

Access a world of market opportunity.



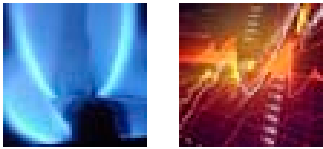
Diversify and take advantage of current market opportunities with contracts covering all major asset classes including **forex, stock indexes, agricultural commodities, energy, metals and interest rates**. Learn more in the [CME Group Resource Center](#) under **IB Exchange Tutorials**.

Trade CME Group markets:

- Equivalent market exposure with **lower capital requirements**
- No uptick rule or short selling restriction**
- Around the clock markets** eliminate overnight gap risk inherent in other markets
- Financial safeguards** of a regulated exchange

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The Contracts that Set the Standard

CME Group (NYMEX) energy products include the global benchmarks for price discovery as well as the main risk management instruments around the globe. The contracts most popular among active individual traders are:

- **Light Sweet Crude Oil (WTI) futures and options - ADV May 2011 720,273**
- **E-mini Light Sweet Crude Oil (WTI) futures – ADV May 2011 15,213**
- **Natural Gas (Henry Hub) futures and options – ADV May 2011 286,436**
- **E-mini Natural Gas (Henry Hub) futures – ADV May 2011 2,266**
- **Heating Oil futures and options – ADV May 2011 125,983**
- **Gasoline (RBOB) futures and options – ADV May 2011 161,457**

Oil & Gas – Expect the Unexpected!

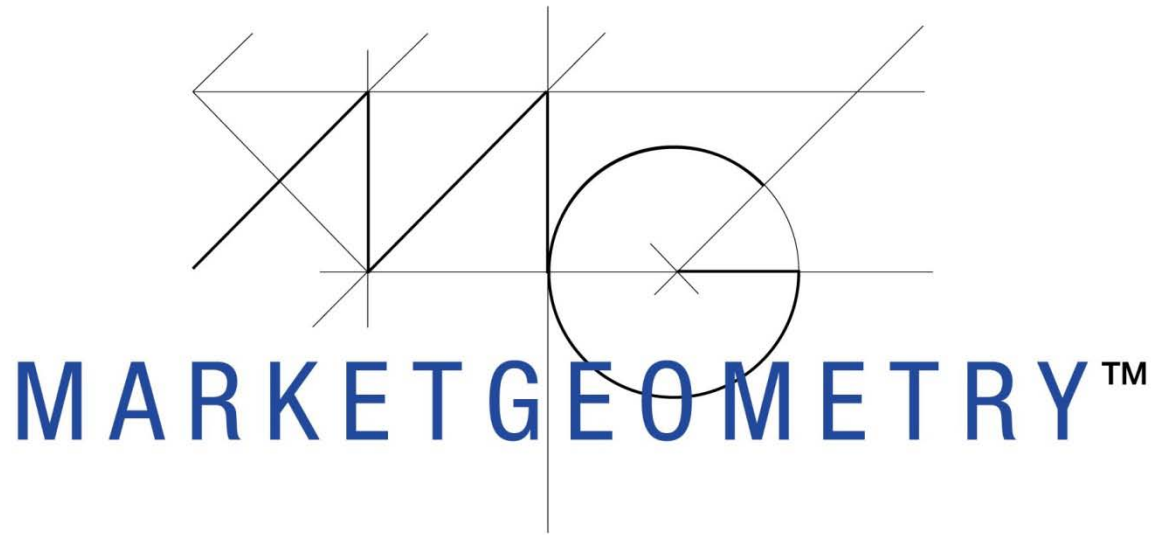


Timothy Morge, CTA and President
Blackthorne Capital, Inc.

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FOREX and Futures Risk Disclaimer

Trading in the off exchange retail foreign currency market or futures markets is one of the riskiest forms of investments available in the financial markets and suitable for sophisticated individuals and institutions. The possibility exists that you could sustain a substantial loss of funds and therefore you should not invest money that you cannot afford to lose. Nothing in this presentation is a recommendation to buy or sell currencies or futures and Timothy Morge is not liable for any loss or damage, including without limitation, any loss of profit, which may arise directly or indirectly from the use of Timothy Morge's tools or reliance on such information.

Results

Past performance does not guarantee future results.

This is one persons experience, your experience may differ.

Results are not guaranteed, individual experiences may vary.

Market Volatility

In volatile market conditions, substantial losses may occur.

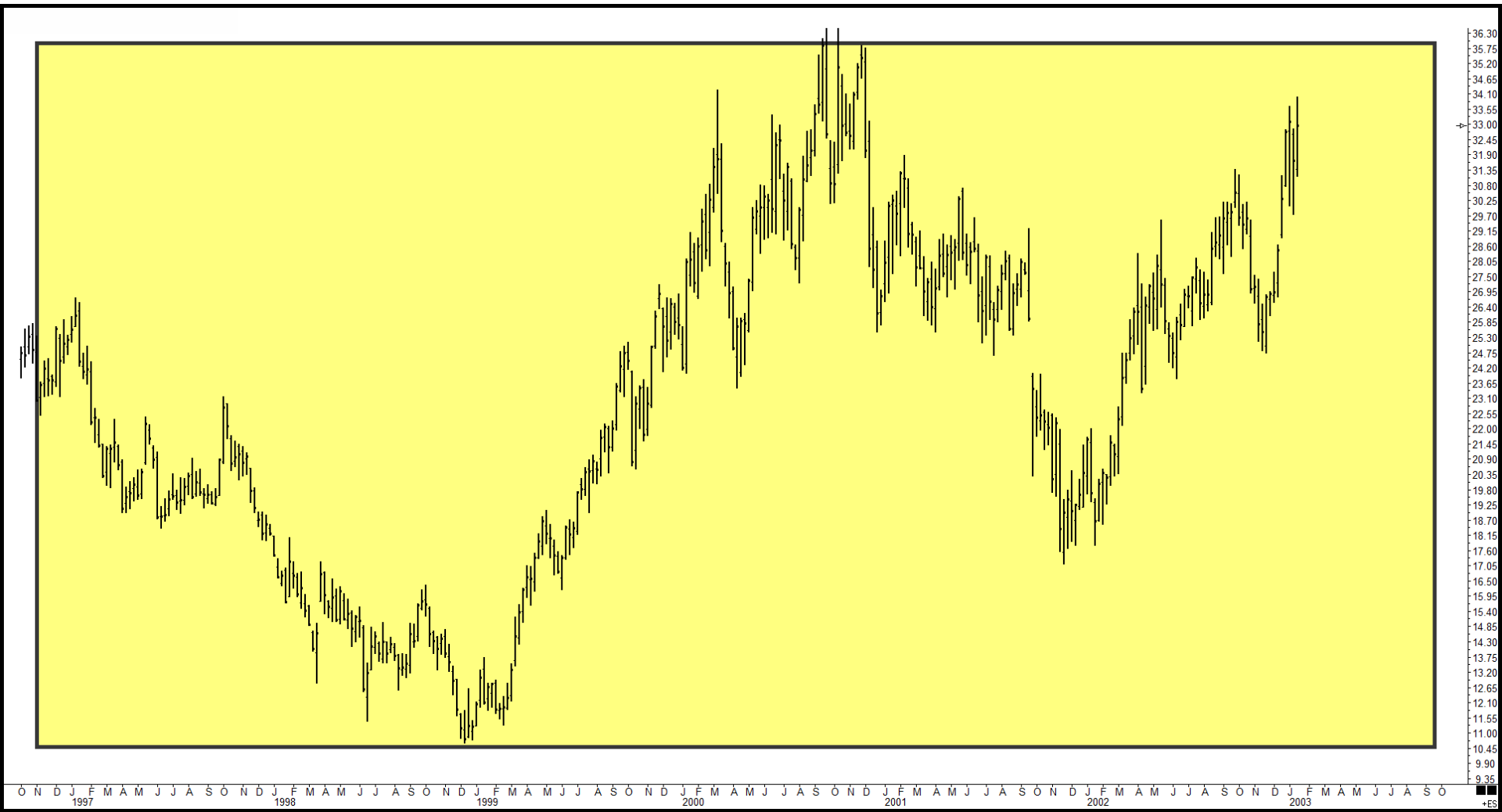
In volatile market conditions, orders may not be filled as placed.

