

Livermore Momentum Method

RS Leadership + Pivotal Point — Trade Only the Market Leaders

All 3 criteria required. Livermore only traded leading stocks — second-best is unacceptable.

CRITERIA PASS ✓

- 01

RS Rating of 90 or above

Stock must be outperforming at least 90% of all NSE stocks. Livermore only traded market leaders.
NSE: RS Leaders preset on Kasauti filters this universe. RS 90+ narrows ~2,100 stocks to ~210.
- 02

Stock is in Stage 2 (Weinstein classification)

Stock must be in a confirmed Stage 2 uptrend. RS alone is insufficient — trend confirmation required.
NSE: RS 90+ in Stage 3 = dangerous. Many NSE stocks top out with very high RS — stage is the anchor.
- 03

Price within 10% of its 52-week High

Must be near highs — Livermore bought strength, never weakness. Near 52W high = institutional demand.
NSE: This combined with RS 90+ gives the smallest, highest-quality subset of NSE universe.

RESULT 3/3 QUALIFIES 2/3 WATCHLIST <2 SKIP

Criteria passed: _____ / 3 | Decision: _____

Ticker: _____ Date: _____ Entry ■: _____ RS Rating: _____ Stage: _____ Pivot ■: _____ Stop ■: _____

NOTES

Volume check: up-day vol > down-day vol? ■ Yes ■ No Volume dry-up near pivot? ■ Yes ■ No

DISCLAIMER

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