Larry Williams Indicators

Larry Williams Indicators - Williams COT NetPositions OI ....................................... 2
Larry Williams Indicators - Williams COT Comm Index .............................................. 3
Larry Williams Indicators - Williams COT LrgSpec Index ......................................... 4
Larry Williams Indicators - Williams COT SmlSpec Index ......................................... 5
Larry Williams Indicators - Williams WILLCO ........................................................... 6
Larry Williams Indicators - Williams POIV ................................................................. 7
Larry Williams Indicators - Williams Insider Accumulation Index .............................. 9
Larry Williams Indicators - Williams Sentiment Index .............................................. 10
Larry Williams Indicators - Williams Ultimate Oscillator ......................................... 11
Larry Williams Indicators - Williams VIX FIX .......................................................... 12
Larry Williams Indicators - Williams Volatility Trend Stop ....................................... 14
Larry Williams Indicators - Williams Cycle Forecast .............................................. 15
Larry Williams Indicators - Williams True Seasonal Index ....................................... 16
Helpful Hints for the Cycle Forecast and True Seasonal ........................................... 18
Larry Williams Indicators - Williams %R ................................................................. 20
Larry Williams Indicators - Williams Advance Decline Line .................................... 22
Larry Williams Indicators - Williams Dollar Risk ..................................................... 22
Larry Williams Indicators - Williams FND ................................................................. 24
Special Instructional Videos ....................................................................................... 25
Contact Information .................................................................................................. 25
Larry Williams Tools Packages & Systems ............................................................... 26
Disclaimer .................................................................................................................. 26
A) Larry Williams Set Up Tools
These tools are the cornerstone of how I find what I call setup markets. I use these indicators on stocks and commodities. All of these indicators were personally created by me.

These are the indicators my current Larry TV subscribers and of course students have seen me use in “today’s” market situations. This package includes all of the following indicators.

**Williams COT NetPositions OI**

As I see it, this is the KEY set of data to predict when there will be large market moves. It all begins with the weekly Commitment of Trader (COT) report data. I started following this report in the very early 70’s. Very, very few have more experience with this data.

Each week I look at the total net positions of the Commercials, Large Traders, and Small Speculators relative to total Combined Open Interest.

It is the *relationship* of the three parties to Open Interest that matters. We have also scaled the Open Interest and Small Traders so visually you can see in a quick glance what is taking place in the markets. For me, this is where setup market evaluation all begins.

Here is an example in Copper.
To get an excellent handle on my COT tools and why they are so different from what you find on the internet, you can refer to my book (Wiley, 2005) Trading with the Insiders, Secrets of the COT Report. My online courses take a deeper dive into these tools than my book.

**Williams COT Comm Index**

COT, again, is short for Commitment of Traders and Comm is short for Commercials. The COT Comm Index is my proprietary index to determine when the Commercials (hedgers) are significantly long or short a market based on the data released by the CFTC each week.

My students will immediately recognize this index. Do not confuse it with the general, run of the mill COT indicators you see on the web; mine is different. I taught this index to my students before Google existed.

I personally use this index every week and now so can you. Generally speaking when it is high expect rallies; low expect declines.
Copper Williams COT Commercial Index

**Williams COT LrgSpec Index**

LrgSpec is short for Large Speculators. While most people focus only on the Commercials, I have found it is very helpful to know what the Large Speculators are doing in the marketplace.

These days, for the most part, the Large Speculators are commodity funds. I use this indicator to see when they are heavily long or short using the government supplied COT data.

It is hard to see the nuances of their action in the raw data so I have created this unique proprietary index.

When it is high they are fully invested and declines are not far away; when low they are heavily short, there is a rally coming.
Hardly anyone pays attention to the Small Speculators. I do. SmlSpec is short for Small Speculators... these are public traders who, as you have probably heard, lose about 90% of the time.

