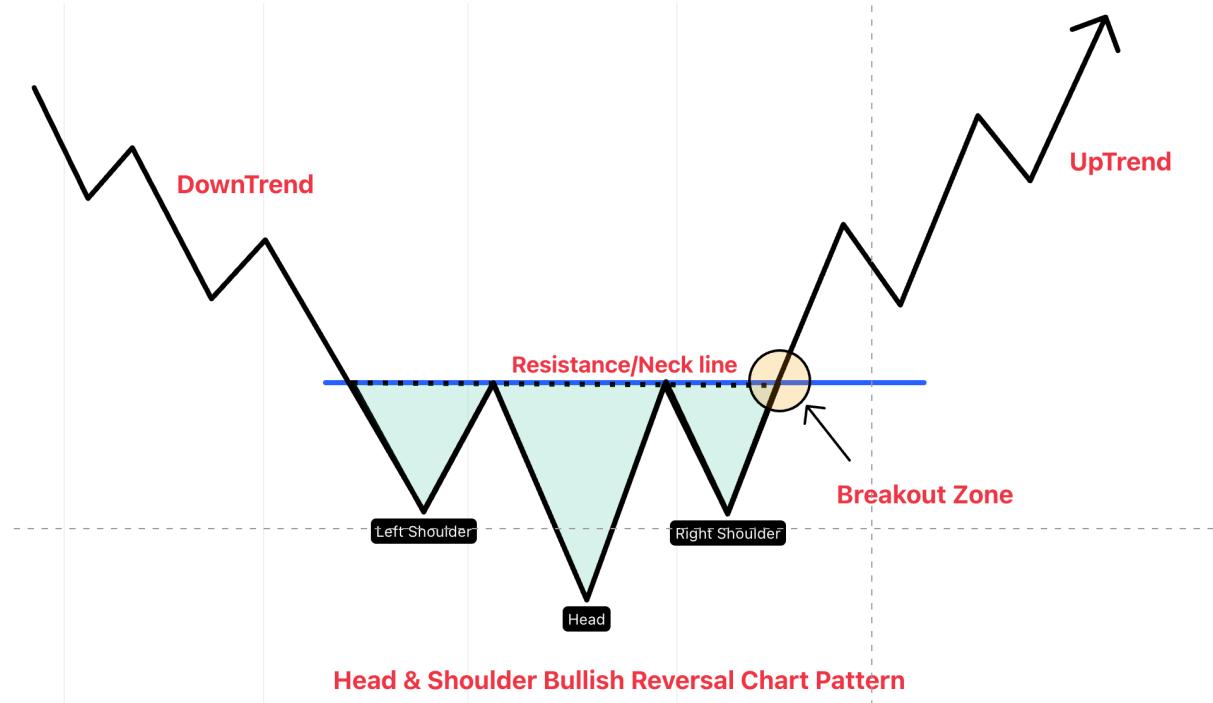
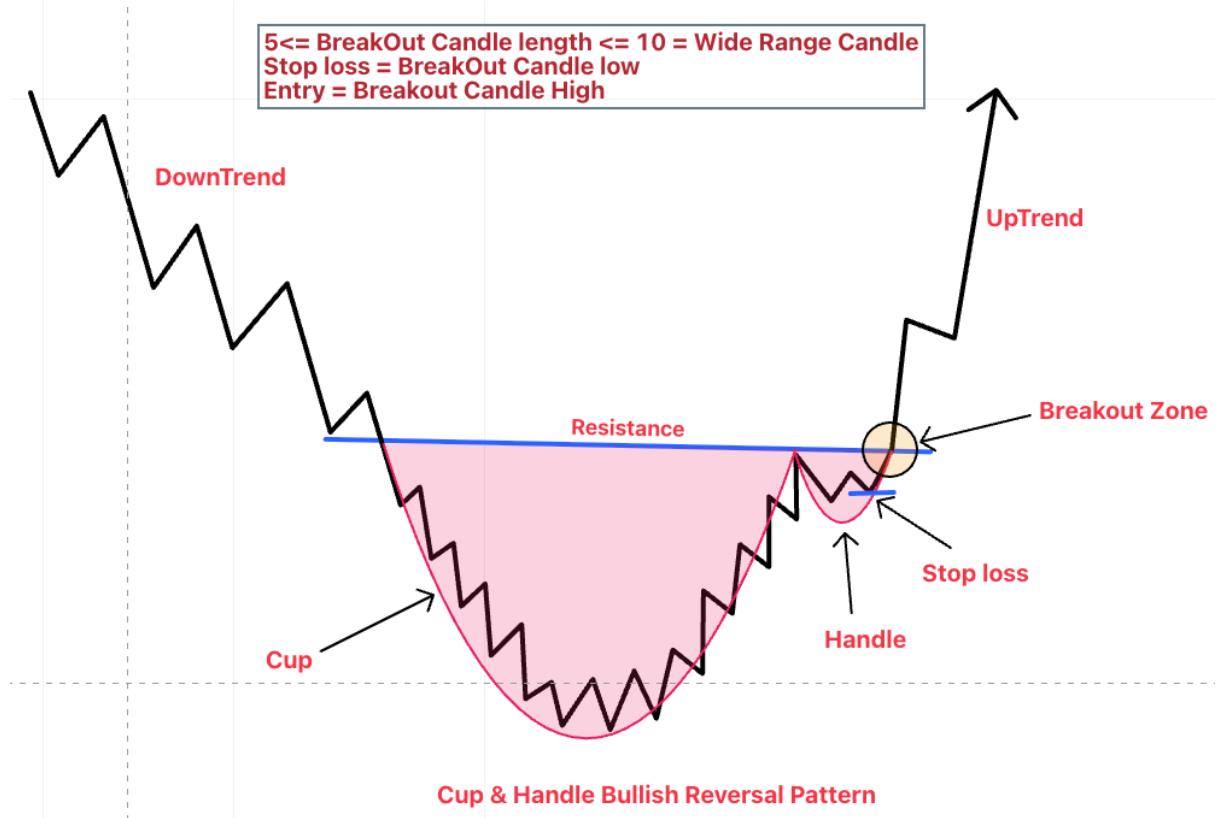


