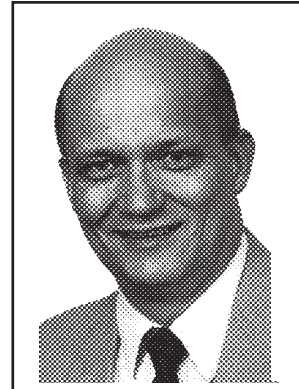
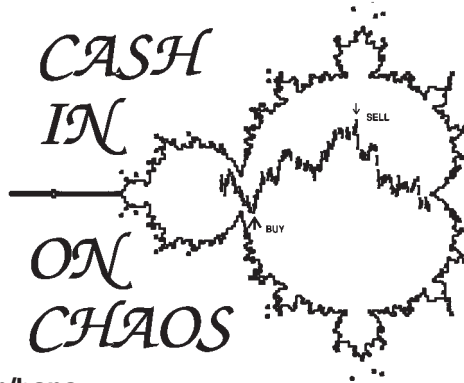


Yes,  
you  
can ....



<http://www.cashinonchaos.com/hans>  
<http://moneytide.com>

CASH IN ON CHAOS NEWSLETTER - JANUARY 30, 2001- 2001-1

Dr. Al Larson, aka Hans Hannula, voice 303-452-5566, fax 303-457-9871, email [allarson@moneytide.com](mailto:allarson@moneytide.com)

**Stocks rally off the lunar eclipse. Tbonds holding trend. IBM in down channel. Interest rates cut once, and waiting. Swiss Franc rally continues. Gold still sagging and dragging. Wheat tops out. World markets mixed. Lunar eclipse fireball leads to discover. Energy cycles of a discovery. Exodus energy.**

**STOCKS**

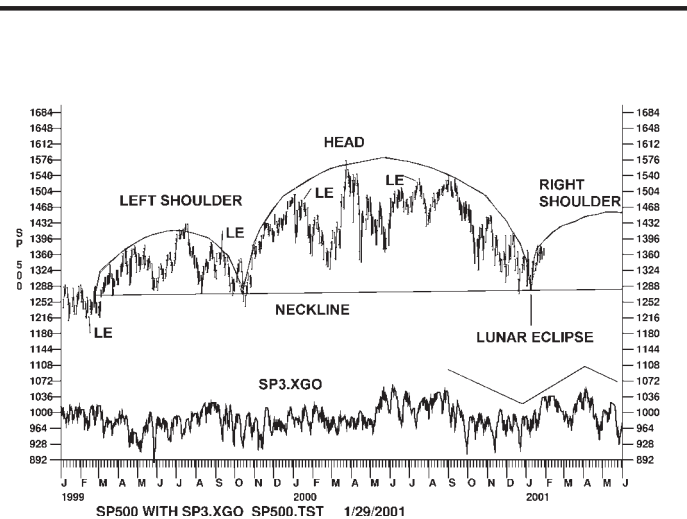
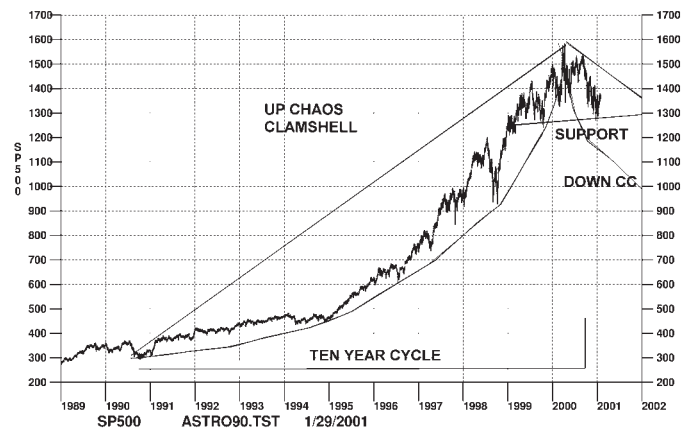
**Stocks have found at least short term support, and look to be headed higher in the first quarter.**

The long term chart shows that the great ten year bull market is over. Now the market has declined enough to find support. This has set up a trading range market, at least for now.

