### Penny Stock Moguls

The Language of Twitter Users who Drive Low-Float Stock Movement

Nick Wilders | Metis | November 13, 2020

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Alternative Markets: AMEX, NYSE, localized U.S. stock exchanges

"Pink Sheet" over-the-counter market

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ranging from "build your wealth" trading advisors... to more "eccentric" users









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#### API's:



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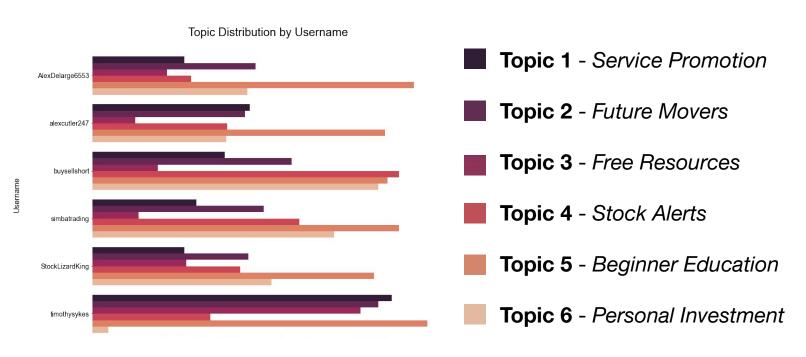
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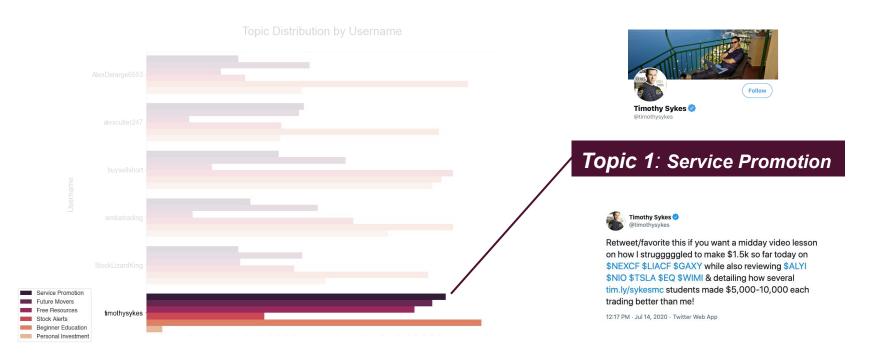




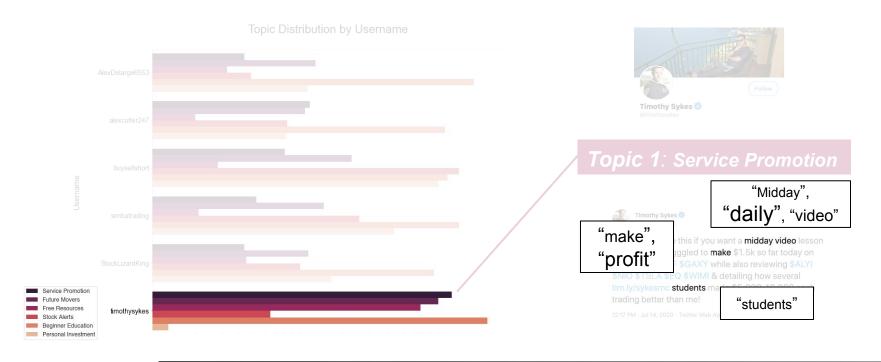
### Using a TD-IDF vectorizer and Non-Negative Matrix Factorization, six topics fit well with six individual moguls.