Reversal Chart Bullish Pattern

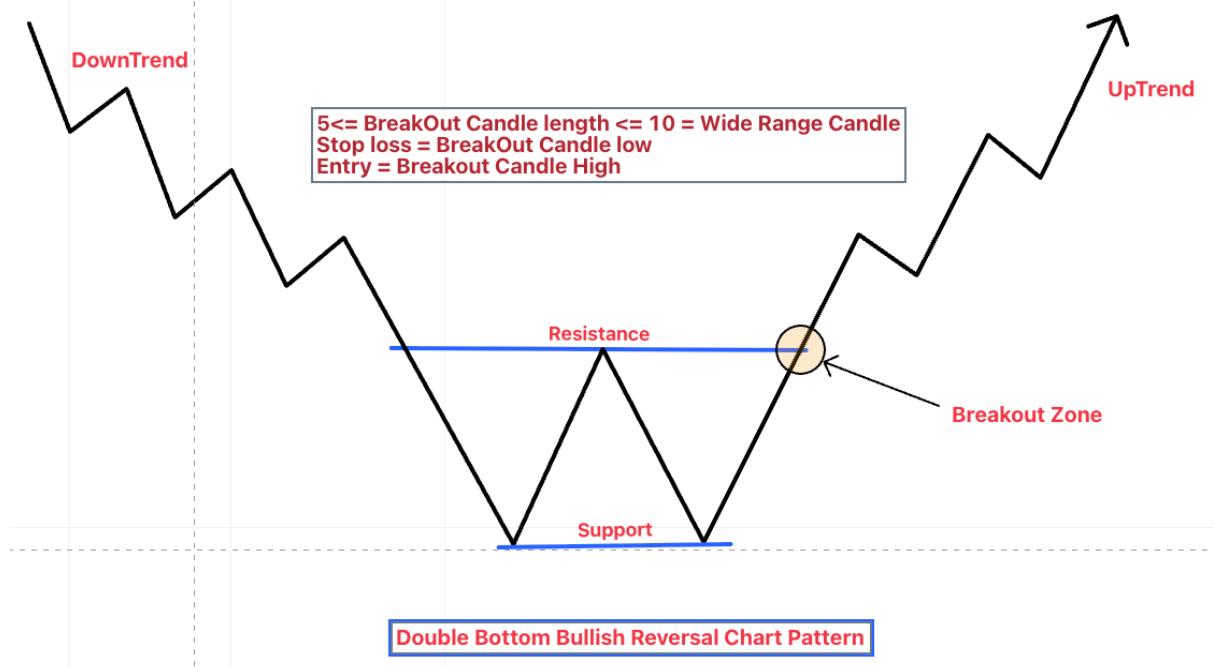
Head and Shoulder Bottom Pattern



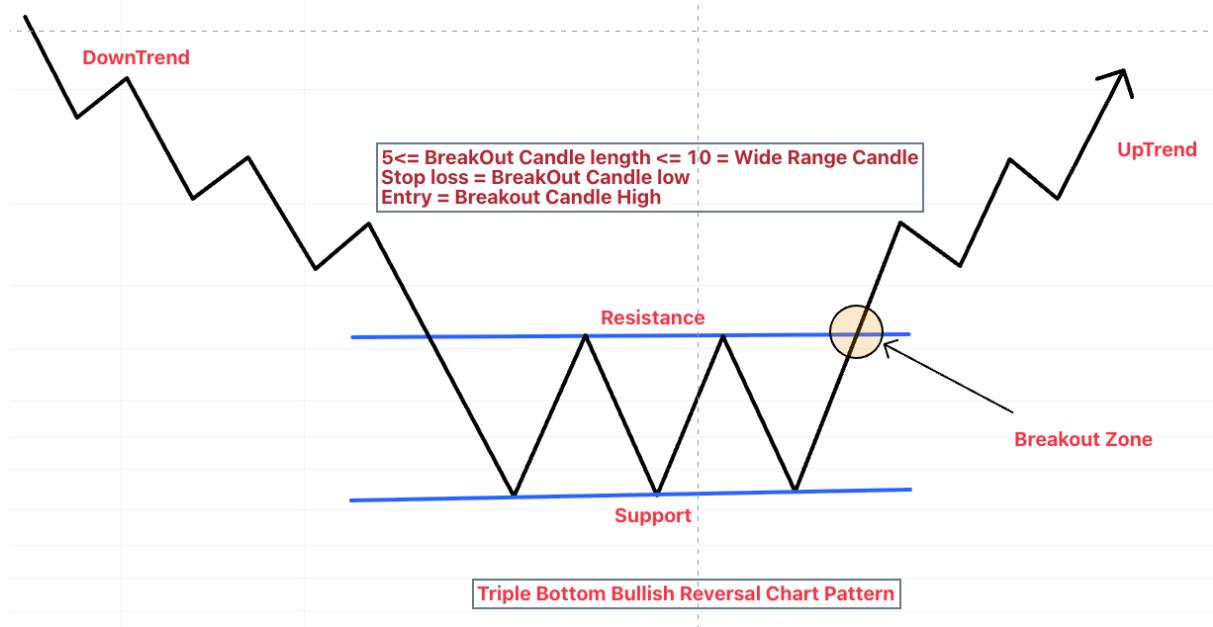
Cup and Handle Bottom Pattern



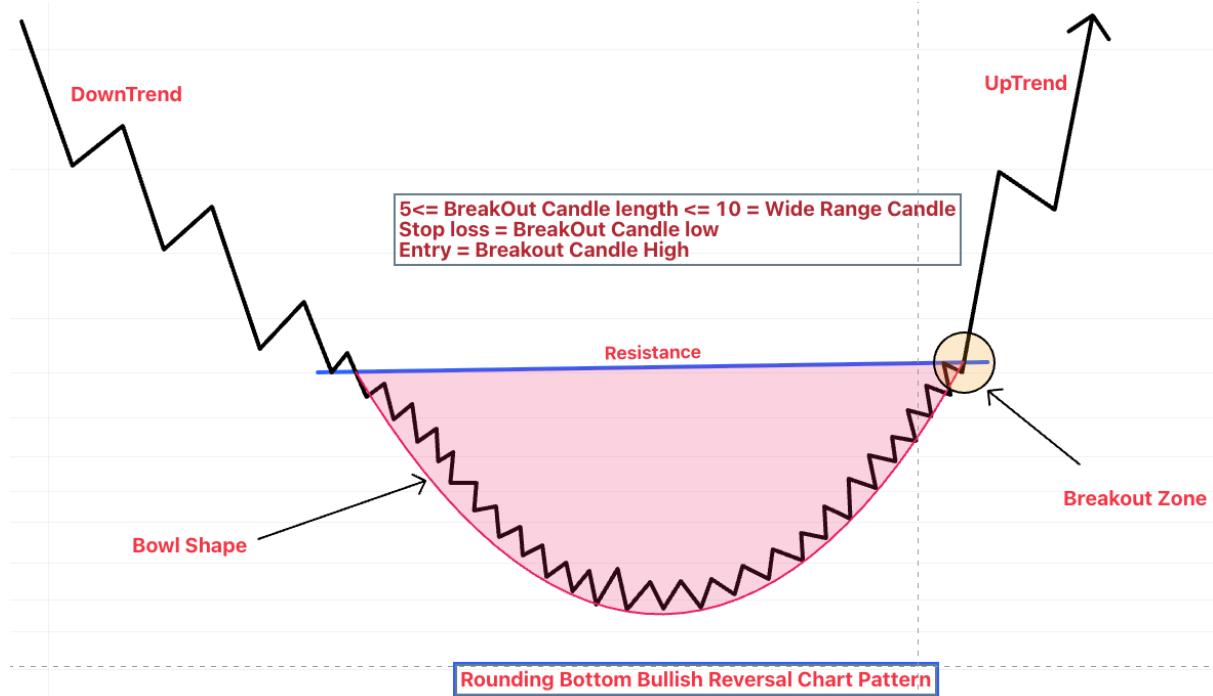
Double Bottom Pattern



