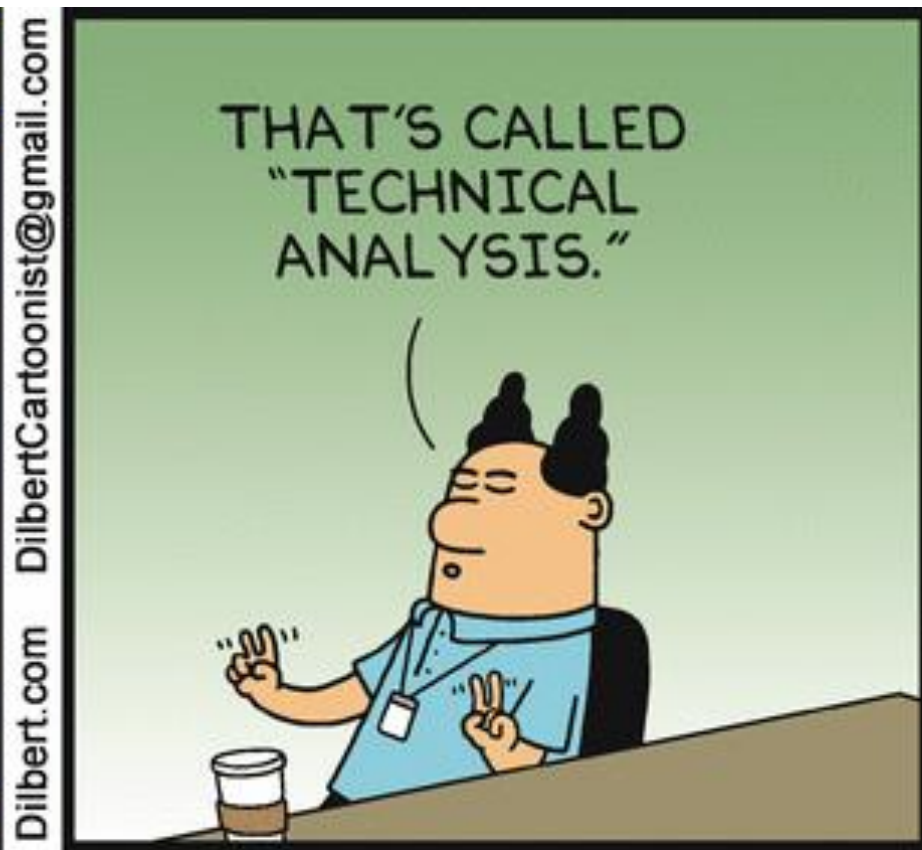
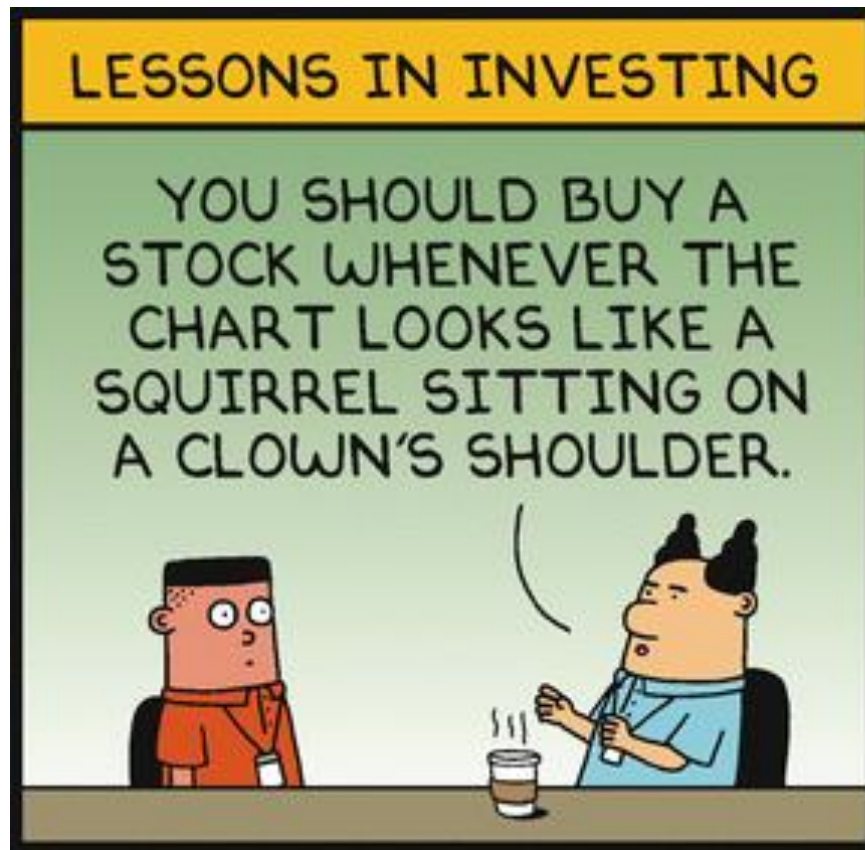