This is a measure of public sentiment, as it represents small traders as defined by the CFTC. I use this index to get a sense of what the public trader is doing, and look for times when the CFTC report shows they have more longs than shorts (to set up shorts) or vice versa. These guys are usually losers, so I want to do the opposite of what they do.
Williams WLLCO

This indicator shows the total Commercial Net Position as a percentage of Open Interest. This helps you understand just how much of the Open Interest the Commercials have; how intense their buying or selling has been.

It is fully explained in my book, *Trade Stocks & Commodities with the Insiders, Secrets of the COT Report*. Published by Wiley in 2005, it was the first book ever devoted to the COT Report.
Williams POIV

I fully explained this indicator in a Futures Magazine’s issue (link at end of section). I’ve always liked the idea of On Balance Volume (popularized by my friend Joe Granville). This takes it to another level; as we combine price, open interest and volume all into one measure of accumulation.
Read my detailed article on the Williams POIV published in Futures magazine:
http://www.ireallytrade.com/newsletters/POIV.pdf
**Williams Insider Accumulation Index**

Commodity traders will use my POIV index to detect accumulation distribution in their markets. Stock traders have a disadvantage. Since there is no Open Interest for stocks, they need a tool as powerful as POIV.

To that end, I have created my Insider Accumulation Index. It works for stocks, as well as commodities. However, it has been developed primarily for stocks. I have tested and traded it on markets throughout the world.

What you will be looking for, as you can see from the following example, is divergence between price action and the index.
**Williams Sentiment Index**


After more than a decade of real time experience with that index, I developed a better formula and index to measure this part of market sentiment.

If you ever used my old sentiment index, I’m sure you will like this one better as it is more responsive with an enviable track record. It is now my favorite tool to visually show me advisors sentiment. Sells come when the index shows too much bullishness and buys when low indicating no one is bullish.

We provide this tool for most actively traded Stocks and Commodities (Futures).
S&P E-Minis Williams Sentiment Index

**B) Larry Williams Timing Tools**

*Here are my favorite market timing tools. They have been used by traders throughout the world (my books have been published in 10 languages). I have used many of these for over half of a century; they are time tested!*

**Williams Ultimate Oscillator**

This tool combines three time periods, which you can vary if you choose, into one index. Now you can see the effect of short, intermediate and long-term influences in one oscillator.
IBM Williams Ultimate Oscillator

To get a full understanding of this tool, read my detailed article on the Williams Ultimate Oscillator published in Stocks & Commodities Magazine:
http://www.ireallytrade.com/newsletters/ULTI.pdf

**Williams VIX FIX**

The VIX Index has become a very popular trading vehicle as well as market indicator. My version of it, fully explained in an Active Trader magazine article (see link at end of section), can be applied to any market. Since the VIX Index only goes back a few years, my proxy version (VIX FIX) of this index can be taken back to the beginning of trading for any stock, market average, or commodity. This will help you understand the actual VIX relationships better.
S&P E-Minis Williams VIX FIX

Gold Williams VIX FIX

Read my detailed article on the Williams VIX FIX published in Active Trader magazine: http://www.ireallytrade.com/newsletters/VIXFix.pdf
**Williams Volatility Trend Stop**

Want to be in phase with the trend? This unique guide identifies trend changes for you. It compares favorably with expensive trend systems and strategies.

Bonds Williams Volatility Stop

S&P E-Minis Williams Volatility Stop
**Williams Cycle Forecast**

Williams Cycle Forecast takes the 3 most current dominant cycles and blends them into one forecast. It shows when tops and bottoms (reversals) should take place and what the trend should be.

You are given a 3 month in advance projection of what price should do. Study the charts to see the power of this approach for yourself. The objective is to give us a sense of the intermediate term moves.

I use this tool on daily charts.

![Bonds Williams Cycle Forecast](image-url)
**Williams True Seasonal Index**

My True Seasonal Index gives you the *true* seasonal pattern for any market, be it a stock or commodity. Most stocks and commodities do have seasonal influences. Traders should learn to take advantage of these patterns.

