

Nirvana's

RS1 *Rotation* Suite



Capture
BIG PROFITS
Trading Rotations

The Complete Rotation
Trading Solution

Start Trading Rotations
like a Pro see page 6

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Trade Only the Strongest Stocks in the Strongest Groups



Ed Downs
CEO and Founder,
Nirvana Systems, Inc.

Greetings! I am excited to announce the newest addition to our stellar line of products designed to profit from the power of Industry Group Rotation, the RS1 Rotation Suite.

The idea behind RS1 is to identify the groups that are primed to outperform in the near future, and then find the best trading opportunities within those groups. This top down approach helps traders zero in on the stocks that have the best chance of outperforming in the weeks and months ahead.

Introducing the RS1 Rotation Suite

The RS1 Rotation Suite provides you with everything you need to find the best rotation trades in the current market. The first step we took was to create a preconfigured profile that uses our new Smooth Strength Indicator to instantly identify the groups that are currently outperforming the market.

Next, we created two new high performance trading strategies that find the stocks in those groups with the highest profit opportunities. The first of these strategies, RS1 Trending, finds long term opportunities by identifying stocks as they are starting a new trend. These trades can run for weeks to months giving them an extremely high profit per trade.

The second strategy is called the RS1 Timing Strategy. It brings the concept of Reversion to Mean (RTM) to Rotation Trades. The Strategy works by finding optimal entry points into an already existing trend, making it ideal for finding trades within a group that has already been trending. With the RS1 Timing Strategy, you can generate quick profits with high accuracy.

A Breakthrough in Trade Management

The RS1 Suite also comes with two new Trade Plans to help you manage your Rotation Trades. The RS1 Big Moves Trade Plan uses our new RS1 Intelligent Stop to allow the trade to run without keeping the stop too loose. This stop takes a unique approach to trade management by recalculating and adjusting the stop based on the status of the current trend. You can read more about the RS1 Intelligent Stop on page 4.

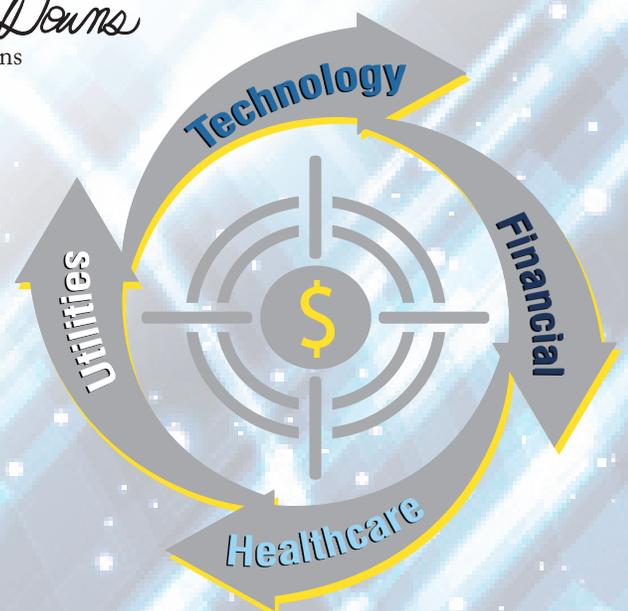
Top Notch Education on Rotation Trading

A Trading Suite of this magnitude requires great education, and we provide it. *Profiting with RS1* is a two CD seminar that gives you a wealth of information. The first disc teaches you, step by step, how to start trading with RS1. The second disc contains four different presentations on how you can customize RS1 to adapt to your trading style.

We are including our unconditional 30 Day Money Back Guarantee so there is no risk to try it for yourself. I know you are going to love the ease and accuracy of trading rotations with RS1.

Sincerely,

Ed Downs



The Ultimate Group Rotation Suite

Trading Group Rotations provides you with an advantage in any type of market. With RS1, we analyze the market from a “top down” perspective to determine which stocks are likely to outperform in the coming weeks or months. First we identify the sector or group that has the most potential, then we hone in on the stocks in that group that are ready to move. **It’s a one-two punch that generates a lot of knockout trades.**

The Rotation Trade Advantage

A big portion of the advantage of Rotation Trades comes from the well tested principle that trends are likely to persist. This principle, when applied to stocks independently, can lead you to profitable trend trading approaches, but rotation trading takes this one step further. By identifying Groups or Sectors that are trending, there is a double benefit:

- 1.) The trend tends to have even more persistence for the group as a whole.
- 2.) By analyzing the symbols in the group individually, you have much more flexibility in finding the best trading setups, resulting in bigger profits and more accurate trading.

When you put these two advantages together, you end up with a trading approach that can consistently produce big gains and outperform the market.

