

We can infer that for most days the signal remains as HOLD.

Over a period of more than 2.5 years for bajaj stock there were only 12 BUY signals and 11 SELL signals.

Following is a graph of both MA crossing over for bajaj stock. We can see there are 23 cross over points.

(Note: We have started generating signals on 51st day. For first 50 days we have kept signal as null).



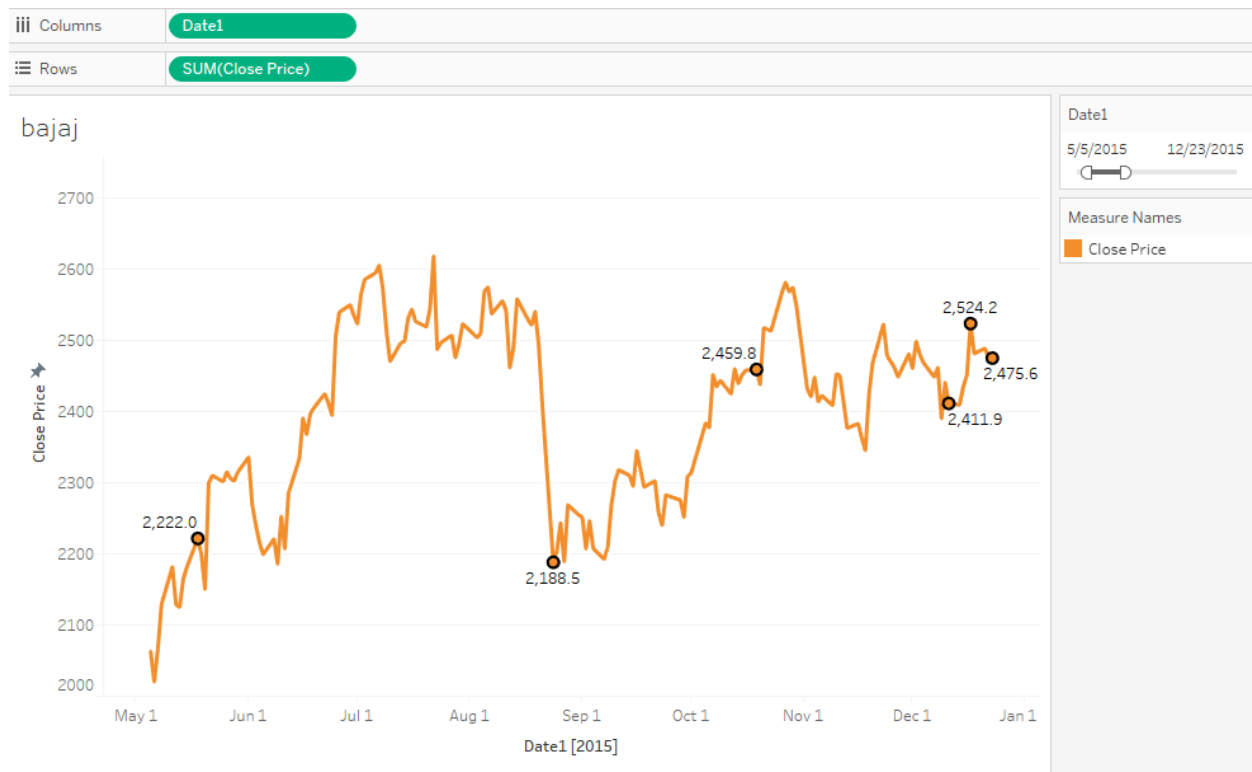
Therefore, there is always an alternate signal BUY followed by SELL or vice versa as the curve has to cross over.

Following is the graph for the first few signals, generated for Bajaj stock. (tableau round off values to one decimal place).

In the following chart each marked point indicate a crossover point where 1st marked point (value = 2222.0) is for buy (2015-05-18) which is indicative that the 20 day MA is going up. We can see if a person buys the stock at this point the price is moving upwards.

Now point 2 is for (2015-08-24) is indicative of SELL as the trend is shifting downwards. So, people holding the stock should sell it.

Similarly 3rd point (2015-10-19) value 2459.8 is indicative of BUY as the price is shifting upwards and people should buy more of this stock.



In similar fashion, we can draw conclusions for other stocks as well. However, this is just for a long-term trading strategy as we are using 20 day and 50 day MA for predictions.