Technical Analysis for Investing & Trading



Advisors, Trainers, TAs !!



Today's Agenda

1

When to Invest Technically

2

When to Increase Cash

3

Simple Price/Volumes & Charts

1

When to Invest Technically

Let's get started!





Participating in Markets

**Either in
Strong
Uptrends**

**Or in
Strong
Downtrends**

Participating in Strong Downtrends - !!

NIFTY 50 (11,917.40, 11,997.20, 11,822.15, 11,971.05, +36.5498)

Panic Investing is the best Fundamentally

Covid19

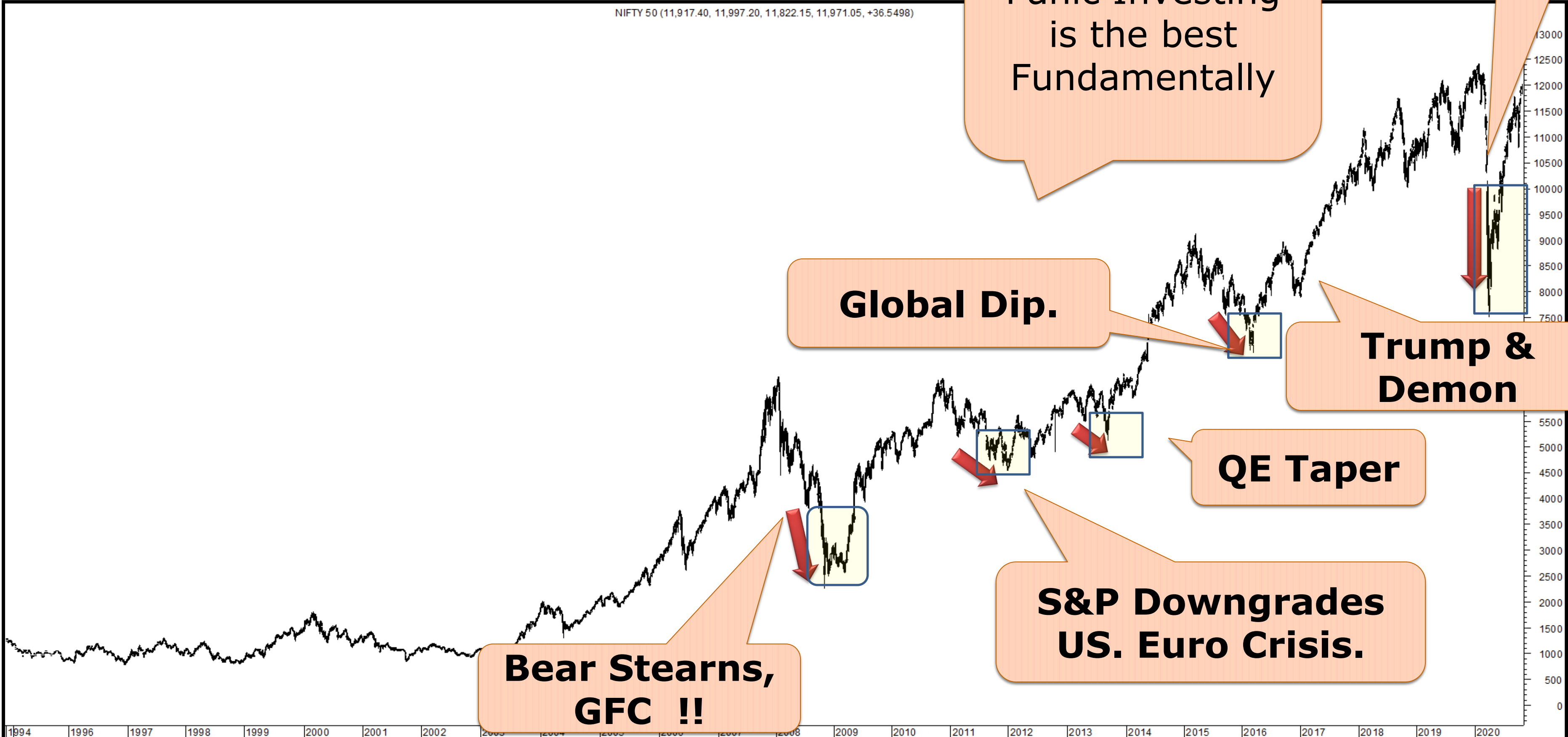
Global Dip.