Triple Bottom Pattern

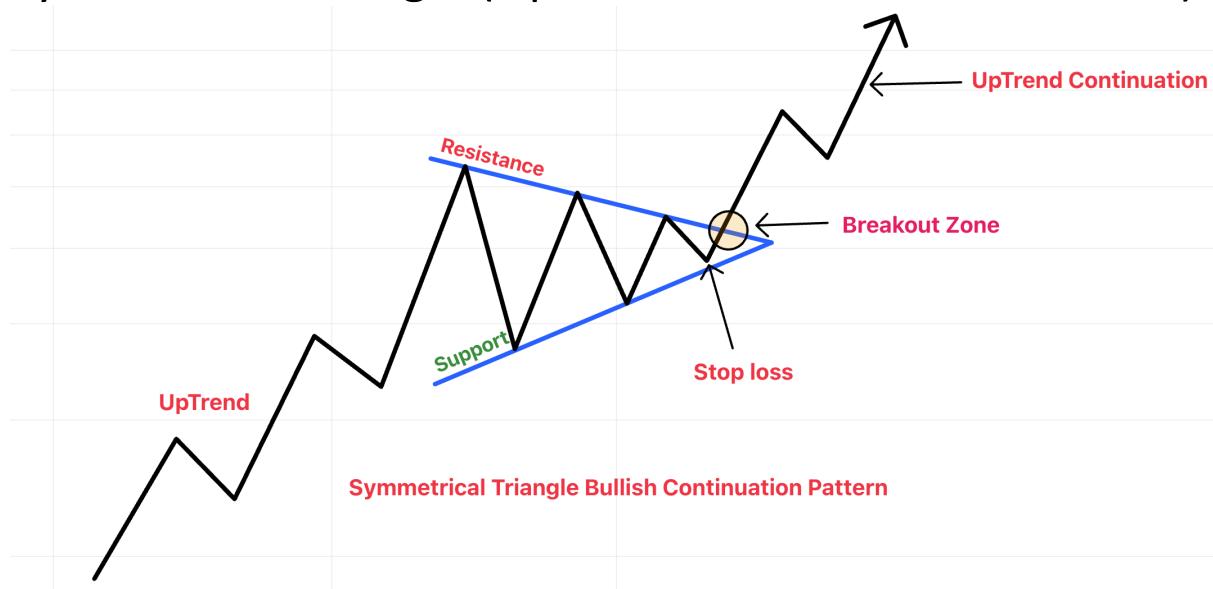


Rounding Bottom Pattern

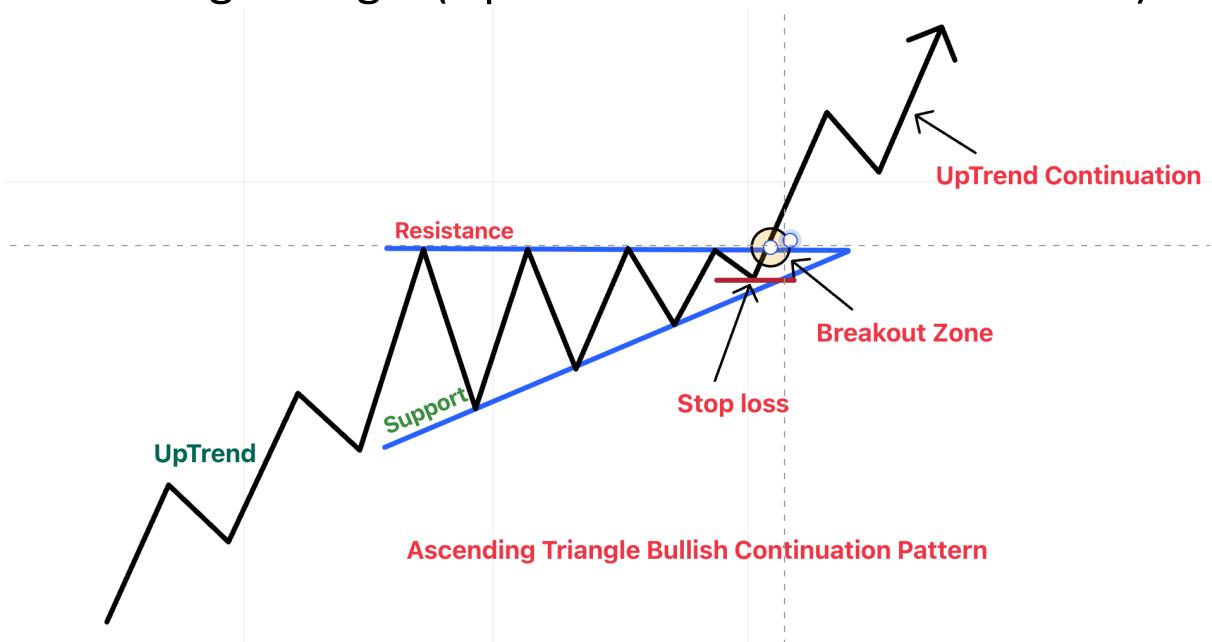


Continuation Chart Bullish Pattern

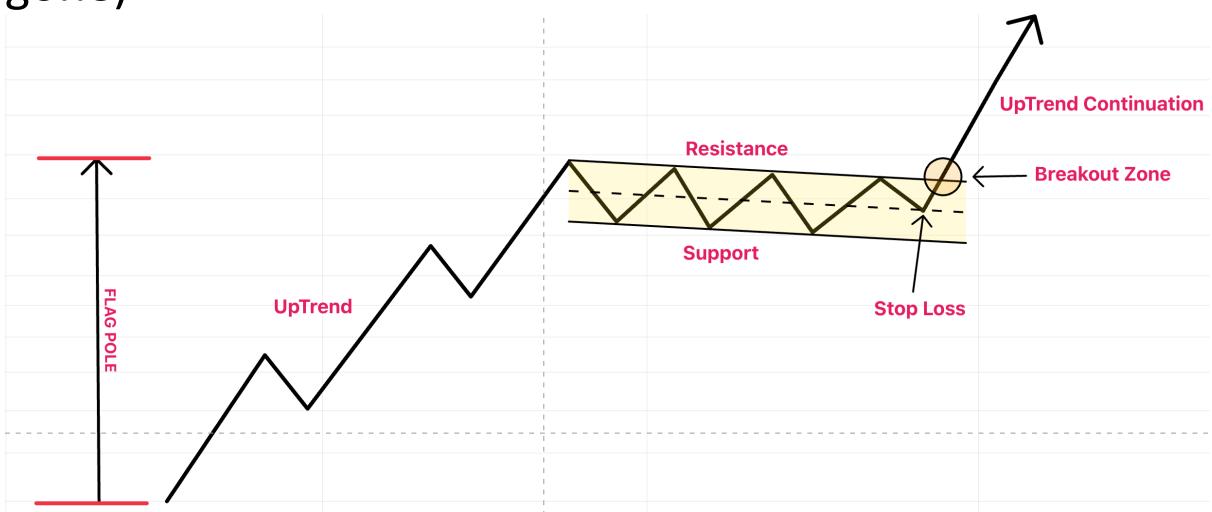
Symmetrical Triangle (Up-trend = Bullish Continuation)