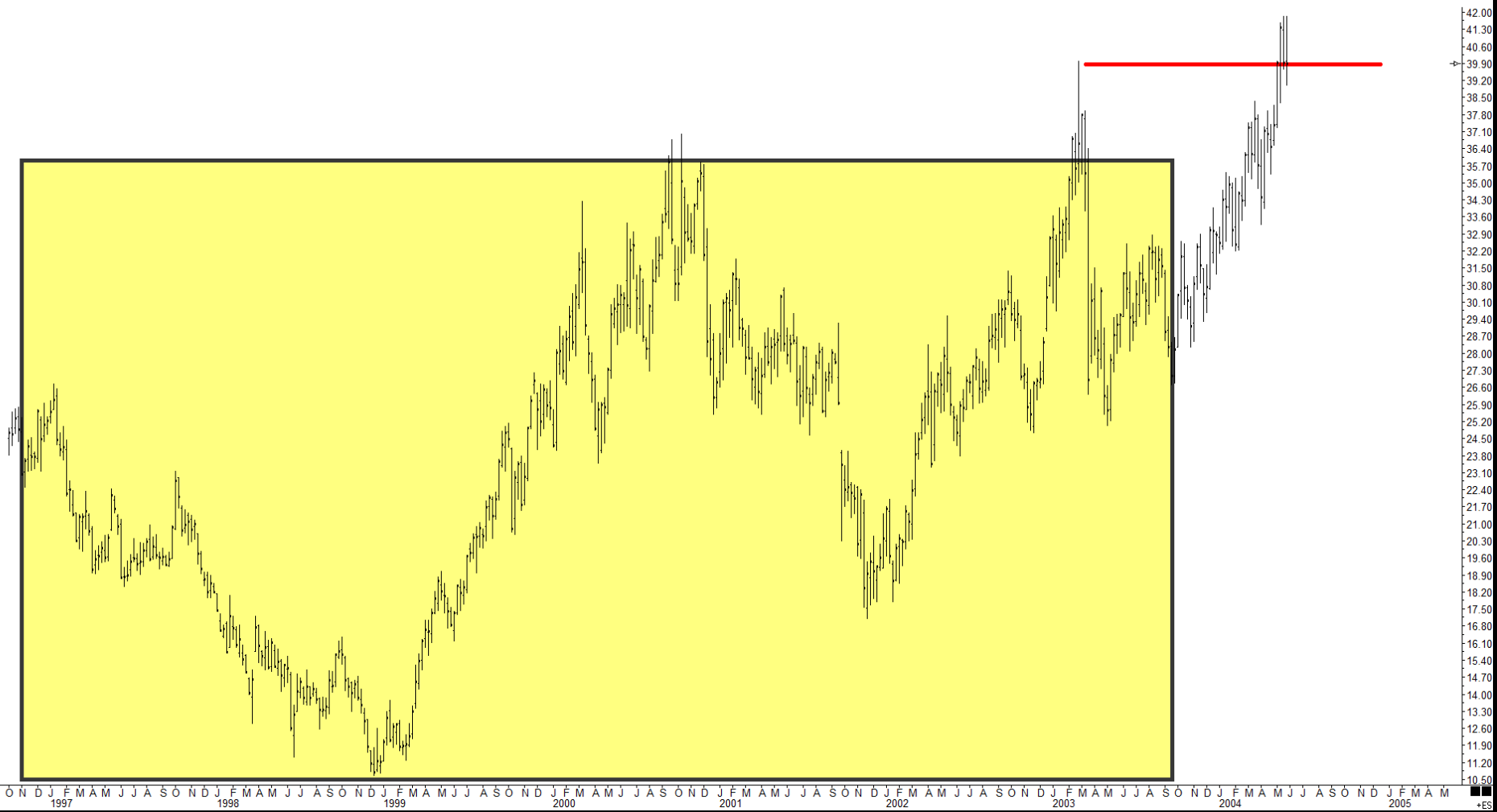
Leverage

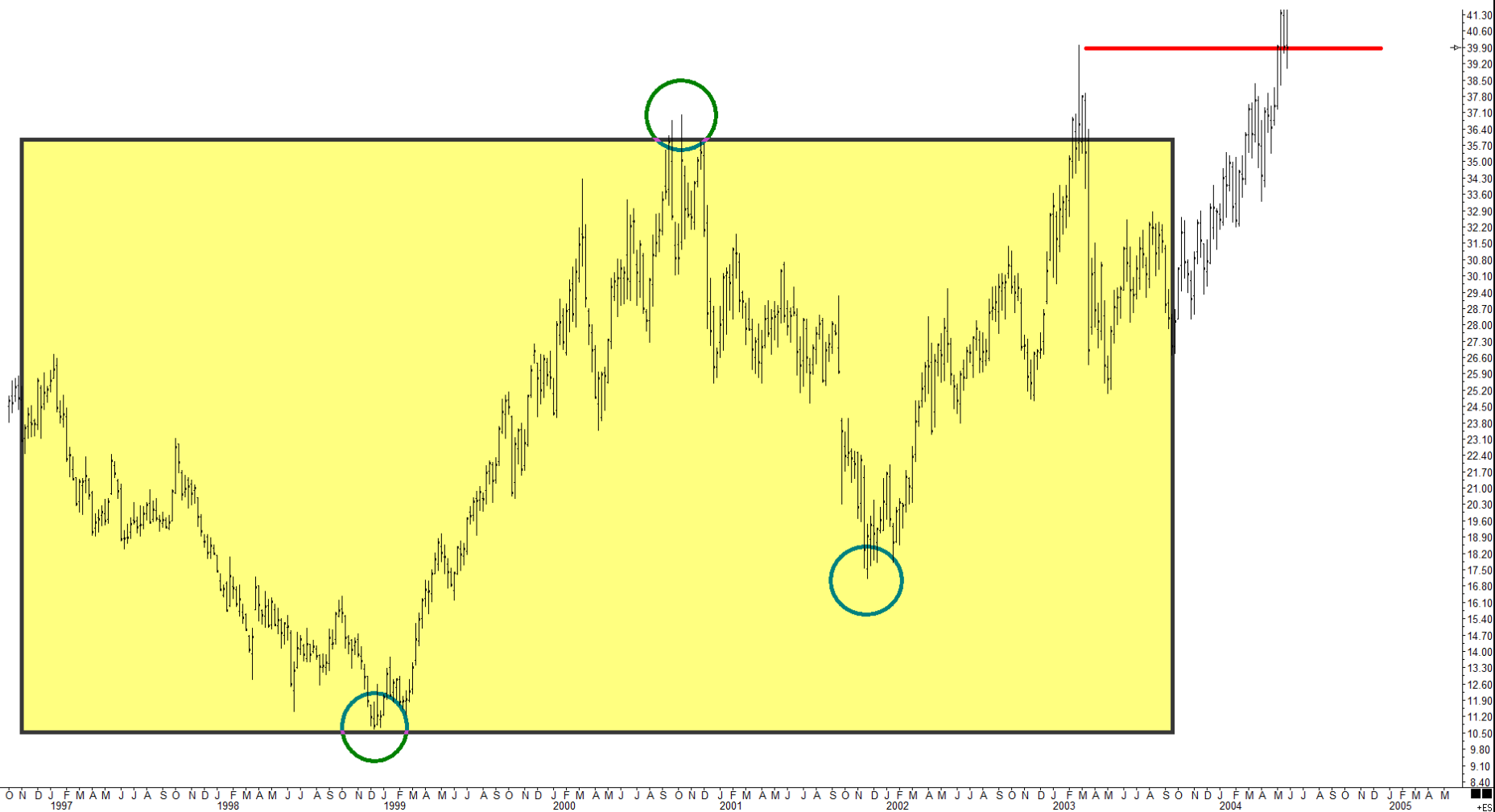
The leveraged nature of FX trading and Futures trading means that any market movement will have an equally proportional effect on your deposited funds. This may work against you as well as for you. The possibility exists that you could sustain a total loss of initial margin funds and be required to deposit additional funds to maintain your position. If you fail to meet any margin call within the time prescribed, your position will be liquidated and you will be responsible for any resulting losses.

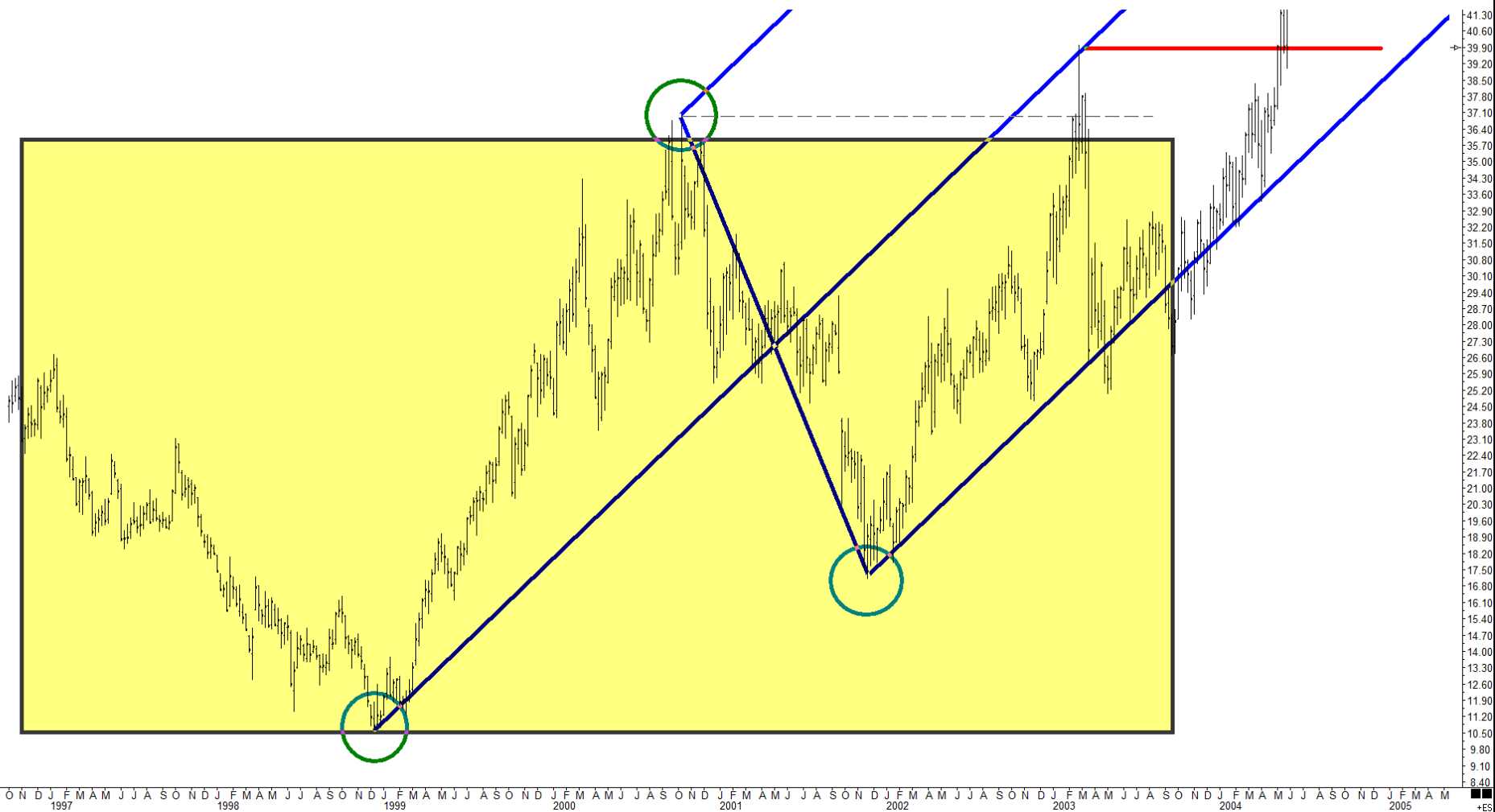
**This webcast is dedicated to Amos Hostetter, one of my early mentors.
In my opinion, Amos was the best 'Campaign Trader' in the last 200 years**

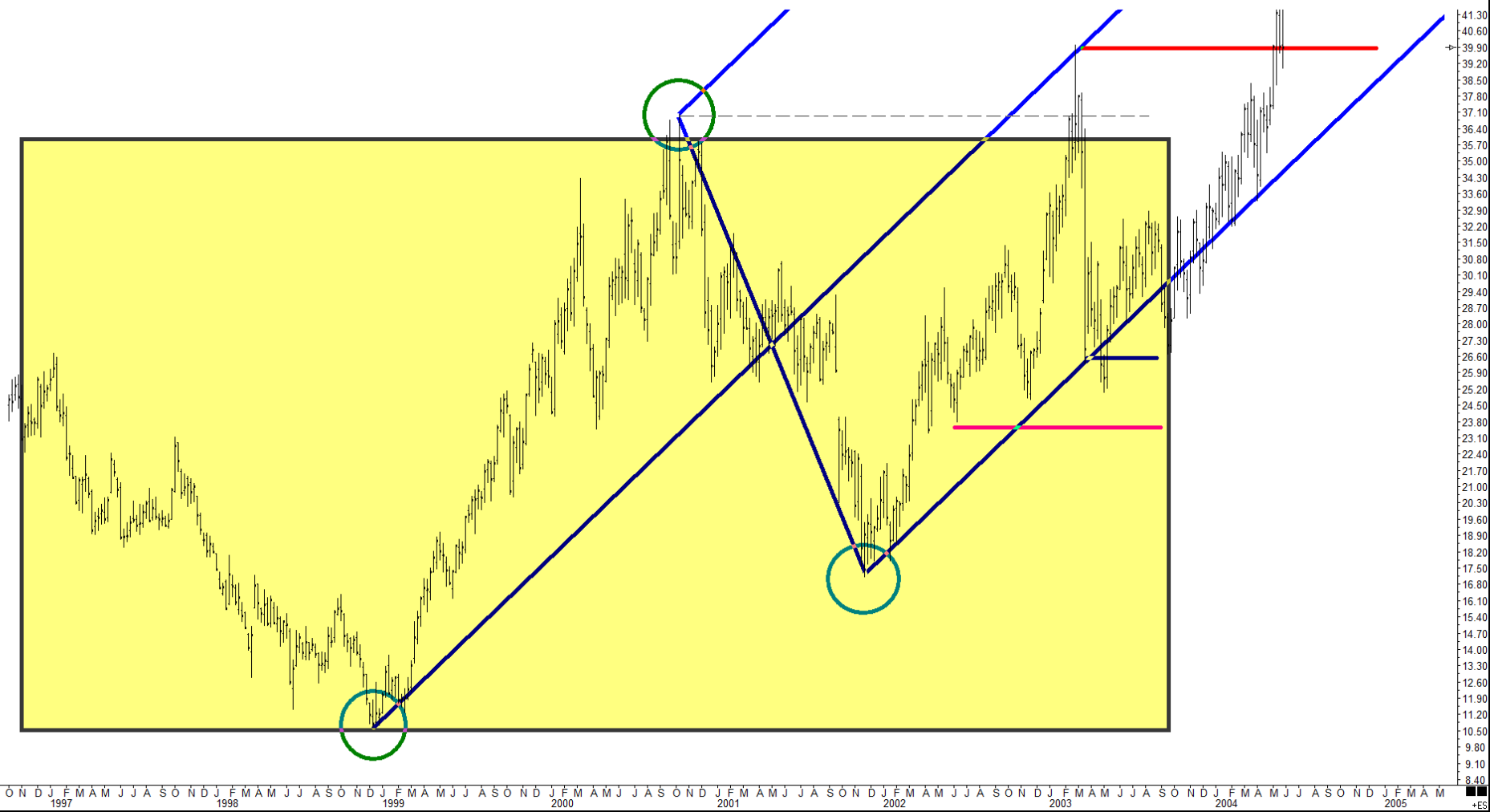
Sometimes, It's All About Patience.