Trump & Demon

QE Taper

S&P Downgrades US. Euro Crisis.

Bear Stearns, GFC !!



You can keep planting Seeds, give enough Sunlight, Tend it, Care for it.

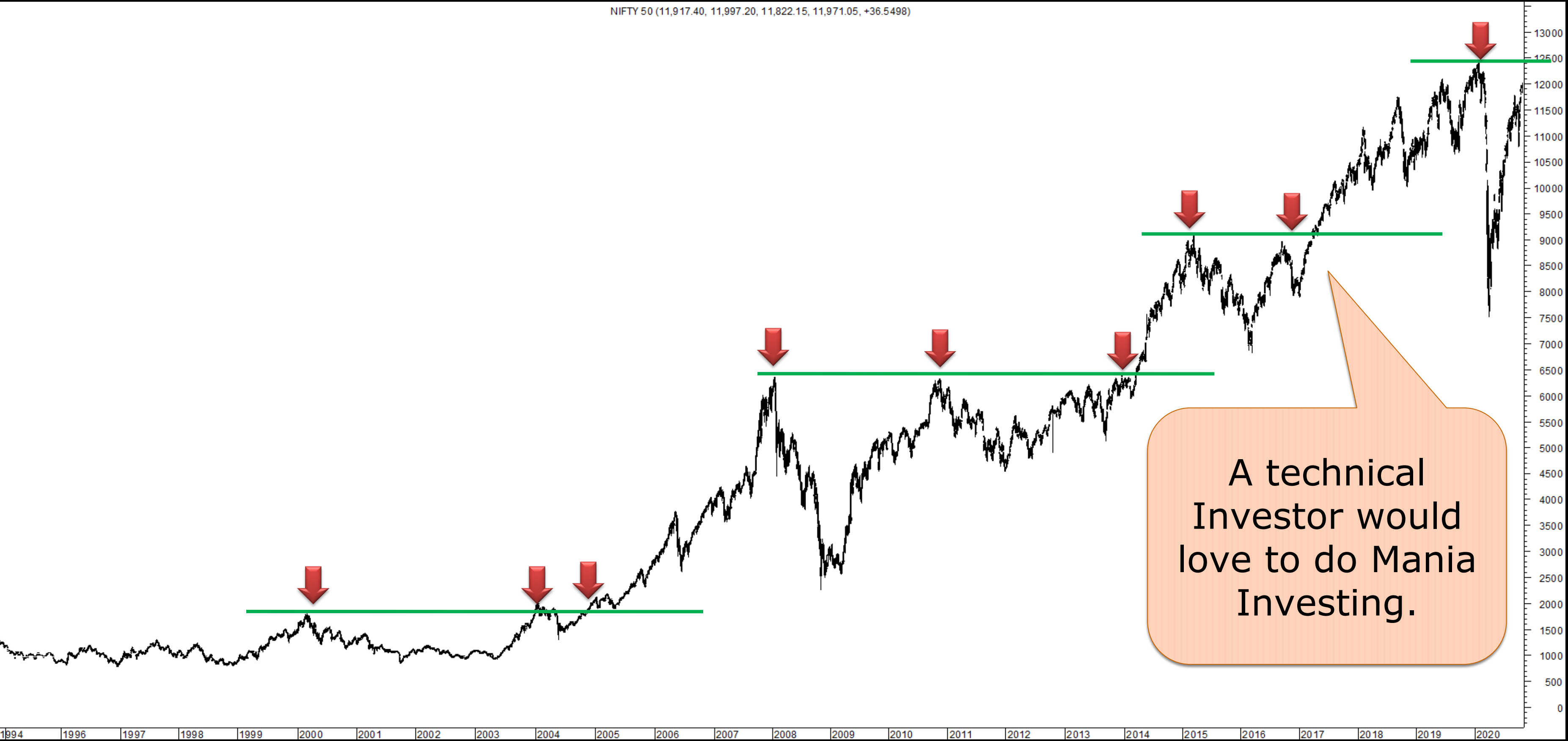
But without Water ?