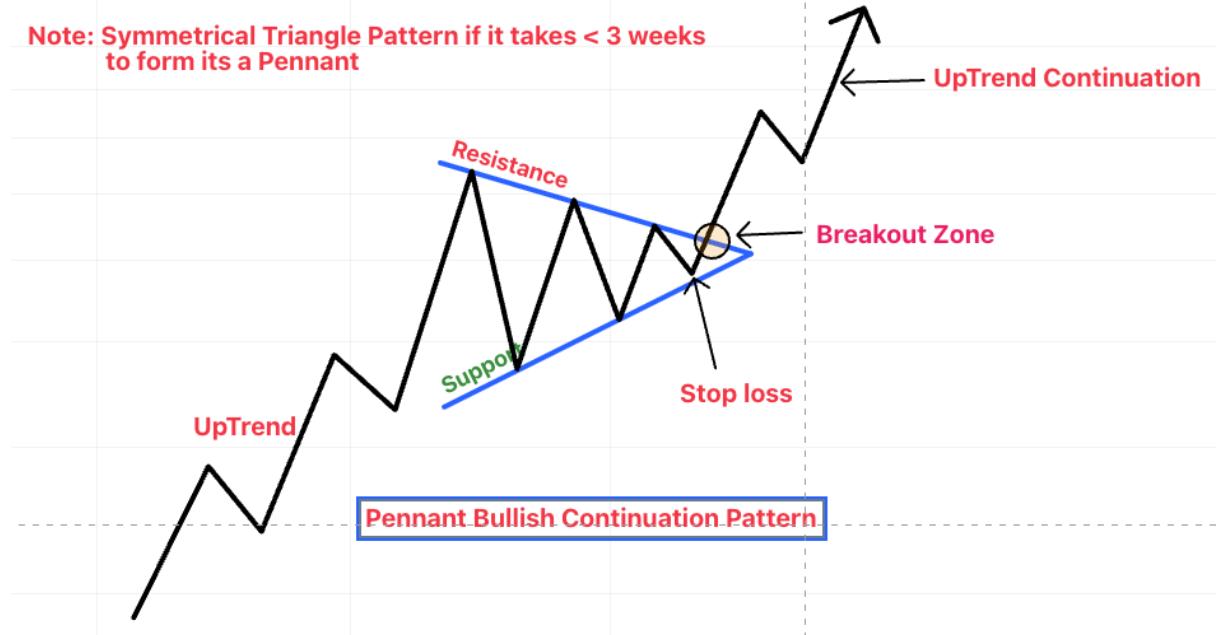
Ascending Triangle (Up-trend = Bullish Continuation)



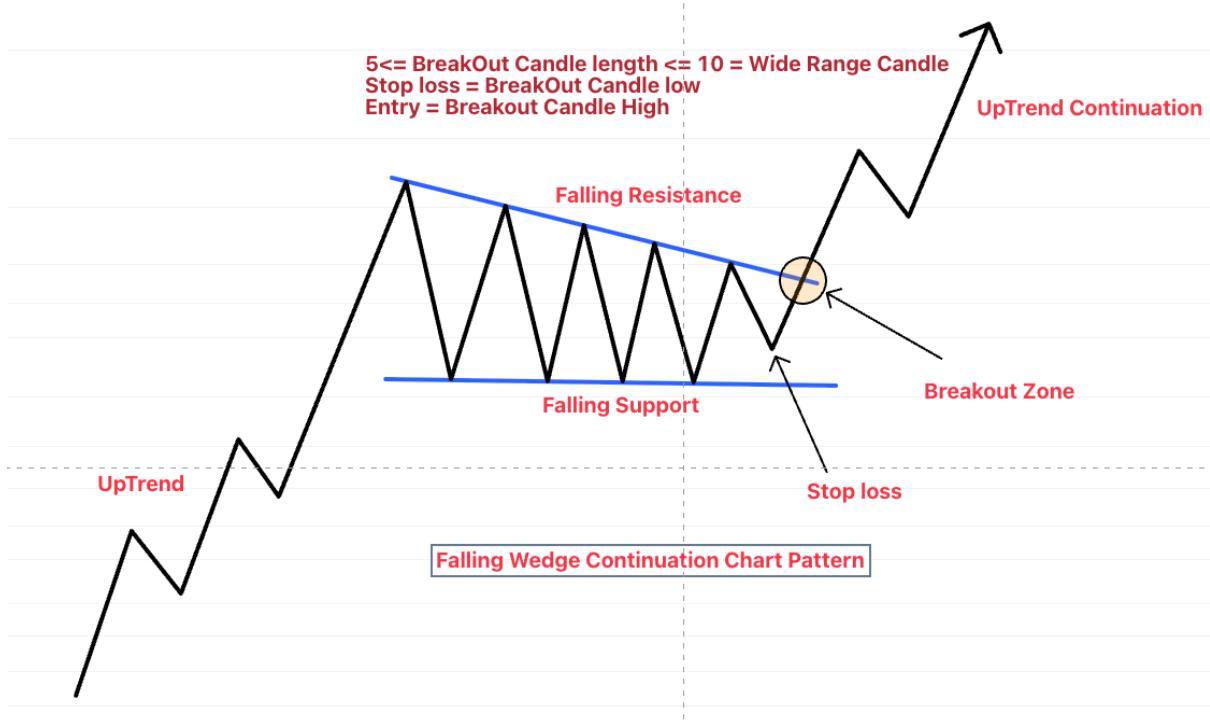
Flag Pattern (should not take more than 3 weeks to Form, more than 3 weeks than effectiveness of the pattern is gone)