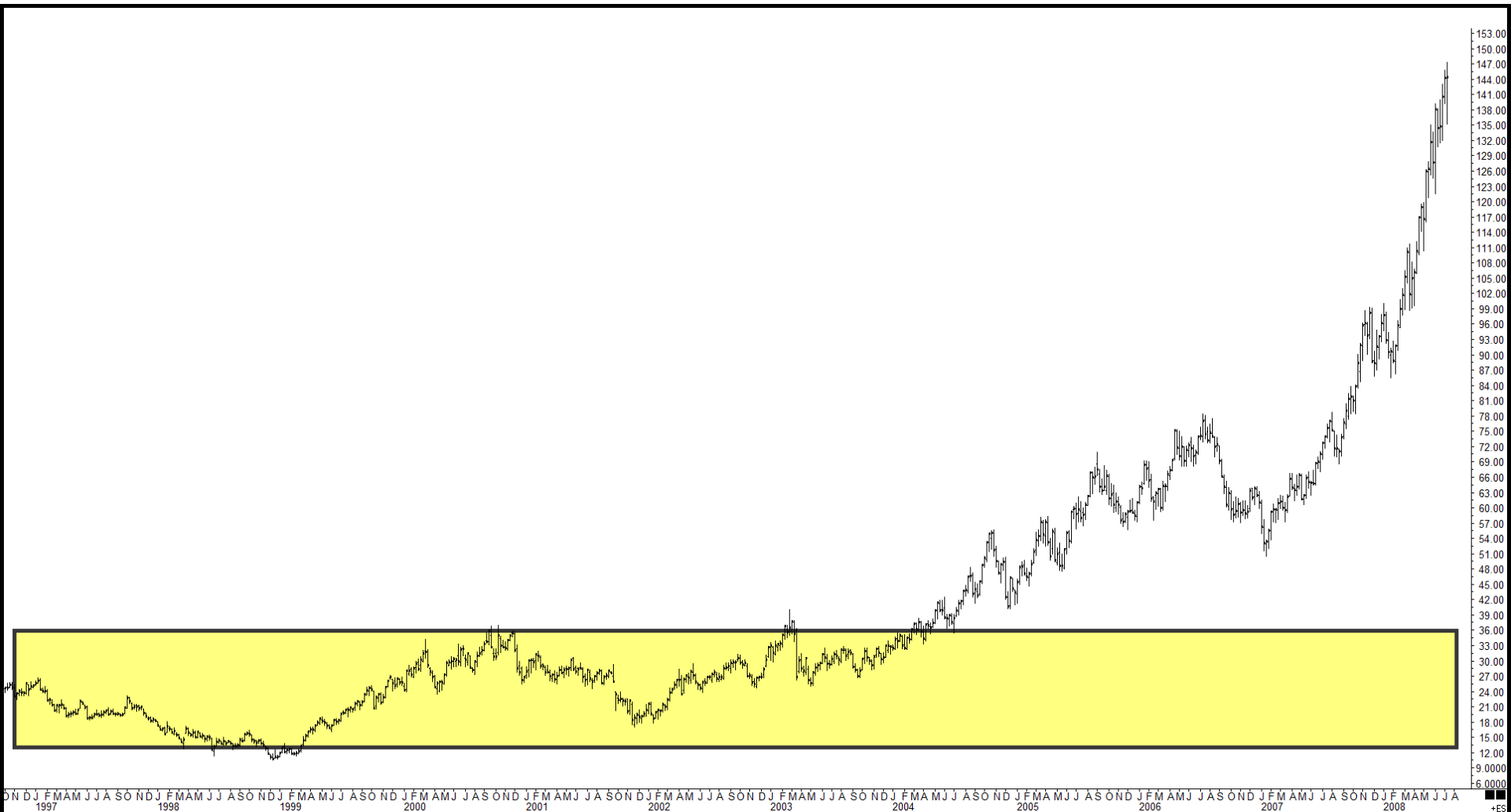












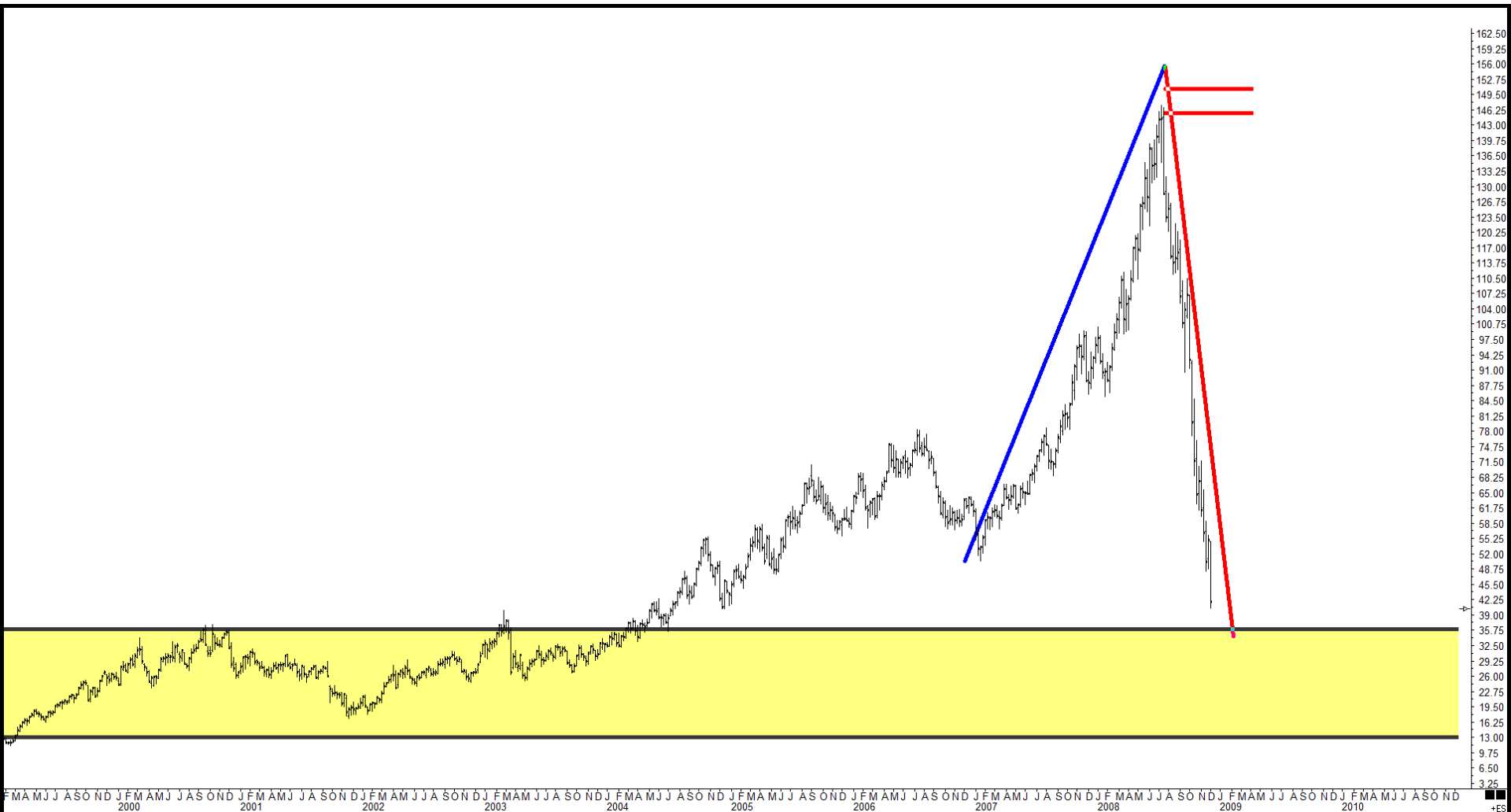
Types of Market Squeezes

- **Lack of Supply or a Supply Disruption**
- **Excessive Speculation by ‘Campaign Traders’
Determined to Corner or Drive up the Price**
- **Perceived Supply Concerns**
- **Policy Changes That Effect the Flow of the Physical Commodity**

