

Lecture 15

Chart Patterns

Chart patterns: Distinct formation on a stock chart that creates a trading signal, or a sign of future price movements. Chartists use these patterns to identify current trends and trend reversals and to trigger buy and sell signals.

There are two types of patterns within this area of technical analysis, reversal and continuation.



Head and Shoulders



Double Tops



Multiple Tops



Double Bottoms



Multiple Bottoms



Ascending Triangle



Descending Triangle



Wedge



Wedge Up



Wedge Down



Cup and Handle



Rounding Bottom