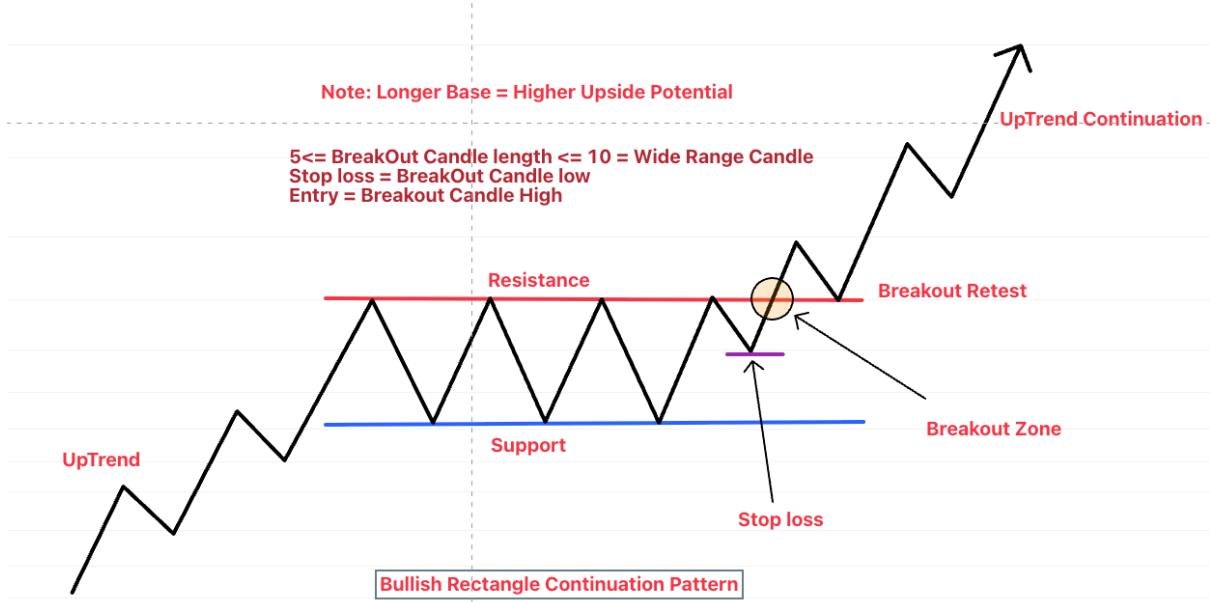
Pennant Pattern (should not take more than 3 weeks to Form, more than 3 weeks than effectiveness of the pattern is gone)



