

Ok, you only need to check the markets once a week. I picked Wednesday completely at random, so please don't send me emails about whether some moon cycle pattern makes Wednesday the best day. Pick whatever day you prefer.

So we only look at the market on Wednesdays. Every week we check first if we should sell any positions. If a position no longer qualifies, it's sold. Then if we have available cash, and the index is in a positive trend, we buy stocks. Start at the top of the rankings list and buy until you have no more cash.

Every second Wednesday, we have a have an additional task. Compare position target sizes with actual sizes, and rebalance as needed.

That's an easy check list, isn't it? Sure, let's make it even easier. Just print the flow chart in Figure 10-1.

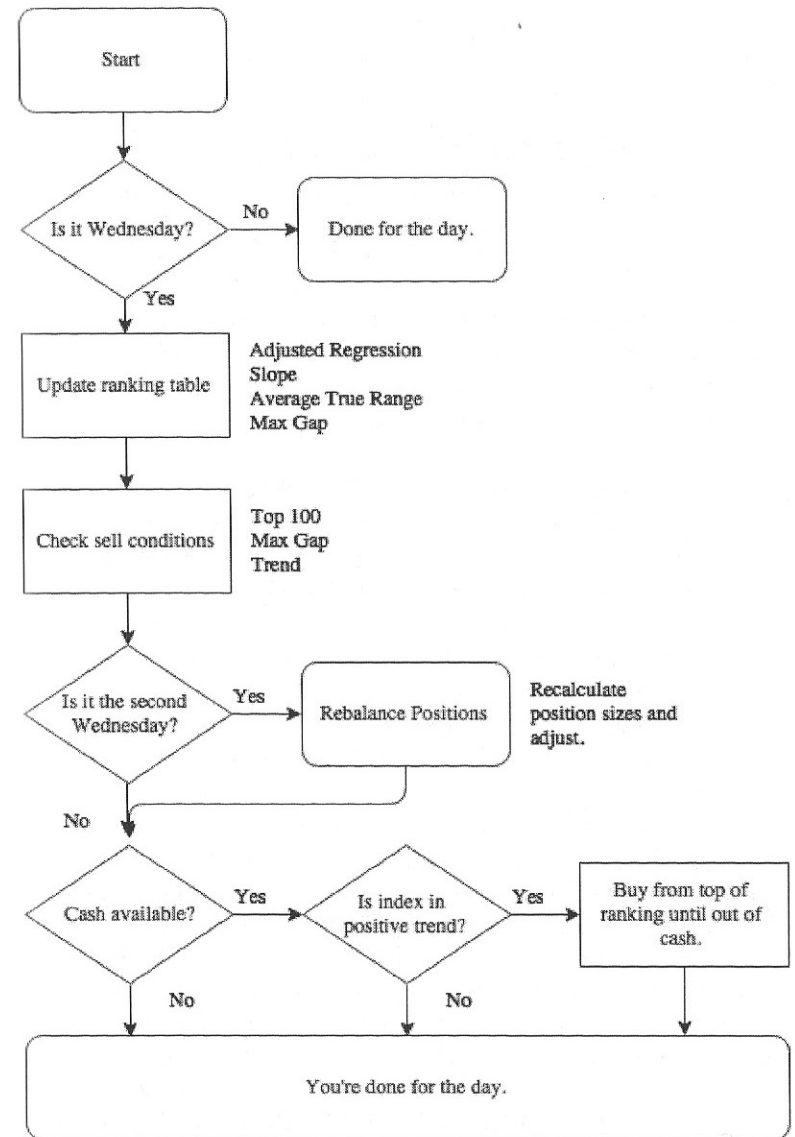


Figure 10-1 Trading Rules Flow Chart