

Reminiscences of a stock operator

Jesse Livermore's System

- Determine from general conditions whether it's a bull or a bear market.
- Trade along the line of least resistance.
- Take a position and stick with it
- The big profits are from the big swings.
- The last or the first 1/8th are the most expensive. They have cost many traders millions.
- Study general conditions not tips or special factors that affect individual stocks.
- Only trade when conditions are right and when you are right.
- The desire for constant action will cause you to lose.
- There is only one side to the market, not the bull side, nor the bear side, just the right side.
- If a stock doesn't act right
 - don't touch it!
- The big money is in long-term movements
- He made money not by thinking, but by sitting.
- Many lose, not because the market beats them but because they beat themselves.