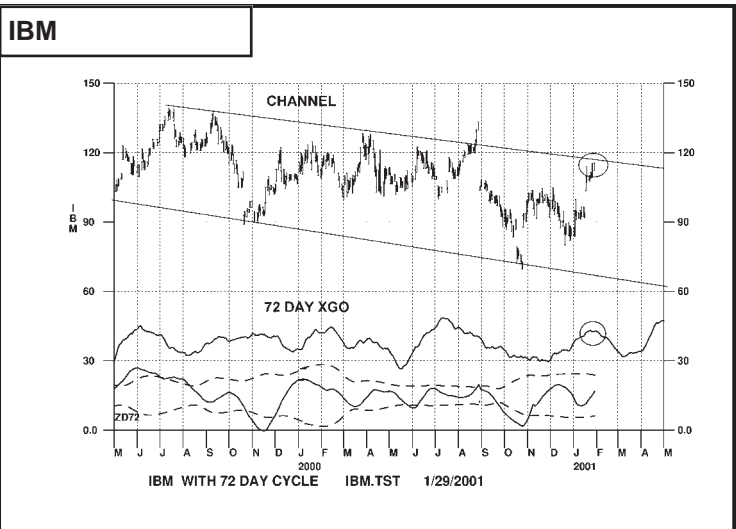
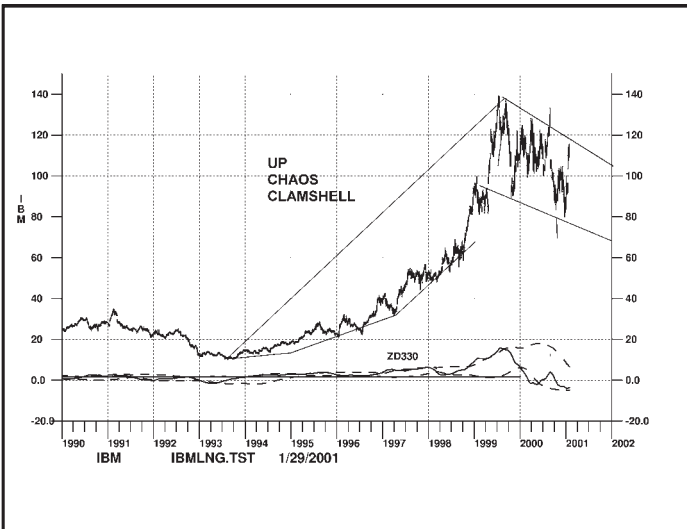
With the new administration worried about being blamed for a recession, and even Alan Greenspan now endorsing some sort of a tax cut, this trading range should hold for a while. Whether or not the bull market can be rekindled is unclear.

The near term chart is saying "maybe not." The chart shows a classic head and shoulders pattern. This pattern is one of the most reliable chart patterns, especially at major tops. This pattern has completed a left shoulder, a head, and is now beginning to form the right shoulder. Should it complete the right shoulder, then the question will become, "Will it break the neckline?" That neckline is near 1280 in the S&P futures. Any break below that neckline will indicate a strong bear market. But for now, the pattern is indicating the market rising into early spring.

The near term chart also shows the lunar eclipses. The pattern began with a lunar eclipse in February 1999. That began the formation of the left shoulder. Interestingly, the right shoulder beginning is also marked with the lunar eclipse of January 9, 2001. Other lunar eclipses are marked in the pattern.



This letter is written by Al Larson, aka Hans Hannula, full time trader, PhD (Electrical and Computer Engineering), RSA, CTA. It incorporates his original scientific research into market chaos, its causes, patterns, and trading techniques. The Chaos Clamshell shown is the unclassified version of the confidential **Hannula Market Fractal**, which is taught in his **Cash In On Chaos** course. **Hot-line updates to this letter are available daily on email as Chaos Trader's Hotline and Tomorrow's Market Hotline available for \$99/Mo., billed for 3Mos.at \$297, renewed automatically.** See page seven for more details.



**IBM has made a long term top.** It is now sagging downward in a down channel.

The near term chart shows this down channel. Within the channel prices have made 4 moves. They are now touching the top of the channel just as the 72 day energy cycle turns down. So at this time IBM looks like a short opportunity, although it may not decline further than mid channel.

