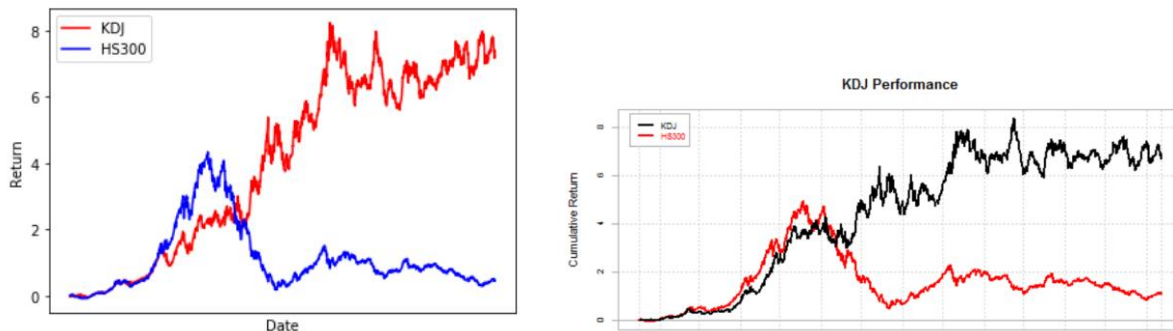


The report reproduces the first 5 pages of the research report.

The report refers to the research report and uses the K indicator to track the index trend: RSV represents the current price position in the past 14 days. $RSV > 70$ indicates that the current price is more than 70% of the highest and lowest price in the past 14 days. K is the 3-day exponential moving average of RSV. $K > 70$ means that the smoothed position is more than 70% of the past 14 days, which means the trend of buying. Correspondingly, $K < 30$ means the trend of selling. Applying bilateral strategy : Sell when K crosses 70 or 30 downwards, and buy when K crosses 30 or 70 upwards. The performance of the strategy obtained is compared with the performance of the passive strategy that only holds the CSI300 Index as follows, which is similar to the research results:



According to the research report, the strategy itself is optimized: buying when K crosses 30 upwards, selling when K crosses 70 downwards. When the signal is 1 and K is below 70, at the same time K and D have a dead fork, the signal is changed to -1. When the signal is -1 and K is above 30, at the same time K and D have a golden cross, the signal is changed to 1, which indicates buying. When K is greater than 70, the signal is always 1. However, there is a gap between the reappearance results and the research report.

