

GANN'S LAW OF PRICE MOVEMENT APPLIED TO TODAY'S MARKETS

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In the December issue of "Traders' Catalogue and Resource Guide"¹, our November Newsletter was featured as the "Guest Newsletter". Our forecast stated, "Those who took profits in late August and/or early September when the Dow reached 3660 should be looking to buy Stocks in November. Look to buy Stocks on dips in November, as we expect a very strong rally starting on or shortly after November 29th, which should last into the first week of January."

The November 29th Lunar Eclipse date was also the closing low date on the S&P Futures, and this level was never taken out on a closing basis. The Dow Jones Averages did rally to new highs going into the first week of January, and those who bought the dips made good profits.

This forecast, along with our forecasts for the July 16, 1990 Dow 3000 top, and the August 25, 1987 "Harmonic Convergence"² top all had the same kind of Astro-Harmonic indicators that provided the information necessary to forecast all three rallies months in advance. There have been many articles published on various Astro-Harmonic methods, some of which are based upon solid statistical research. For example, Edward R. Dewey who was with the Foundation For The Study of Cycles, published an article in the October 1969 issue of Cycles magazine entitled, "Stock Prices and Space"³.

The study covered the Dow Jones Industrial Averages from 1897-1961. The report showed a significant correspondence between monthly price changes and the geocentric conjunctions (0 degrees), and oppositions (180 degrees) of certain planets when they are located in different segments of the heavens. Stock prices usually moved up when the planets were aligned near the Galactic Center, 92% of the time. He stated that these statistical correlations were profound, and that there must be some kinds of extra forces in the Solar-system having an effect on Stock Market prices.

The Cycles magazine article revealed that planetary conjunctions and/or oppositions would have a different effect on Stock prices depending upon where they were located in the heavens. The graph (Figure 1) shows the percentage that Stock prices advance or decline from 30 days prior to the date of the geocentric conjunctions and oppositions between certain planets. The broken lines on each chart represent chance expectations. Mr. Dewey stated, "The consistency with which stock prices tend to advance during the 30 days prior to conjunctions or oppositions of Mars, and Jupiter, and the superior and inferior conjunctions of Mercury, when in the same segment of space, is truly remarkable, and is surely not chance." Using this and our own research, we forecast all three rallies and pin pointed when the tops were going to occur.

For example, our May 1990 Market Systems Newsletter stated, "On July 13th there is a major planetary pattern which could be a major top, or trend change date. Since it

occurs near the Galactic Center, it portends higher prices going into this time-frame. Therefore, long term traders should look to be buying the dips into this time-frame."

As we approached the month of July, more Astro Harmonic information became available, thus, in our June issue we stated, "We do expect the July 12th/13th time-frame to be a significant turning point date, and possibly an intermediate top. We would like to see the market "squeeze" the shorts and rally into July 13th. If the technicals confirm and/or if we reach the 3000 level, we would like to short a spike top."

A few weeks later, on June 20th, we broadcast our forecast on FNN's Ira Epstein Show "The Dow will go to 3000 by July 16th". Amazingly, the Dow did reach 3000 on a print basis for the first time on Friday, July 13th, and then closed at 2999.80 on Monday, July 16th which was the high of the year! This uncanny forecast prompted Jeff Bower (Guru Review Show; FNN T.V.) to ask me for a live interview on July 25th.

During this 30 minute interview, I referred to my Market Systems Newsletter forecast which stated that the Market would drop into the August 6th Lunar Eclipse (exact low tick on the S&P futures occurred at the exact time of the Lunar Eclipse); rally for topping action on the 15th; decline into the August 23rd/24th High Energy Turning Point Date; then rally into the September 11th turning point date. The forecast, available on VHS, was 100% accurate. Obviously, those who say that it is impossible to forecast the Stock Market, and turning point dates, are short-sighted.

These and many other accurate forecasts of ours reveal beyond a doubt that W. D. Gann was on the right track when he incorporated geometry, Astro-indicators, and the Law of Vibration Harmonic Method, to forecast Market turning point dates.

FOOTNOTES:

- 1) Traders' Catalog and Resource Guide is published by Crawford Associates, Inc.
- 2) The August 1987 "Harmonic Planetary Convergence", was a rare planetary alignment which correlated with the August 25, 1987 Stock Market top (See Newsweek, 8/17/87) .
- 3) The Foundation For the Study of Cycles is an international, non-profit, research and educational institute, incorporated in 1941 by Edward R. Dewey. The Foundation is the world's center for multi-disciplinary cycle research and education.