Water is the Liquidity &
Bull Market is the Rains.

Wont it be Great if only to Come and
Pluck the Fruits or during Harvesting ?

Participating in Strong Uptrends - Easier Said – Difficult to Do !!

NIFTY 50 (11,917.40, 11,997.20, 11,822.15, 11,971.05, +36.5498)



A technical Investor would love to do Mania Investing.

Next when to participate ? – When a new trend emerges



2008 Fall and 2020 Fall

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Returns Jan'08 - Mar'08		
08-01-2008 to 27-10-2008	No. of Stocks	%
More than 100%	0	0%
Between 50% to 100%	0	0%
Between 25% to 50%	0	0%
Between 0 to 25%	4	0%
Between 0 to -25%	16	2%
Between -25% to -50%	97	11%
Between -50% to -60%	81	9%
Between -60% to -70%	177	19%
Between -70% to -80%	283	31%
Between -80% to -90%	243	26%
Between -90% to -100%	21	2%
	922	100%

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www.nooreshtech.co.in

Returns Jan'18 - Mar'20		
15-01-2018 to 23-03-2020	No. of Stocks	%
More than 100%	2	0%
Between 50% to 100%	13	1%
Between 25% to 50%	20	1%
Between 0 to 25%	25	2%
Between 0 to -25%	85	6%
Between -25% to -50%	147	10%
Between -50% to -60%	131	9%
Between -60% to -70%	200	14%
Between -70% to -80%	288	20%
Between -80% to -90%	323	22%
Between -90% to -100%	203	14%
	1437	100%

www.nooreshtech.co.in

Brutal Fall

87% of stocks were down more than 50%.
79% of stocks were down more than 60%
60% of stocks were down more than 70%.

Similar

- 79% of stocks are down more than 50%
- 70% of stocks are down more than 60%
- 56% of stocks are down more than 70%

2013-2017 Random Portfolio

4 year Return 1st July 2013 to 30th June 2017

	01-07-2013	30-06-2017	
Portfolio	Initial Equity	End Equity	% Returns
Random Portfolio 1	1000000	3501187	250.12%
Random Portfolio 2	1000000	2564909	156.49%
Random Portfolio 3	1000000	3951002	295.10%
Random Portfolio 4	1000000	3590804	259.08%
Random Portfolio 5	1000000	3878606	287.86%
Average Returns (%)		249.7%	

Nifty	5899	9521	61.40%
Sensex	19577	30922	57.95%
CNX Small Cap	2653	7311	175.61%
BSE Small Cap	5753	15411	167.85%
BSE Mid Cap	6073	14644	141.16%

2014-2017 Returns

3 year Return 1st June 2014 to 30th June 2017 (After Elections a little discretion in start date)

	02-06-2014	30-06-2017	
Portfolio	Initial Equity	End Equity	% Returns
Random Portfolio 1	1000000	2216611	121.66%
Random Portfolio 2	1000000	1789569	78.96%
Random Portfolio 3	1000000	2262012	126.20%
Random Portfolio 4	1000000	2541480	154.15%
Random Portfolio 5	1000000	2792720	179.27%
Average Returns (%)		132.0%	

Nifty	7363	9521	29.31%
Sensex	24685	30922	25.27%
CNX Small Cap	4832	7311	51.32%
BSE Small Cap	9197	15411	67.56%
BSE Mid Cap	8651	14644	69.29%

2

When to Increase Cash

BSE SMALLCAP
GOING CRAZY AND
BONKERS –

Gadhe Udd Rahe hai
!!

BSE Smallcap doing a
3x Move to Nifty !!

BSE Smallcap & Nifty Divergence

Nifty struggling to
make New Highs .
This can last 2-3
attempts and a few
weeks.