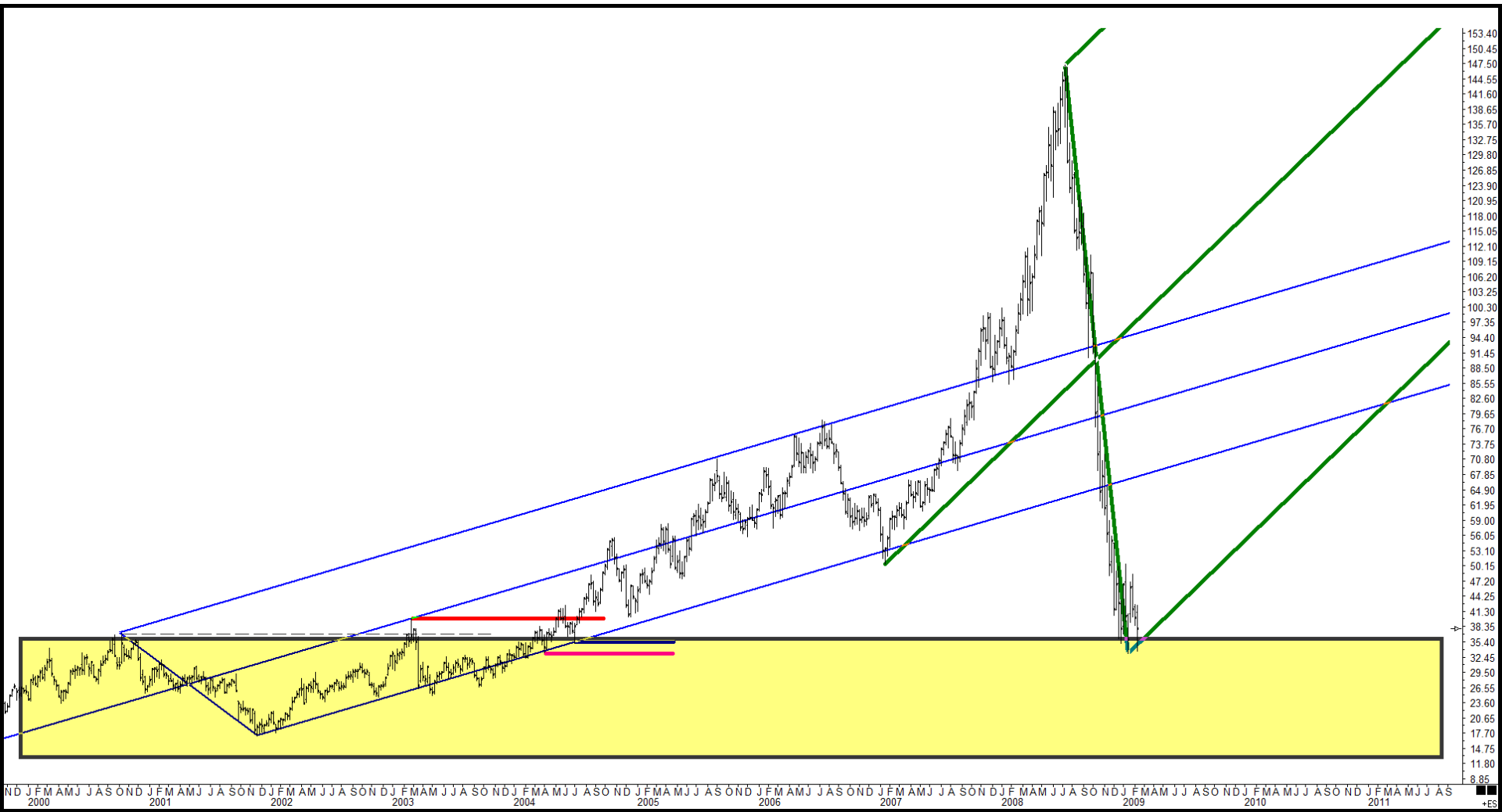










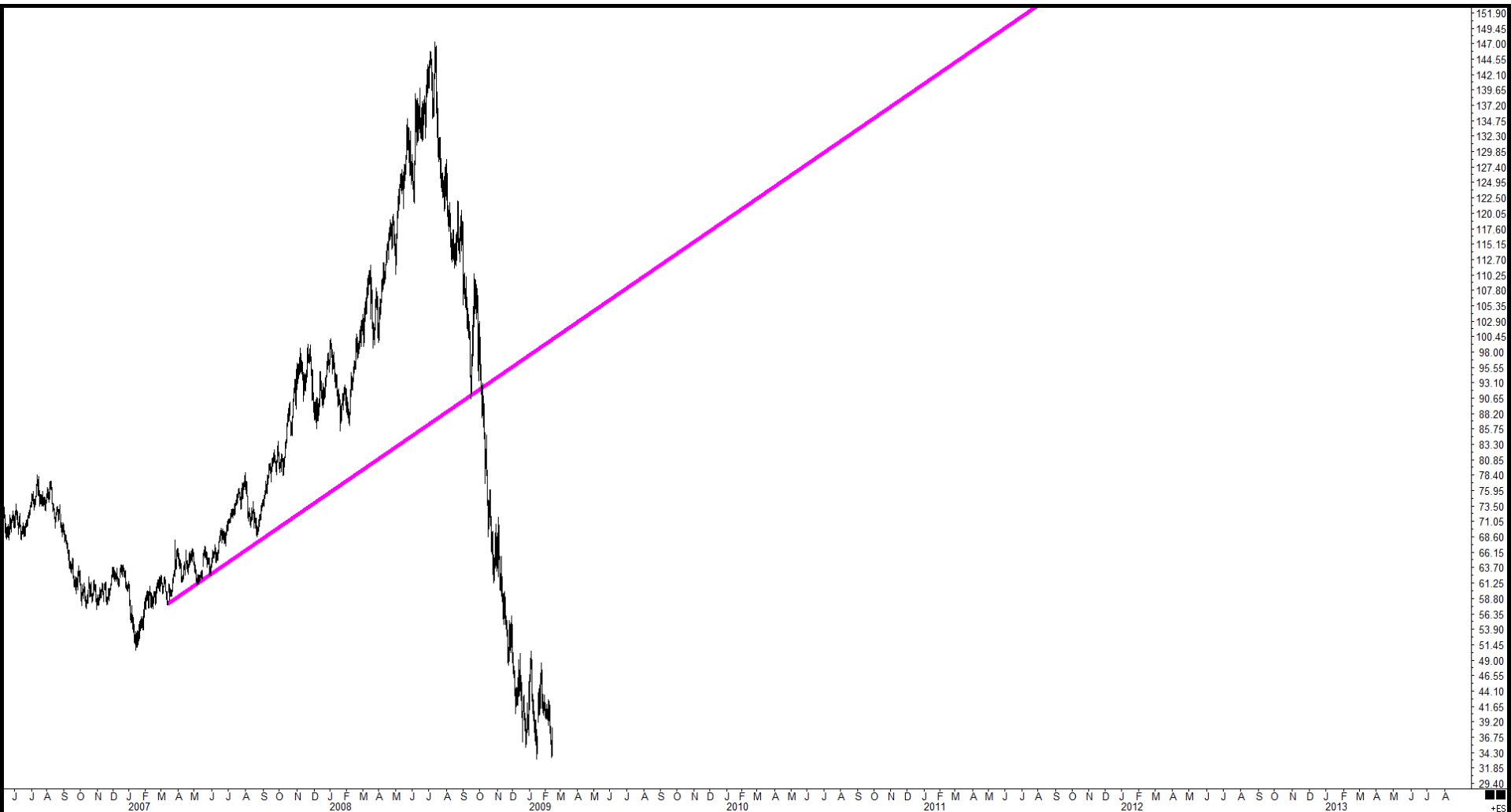


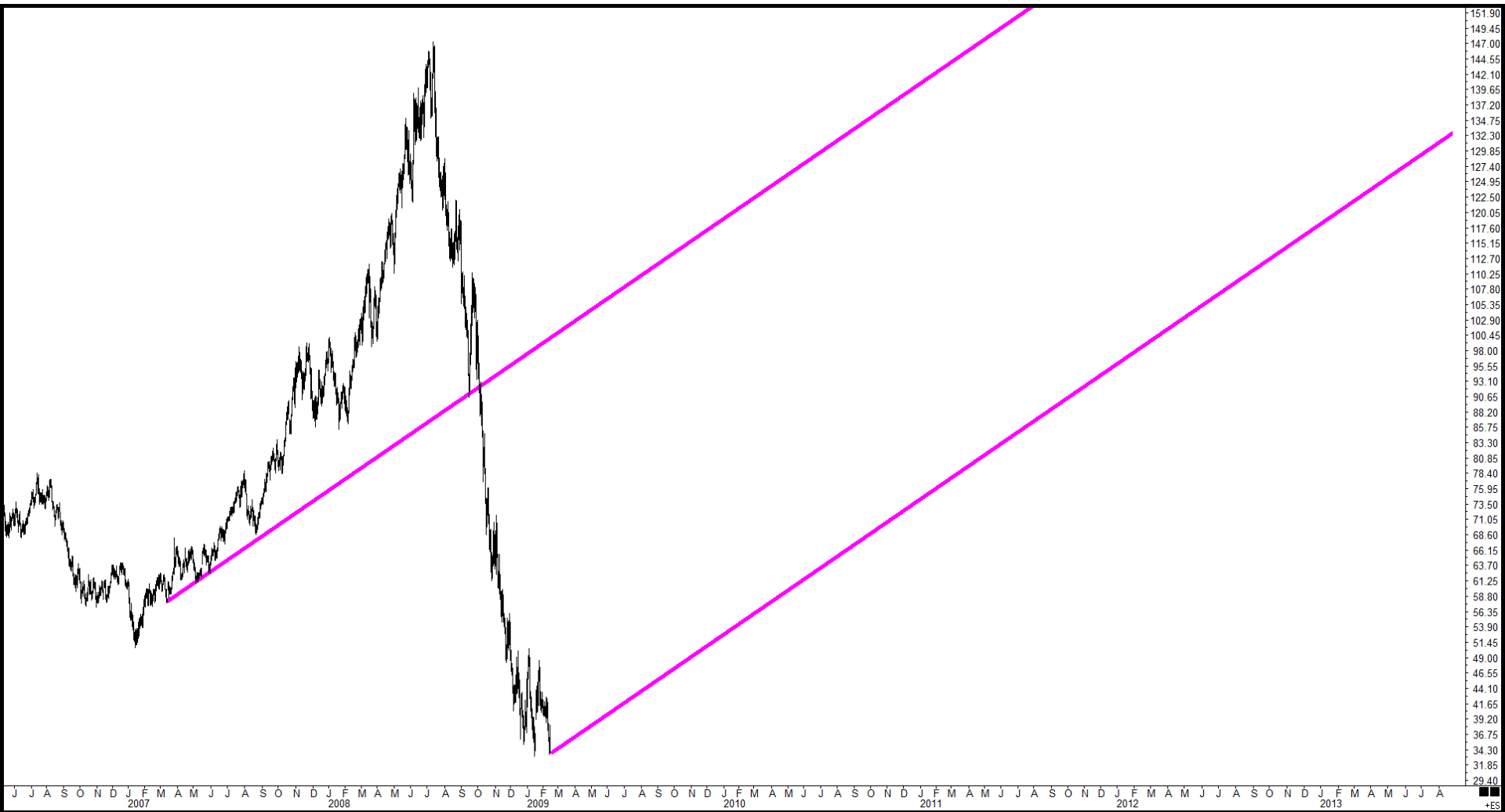


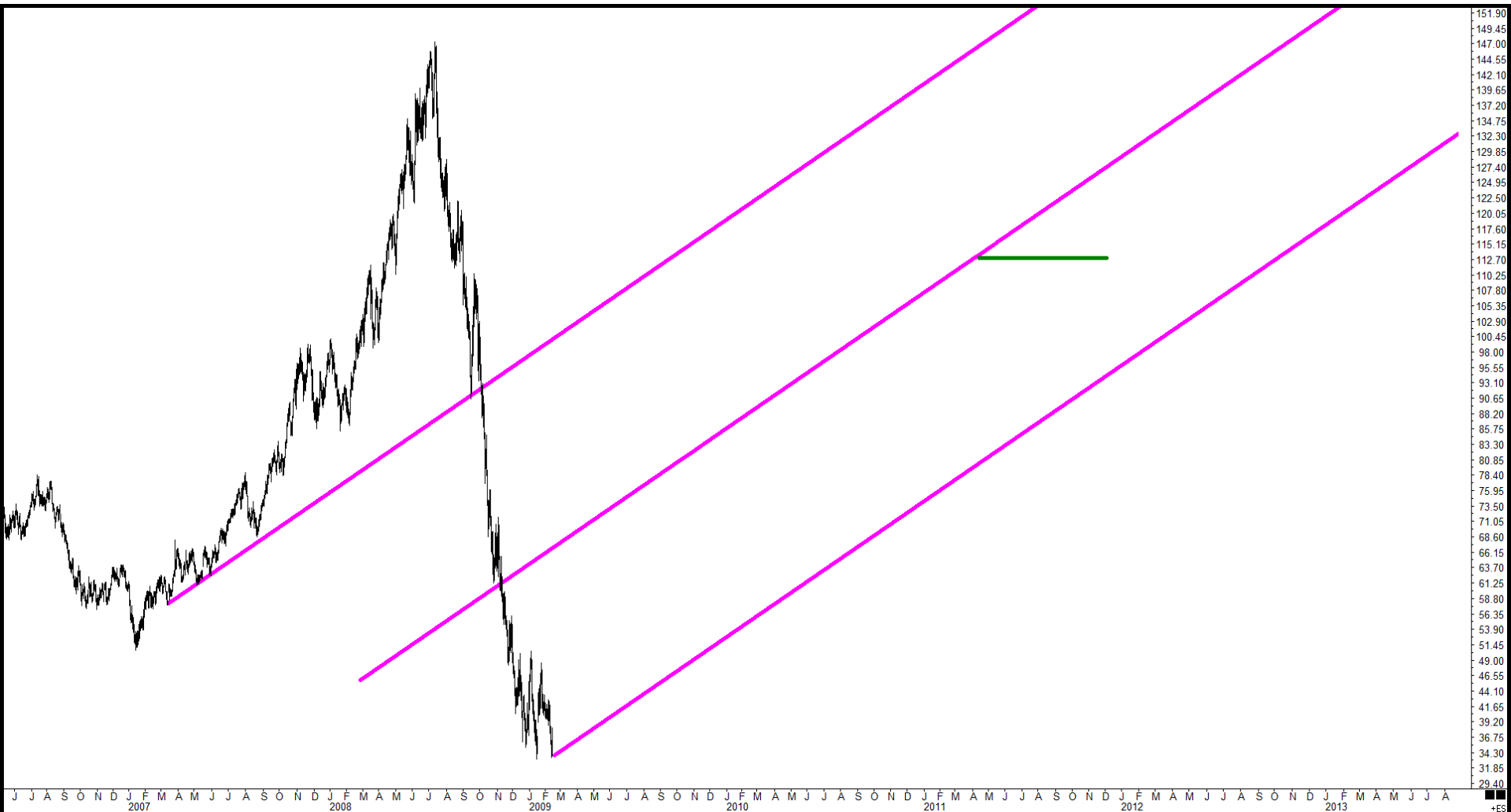


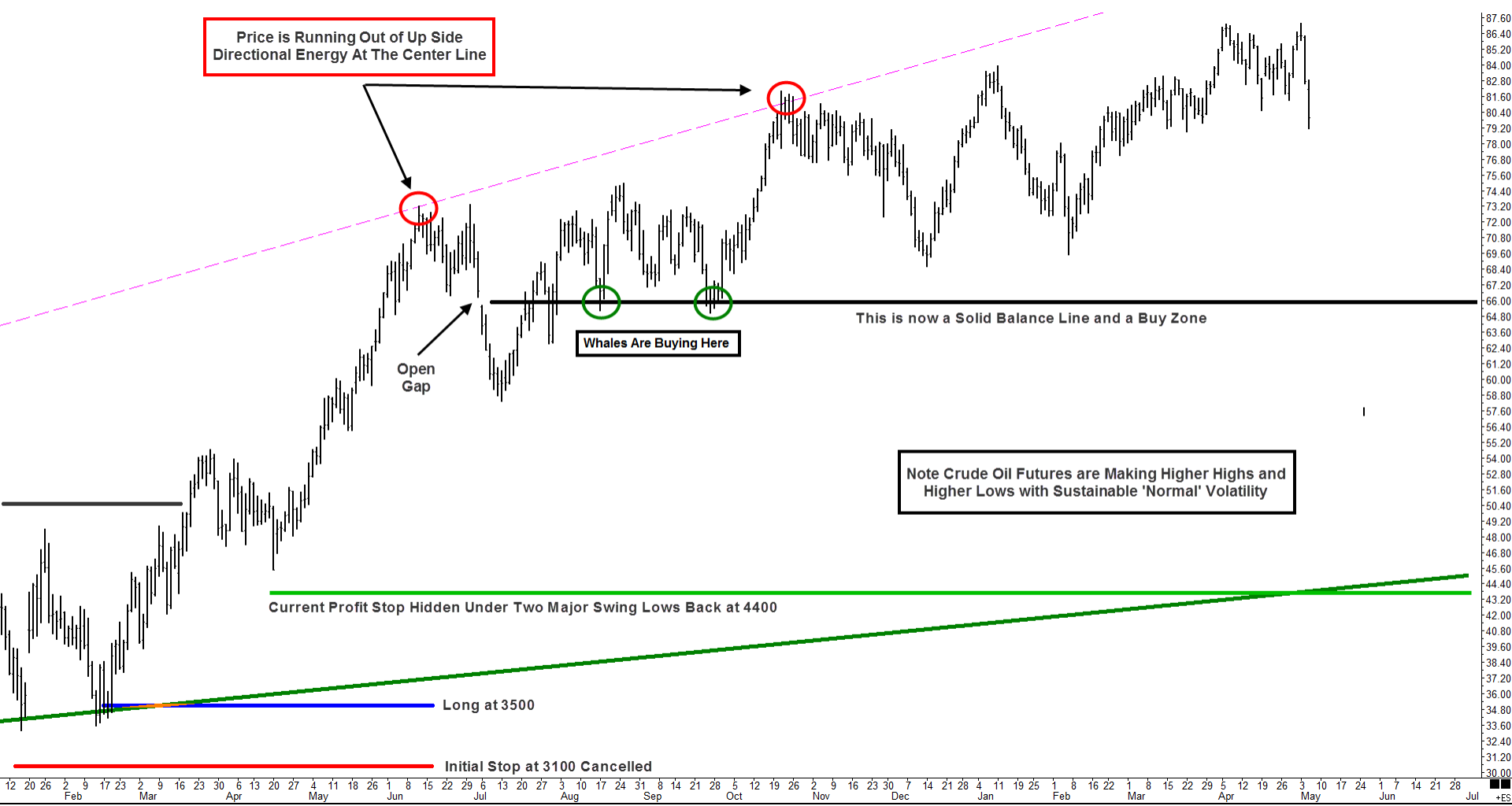












Price is Running Out of Up Side Directional Energy At The Center Line

This is now a Solid Balance Line and a Buy Zone

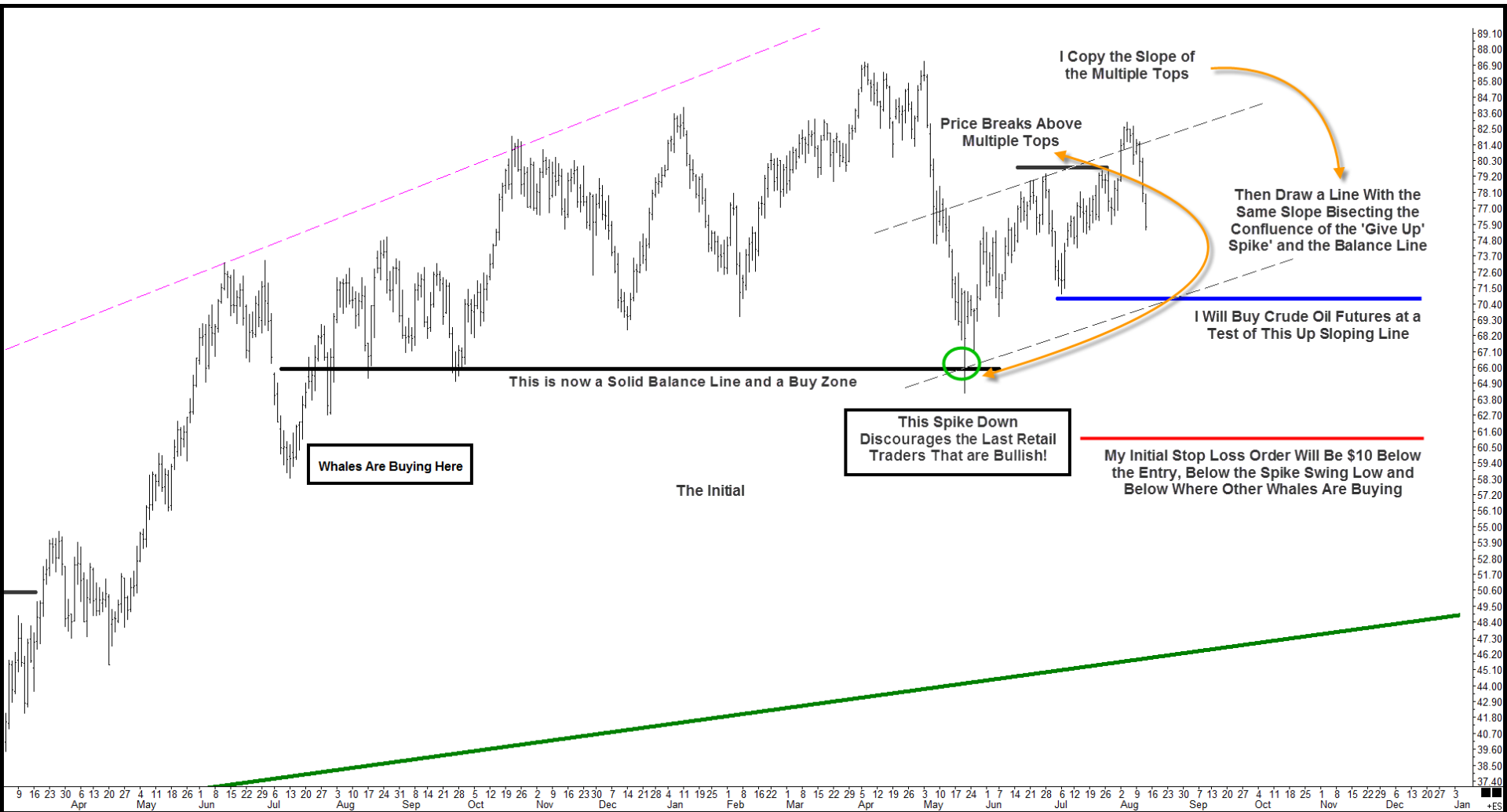
Whales Are Buying Here

Note Crude Oil Futures are Making Higher Highs and Higher Lows with Sustainable 'Normal' Volatility

Current Profit Stop Hidden Under Two Major Swing Lows Back at 4400

Long at 3500

Initial Stop at 3100 Cancelled



Whales Are Buying Here