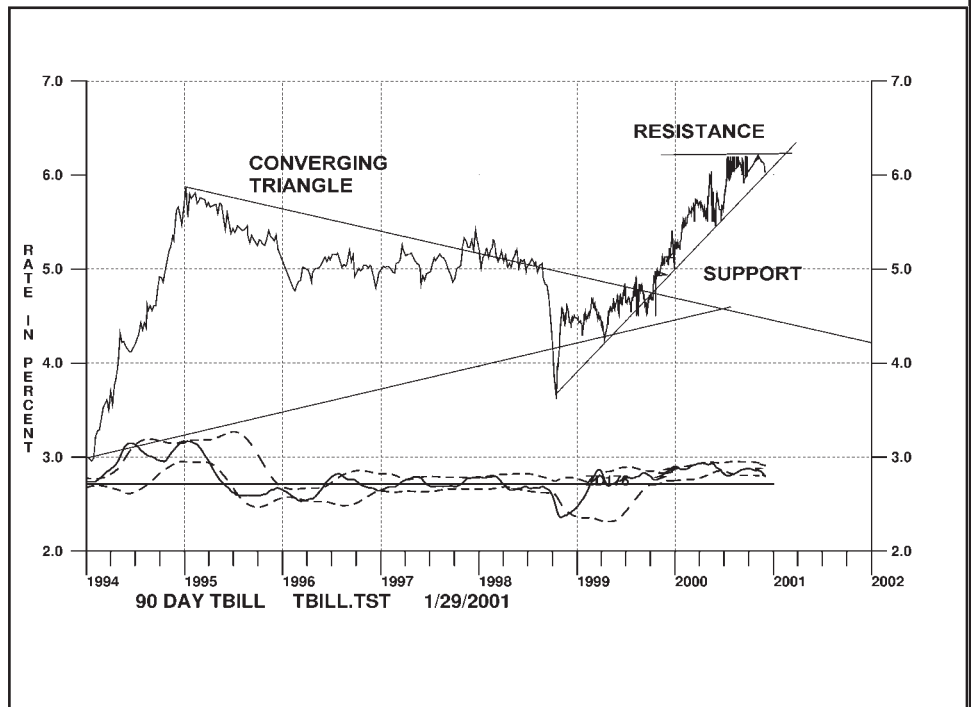
For stocks or commodities not covered in this newsletter or on the hotline, you can track the cycles and trade the Chaos Clamshells using the **Trading System Toolkit**.

**ECONOMY/RATES**

**Interest rates remain trapped between overhead resistance and the supporting trendline.** It will take another Fed rate cut to break the trendline. That rate cut may come as early as today.

For some time Alan Greenspan has been opposed to tax cuts. Even when President-elect Bush met with him in December, he refused to endorse tax cuts. After all, Mr. Greenspan must appear to be politically independent. However, in his January report to Congress, he reported that the growth of the economy had stopped. Without saying the word, he painted a picture of an economy teetering on the brink of recession. Everyone expects Mr. Greenspan not to let that happen. He knows that a tax cut will take a long time to work its way through the congressional mine fields. He also knows that he can act instantly, demonstrating who has the real power. I expect him to use it.

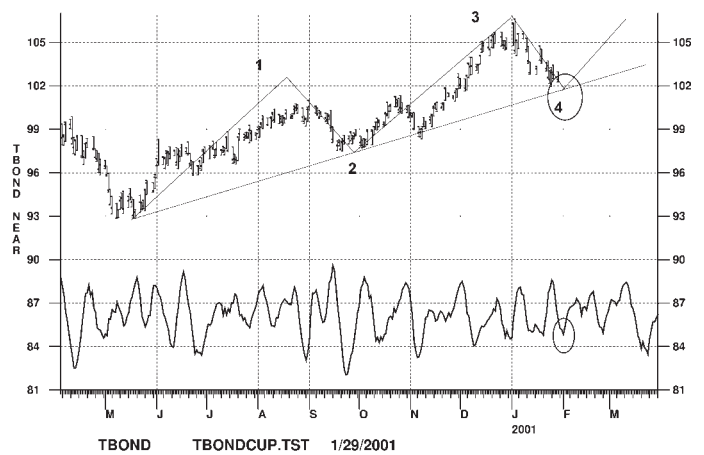
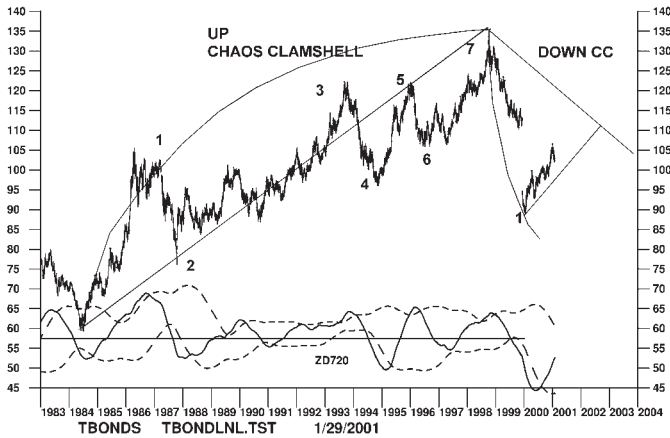
Rate cuts, however, may not be enough. After the "Dot Com Bomb," many companies are frantically restructuring. Even in the "old economy" companies, layoffs and downsizing are back. These changes take time to work. They will work for some companies, so there will be bargain stocks. You will have to be selective.



