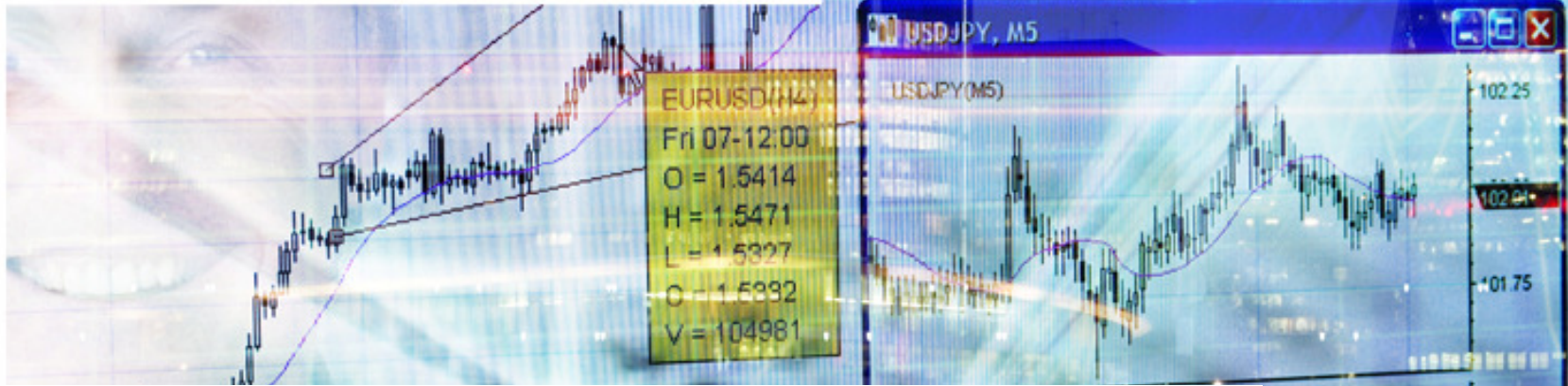


# Daily/Weekly Research



# Background Notes and Examples



# Index

- Report style
- How to use the report
- I-TRADERS Toolbox -Other
- Historic examples
- Glossary



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# Report Style

- Key Points
- Conclusion
- Chart
- Resistance/Support Levels
- Major/Intermediate/Short Trends
- Overbought/sold information



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## Key Points

- The key points provide the trader with further detail to the levels shown within the support and resistance summary.
- They may make reference to the proximity of the bull/bear point, overbought/sold conditions and highlight where other I-trader tools are featuring for example divergence.



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## Conclusion

- The conclusion, where relevant, highlights 1 or 2 major notes.
- At times, in particular when the Key points are brief, the conclusion will refer the reader to the key points section.
- The section is useful where time is limited and the trader requires a very brief update.



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# Chart

- The chart is provided as a review of the prior recommendations. A comment is added to direct the reader to any relevant price action.



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## Major/Intermediate/Short term trends

- **Major** - highlights the bull/bear point
- **Intermediate** - provides a significant point between the current market and the bull/bear point. Where the bull/bear point is close the intermediate level will show the same level.
- **Short** - highlights the closest relevant point of significance.



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## Overbought/sold

- I-TRADERS use non-standard overbought and oversold tools. A note will be provided when a market is at either extreme and also when approaching the extreme. The latter will be referenced as monitor.
- The monitor note is useful if a market is reaching the extreme and a sharp move in the same direction takes place after the research is issued and prior to the update.



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## Tool Box - Other

- I-TRADERS draw on other tools along with those noted above for example.
- Vacuums - useful for stop management
- Trading Time tools -



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# Examples

- The following section provides examples to support the notes above.



