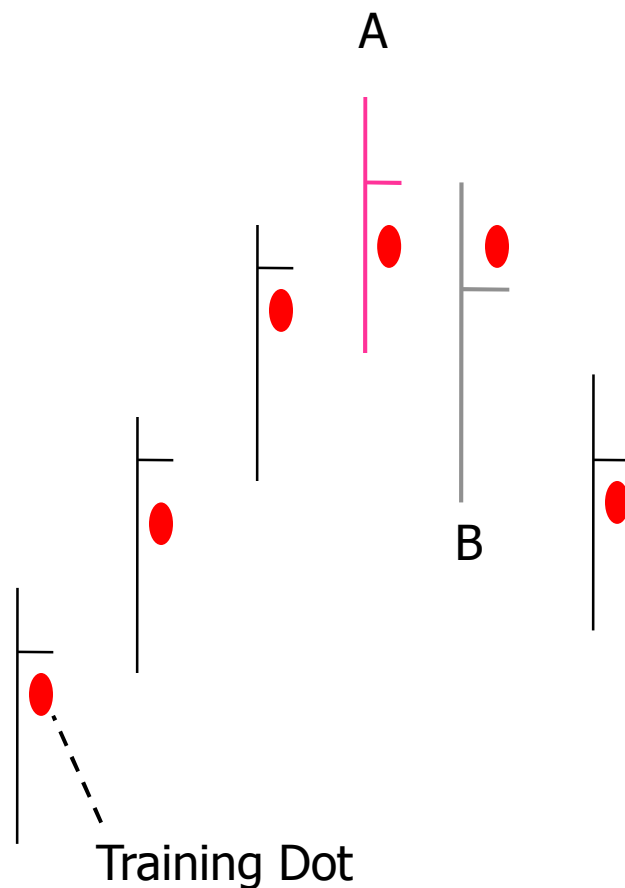
TREND PAUSE



Is exactly the same as a trend run. However, when a close is under the training dot (Point A) and the training dot is still rising, it denotes a pause. You are then looking to see resumption of the trend run (close being greater than the training dot).



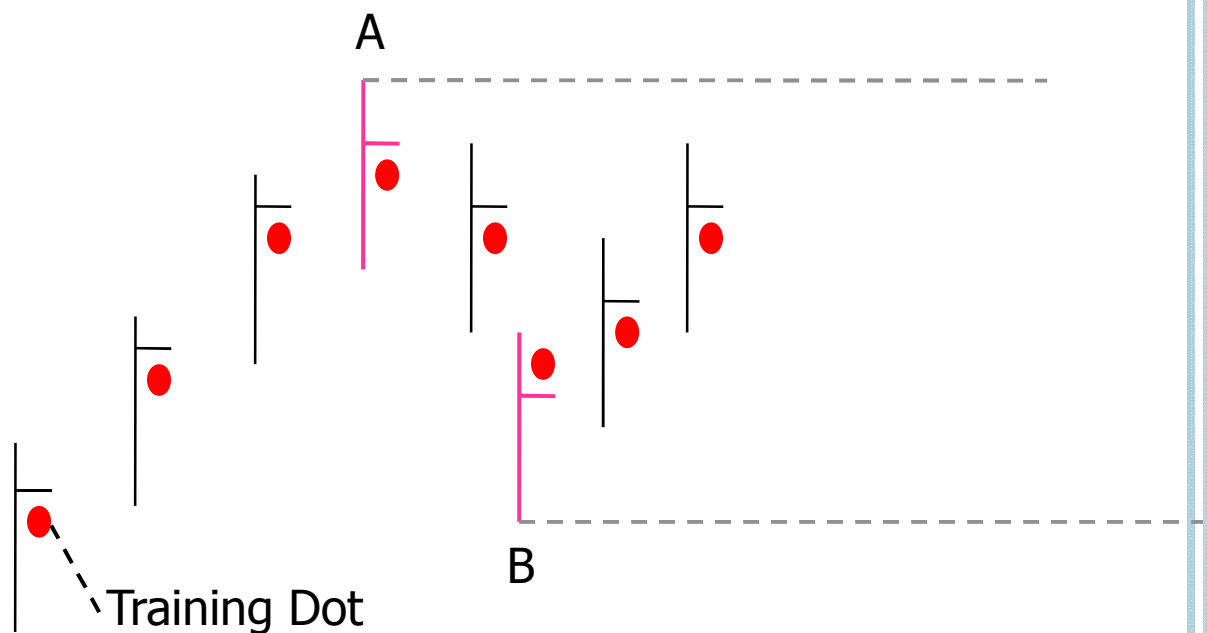
CONGESTION ENTRANCE



When the close is under the training dot and the training dot is less or equal to the previous training dot you have congestion entrance. The congestion entrance occurs at Point B. Then look to the last isolated/phantom high (Point A) and draw a line extending to the right.