This is one of the only accurate seasonal indexes available to traders. Why? Because all other seasonal studies “run the numbers” then curve fit them to the past! The seasonal pattern they show for 2010 includes data from 2011, 2012, 2013, etc... My “True Seasonal” uses only data known up to the current time and then is pushed forward on charts for the next year.

This tool is not just restricted to weekly data. You can use this indicator on daily bars as well.
Helpful Hints for the Cycle Forecast and True Seasonal

You will need to reformat two properties in TradeStation to ensure the seasonals display properly.

To draw a seasonal into the future, TradeStation needs enough bar spacing on the right side of the chart. To get the space required, right click on your chart. Select “Format Window”. Then change the Space to the Right to 253 bars.

You need to make sure you have enough data to draw a reliable seasonal. The more data the better. Use the @ symbol with your market symbol or if you want to use the front month, please include the @
symbol so that it merges with the previous contracts.

Next, right click on your chart and select “Format Symbol”. In the settings tab, change the years back to a very high number so that TradeStation will give you all the data it has for your market. Something high, like 90 years will work well.

That should be all you need to get the seasonal drawn on your chart.
**Williams %R**

I developed this indicator in 1966 --- half a century ago --- this is my favorite short term and intra-day indicator. Many people refer to my indicator as %R or % Range. My book "How I Made One Million Dollars Last Year... Trading Commodities" (Windsor Books, 1967) fully explains Williams %R.
Gold Williams %R

Apple Williams %R
**Williams Advance Decline Line**

This is the cumulative line of advances minus declines on a daily or weekly basis. I’ve looked at this every day since the mid 1960’s! I like this as a general measure of what is really happening in the stock market.

---

**C) Larry Williams Traders Tools**

**Williams Dollar Risk**

These next two tools are Larry Trader’s Tools.

Is there anything more critical in trading than money management? In my opinion, no there is not. That's why I feel that it is paramount that you can quickly and easily determine how much money you may make or lose in a trade.
I have developed a tool that will let you see exactly how many dollars per contract you can profit or lose. Use this for your money management and position sizing. Managing your risk is so crucial for all traders. Let this tool do all the work for you.

Using the trendline drawing tool, draw a trendline on your chart from any two price points. In the right panel, click on the "recalculate" button, and in a fraction of a second you'll have the dollar difference between those two points.
Do you know when First Notice Day is for your current trades? Has TradeStation ever kicked you out of your contract on first notice day?

You really need to know when that is coming, so you can either exit as you choose or roll into the next month correctly. I have a tool that will help you stay one step ahead.

The First Notice Date indicator shows the most active contract, and when its first notice date is.

So, basically this tool shows you when to roll your positions into the next contract (from the active one that's shown in the text).

Refer to the next chart to see an example of this tool.
**Special Instructional Videos**

We have posted special instructional videos on the following web page - please take a moment to go there to learn more about this tools package.

http://www.ireallytrade.com/videos/williamstimingtools.html

http://www.ireallytrade.com/videos/williamssetuptools.html

http://www.ireallytrade.com/videos/williamstradertools.html

**Contact Information**

Questions? Need assistance? Please feel free to contact us.

Sales and Customer Assistance:
Toll Free Phone (US): 800-209-1664  Direct Line: 619-787-3674
Email: customerservice@ireallytrade.com  Website: www.ireallytrade.com
**Larry Williams Tools Packages & Systems**

You can view some of our other product offerings in TradeStation.

https://tradestation.tradingappstore.com/developers/LNLPublishing

**Disclaimer**

Our course(s), products, indicators, and services should be used as learning aids. If you decide to invest or trade real money, all trading decisions are your own. The risk of loss in trading stocks, futures, & commodities can be substantial. You should therefore carefully consider whether such trading is suitable for you in light of your financial condition.

Hypothetical or actual performance results have limitations as the future is never like the past. No representation is being made that any account will or is likely to achieve profit. We do our level best to teach you to trade but, as they say, results do vary.