***Doubt whom you will, but never yourself.***

Unknown

## TBONDS



**Tbonds continue to rally.** With the prospect of lower interest rates, they should continue to do so.

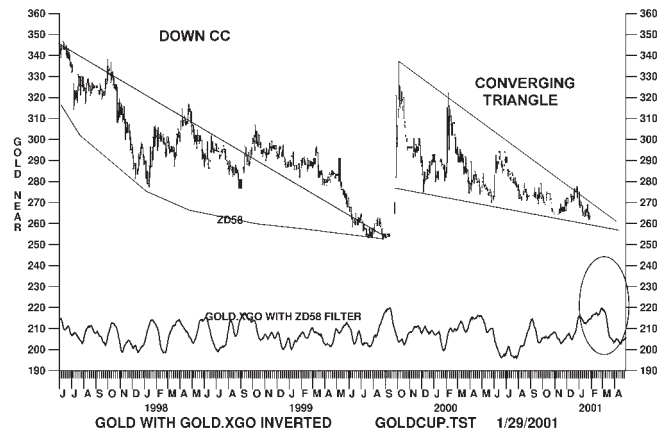
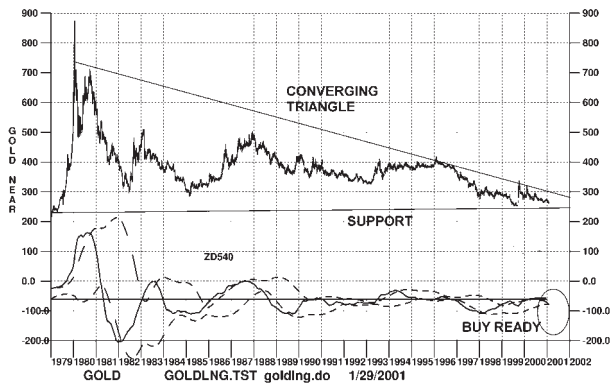
The long term chart shows the ZD720 cycle still up. It appears to have several more months to rise.

The near term chart shows 4 moves in the current up trend. We can expect 7 moves in a typical Chaos Clamshell pattern. So watch for T Bonds to continue rising.

*The people who get on in this world are the people who get up and look for the circumstances they want, and, if they can't find them, make them.*

George Bernard Shaw

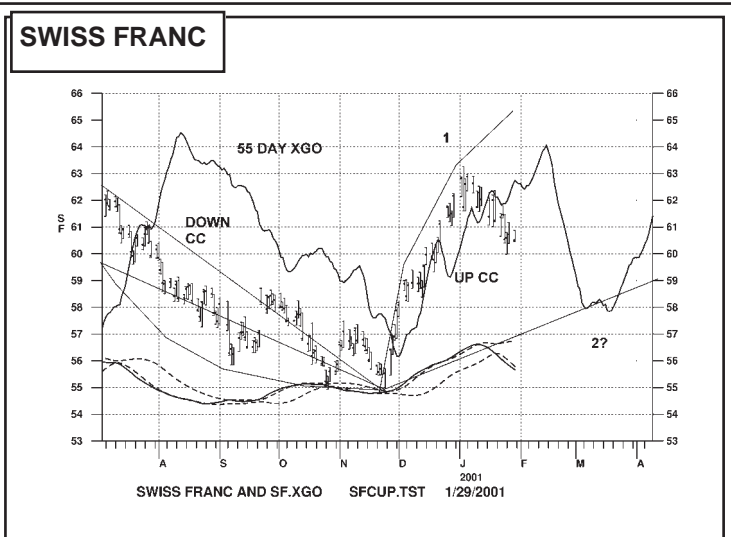
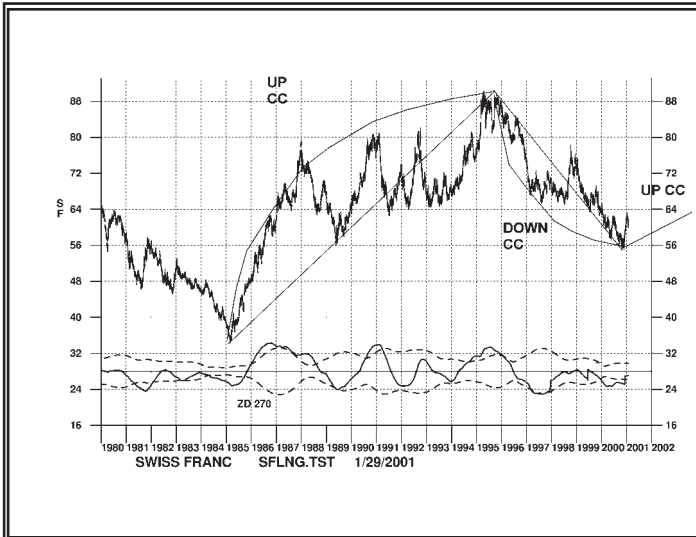
## GOLD



**Gold continues to fish for a bottom.** The long term chart shows a 20 year converging triangle which is acting like it will never be broken.

