

TWENTY FOUR NEVER FAILING RULES
OF
W.D.GANN

ONE

ALWAYS PLACE A STOP LOSS ORDER AT THE TIME YOU MAKE A
TRADE AND DO NOT CANCEL IT

TWO

CAPITAL: DIVIDE CAPITAL INTO TEN EQUAL PARTS AND RISK ONLY
ONE PART ON ANY ONE TRADE

THREE

NEVER OVER TRADE

FOUR

NEVER LET A PROFIT RUN INTO A LOSS
MOVE STOP LOSS ORDERS UP TO PROTECT A GAIN

FIVE

NEVER BUCK THE TREND
USE YOUR CHARTS TO BE SURE OF THE TREND

SIX

WHEN IN DOUBT GET OUT
...AND STAY OUT

SEVEN

TRADE ONLY IN ACTIVE STOCKS

EIGHT

DISTRIBUTE RISK
TRADE IN 4 OR 5 STOCKS

NINE

TRADE AT THE MARKET

TEN

DON'T CLOSE A TRADE WITHOUT GOOD REASON

ELEVEN

ACCUMULATE A SURPLUS
SET ASIDE SOME PROFITS

TWELVE

NEVER BUY JUST TO GET A DIVIDEND

THIRTEEN

NEVER AVERAGE A LOSS

FOURTEEN

DO NOT BECOME IMPATIENT
THE FUTURE ALWAYS HOLDS NEW OPPORTUNITIES

FIFTEEN

AVOID TAKING SMALL PROFITS AND BIG LOSSES

SIXTEEN

NEVER CANCEL A STOP

SEVENTEEN

AVOID CHURNING YOUR OWN ACCOUNT

EIGHTEEN

BE WILLING TO GO SHORT
FOLLOW THE TREND

NINETEEN

NEVER BUY JUST BECAUSE THE PRICE IS LOW
NEVER SELL JUST BECAUSE THE PRICE IS HIGH

TWENTY

PYRAMID ONLY WHEN RESISTANCE AND SUPPORT LINES ARE
CROSSED

TWENTYONE

SMALL VOLUME IS OK ON THE BUYING SIDE BUT
LARGE VOLUME IS RECOMMENDED IF SELLING SHORT

TWENTY TWO

NEVER HEDGE

TWENTY THREE

ALWAYS HAVE A GOOD REASON FOR EVERY TRADE

TWENTY FOUR

DO NOT MAKE MORE TRADES JUST BECAUSE YOU HAVE SOME PROFITS

SOME OTHER ADVICE FROM W.D.GANN
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The average trader does not want to hear a painful truth. they want something in accordance with what they hope for. To make a success you must study and investigate for yourself. Always remember that it is your mistake that causes losses and not the action of the market or the manipulators.