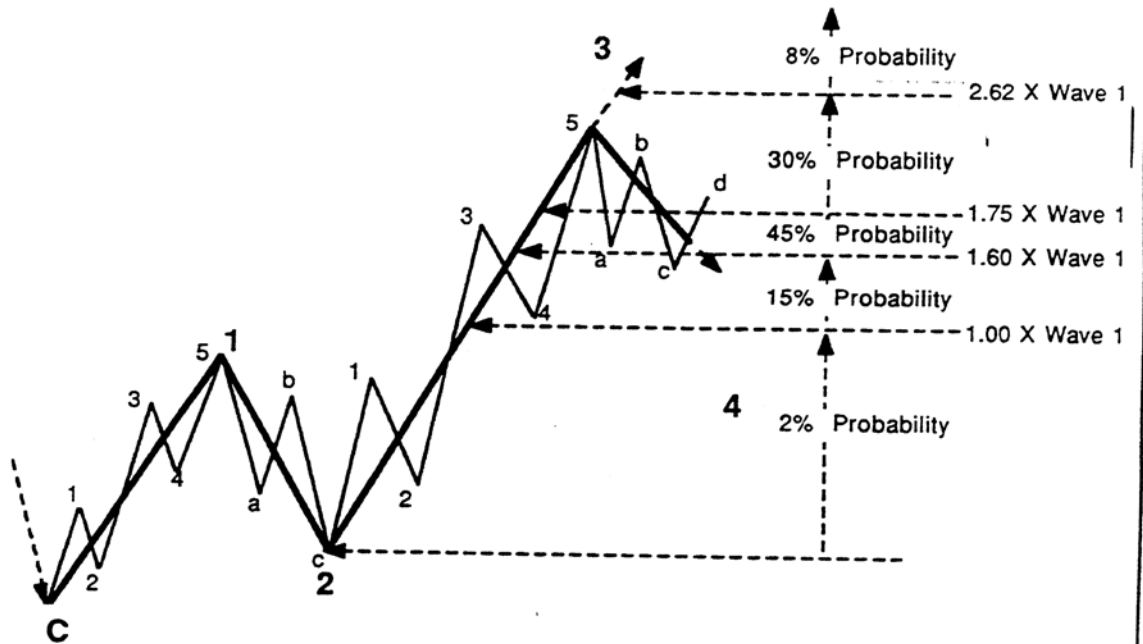


THIRD WAVE CHARACTERISTICS



Wave 3 is difficult to forecast.

Wave 3 is steeper and usually moves faster than Wave 1.

Third Waves are sometimes mistaken for 5th Wave Blowoffs/Selloffs.

Generally Wave 3 has heavy Volume. If wave is fast and Volume is light, it is usually a Blowoff

Wave 3 is usually the most profitable & should be loaded for the trip.

Highest Volume will occur in the Third Wave of Wave 3.

Gaps are frequent in this wave & should be flags indicating Wave 3.