The near term chart shows the last attempt at a rally, this formed a flag pole and pennant pattern. The pennant has formed a converging triangle, which like its 20 year big brother, keeps finding ways not to converge. With the energy cycle turning down shortly, it looks like an upside break remains in doubt.

However, the best trading strategy remains to trail a buy stop above the converging triangle. If an upside breakout comes, this stop will be elected. If not, you have no position and what gold does, does not matter.



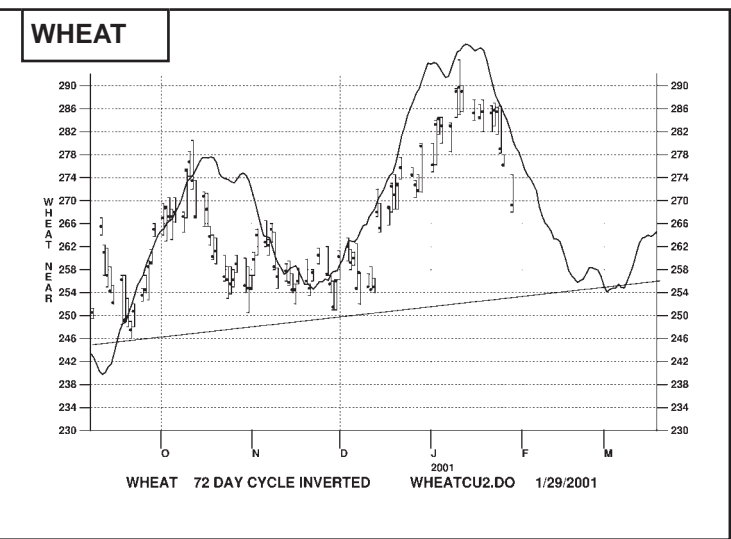
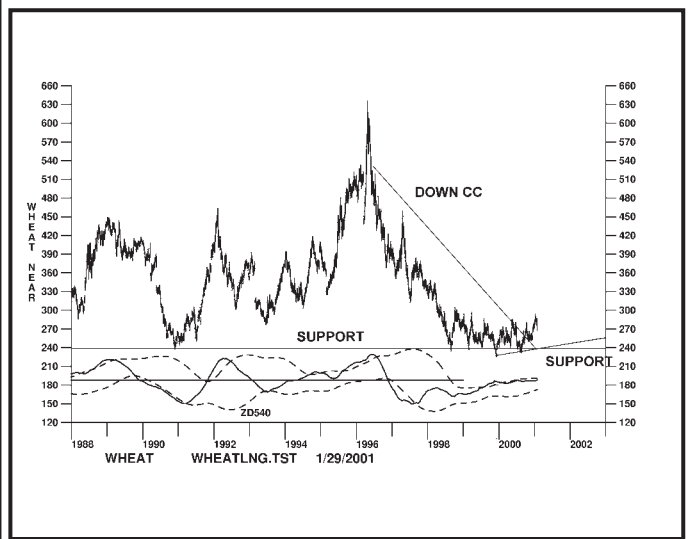
**The Swiss Franc is pulling back in what looks to be move 2 of a new long term up Chaos Clamshell.**

The long term chart shows the past 2 Chaos Clamshells in the Swiss Franc. One can also make out a head and shoulders pattern with a neckline at 56. The right shoulder of that pattern would be in its early stages.

The near term chart shows the pull back in progress. The shape of the rally in the pull back suggests that this is part of a large up CC. The 55 day XGO energy cycle shows move 2 ending in late February or in March. That will be a buying opportunity.