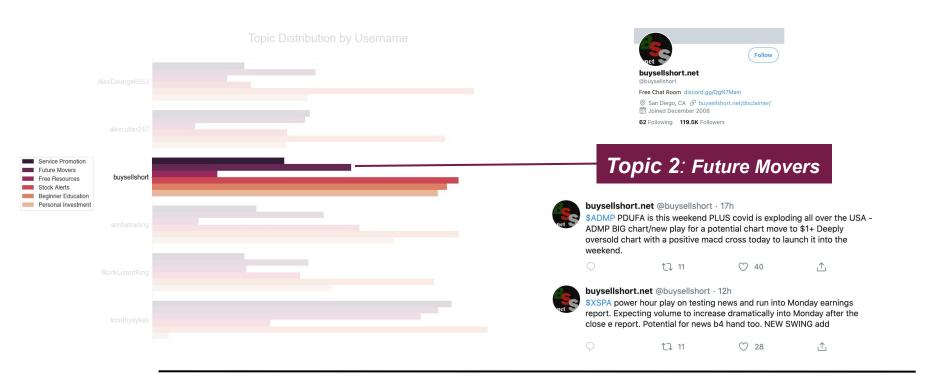
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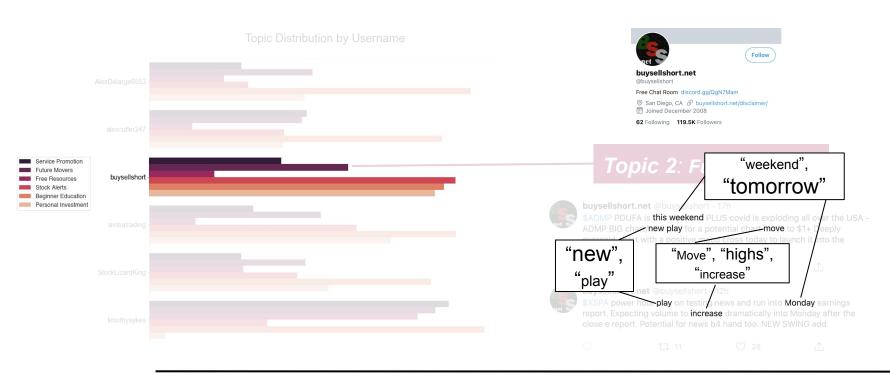
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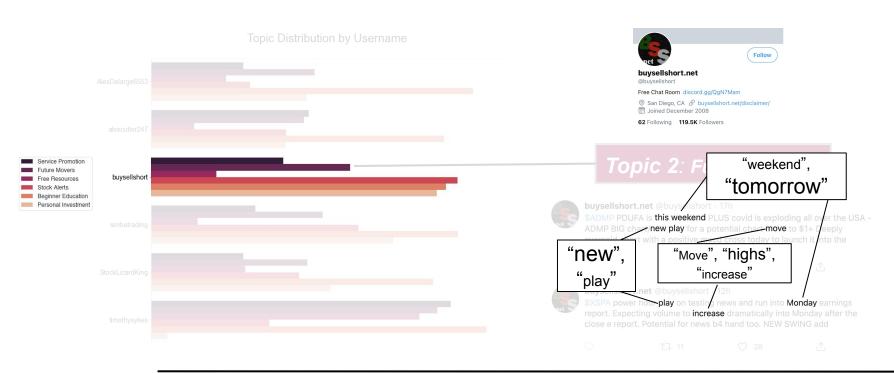
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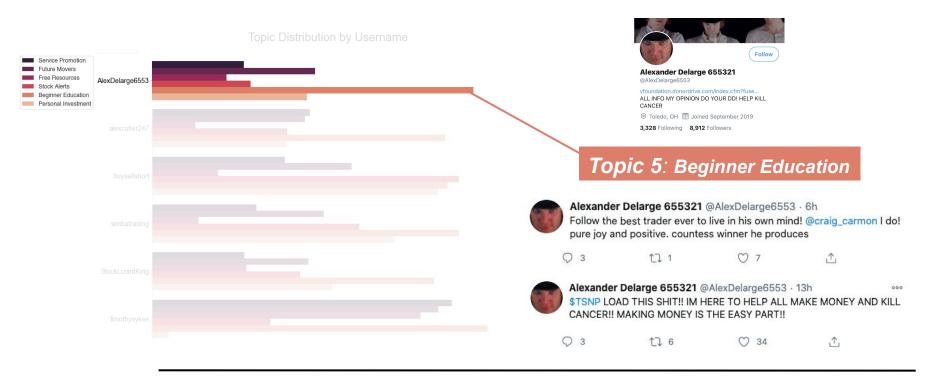
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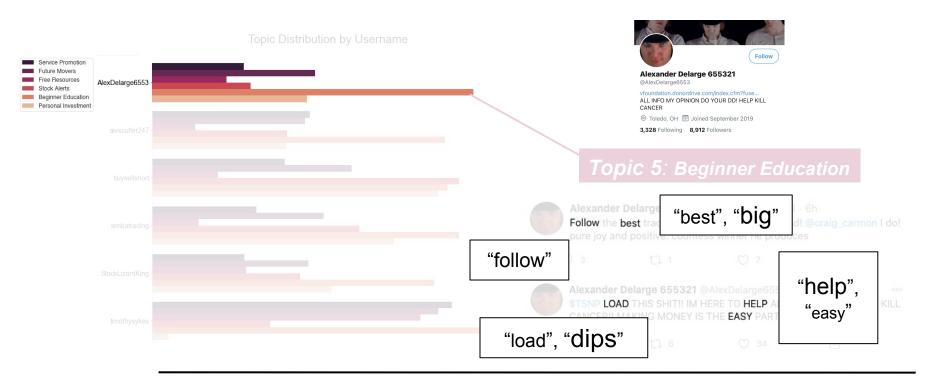