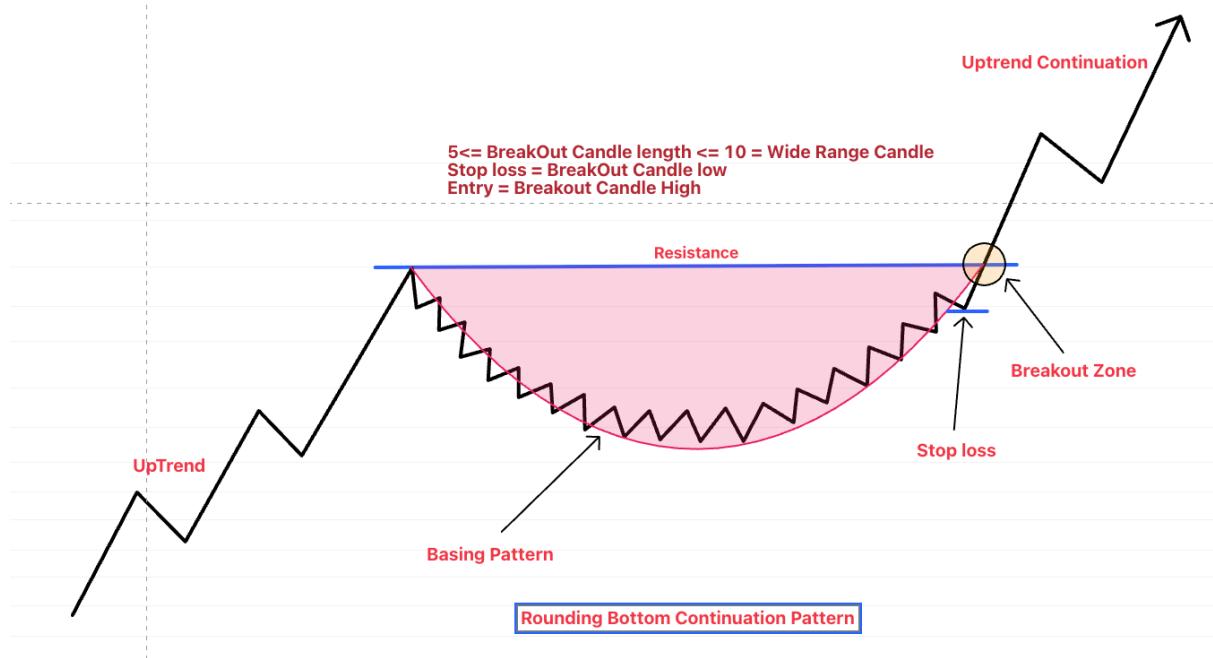
Falling Wedge Pattern = More Reliable



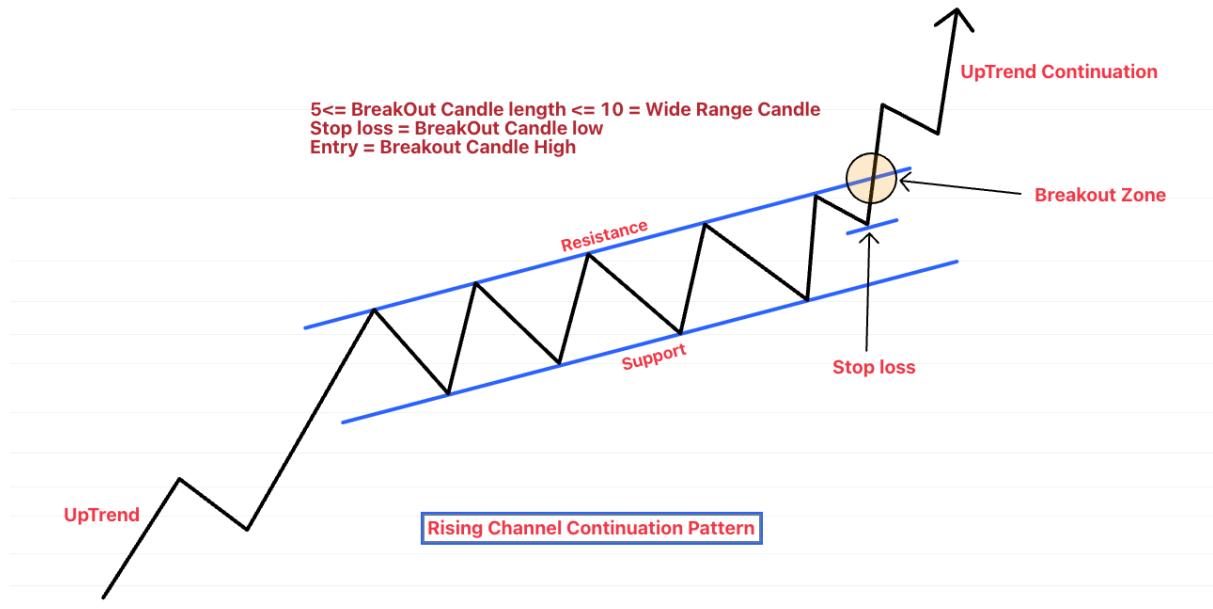
Rectangle



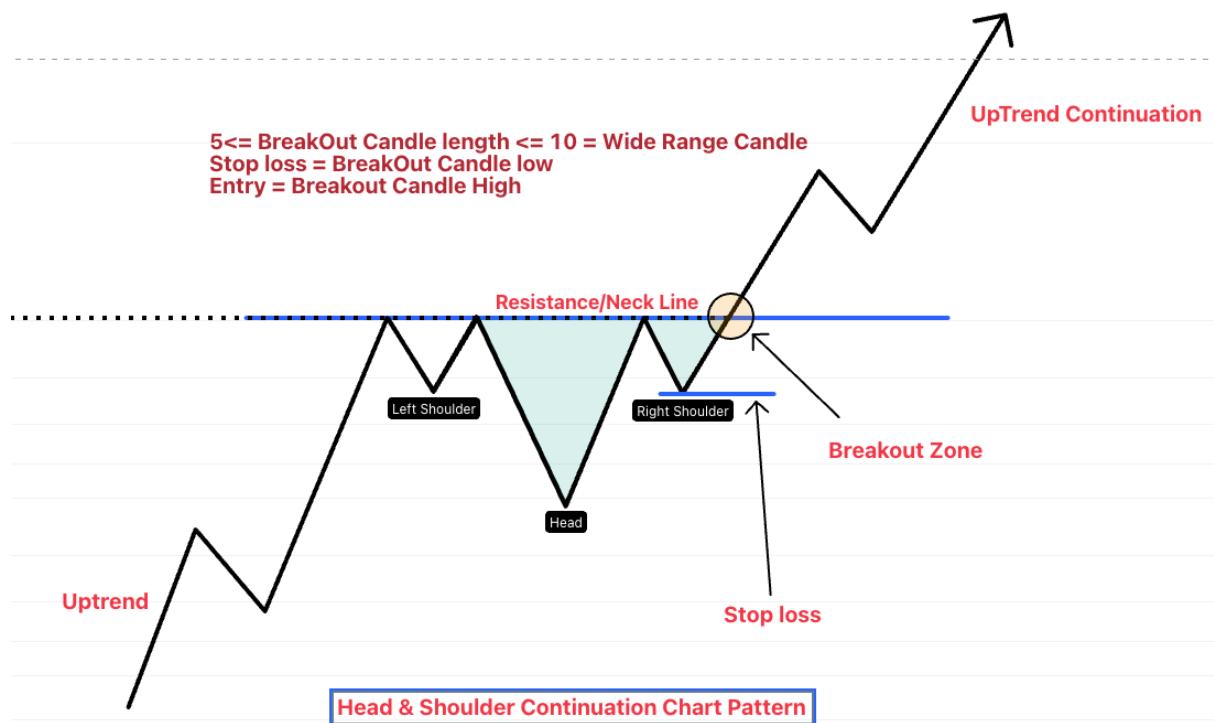
Rounding Bottom Continuation Pattern



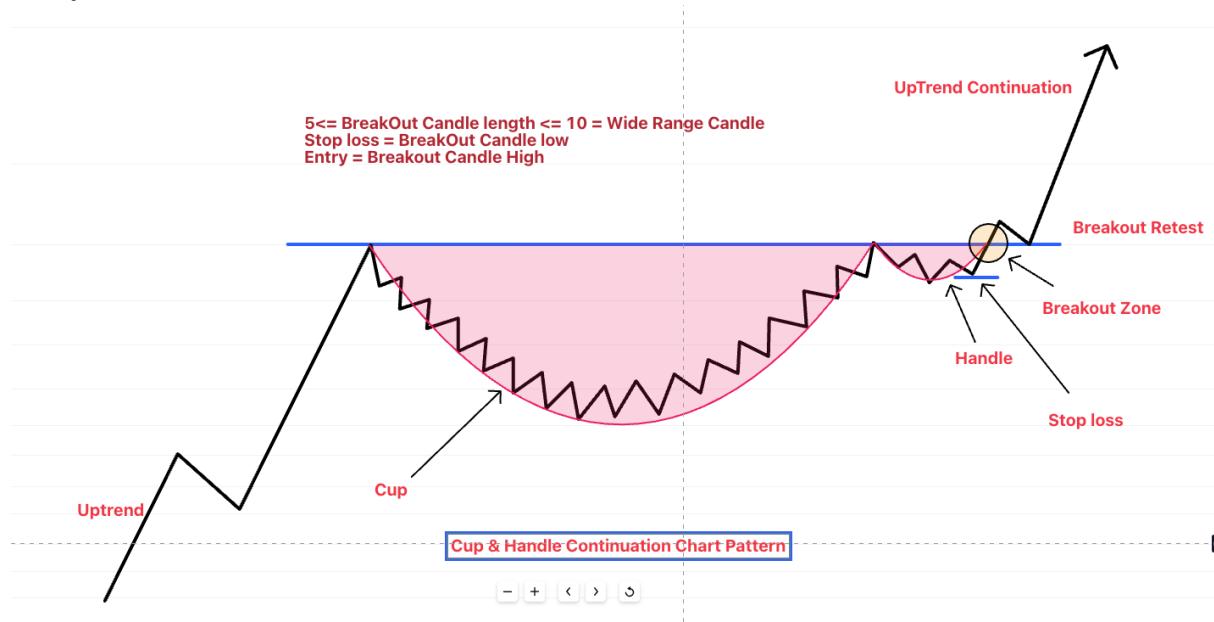
Rising Channel Continuation Pattern



Head and Shoulder Continuation Pattern



Cup and Handle Continuation Pattern



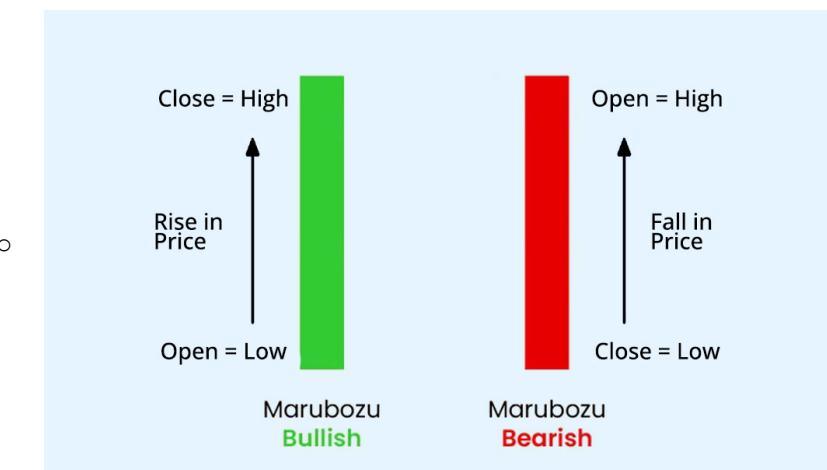
Bullish Candlestick Chart Pattern (Reversal Trading = Japan Rice Trading)