CONGESTION

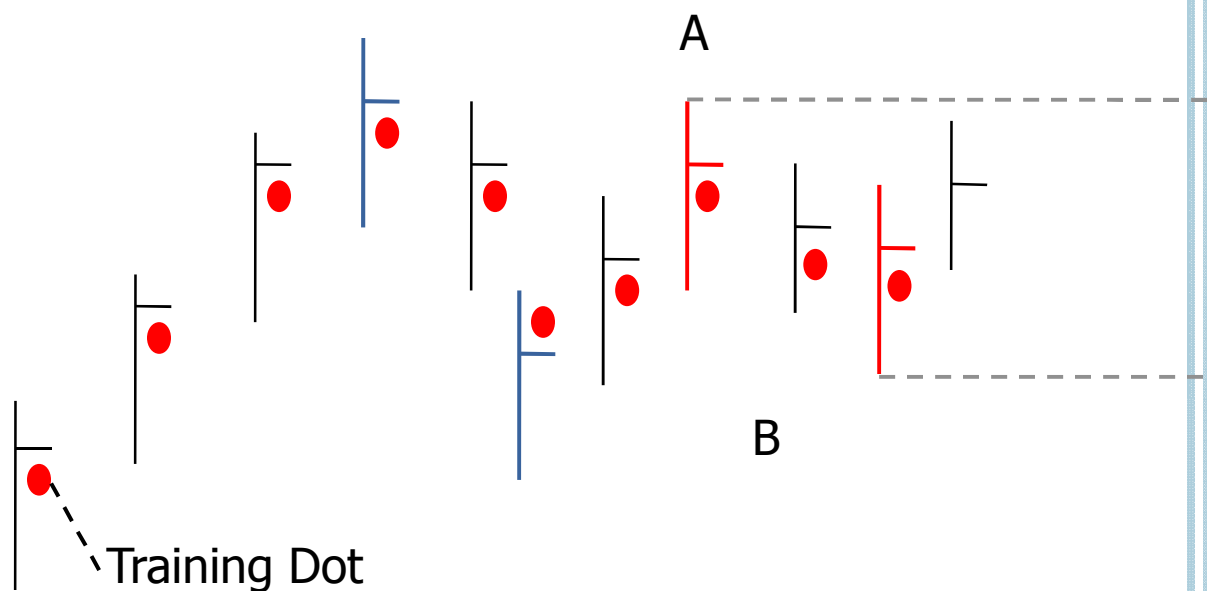


Once congestion entrance has been defined you are then waiting for the first isolated low to form (Point B). Extend a dotted line from the isolated high (Point A) and you then have your congestion high and low parameters.

NOTE: If after five bars down, no isolated low forms, you are in trend run and trade it according to the rules.



CONGESTION

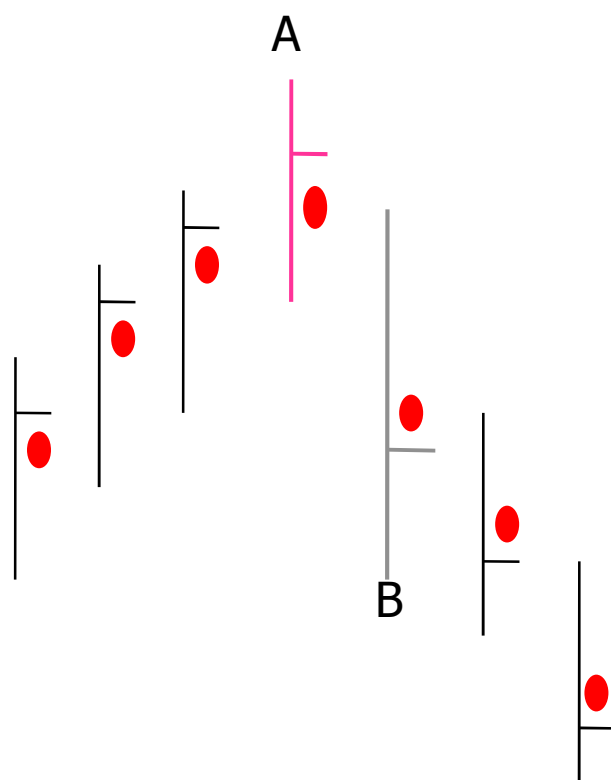


As the chart continues, you will see new isolated highs and lows developing and you move your congestion parameters to these newly formed highs (A) and lows (B) until a congestion exit develops.

Note: Congestion parameters can only contract, once in congestion.



TREND REVERSAL



This occurs when a trend immediately turns and an isolated high is established (Point A).

At Point B the bar is wide and the training dot is less than the training dot 3 bars previously.

NOTE: The isolated high can occur several bars previously.

