

CFTe Level I
Reading Material

مرکز مالی ایران

CORE READING MATERIAL:

I. Edwards, Robert D. and Magee, John, Technical Analysis of Stock Trends, 9th (or current) Edition (۲۰۰۱-۲۰۰۸)

Chapters:

۱. The Technical Approach to Trading and Investing
۲. Charts
۳. The Dow Theory
۴. The Dow Theory in Practice
۵. The Dow Theory's Defects
۶. Important Reversal Patterns
۷. Important Reversal Patterns – Continued
۸. Important Reversal Patterns – The Triangles
۹. Important Reversal Patterns – Continued
۱۰. Other Reversal Phenomena
۱۱. Consolidation Formations
۱۲. Gaps
۱۳. Support and Resistance
۱۴. Trendlines and Channels
۱۵. Major Trendlines
۱۶. Technical Analysis of Commodity Charts
۱۷. A Summary of Some Concluding Comments
- ۱۷,۲ Advancements in Investment Technology
۱۸. The Tactical Problem
- ۱۸,۱ Strategies and Tactics for the Long-Term Investor

- ٢٠. The Kind of Stocks we Want: The Speculator's View Point
- ٢٠,١ The Kind of Stocks we Want: The Long-Term Investor's View Point
- ٢٣. Choosing and Managing High-Risk Stocks: Tulip Stocks, Internet Sector and Speculative Frenzies
- ٢٤. The Probable Moves of Your Stocks
- ٢٥. Two Touchy Questions
- ٢٧. Stop Orders
- ٢٨. What is a Bottom - What is a Top?
- ٢٩. Trendlines in Action
- ٣٠. Use of Support and Resistance
- ٣٣. Tactical Review of Chart Action
- ٣٤. A Quick Summation of Tactical Methods
- ٣٦. Automated Trendlines: The Moving Average
- ٣٨. Balanced and Diversified
- ٣٩. Trial and Error
- ٤٠. How Much Capital to Use in Trading
- ٤١. Application of Capital in Practice
- ٤٢. Portfolio Risk Management
- ٤٣. Stick to Your Guns

II. Murphy, John J.: Technical Analysis of the Financial Markets, New York Institute of Finance, New York, NY

Chapters:

- ١. Philosophy of Technical Analysis
- ٢. Dow Theory
- ٣. Chart Construction
- ٤. Basic Concepts of Trend

Υ. Volume and Open Interest

Ͽ. Time Cycles

III. Pring, Martin J.: Technical Analysis Explained, 4th (or current) Edition, McGraw Hill Book Company, New York,

Chapters:

Υ. Financial Markets and the Business Cycle

Ͽ. Typical Parameters for Intermediate Trends

ϿϿ. Individual Momentum Indicators II

ϿϿ. The Concept of Relative Strength

ϿϿ. Price: The Major Averages

ϿϿ. Time: Longer-Term Cycles

ϿϿ. General Principles

ϿϿ. Sentiment Indicator

IV. Le Beau Charles, Lucas David: Technical Traders Guide to Computer Analysis of the Futures Market

Chapters:

Ͽ. System Building

Ͽ. Technical Studies

Ͽ. Day Trading

V. Nison Steve: Candlestick Charting Techniques, Second Edition

Chapters:

Ͽ. Introduction

Ͽ. A historical background

- ϣ. Constructing the candlestick lines
- Ϙ. Reversal patterns
 - ∘. Stars
- ϙ. More Reversal Patterns
- Ϛ. Continuation Patterns
- ⋈. The Magic Doji
- ϛ. Putting it all Together

VI. Du Plessis Jeremy: The Definitive Guide to Point and Figure

Chapters:

- ϧ. Introduction to Point and Figure Charts
- Ϙ. Characteristics and Construction
- ϙ. Understanding Point and Figure Charts
- Ϛ. Projecting Price Targets
- ∘. Analysing Point and Figure Charts

Required additional IFTA reading material (see Appendices):

- ϧ. Elliott Wave Theory (Appendix A–Provided when candidate registers for CFTe I.)
- Ϙ. Breadth Indicators (Appendix B– Provided when candidate registers for CFTe I.)
- ϙ. Time Cycles Analysis (Appendix C– Provided when candidate registers for CFTe I.):

Note: The questions on the exam for this topic will be pulled from Murphy, John J.
recommended reading

listed above.

- Ϛ. Point and Figure Techniques (Appendix D– Provided when candidate registers for CFTe I.)