This is now a Solid Balance Line and a Buy Zone

The Initial

This Spike Down Discourages the Last Retail Traders That are Bullish!

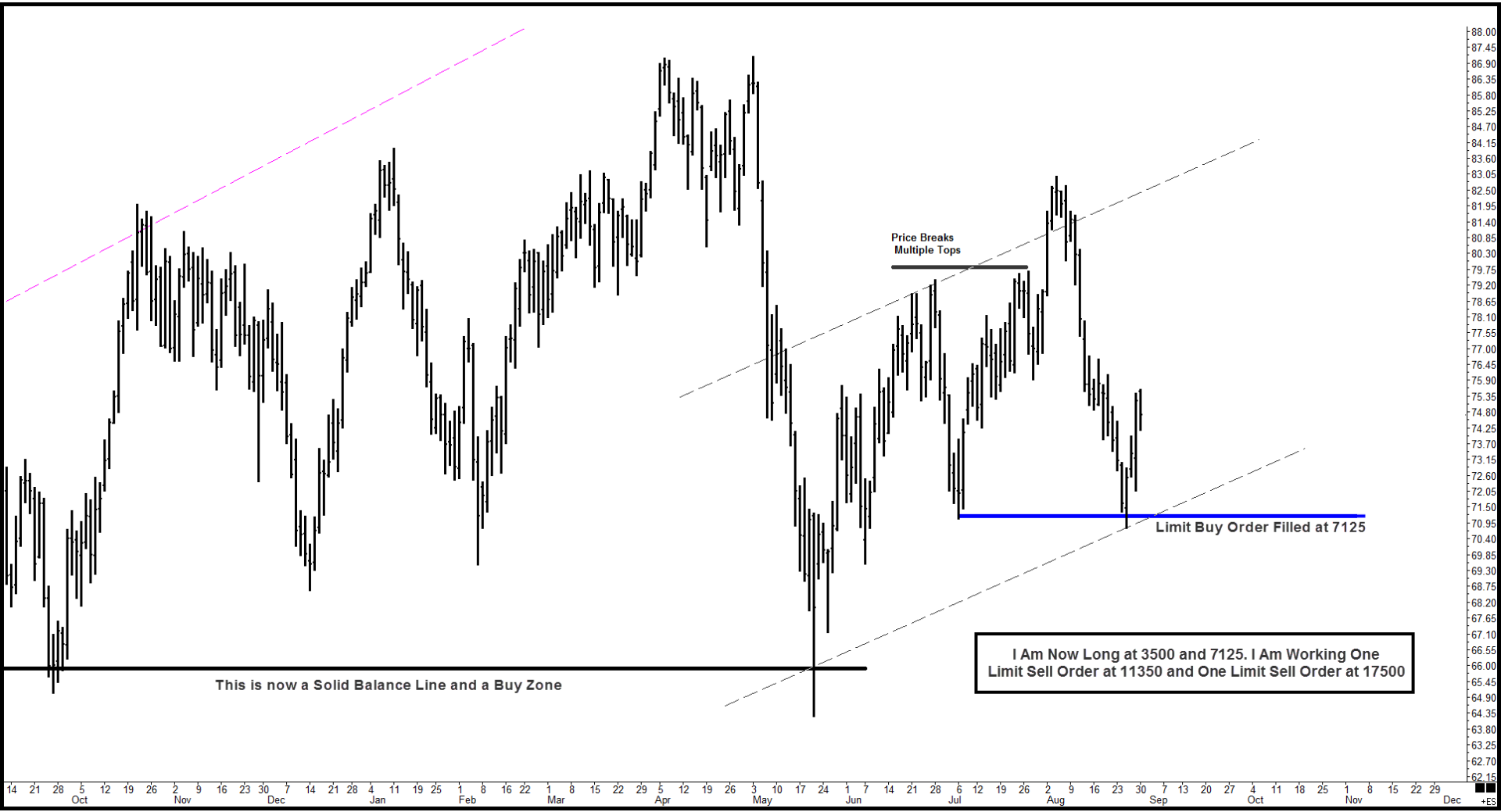
My Initial Stop Loss Order Will Be \$10 Below the Entry, Below the Spike Swing Low and Below Where Other Whales Are Buying

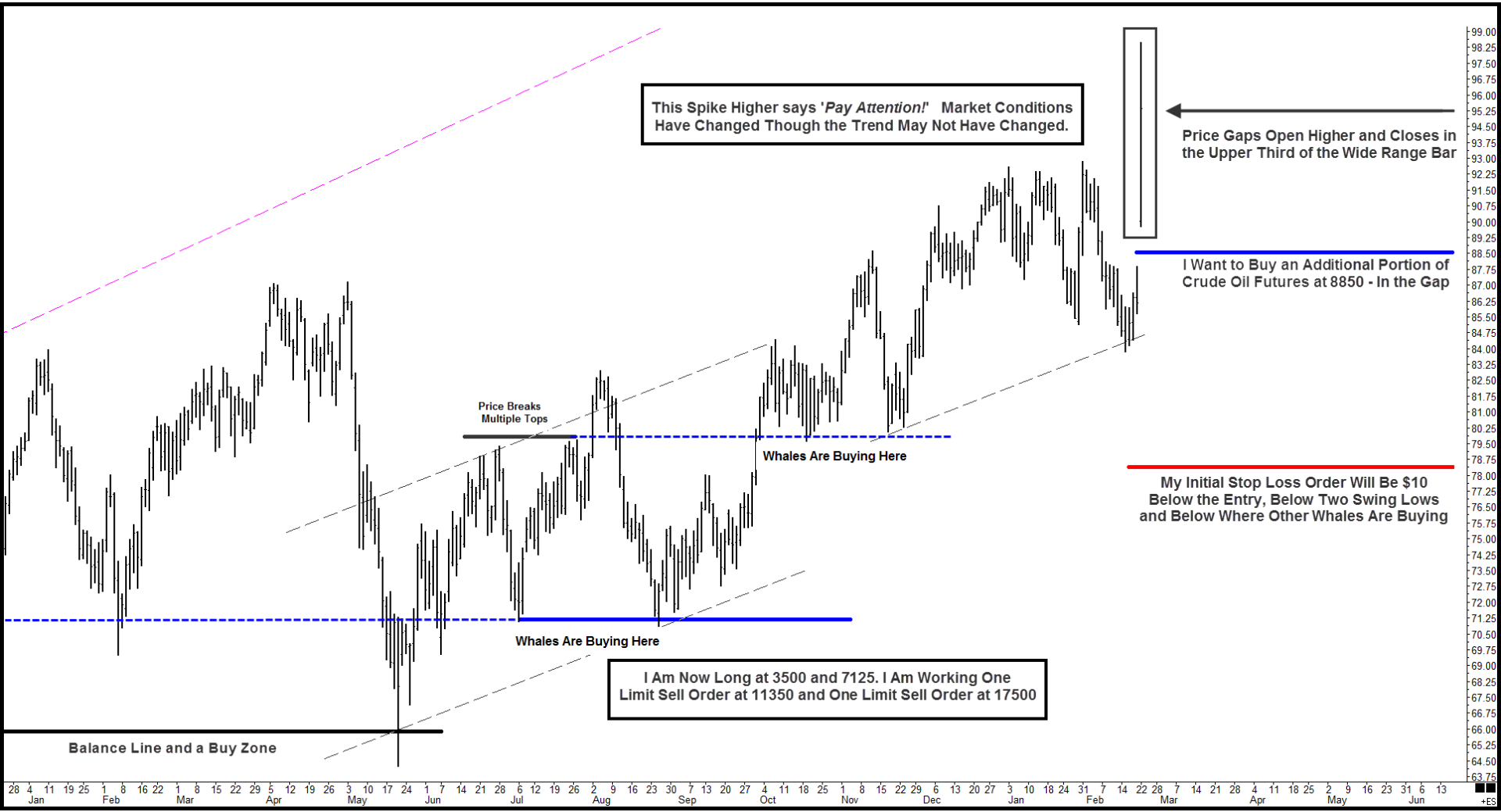
Price Breaks Above Multiple Tops

I Copy the Slope of the Multiple Tops

Then Draw a Line With the Same Slope Bisecting the Confluence of the 'Give Up' Spike and the Balance Line

I Will Buy Crude Oil Futures at a Test of This Up Sloping Line





This Spike Higher says 'Pay Attention!' Market Conditions Have Changed Though the Trend May Not Have Changed.