*Chance favors the prepared mind.*

Louis Pasteur

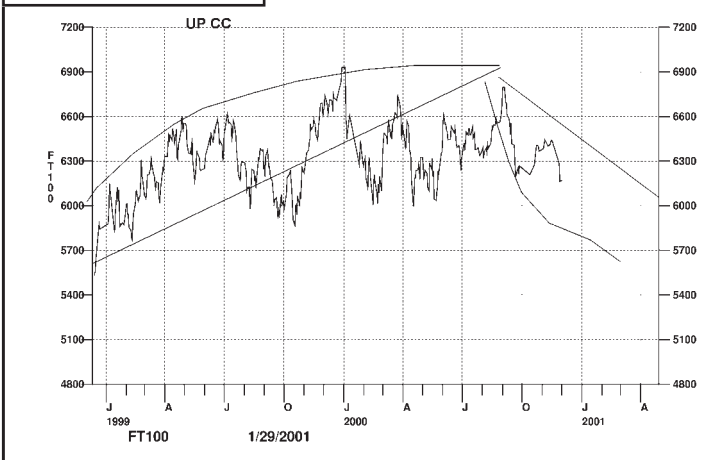
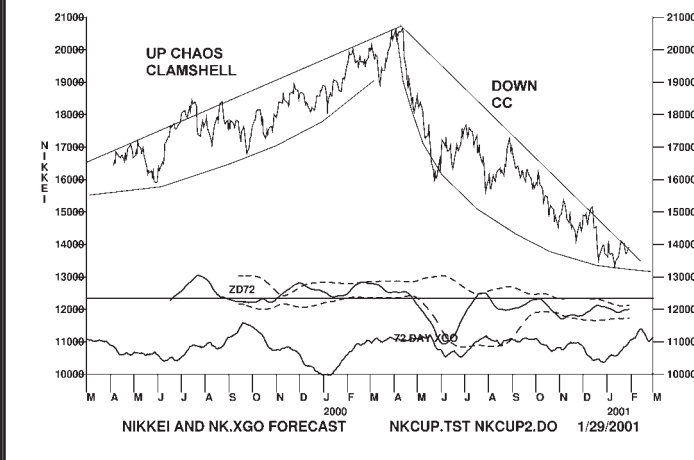


**Wheat is in a sharp but probably brief decline.** The long term chart shows that wheat is forming a bottom above its historic support level of 240. Long term prospects for wheat remain bullish.

The near term chart shows wheat and its 72 day energy cycle. Wheat was following a 62 day cycle, but seems now to have tuned into a 72 day cycle. That cycle is projecting a low in late February or early March. The forecasted price for this low is 254. If that low develops and holds, it will signal shifting of the long term support upward from 240. If this scenario develops, it will be a major buying opportunity in wheat.

George Bayer wrote about trading wheat using Mercury, Saturn and Jupiter. You can learn to find astrocycles with the aid of the **Trader's Ephemeris** and the **Finding Astrocycles** video-**JUST \$100.**

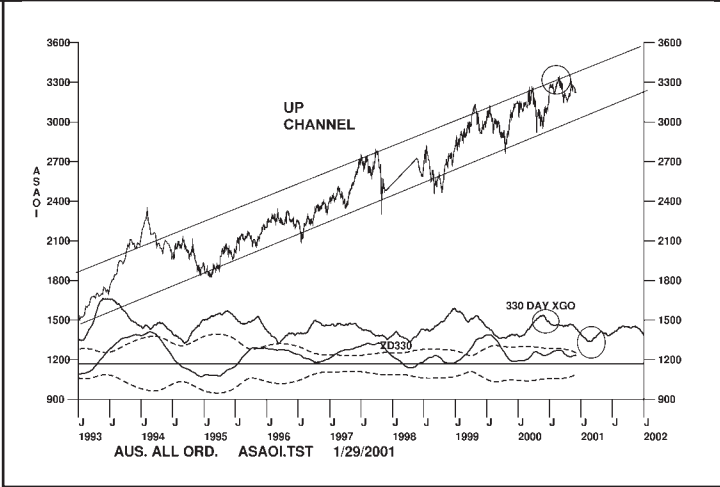
**WORLD MARKETS**



**The Japanese market is probing for a bottom.** It appears to be completing a down Chaos Clamshell.

The British market remains weak. It appears to have begun a new down CC.

The Australian market remains in a strong up channel, but is pulling back from the top of the channel as expected. This pullback should last two to three months.



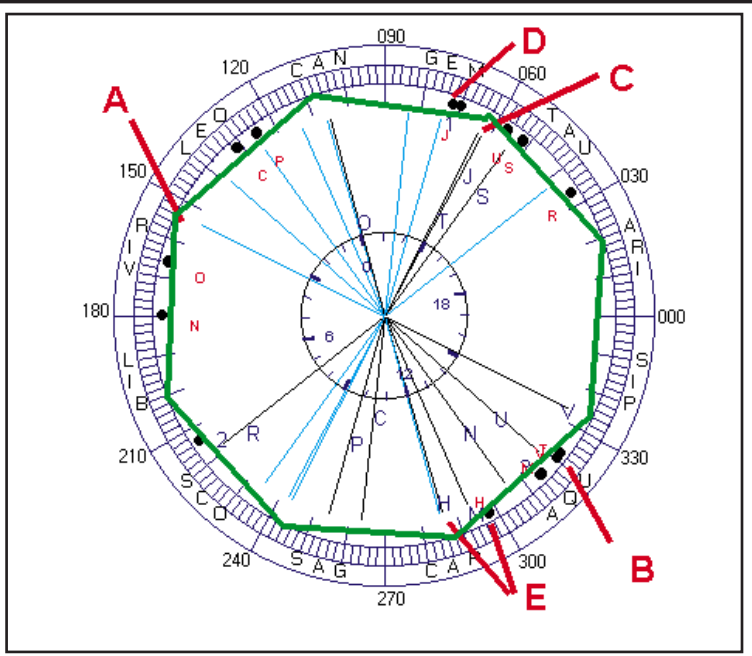
**CHAOS CLASSROOM**

**One can discover a lot by observing what happens in their own life.** On January 6th, I was awakened at 3:20 AM. Over the next 6 hours, a new discovery “arrived.” This has happened to me many times, so I always take time to note what is going on in my natal chart. It is shown at the right.