I-TRADERS

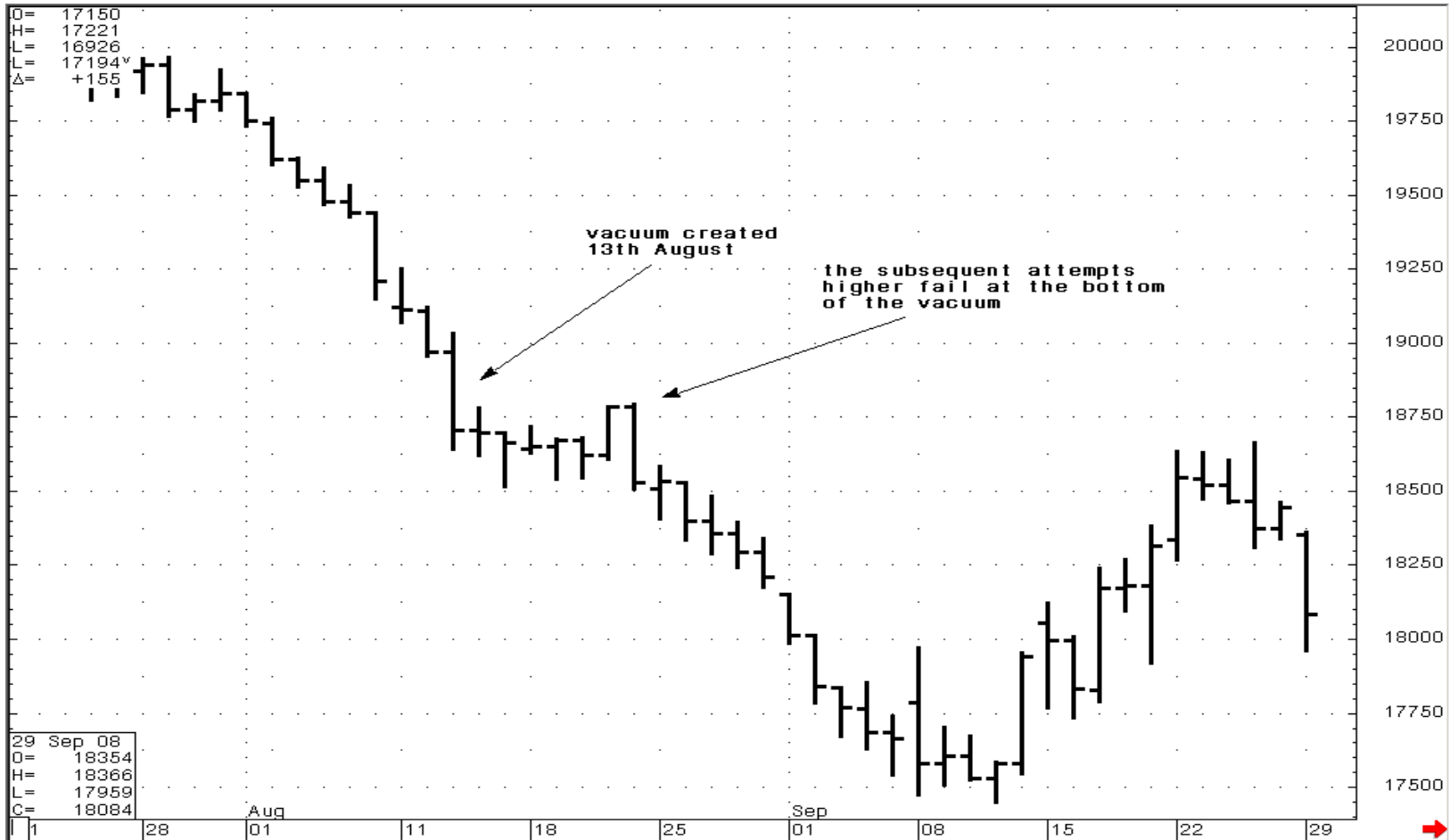
# Vacuums

- Vacuums require monitoring in order to assist with stop placement and trade entry.
- Often the markets respects the top and bottom of a vacuum.
- The failure within a vacuum suggests the original vacuum direction is the dominant force.
- Stops in and around these areas require careful placing.



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O= 17150  
H= 17221  
L= 16926  
L= 17194<sup>v</sup>  
Δ= +155



29 Sep 08  
O= 18354  
H= 18366  
L= 17959  
C= 18084

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Mon Oct 13 2008 08:37:06



# I-TRADERS

# Glossary

- **+ve/-ve** - abbreviation for positive and negative
- **Stretched/monitor** - terms used in reference to the overbought/sold tools. The market is not overbought/sold at this point but is approaching the position.
- **Vacuum** - a price area where the market has moved swiftly. When prices move back into this area they will often stop at the top or bottom. A failure within a vacuum can be significant. Stop placement and trade entry must be monitored closely.
- **Bull/bear point** - highlights the flip point between the market having a bullish or bearish skew on the bigger picture.
- **Divergence** - a tool developed by I-traders that proves useful at tops and bottoms. When a divergence level is broken the market will often accelerate sharply against the divergence signal direction. The signal can be monitored on all time frame charts. Where relevant the report will make reference to short term divergence but in general the signal is based on daily charts.



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