The RS1 Solution

With RS1, we’ve built a complete Rotation Suite that leverages the best trading technology Nirvana Systems has to offer. It takes our vast body of research into optimal trend and timing strategies, and applies that to Group Rotations to generate some of the best trading opportunities we’ve ever seen.

But we didn’t stop there. We also wanted to make sure this trading suite was easy to use. The RS1 Trading Profile gives you access to this firepower, straight out of the box. When you combine that with our comprehensive education package, you’ll see how easy it is to get started trading powerful Group Rotations with RS1.

Two Ways to Trade Rotations



The RS1 Rotation Suite gives you two ways to trade Group Rotations. The Trending Strategy looks for stocks in groups that are just starting to come into favor, while the Timing Strategy looks to take quick profits on stocks that are currently in favor.

The RS1 Trading Strategies Provide Outstanding Performance

The RS1 Trading Strategies show stellar results over the last four years in our test on the S&P 100 stocks. These numbers highlight the accuracy and profitability of the RS1 Rotation Suite. Learn more about these powerful strategies on pages 4 and 5.

Strategy	Trades	Hit Rate	PPT	Bars/Trade
RS1 Trending	650	66%	6.6%	91
RS1 Timing	1276	75%	.87%	5

Always Play a Winning Strategy

Easy as 1-2-3

Trading rotations doesn't have to be hard! With the RS1 Rotation Suite, we've put together a package that makes it easy to engage the market using rotation trades.

We start by using the **Smooth Strength Indicator** to identify the groups that are poised to move.

Once we have identified the best groups, two new Trading Strategies identify entry points on the stocks in that group that are likely to run. We then manage the trade with two new Trade Plans that make it easy to pocket rotation trade profits.

Pre-Configured for Success

The **RS1 Profile** is preconfigured to make it easy to find great rotation trade candidates. If you are looking for the new long term rotational trades, simply sort by the Trending Strategy column. If you want to turn quick profits you can sort by the Timing Strategy column to find the stocks that are poised to make a fast profit.

You can also sort on the Smooth Strength column to instantly see the stocks that are in the strongest and weakest groups. This gives you a huge advantage when looking for rotation trading opportunities. With Smooth Strength, you can trade with confidence, knowing that your new positions will be in the group that is currently outperforming the rest of the market.

Capture the Whole Trend with The RS1 Trending Strategy

The **RS1 Trending Strategy** generates its signals in the early stages of the trend. When a stock begins to show significant strength, the strategy identifies the condition and captures the move using the RS1 Big Moves Trade Plan (see next page.) The result is longer term trades that run to the upside and generate outstanding profits.

1

Use the Smooth Strength Indicator to Identify the Groups that are Poised to Move.

2

Use the RS1 Strategies to find Opportunities within the Group.

3

Manage the Trade with the RS1 Trade Plans to Capture the Rotation.



The RS1 Timing Strategy identifies a new Signal on HPQ.

BREAKTHROUGH!

The New RS1 Intelligent Stop

The **RS1 Intelligent Stop** is designed to stay in trade when the trend is in your favor, and provide protection when it is not. On the surface, the stop functions like a traditional combination of trailing profit and fixed loss stops. Behind the scenes though, it is also monitoring the state of the current trend. It will only fire exit signals if the trend has deteriorated (and a stop level is hit). If the trend is still strong and a stop is hit, it intelligently resets the stop levels and continues the trade. This allows you to hold on to the trade while the trend is intact, and be covered if it weakens...truly the best of both worlds.

Uptrend In
Intelligent S

Trading with RS1 is Easy!

Symbol	SmoothR	Name
MG61	1.056373	COMPUTER HARDWARE
MG51	1.049857	DRUGS
MG61	1.032562	AEROSPACE/DEFENSE
MG62	1.030771	HEALTH SERVICES
MG75	1.021101	WHOLESALE
MG63	1.018967	ELECTRONICS
MG44	1.018948	REAL ESTATE
MG63	1.01374	MATERIALS & CONSTRUCTION
MG62	1.012939	COMPUTER SOFTWARE & SERVICES
MG76	1.009012	DIVERSIFIED SERVICES
MG41	1.009007	BANKING
MG71	1.006997	CHEMICALS
MG42	1.005741	FINANCIAL SERVICES
MG71	1.002723	LEISURE
MG91	1.002252	UTILITIES
MG77	1.001954	TRANSPORTATION
MG13	0.997499	METALS & MINING
MG65	0.996844	INTERNET
MG21	0.994911	CONGLOMERATES
MG62	0.994629	INDUSTRIAL
MG34	0.991736	FOOD & BEVERAGE
MG33	0.988786	AUTOMOTIVE
MG64	0.987113	TELECOMMUNICATIONS
MG12	0.982961	ENERGY
MG43	0.978548	INSURANCE
MG31	0.97691	CONSUMER DURABLES
MG32	0.975819	CONSUMER NON-DURABLES
MG35	0.968638	
MG73	0.96804	
MG72	0.95497	
MG74	0.94109	

1

SmoothR	Name
1.056373	COMPUTER HARDWARE
1.049857	DRUGS
1.032562	AEROSPACE/DEFENSE
1.030771	HEALTH SERVICES

The Smooth Strength indicator identifies Computer Hardware as the strongest Group.