A marks the point when I felt enough energy to be aroused from my sleep. The earth had rotated me into alignment with Venus. B marks my natal Venus, which is being transited by Uranus, the planet of big changes. That’s what made me sensitive to Venus. C shows the Moon conjunct Jupiter very close to D, my natal Jupiter. My natal Jupiter was being transited by Pluto. Point C was 90 degrees, or square, A. So I was feeling the 4th harmonic energy of this combination. That’s why the discovery ran for 6 hours.

E shows Mercury and Sun transiting my natal Sun, aligned with the Node. That point divided the sides of the square in half, setting up the 8th harmonic. This high energy transit of my “life axis” is what really charged me up.

The Hebrew sages say that “God speaks to us through the planets.” Every time I am given a discovery, I see again how this is true.





## ASTROPHYSICS AND CHAOS THEORY

The discovery I wrote about in the last section had to do with fireballs. At the time of the discovery, the S&P was declining sharply following a Fed rate cut which had sent prices sharply higher, only to be sent sharply lower by something.

I knew that that something was probably the lunar eclipse. So while studying my charts, I noticed a circular pattern containing prices. The center of this fireball was on the lunar eclipse. I also knew that the center of such a fireball was a chaotic strange attractor-strange repeller. It attracts prices to it and then repels them away from it. But the direction that it repels prices can be either up or down. Chaos theory says that either is a possibility because chaotic systems always have at least two solutions.

The discovery that came to me was that I could use the fireball to determine what cycle the market had tuned into. Then I could use that cycle length with my Zero Delay filter to extract that cycle from the MoonTide energy. When I did this, I found that the market had tuned into the 10 day MoonTide. The 10 day MoonTide was forecasting a sharp rally off of the lunar eclipse. I expected it to go at least back to the fireball. This was published on my website in real time. This chart shows that the forecast was indeed valid.



## ENERGY

Every new discovery has to be tested in different markets and on different time scales. If I have found a valid insight, it should work everywhere. Further, each new discovery must be consistent with my overall theory.

The chart at the right shows a fireball pattern in Exodus Communications. My new analysis method told me that Exodus was tuning into two different cycles. One cycle is 240 days. The other cycle is 398 days. In this chart I have shown the 240 day XGO energy cycle.

When I did this work the first week of January, Exodus had not bottomed, but the forecast said it was about to do so.

The decline from the high on the chart fit a down Chaos Clamshell pattern nicely. This pattern included a downward blowoff move.

Using my Face of God pattern, I determined that the physical cause for this blowoff move was the same lunar eclipse causing a bottom in the S&P.

The bottom was clear when prices hit 21. They have since been as high as 26 and are forecast to go higher. Like all new discoveries this one, too, must pass the test of time. But so far, so good.



## QUALITY IMPROVEMENT

This page always shows the equity curves for my two hotlines. These charts are also posted regularly on my website. They show the results of every trade that I have ever recommended, both for position traders and S&P day traders.

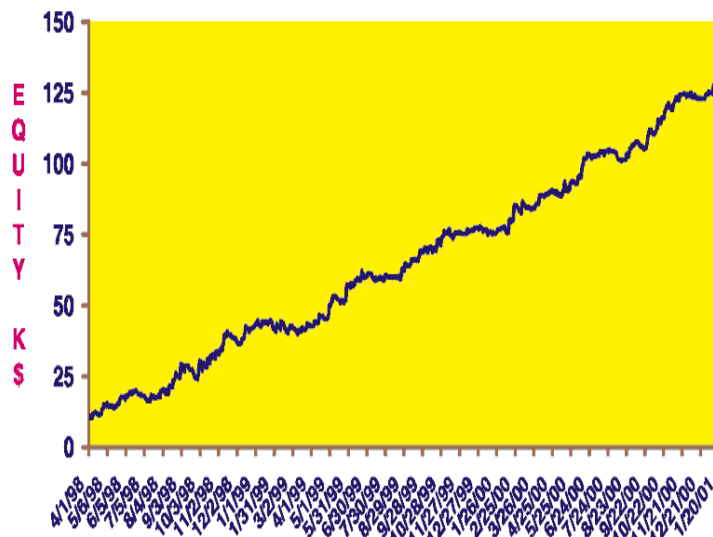
These charts give me feedback on two things - how my technology is developing, and how well I am using it. Once a year I like to look back and see how well I did.