### A self-described amateur trader, AlexDelarge6553, has a more informal corpus hinged on free basic trading tips.

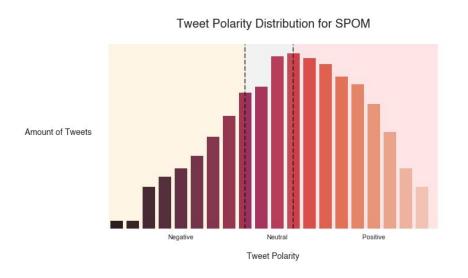


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### AlexDelarge6553 often "pumps" SPO Global Inc (SPOM), a mysterious shell company with frequent "mergers".



#### AlexDelarge6553

cashtagged \$SPOM

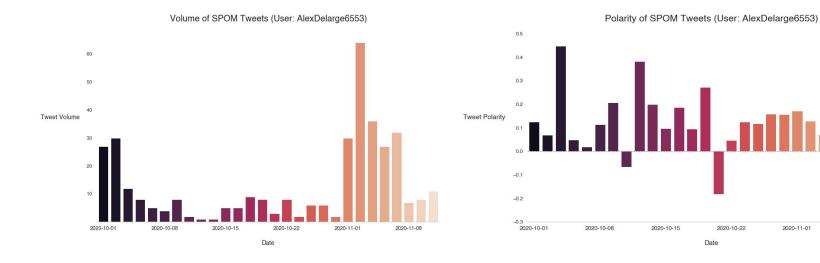
4.8k times in 2020

~34% of his 14.1k Tweets

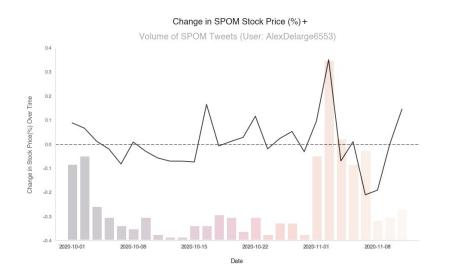
#### In October and November 2020, AlexDelarge6553 tweeted positively and often, most notably at the top of the month...