Using the RS1 Big Moves Trade Plan the Trade picks up 14% in two months.

Pinpoint Rotation Entries with The RS1 Timing Strategy

Frequently, we find ourselves wanting to trade a rotation where the charts are already in a well established uptrend. In these situations, it is necessary to find a good entry point well after the initial RS1 Trending Signal. This is where the RS1 Timing Strategy comes into play.

The RS1 Timing Strategy identifies optimal entry points using a combination of Reversion to Mean and the trend considerations of the RS1 Trending Strategy. By default, the strategy uses the Reversion to Mean exits that lead to very high accuracy and excellent short term profits.

The Timing Strategy can also be used with the Big Moves Trade Plan to find trending entries after the move has begun. This allows the strategy to capture more of the remaining trend, and thus, more profits.

Profitable Trade Management

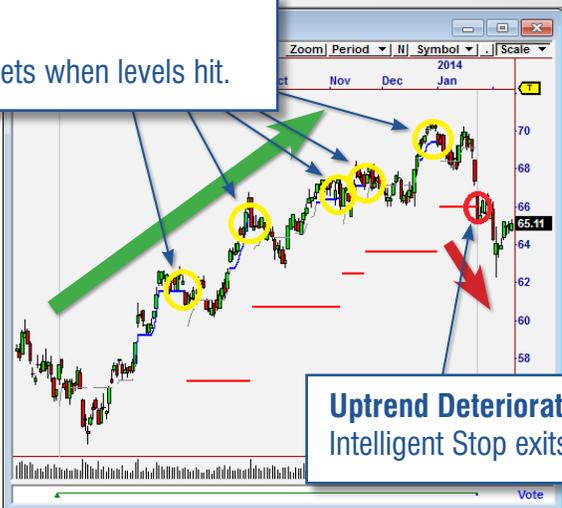
Great trades need great Trade Plans. A key component of the RS1 Package is two new Trade Plans, that let you manage your rotation trades with confidence.

The RS1 Big Moves Trade Plan uses the new RS1 Intelligent Stop to track the trend, and stay in the move. This Trade Plan works with both of the RS1 Strategies, so you can use it anytime you want to hold on to the rotation and capture a large portion of the overall trend.

The RS1 Quick Profits Trade Plan is designed to quickly get into and out of rotation trades that are triggered by the Timing Strategy. By taking an RTM approach, the tight stop in this Trade Plan lets it snap up profits in just a few days.

In the *Profiting with RS1* Seminar (see page 6), we'll show you how to use all of these groundbreaking new tools to pinpoint rotation trades and capture huge profits.

Place:
top resets when levels hit.



Uptrend Deteriorates:
Intelligent Stop exits, capturing profits.

Profiting with **RS1** Seminar

Comprehensive Seminar by Jeff Drake

Included with the RS1 Rotation Suite is the educational seminar, *Profiting with RS1*. In this two part seminar, we show you how to use all of the power tools in the suite and provide you with advanced techniques to help you integrate them into your trading.

The first disc of the seminar begins by exploring the concept of Group Rotation trading. We will look at how to identify the groups that are currently in favor and how we can take advantage of this information. The seminar will show you how to trade each of the strategies with the Trade Plans provided in order to capture consistent profits. After viewing Part One you will have a thorough understanding of RS1 and everything you need to start trading with it right away.

Part Two provides you with four different presentations on how to expand your use of the RS1 Rotation Suite. The first two presentations will focus on finding the groups that are poised to move. We cover group selection processes that use various versions of relative strength, along with additional tools you can use to find the groups that are in favor. The third presentation will show how to use any of your favorite strategies as a RS1 Timing Strategy. **And as a special bonus, we will include a presentation on how GroupTrader owners can benefit from the power of RS1.**

Profiting with RS1 will have you trading Rotations like a Pro, and it's FREE with your purchase of the RS1 Rotation Suite.

Profiting with RS1 Seminar Agenda

Part One: Trading Rotations

- Introduction to Rotation Trading
- Identifying Rotations
- The Two Rotation Trades
- Capturing a Trend
- Capturing Quick Profits
- The RS1 Profile
- Planning Your Rotation Trading Regimen

Part Two: Advanced Rotation Techniques

- Understanding Relative Strength
- Selecting Emerging Groups
- Customizing the Rotation Timing Strategy
- Using RS1 with GroupTrader