
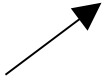


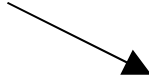
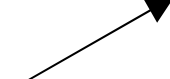


*Impulse Wave Checklist (Bull Market Example)*

<p>C or E</p> 	<p>Wave 1</p>  <p>5 Sub-Waves</p>	<p>Wave 2</p>  <p>Corrective Wave: Refer to Corrective Table</p>	<p>Wave 3</p>  <p>5 Sub-Wave</p>	<p>Wave 4</p>  <p>Corrective Wave: Refer to Corrective Table</p>	<p>Wave 5</p>  <p>Usually 5 Sub-Waves unless a diagonal triangle.</p>
<p><b>End of Correction Assumed</b></p> <p>Monitor Each Wave as it unfolds to confirm or invalidate the wave count.</p>	<p><b>5 Waves Up OK.</b></p> <p><b>3 Waves Up</b> Correction is probably not over. Prepare for the resumption of the previous trend. <b>REFER BACK TO CORRECTION TABLE.</b></p>	<p><b>3 Waves Down</b> Completed Zigzag OR Wave A of 2?</p> <p><b>5 Waves Down</b> Wave A of Zigzag OR Resumption of Prior Trend?</p> <p>When W2 Complete, Draw Parallel Channel (0-W2 from W1) For Potential W3 objective</p> <p>W2 Should Not Exceed The Beginning of W1. If it does, the prior trend should continue. <b>REFER BACK TO CORRECTION TABLE.</b></p>	<p><b>5 Waves Up OK.</b> W3 Must Be 5 Waves</p> <p><b>3 Waves Up</b> Something's wrong with the count. Review wave count. Wave 3 must be 5 waves <b>REFER BACK TO CORRECTION TABLE.</b></p> <p>Price range of W3 is usually greater than W1. If less, Beware that it may be a wave C.</p> <p>If W3 is shorter than 1.618 of W1, W5 Will often be the extended wave.</p> <p>When W3 Complete, Draw Parallel Channel (W1-W3 from W2) For Potential W4 Objectives.</p>	<p><b>3 Wave Down</b> Completed Zigzag or Wave A. If Wave A, Probably the start of a complex, sideways correction.</p> <p><b>5 Waves Down</b> Probably Wave A of Zigzag Correction.</p> <p><b>Check Rule of Alternation Guideline</b> For potential structure of W4.</p> <p>When W4 is Complete, Draw parallel Channel (W2-W4 From W3) For Potential W5 Objectives.</p> <p>W4 Can not enter the price zone of wave 1. If it does, consider that a W3 extension is underway and this is W2 of 3. If not, the 5 wave, impulse count is probably wrong.</p>	<p><b>5 Waves Up OK</b></p> <p><b>3 Waves Up</b> Possibly the start of a diagonal 5<sup>th</sup> wave, but more likely an incomplete wave 5.</p> <p>If W3 was extended past the 1.618 of W1 then W5 will probably be a similar price range to W1.</p> <p>If W3 is Less than the 1.618 of W1 then anticipate a potential W5 extension.</p> <p>If W3 is shorter than W1, W5 should be shorter than W3. W3 can not be the shortest.</p> <p>If W4 retracement to W3 is Greater than 50%, anticipate a potential W5 Failure.</p>