

Energy Paper

by Charles Drummond

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Introduction

Becus trading to this author is a 100% psychological process, he engaged in a three year study (1985 - 1988) of how the mind functioned. Although the author recognized that he is not an expert, and did not devote the many years of study and training to become very knowledgeable in the field of psychology, he did come to one simple conclusion, as certain facts and proofs surfaced, **and that is: the mind functions according to a certain structure and form.**

Note that his conclusion did not reveal exactly **how** the mind functioned, but simply that when it did function it had a definite structure. This simple conclusion may sound banal, or ridiculous, or may seem to be at cross-purposes to any known reality, but that's just the point. The conclusion that the author came to, and the proofs that he believes he has found, indicate one simple fact: thoughts actually have physical structure.

From there, the author reasoned that since thoughts have physical structure, why not consider the fact, that if one can create a thought, it will then have a physical result. In other words, **one can create thoughts that have physical force, and energy.** (It turns out that recent computer technology supports this line of thinking. There are even some suggestions that future technology will permit courts of law to monitor the thoughts of a witnesses for the sake of truth and the establishment of facts.)

The author then tried to make the argument, that life itself deals solely with energy, for if this were so, then all things tie together. Two years ago (1989), this author attempted to disprove these arguments. (In order to find truth to an argument, one should try to disprove it, rather than following the easy route of finding ways to support it.) The results of this effort are included in this present "energy paper".

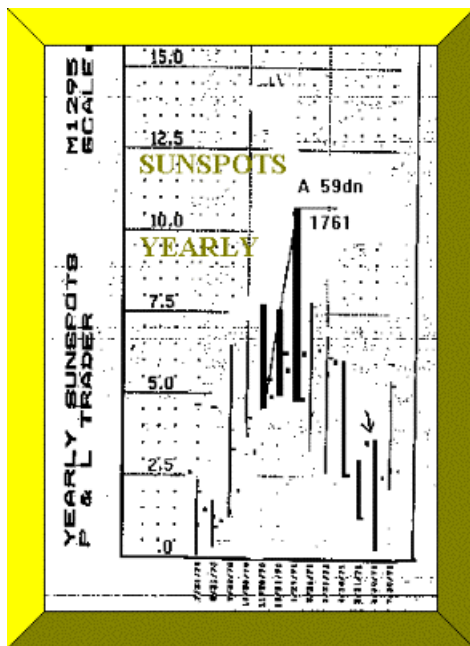
This paper was personally presented by the author to a group of market analysts in 1992, at a session where each analyst was making a contribution that was to last only forty minutes. You will notice as you read this paper that the author had a considerable struggle in presenting such a wide ranging and possibly controversial set of ideas in that time-frame. Well, the paper landed with a proverbial thud, as too much info was presented, and not in a totally lucid format. However, as you read this paper, you should be able to see where the author is going in his attempt to work out a rationale argument, that everything we know of is a form of energy, including thoughts, and that energy has physical structure, and that this physical structure is geometric, in the sense that it has a regular and repeatable form.

The outcome of this paper may be more important than can be seen at first glance. The implications may in fact be immense. For traders, it could have a huge impact in a number of different areas. It implies, for example, a radical new approach to the psychology of trading, in that if thoughts are energy, then consequently our own psychology and thus the psychology we encounter when we trade, is also energy, and furthermore, energy that has structure. Once a trader understands this, then he may be able to eliminate his fear of the market. After all, if you accept that price movements are determined by energy flows, and that we can monitor energy, then you have an objective means for measuring what is occurring as it occurs. If, as we believe, energy is geometric and has physical shape, then this monitoring and measuring process can predict hypothetical patterns in the future and measure exactly whether or not they are actually occurring as the event unfolds.

So, now we start our argument

We hope to prove, that the markets we trade are most accurately to be described as "energy", and that the thoughts we think are energy too. We further argue, that as traders, it is critical to be aware that energy is driving our lives. We will show that markets are a form of energy, and thoughts are a form of energy, and that thoughts have physical structure, and that everything we know of, has structure and shape.

As we move along in this argument, we will develop a train of thought that expresses the argument, and then we will offer proof. We have some interesting and perhaps new information to share, and this information has various links and implications, which as far as this author knows has never been introduced to traders. As we move along on our trip, we have a fairly simple road to follow. Our starting point will be one simple little geometric pattern, which always appears and can be seen on any bar chart created from any kind of data drawn from the real world. We will apply a little common sense to this phenomena. We will be referring to Einstein's theory of relativity, which may be true, or it may not, but we will try to expand our concept of reality a little, and will consider the idea that everything we do in life, is related to energy, and that energy is geometric in shape, including our thoughts.



In the chart shown above, **the year 1761 had a 59down.**

In this chart, we are looking at the calculations made by monks in the 18th century, as they studied the sun, and they noticed those flares of sunspots, and made records of their observations. We can see that this record shows that sun has 59's. We suggest that the sun is a form, if not a source of energy, and this source possesses 59's. We see that geometry is involved in sunspots. So sunspots, cattle, housing starts, planetary alignment all have 59's. Who can suggest that the sun is not a form of energy? Just try touching it!

We offer the suggestion that trading as conventionally seen as the exchange of value has no meaning. Trading is just a phenomena, it just happens! Like housing starts. We assume that **energy is geometric, since the sun is energy. Sunspots are also a form of structure: they exist and we can see it.** Now we will move along, to see if we can prove that as energy is transformed, and passed along from one entity to another, it retains its structure. If Einstein's theory of relativity is correct, and let's assume it is, then as energy is transferred, structure will show up in all entities. The theory of relativity basically states something along these lines: a hawk eats a mouse, and the energy of the mouse passes along to the hawk, and if hawk dies, off it goes to the earth, and energy moves along through the chain of life. This is to say, that **energy is always flowing here and there**, and is always present. **We suggest that energy has physical shape wherever it exists.** If energy is everywhere in anything that exists, then is there physical structure and energy in thoughts?

Thoughts

Let's continue our argument down the road we have embarked upon. So far, we have shown that energy has structure, that it creates extremes in the form of 59's, and by doing this, we have shown that energy is geometric. And furthermore, **we have shown that everything is a form of energy. Well, what about thoughts? Are they physical?** Can I physically send a thought across a room? Well, perhaps I could, if thoughts have structure. Can indeed thoughts have physical structure? Can we send them down into our body to fight disease? (or perhaps create disease?,,,it is a known fact that depression can cause cancer.) Let's see if we can find some explicit evidence that thoughts have structure. (unfortunately, I know of no way, to see if thoughts have 59's, but, since we will shortly show they do have structure, and if the sun has 59's, and if Einstein is correct, that everything is made of energy, then we have