Price Gaps Open Higher and Closes in the Upper Third of the Wide Range Bar

I Want to Buy an Additional Portion of Crude Oil Futures at 8850 - In the Gap

Price Breaks Multiple Tops

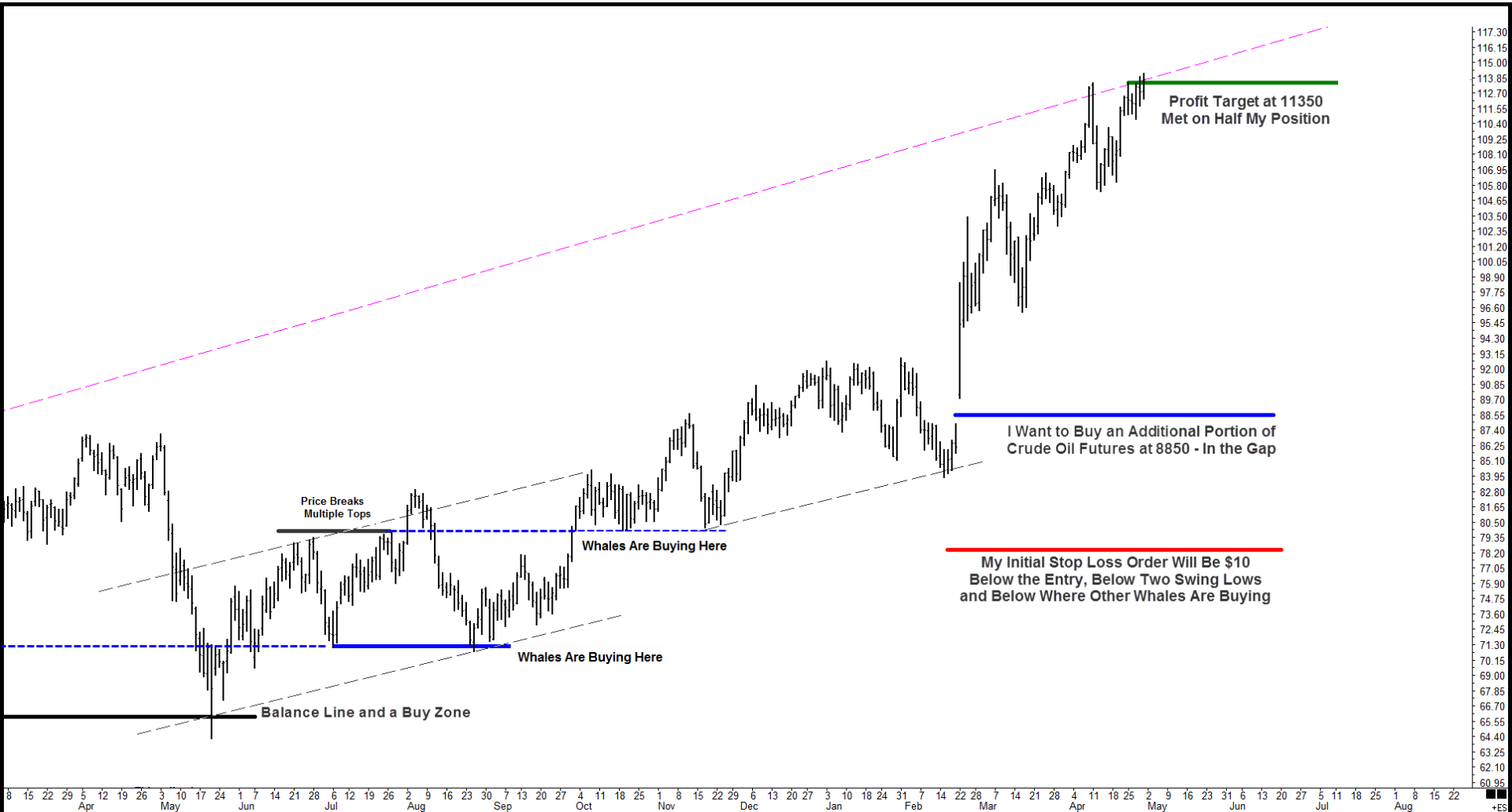
Whales Are Buying Here

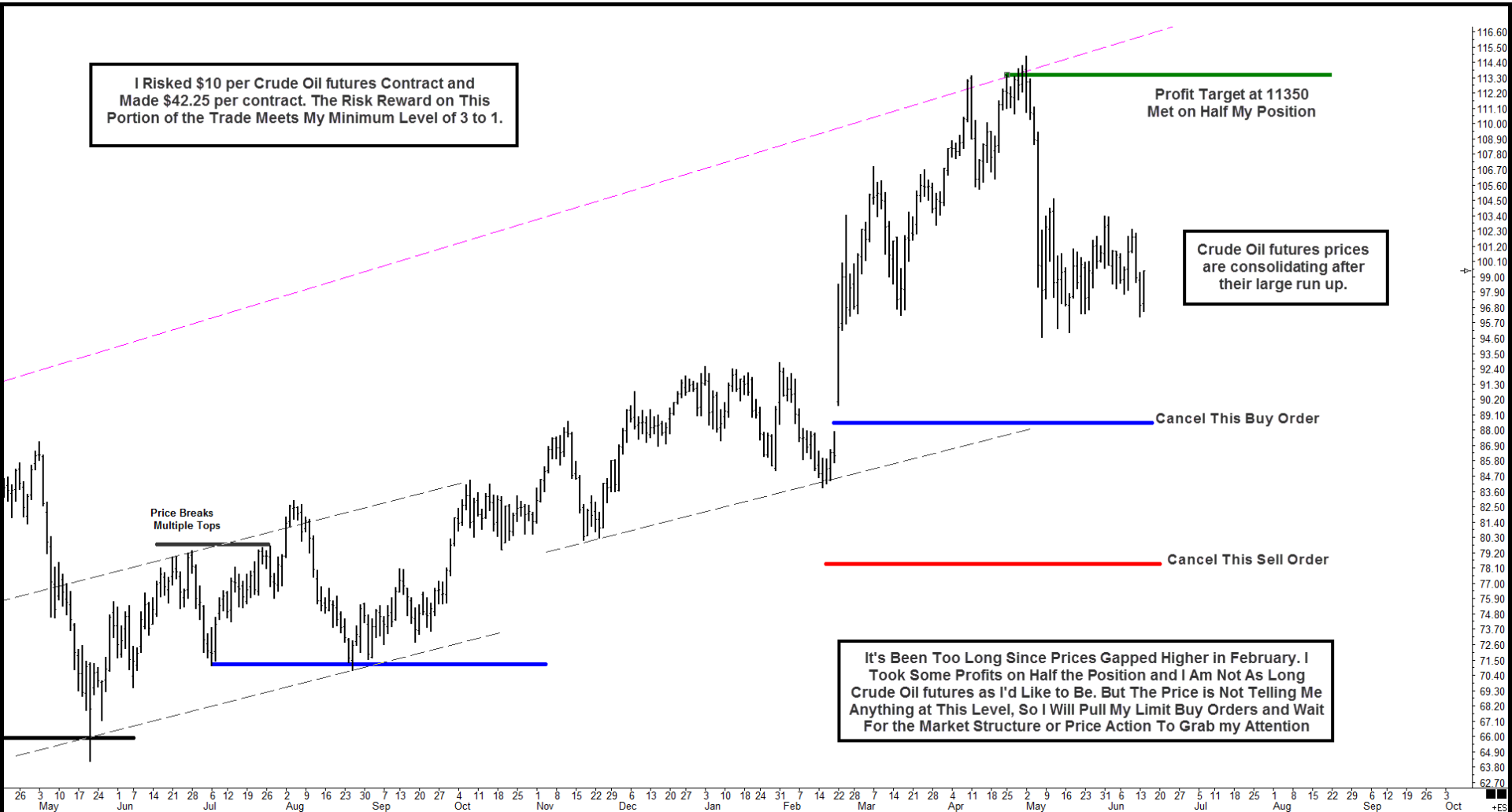
My Initial Stop Loss Order Will Be \$10 Below the Entry, Below Two Swing Lows and Below Where Other Whales Are Buying

Whales Are Buying Here

I Am Now Long at 3500 and 7125. I Am Working One Limit Sell Order at 11350 and One Limit Sell Order at 17500

Balance Line and a Buy Zone

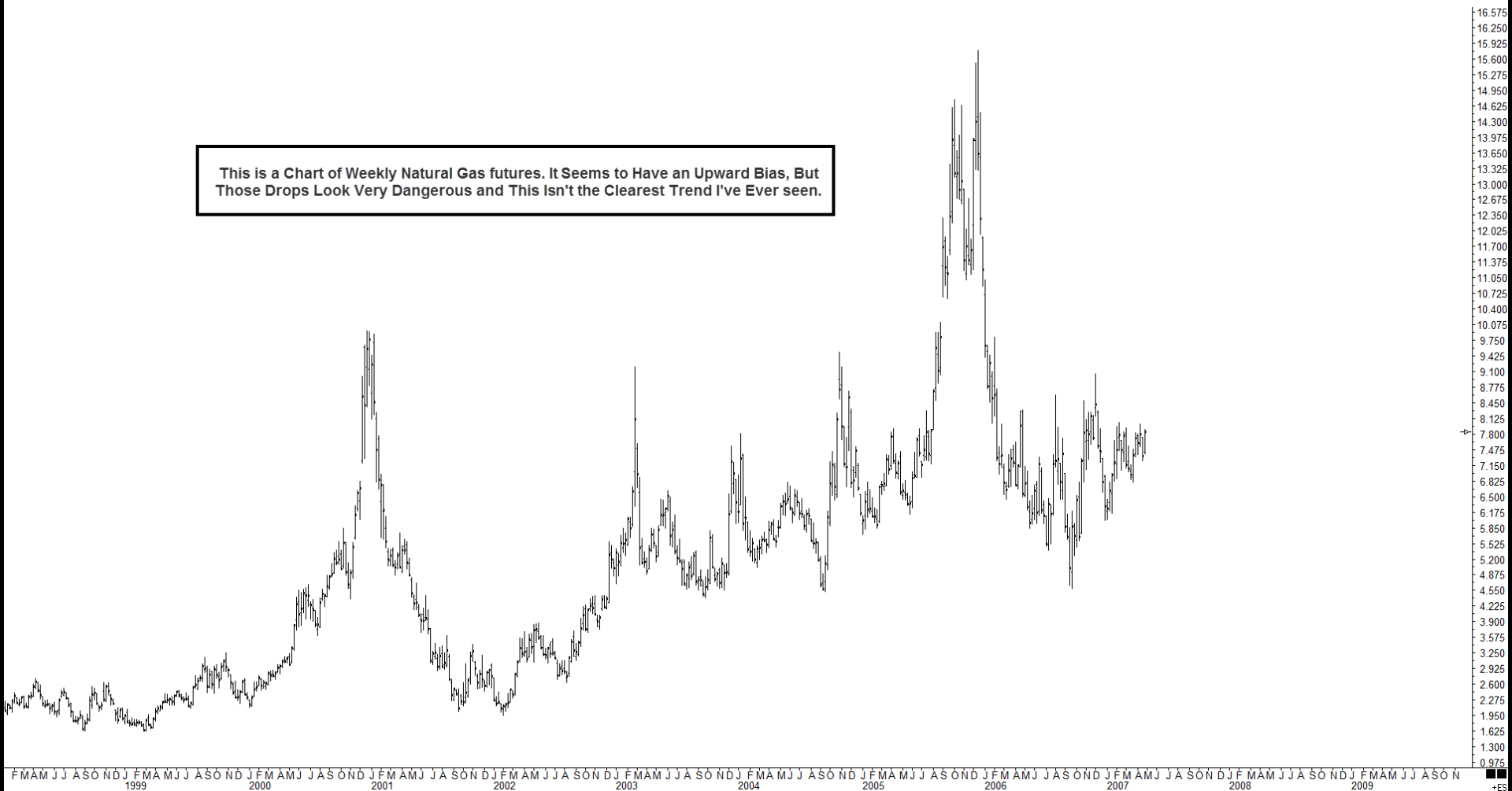


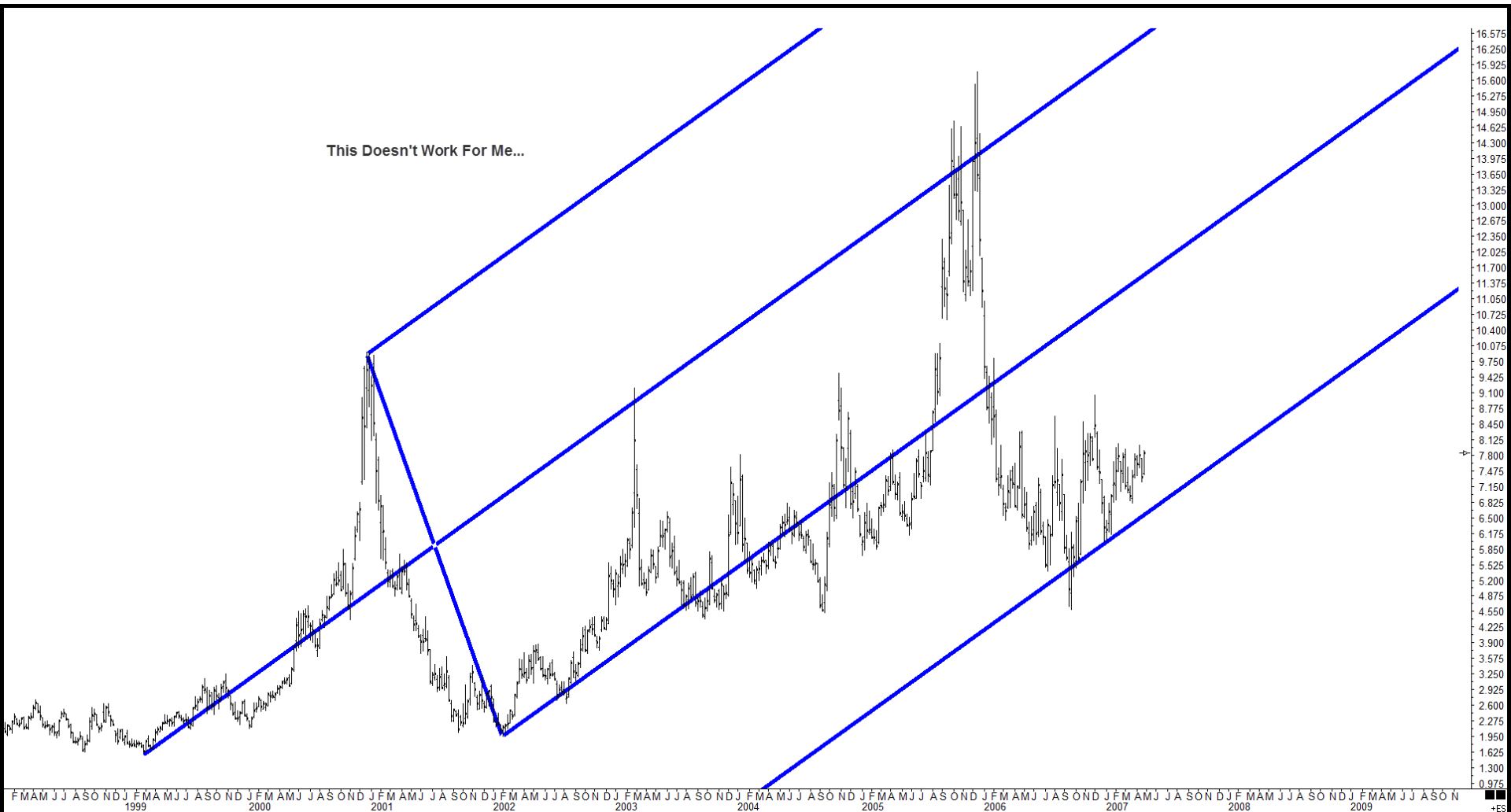


Sometimes, It's All About Knowing When to Say No...