Where to look : At Support

- One Candlestick Pattern
 - Hammer

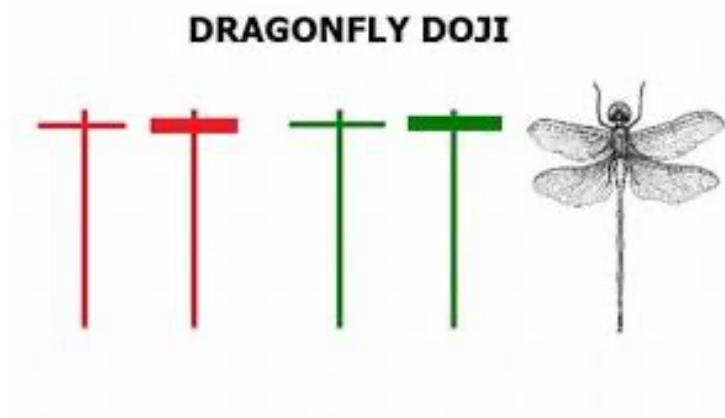


- Bullish Marubozu - Shaven Head - Small wick is okay to have - Super Bullish - Open = High = Reversal + Continuation



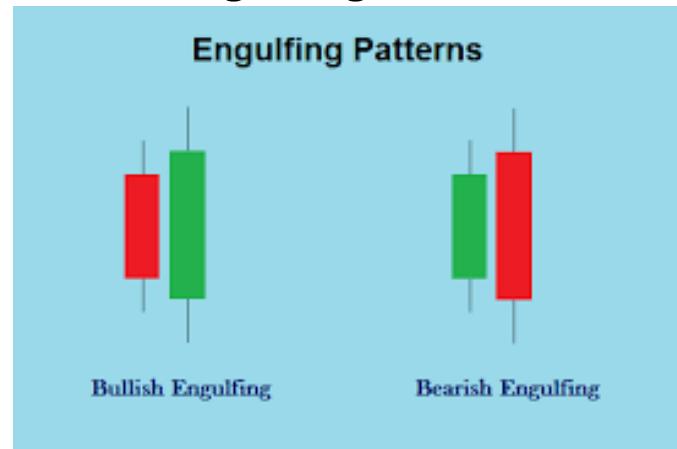
- **Doji**

- Dragonfly Doji



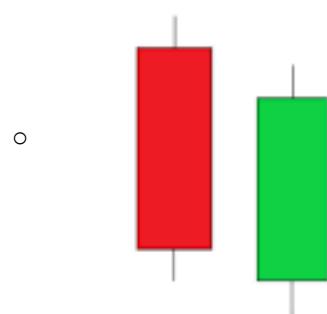
- Two Candlestick Pattern

- Bullish Engulfing



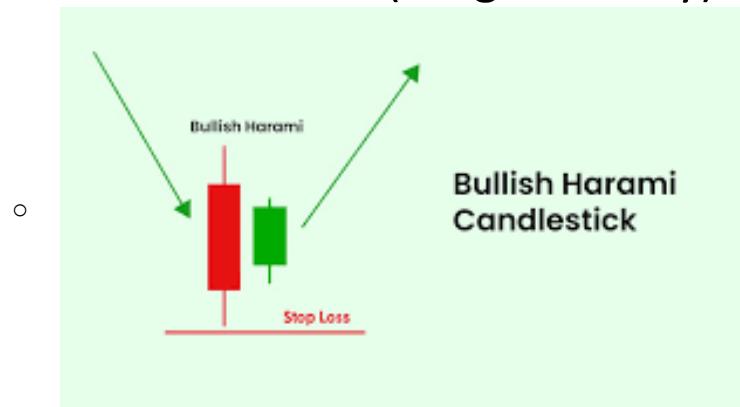
- Bullish Piercing

Piercing Line Pattern



- Two candle Pattern
 - Trend Reversal Pattern
 - Effective if found during down trend
 - 1st Candle: **Red (Bearish)**
 - 2nd Candle: **Green (Bullish)**
 - Both candles should be big
 - **Green candle opens below Red candle.**
 - **Green candle closes slightly below the top of Red candle.**

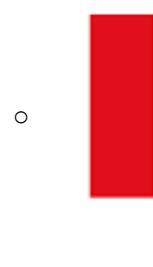
- Bullish Harami (Pregnant lady)



- Three Candlestick Pattern

- Morning Star

MORNING STAR PATTERN



- **MORNING STAR PATTERN**
- Bullish Trend Reversal Pattern.
 - 3 Candle Pattern.
 - The first candle is **red** (**bearish**).
 - The second candle can be any colour, but it should be a 'Doji' or 'Spinning Top' which suggests indecision.
 - The third candle is **green** (**bullish**). It's more effective when backed with higher volume.
 - Read More at LearnStockMarket.in

SWING TRADING RULES

1. Stock Should form Higher High and Higher Low (Dow Theory)
2. Stock Above 200 DMA (Long Term Trend)
3. Stock Above 50 DMA (Mid Term Trend) and 20 DMA (Short Term Trend)
 - 50 DMA and 20 DMA indicates Momentum in that particular stock
4. Stock should form Chart Pattern
 - Reversal Chart Pattern
 - Head and Shoulder Bottom
 - Cup and Handle
 - Double Bottom
 - Triple Bottom
 - Rounding Bottom
 - Note: It should take at least 3-4 months to form this pattern
 - Continuation Chart Pattern
 - Pennat
 - Ascending Triangle
 - Flag
 - Rectangle
 - Cup and Handle
 - Head and Shoulder
5. Breakout Candle
 - Wide Range Breakout Candle (Candle length ~ 5-10%)
 - Stop loss : Breakout Candle low
 - Entry : Breakout Candle High

- Narrow Range Candle (Candle length < 5-10%)
 - Stop loss : Previous Candle low
 - Entry : Breakout Candle High

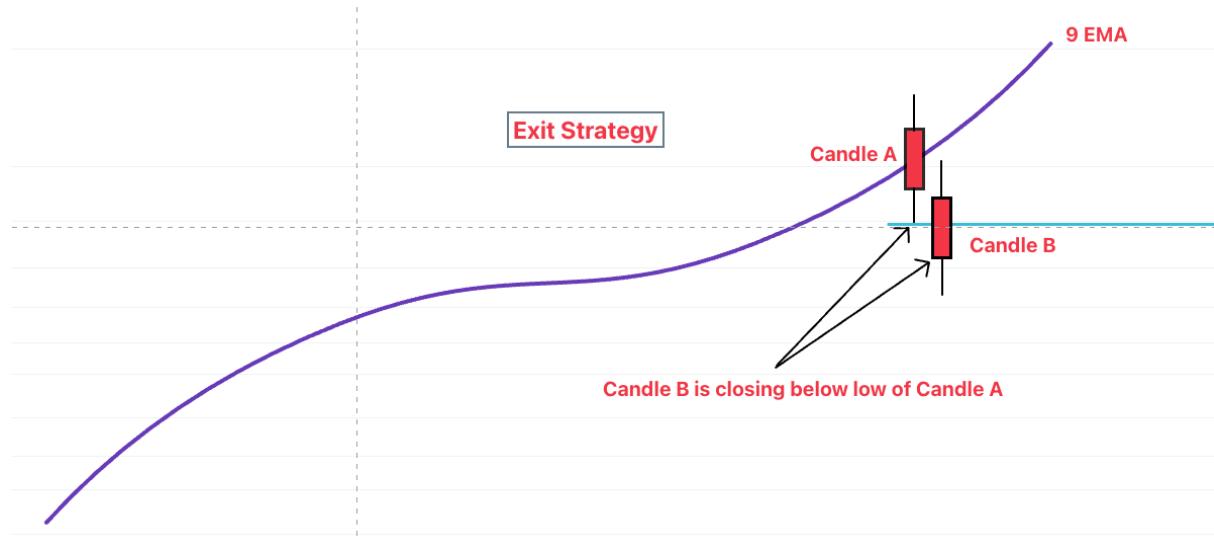
6. Check Volume Bar at the time of Breakout

