

## Wyckoff: 002475 (5m | 500 bars)



Greetings. I am Richard D. Wyckoff. To trade successfully, one must ignore the "tips" and the "news" and instead learn to read the intentions of the Composite Man through the action of the tape.

You have presented a position in 002475 (Luxshare Precision) on a 5-minute timeframe with an entry at 55.925. On this intraday scale, we are looking at the immediate battle between Supply and Demand. Here is my analysis of the current market structure.

### 1. Executive Summary

**Verdict:** The market is currently in Phase D of an Accumulation structure, attempting to "Jump across the Creek." The bias is Bullish, provided the current breakout holds above the immediate support zone; however, we are approaching a zone of potential supply.

### 2. Detailed Phase Analysis

Based on the price action leading to your 55.925 entry, we observe the following structural development:

- **Phase A (Stopping the Decline):** We saw a Preliminary Support (PS) followed by a Selling Climax (SC) at the recent lows. The Automatic Rally (AR) defined the "Creek" (Resistance) near the 56.00 level.
- **Phase B (Building the Cause):** Price spent considerable time churning between 54.80 and 55.80. This is where the Composite Man absorbed the floating supply from frustrated retail sellers.

- Phase C (The Test): We observed a "Spring" (a brief dip below support that was immediately reclaimed on increasing volume). This was the final "shakeout" to see if any supply remained.
  - Phase D (The Break): Your entry at 55.925 places you at the Sign of Strength (SOS). Price is currently attempting to clear the "Creek" (the 56.00 resistance line). We are looking for a Last Point of Support (LPS)—a shallow pullback on low volume—to confirm that the path of least resistance is now upward.
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### 3. VSA Commentary (The Law of Effort vs. Result)

- Effort vs. Result: As price approached your entry of 55.925, we look for expanding spreads and increasing volume. If the volume is very high but the price is struggling to move past 56.10, it indicates Supply is meeting Demand (Hidden Distribution).
  - Absorption: The recent bars show "narrowing spreads" on pullbacks with "diminishing volume." This is a classic Wyckoffian signal that there is No Supply left to push the price lower.
  - The Composite Man: He has finished his buying program in Phase B and C. He is now marking the price up to attract the "herd" to whom he will eventually sell at much higher prices.
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### 4. Strategic Assessment

- Current State: Phase D (Markup within the Trading Range).
- Bias: Long. You are positioned at the point of "Jumping across the Creek."  
Key Levels:
  - Immediate Resistance: 56.20 - 56.50 (Minor supply zone).
  - The "Creek" (Support): 55.80. This must now act as a floor.

### Trade Setup

- Entry Zone: Your current cost of 55.925 is acceptable, though it is at the "edge" of the range.
  - Stop Loss (Invalidation): 55.40. A close below this level suggests the "Spring" failed and the Trading Range is actually a Redistribution, not Accumulation.
  - Take Profit (Targets): Based on the "Point and Figure" count (the width of the Phase B base), the initial objective is 57.80, followed by a secondary target of 59.20.
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### 5. Risk Warning

The primary risk is a "UTAD" (Upthrust After Distribution) or a "False Breakout." If the price moves above 56.10 on very high volume but then closes back inside the range (below 55.80) with a wide spread, the Composite Man is "trapping" the longs.

Watch the tape: If the volume dries up as the price rises, the demand is exhausted. You must see "Follow-through" to validate your position.

Study the charts, not the rumors.

Respectfully,

Richard D. Wyckoff