Year 2000 was a very good year. Our position trading hotline was up 135% for the year. The amazing thing about that is that it is heavily weighted by the S&P, which did not have a good year. The secret is that I traded both sides, and loaded up at the right times. Knowing the right times, of course, came from using my technology well.

The MoonTide one-a-day equity curve comes from my Tomorrow's Market Email. It was up 65% in 2000.

Keep in mind that these are the track records one would have achieved if they followed the given instructions precisely. Doing that is the hard part.

## MOONTIDE ONE-A-DAY EQUITY



Trading One Contract, \$50 Slip and Commission.  
Futures Trading is Risky. Past success is no guarantee of future success.

## PEOPLE AND HAPPENINGS

### The Holiday

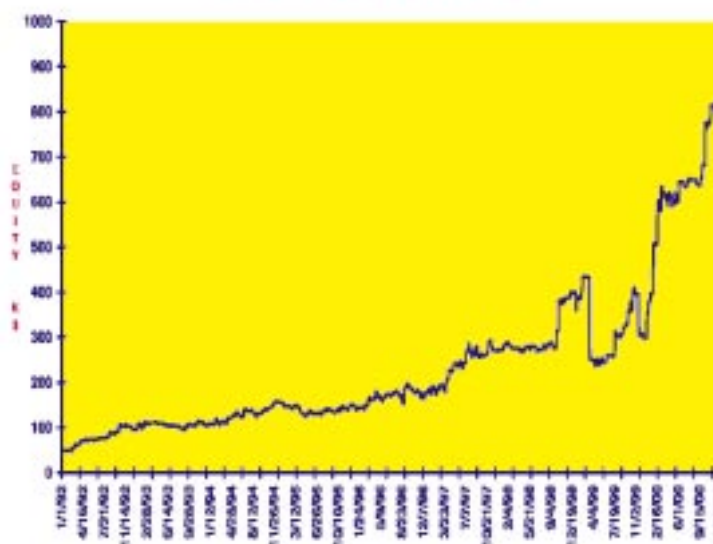
Season was quite busy. Besides visits from family members, GM paid me a nice visit. We had a good time discussing the ends and outs of market astrophysics and the uses of the Zero Delay filter.

I also got a nice package of notes and charts from long time client DE. He suggested that the star energy curve that I showed in the last newsletter could be converted into an energy function generator used to forecast markets. That is a novel idea which I hope to try when I get time.

Coming up this spring is a big event. I plan to be speaking at the Astro Economics Conference in Sydney, Australia on April 21st. I also hope to offer a one day course while I am there. Details will be posted on my website. Meanwhile to sign up for the conference, contact Grace Morris at 815-464-8200 (Fax 815-464-8163). Tell her Al sent you. All for now, see you next month.

*al*

### HOTLINE POSITION TRADING TRACK RECORD



Simulated result of trading specified number of contract in all markets. Simulated trading results may not equal actual results. Futures trading is risky. Past success is no guarantee of future success.

We did purge addresses last month. If this is a sample newsletter, you will stay on our list until purged. The date after your name tells you the last month you will receive unless you renew. **Renewals are \$240/year.** Renew now. **I do take 3 month and 6 month renewals as well.** Just pro-rate the cost. **Call 303-452-5566 with your renewal or order online.** Visa and Mastercard taken.

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## JANUARY

S	M	T	W	Th	F	Sa
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## FEBRUARY

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2 = AstroDow2 3= AstroDow3 4=AstroDow4  
P=AstroPoint extreme  
F=Full moon N= New Moon  
M = Mercury Lunar Chaos  
V= Venus Lunar Chaos

### Your Electric Life, Science for a New Age

by Dr. Al Lason, Ph.D. (aka Dr. Hans Hannula)

Whether you realize it or not, you are being strongly influenced by a very powerful electrical force - the earth's electric field. This field produces currents through your body that are 250,000 times as strong as the currents that run your brain. Recognition of this fact, research, and experimentation have led former Bell Labs engineer and scientist Al Larson to a series of insights into many previously unexplained phenomena. His findings cover a wide range of topics, such as dowsing, the human aura, consciousness, bio-circuits, Feng Shui, natal astrology, stock markets, remote viewing, energy field medicine, de ja vu, dreams, and religious experiences. His own discovery of *sudden impulses* \*shows how we are all connected by the field in a *Cosmic Internet*\*. Al provides a rational explanation of how these phenomena work through the earth's electric field, along with guidance of how this knowledge can be used to improve your own life. Do not miss this clear, concise, convincing explanation of how things work.

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