This is a Chart of Weekly Natural Gas futures. It Seems to Have an Upward Bias, But Those Drops Look Very Dangerous and This Isn't the Clearest Trend I've Ever seen.



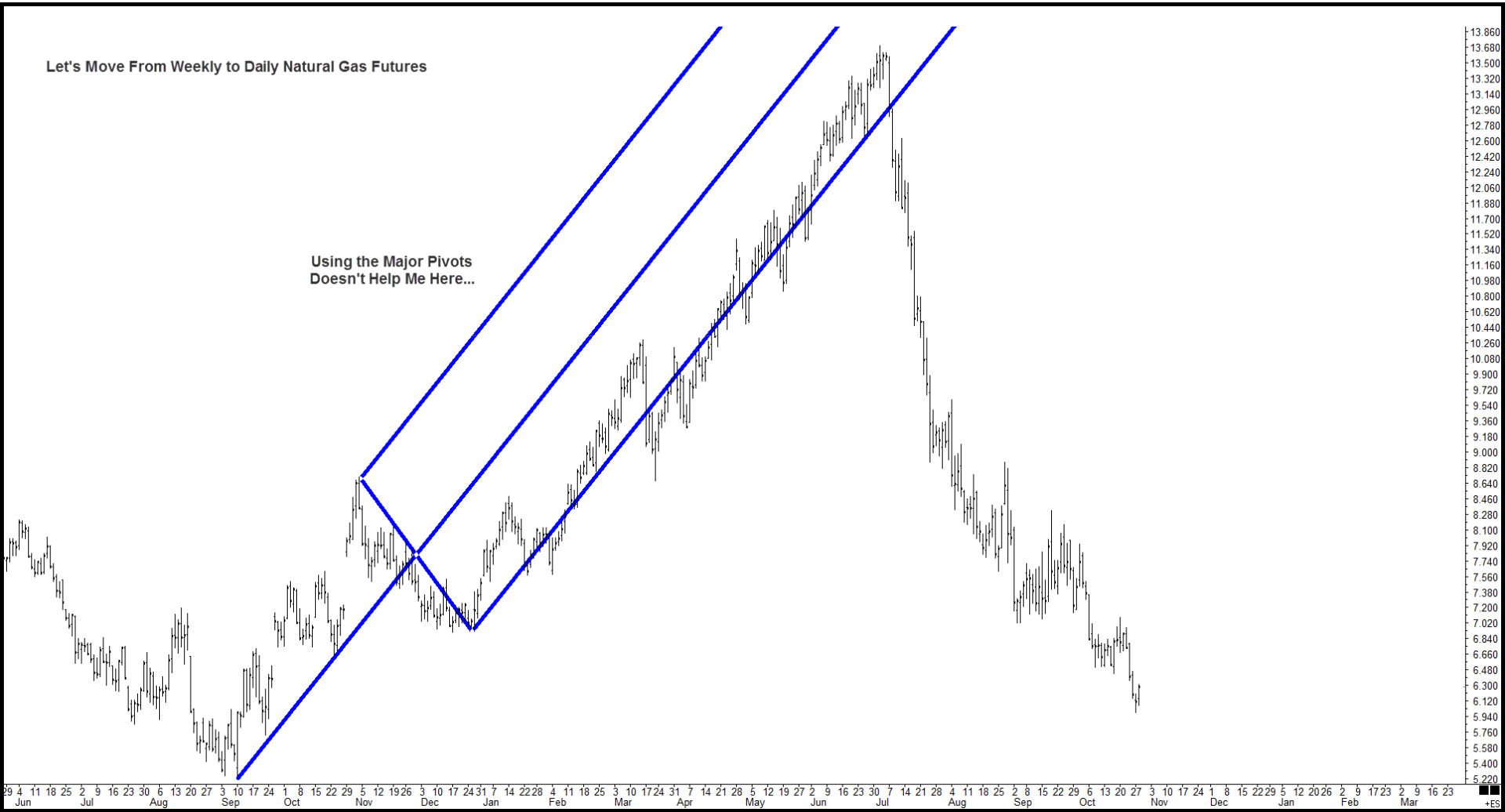


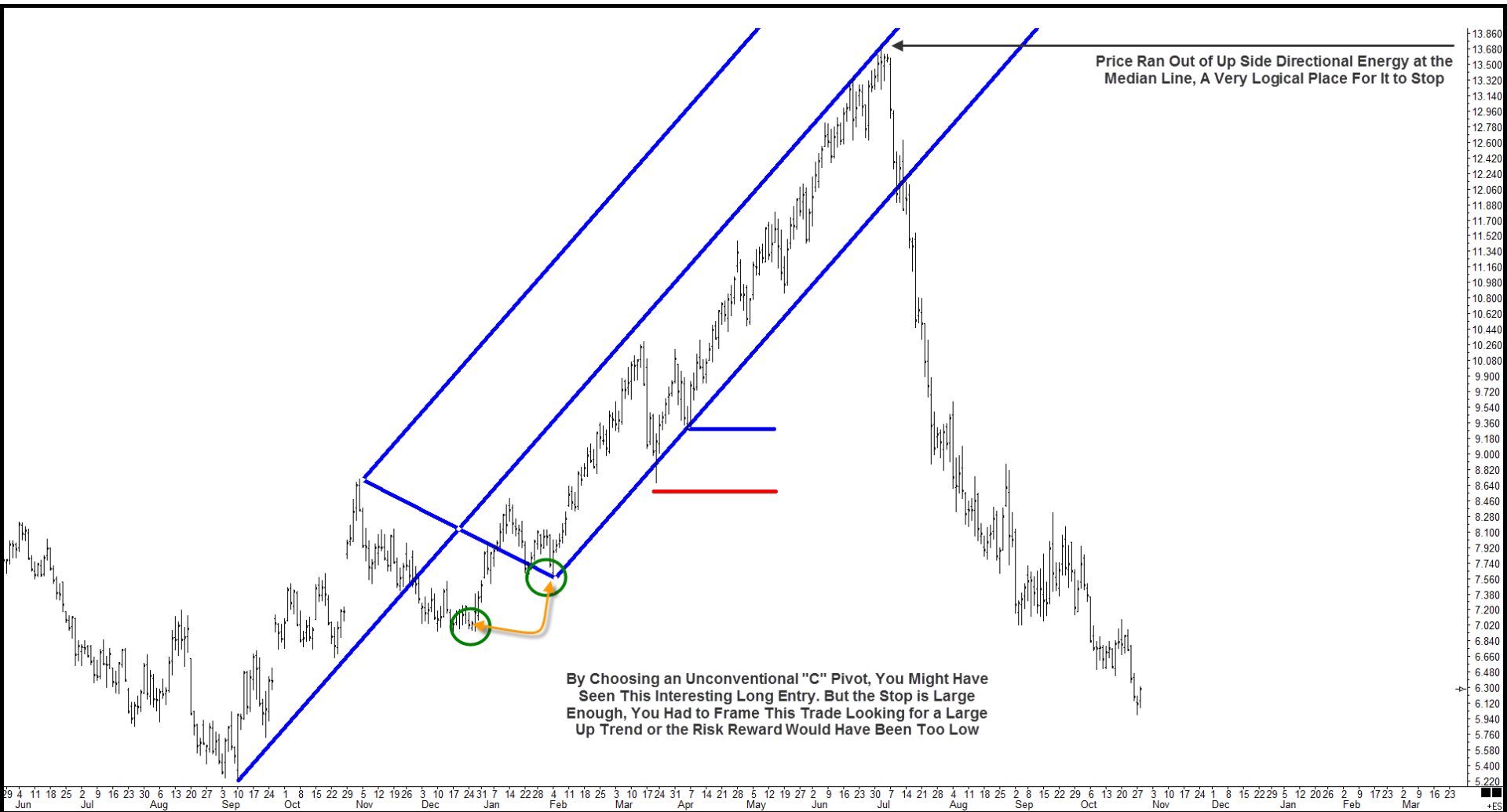
If I Turn It Into a Modified Schiff Median Line, It Cuts Across the Price Range, But There Still Aren't Clear Trades That Jump Out At Me...

