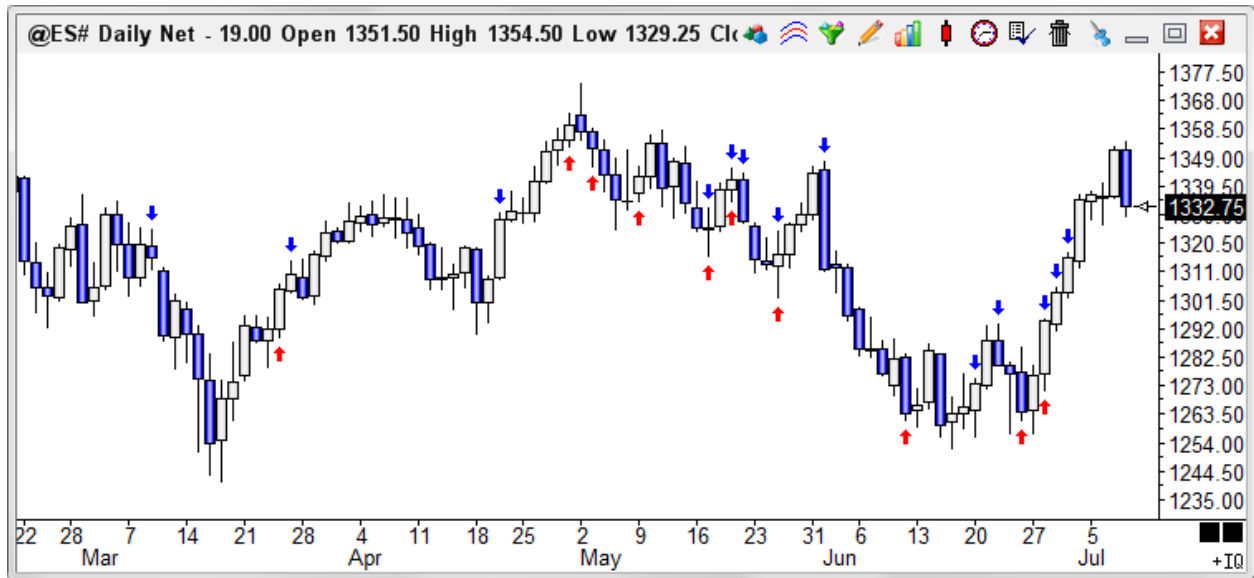


Cycle Forecast

The cycle forecast study is based on finding waves in the chart file, such as X-A-B, where X and B are swing lows, and A is the swing high in between those 2 lows. A cycle forecast can be made by measuring the X-B width, and then doing some fib ratios on that width, and posting the measurement from the A swing high as the forecast.



For each swing pattern in the chart, there will be multiple forecasts made, such as at .618, 1.0, 1.618 etc. That is why the chart will have more arrows than swings. What we look for is a confluence of arrows. The red arrows pointing up were all measured from swing lows. The red arrows pointing down were all measured from prior swing highs. The chart is considering swings that are off the left hand side as well.

Some find the tool of little value because it has too many points marked and they overlook the confluence factor, or they are confused by having both red and green arrows at the same point. Another way to view that is you have two time markers indicating a turn, and just disregard that fact one was measured from a prior high and the other from a prior low.