Winner Characteristics : Tight Range of Consolidation Before Breakout and Volume is also Building up

If above conditions satisfy we can take Trade

Exit Strategy:

- If a Candle Breaks low of a candle which has closed below 9EMA



Gap Analysis

Breakaway gap - Gap that occurs during Pattern Breakout

Runaway Gap - During UpTrend, price ranway because the entire market was in momentum - Example - Abbott Baby Milk Powder

Exhaustion Gap - Indicates Change in Trend



Volume Analysis

Volume Pop-Out - Spike in volume <= 20 DVMA - Initial Sign of Interest in that Stock

Volume Dry Out - Very Very less volume - Nobody is interested in this Stock

Volume Buildup - Spike in Volume > 20 DVMA - Big Party Interest in that Stock

Volume Spurt - One of the life time high volume - Big Fundamental Change

Volume Contraction - Decrease in Volume - Lower Market Interest or Participation

Price	Volume	Open Interest	Market
Rising	Up	Up	Strong
Rising	Down	Down	Weak
Declining	Up	Up	Weak
Declining	Down	Down	Strong

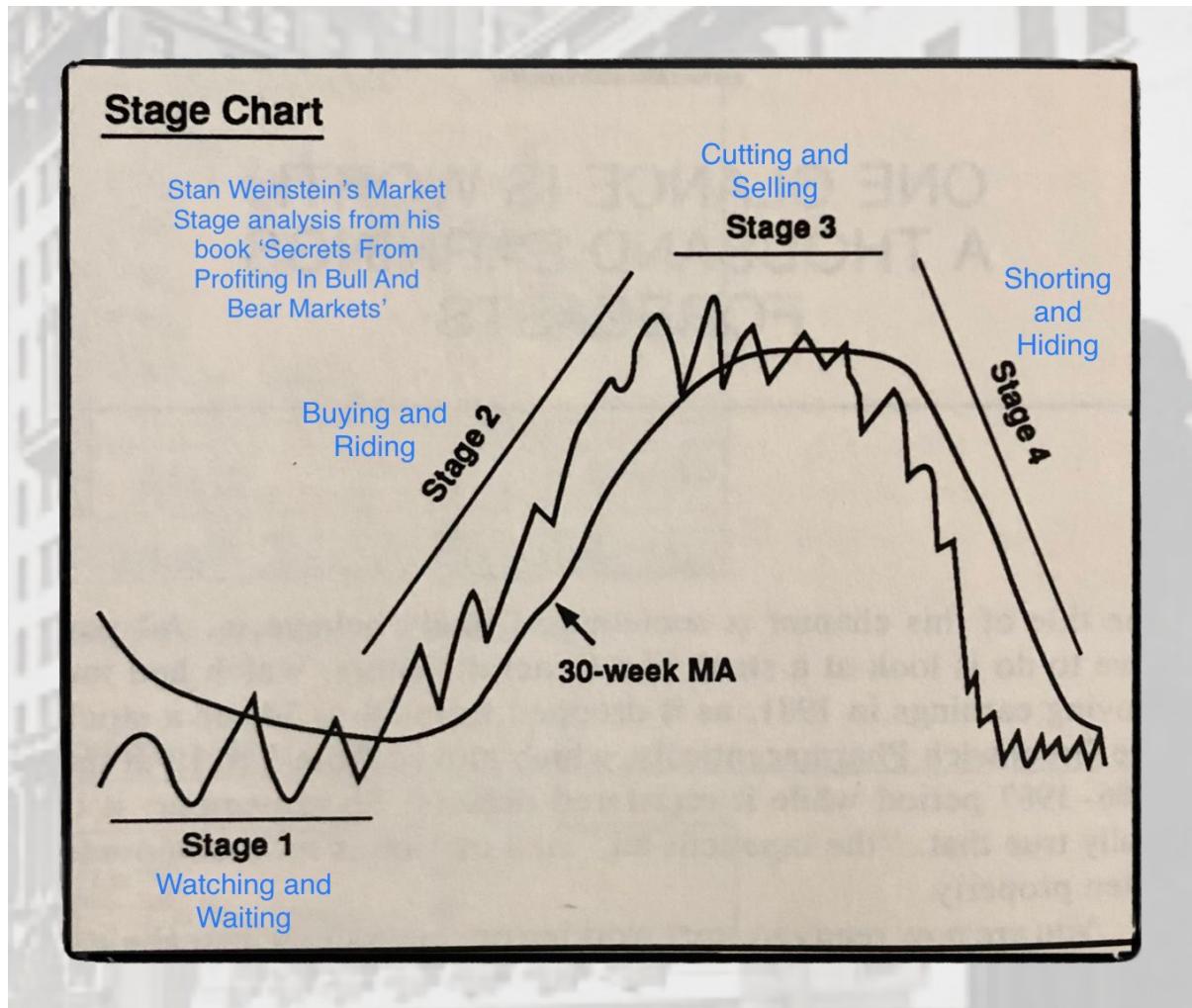
 Investopedia

Momentum Burst Strategy

- Identify Trend
 - 200 DMA - Long Term Trend
 - 50 DMA - Medium Term Trend
- Identify Momentum
 - 20 DMA - Short Term Trend
 - 9 DMA - Very Short Term Trend
- Chart Pattern + Tight Closing Buildup at the time of pattern breakout
 - Triangle
 - i. Symmetrical Triangle
 - ii. Ascending Triangle
 - Cup & Handle Continuation Pattern
 - Head & Shoulder Continuation Pattern
 - Rectangle Pattern

- Entry
 - At the time of Breakout
- Avg SL for Momentum Burst Strategy
 - SL <= 2%
- Exit
 - 3-5 days
 - ADR at the time of breakout was suppose ~ 5%
 - Half Quantity Exit at $3 \times \text{ADR} = 3 \times 5 = 15\% \text{ Gain}$
 - Remaining 50% = Trail with 9 EMA

STAGE ANALYSIS





Simple things are always
the most difficult.

C.G. Jung

quotefancy