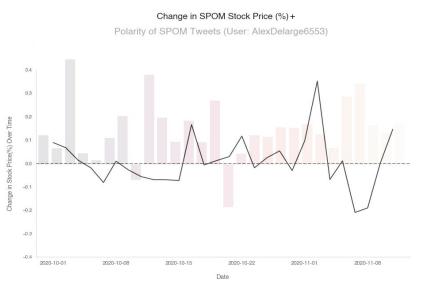
2020-11-01

2020-11-08

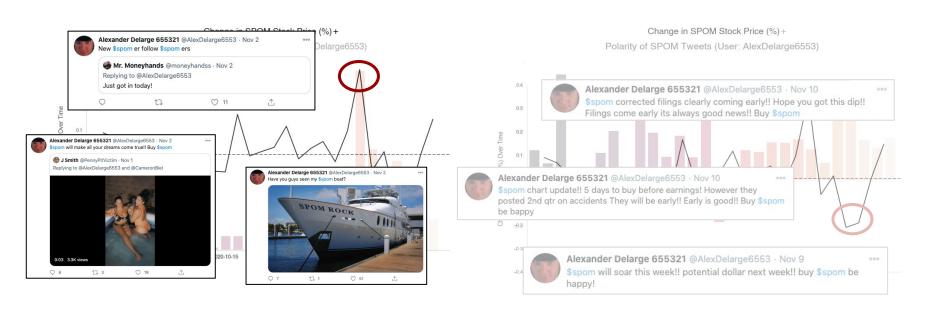


### ... Tweeting with more regularity when the stock price rose, yet positive sentiment when stock price fell.

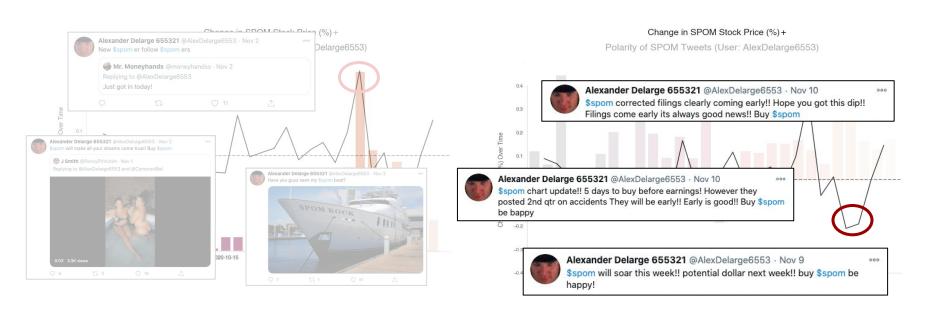




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The correlation between **tweet polarity / volume** and stock growth is promising for *future investing opportunities*.

#### **Future Work:**

- Use Alpha Vantage API to extract intraday data, accommodating for lightning fast changes in world of low-float penny stocks
- Deep Learning model (neural network?) trained on scraped Tweets and intraday data to make investment recommendations
- spaCy and other NLP tools to more heavily consider sentence syntax (parsing)



#### Alexander Delarge 655321

@AlexDelarge6553

vfoundation.donordrive.com/index.cfm?fuse... ALL INFO MY OPINION DO YOUR DD! HELP KILL

⊙ Toledo, OH III Joined September 2019

3,328 Following 8,912 Followers



#### Alex Cutle

@alexcutler247

Meteorologist / Data Analyst / Investor & Day Trader (All Tweets are my Opinion & Own Research, Not a Licensed Financial Advisor)

Ø discord.gg/kingstreet Ⅲ Joined August 2019

87 Following 52.3K Followers



#### buysellshort.net

@buysellshort

Free Chat Room discord.gg/QgN7Mam

San Diego, CA buysellshort.net/disclaimer/
 Joined December 2008

62 Following 119.5K Followers

# Any Questions?



#### Penny Stock Lizard King

@StockLizardKing

Not a financial advisor but I am a young penny stock legend, hoping to help everyone grow as a trader. 
Link in bio to join the LKTG discord community!

⊕ The Moon 
 Ø discord.gg/yC92MGe

III Joined April 2020

69 Following 38.6K Followers



#### SimbaTrading

@simbatrading

Main focus is small cap/low float stocks ...tweets are my opinion only...please make your own investment decisions.

Joined May 2014

104 Following 26.1K Followers



#### Timothy Sykes 🤣

@timothysykes

I've turned \$12k into \$6+ million visiting 100+ countries/building 70 schools/libraries, I'm looking for dedicated students, go apply: tim.ly/sykesmc

4,338 Following 260K Followers

#### **Appendix A** - Word Clouds by User

#### alexcutler247



#### AlexDelarge6553



#### **buysellshort**



#### simbatrading



#### **StockLizardKing**



#### **timothysykes**



#### <u>Appendix B - Future Work (SMH, NIO)</u>

#### **Future Work:**

- SMH, with fairly neutral sentiment, could be an investment opportunity when considered with other factors.
- NIO, with almost exclusively positive sentiment, is not a great investment opportunity as the price continues to rocket up (volatile and a downturn is inevitable0