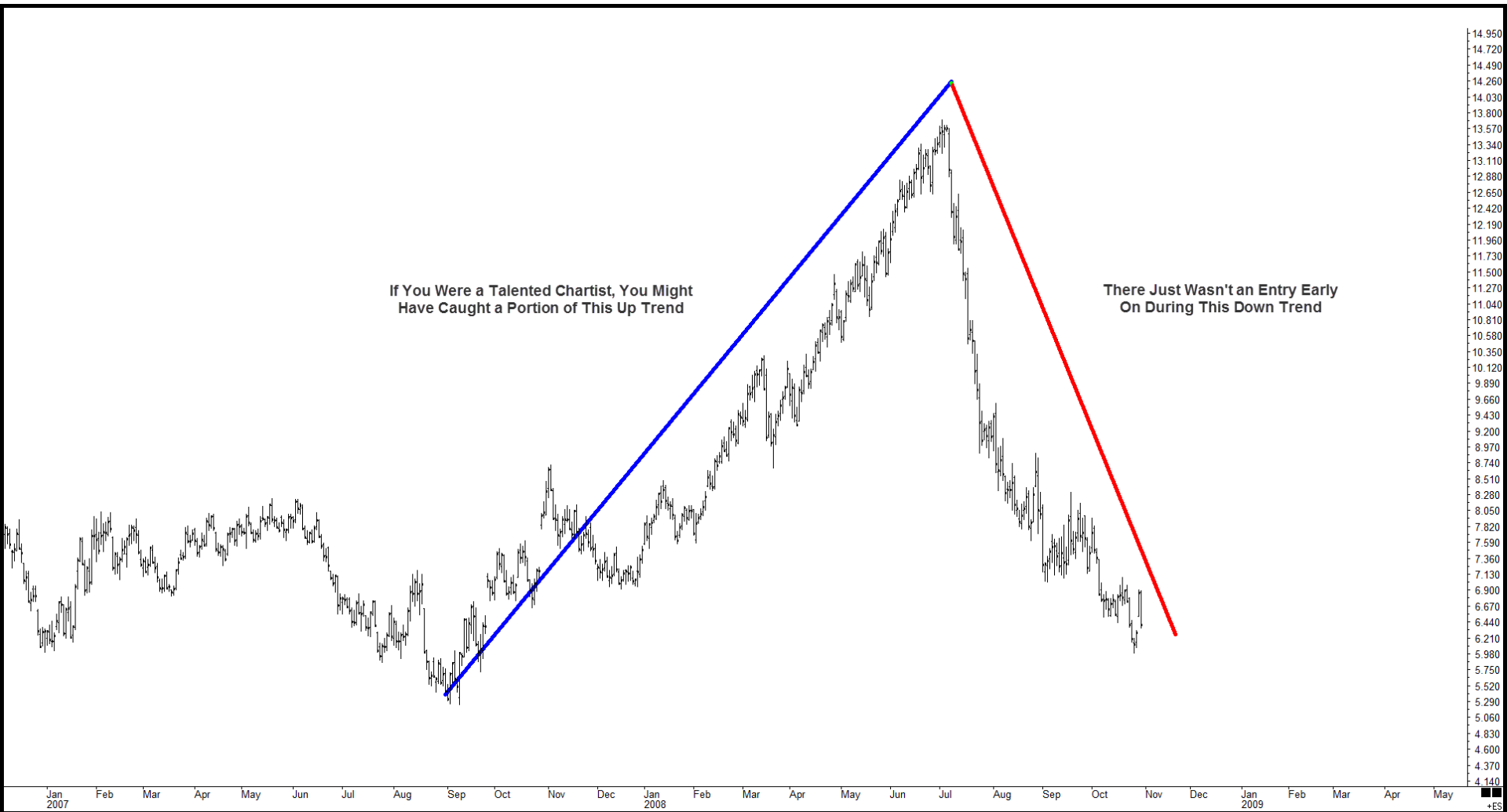


Let's Move From Weekly to Daily Natural Gas Futures

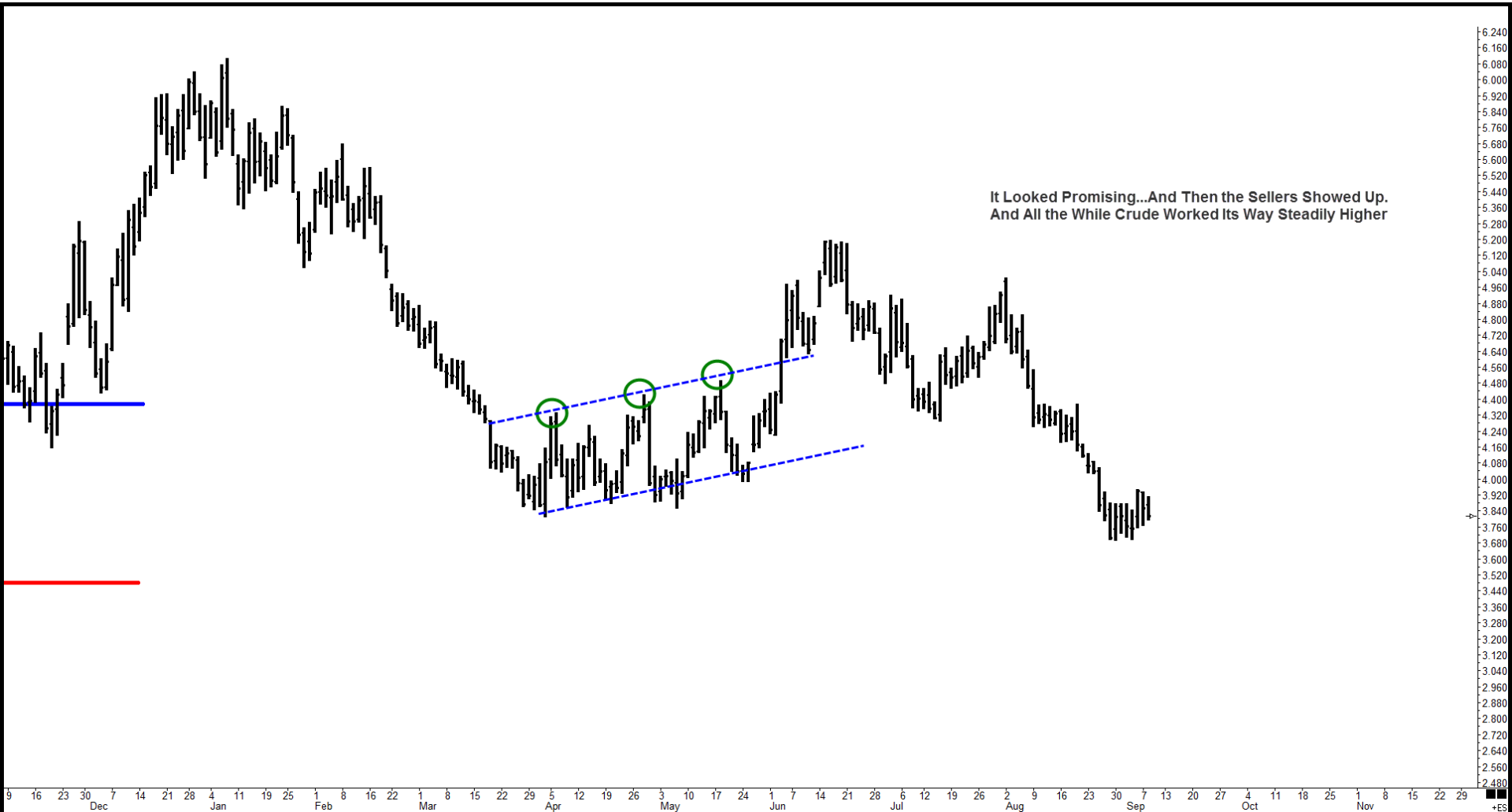
Using the Major Pivots
Doesn't Help Me Here...



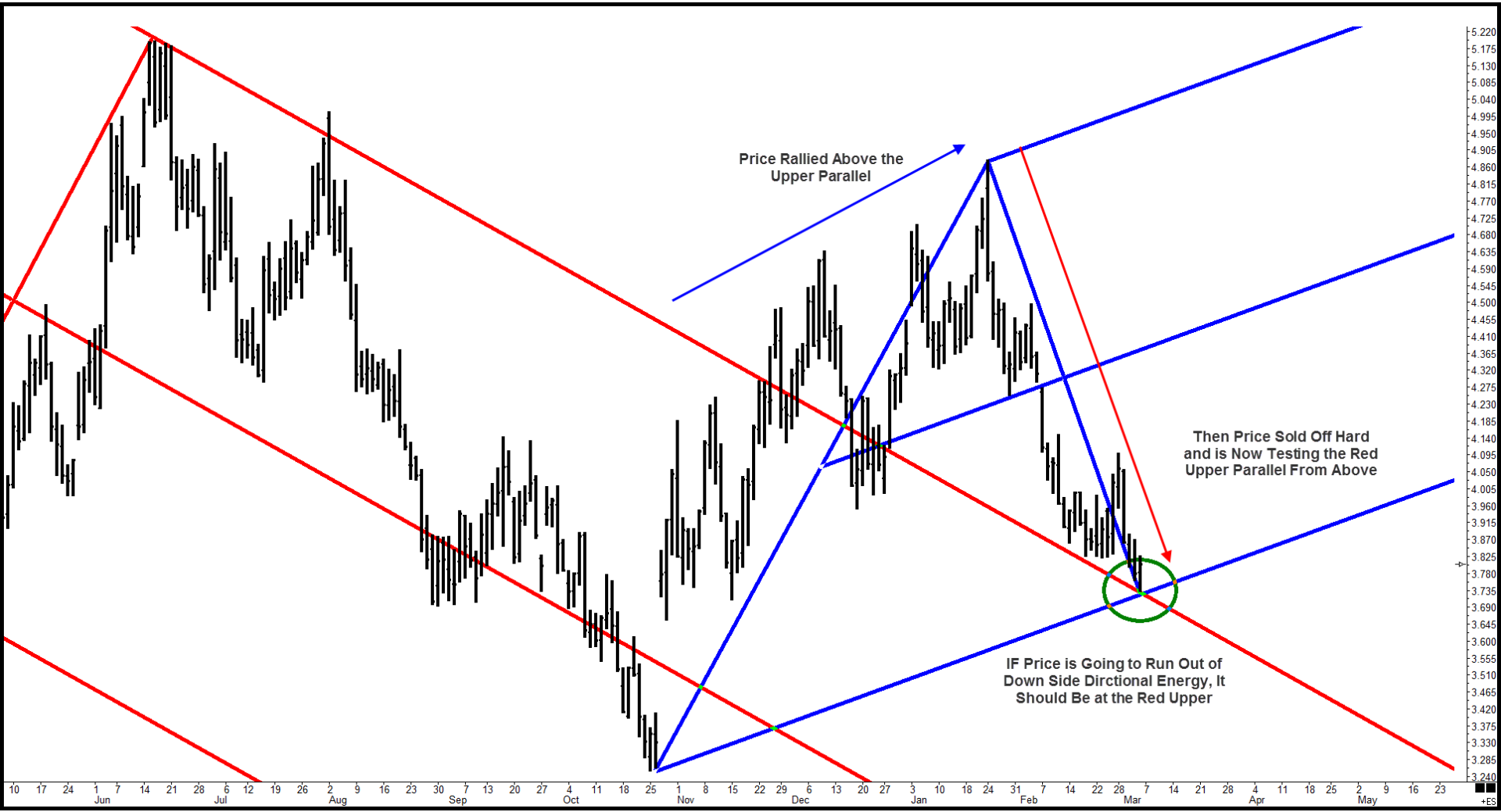


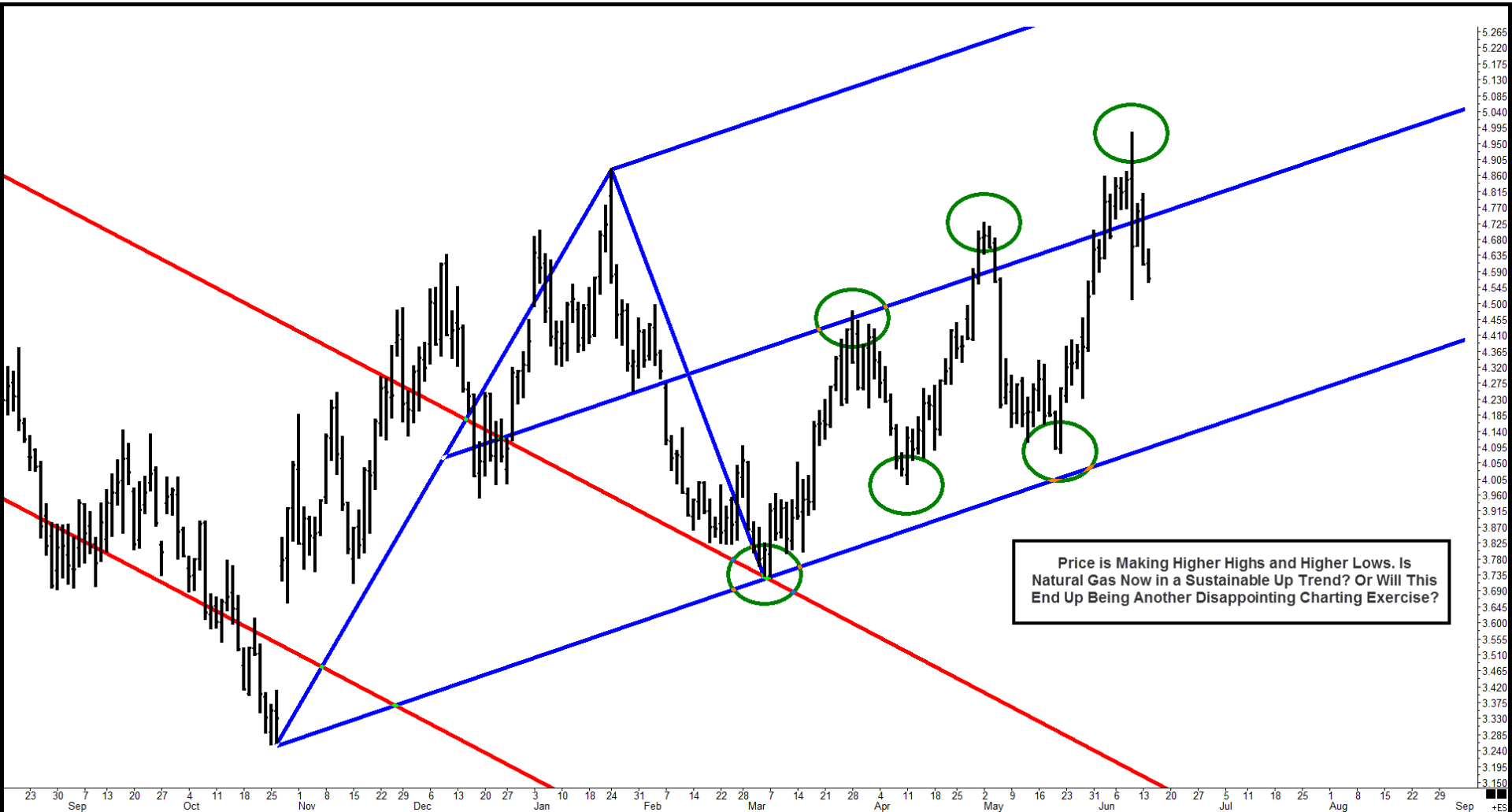


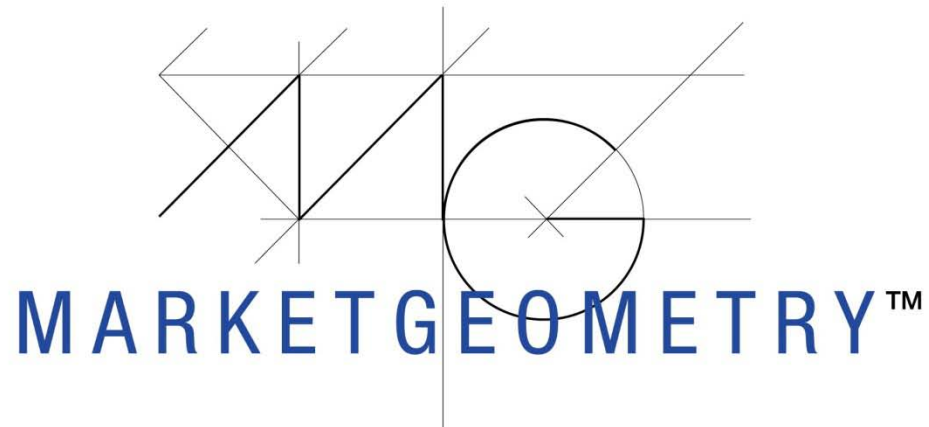












Thank You for taking the time to attend this session. Questions?

"Master your tools, master yourself."

®Timothy Morge

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Interactive Brokers Group's founding member has completed its **34th** year as a Broker Dealer. Our consolidated equity **capital exceeds \$4.4 billion**, and our mission remains unchanged:

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- ✓ **lower** financing rates
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- ✓ **better** execution prices
- ✓ on **more products**
- ✓ in **more places**
- ✓ in **more currencies**

than any other broker, from **one** integrated account.



Trading Applications