BSE Smallcap Index & Nifty Divergence

The Best Kachra Index of India

- 1 The S&P BSE SmallCap is designed to represent the bottom 15% of the total market cap of the S&P BSE AllCap. The index is designed to represent the small-cap segment of India's stock market.
- 2 The reason to look at it is because it has the lowest of the smallcaps and is not limited by no of stocks like Nifty Small 100. As of now the index has 678 Stocks !!
- 3 It is still at the same price as it was in 2007. Best Index to check for Froth & Pessimism

BSE SMALLCAP & Nifty 2008-2009

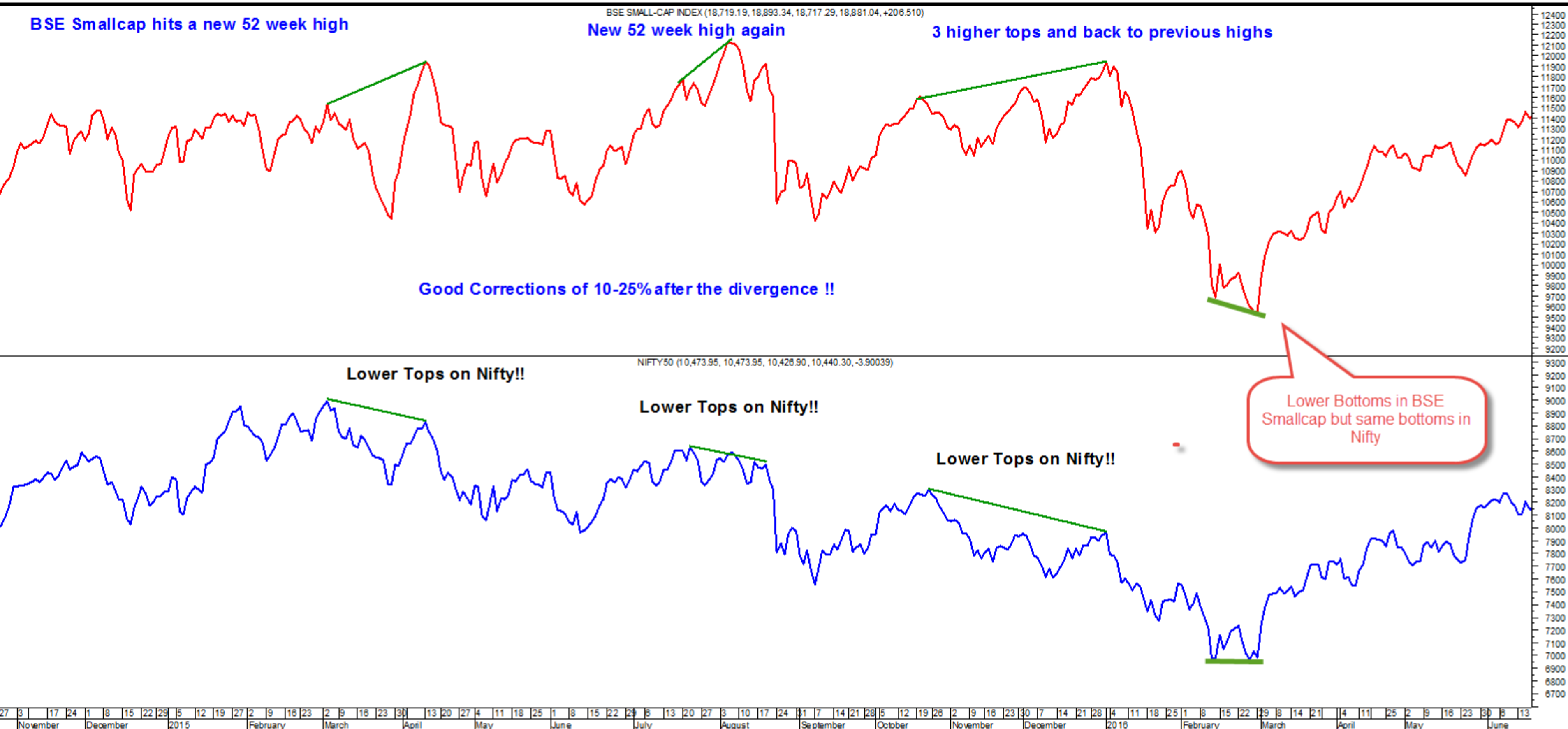
**BSE SMALLCAP
3x the Nifty
Move and 3
new tops**



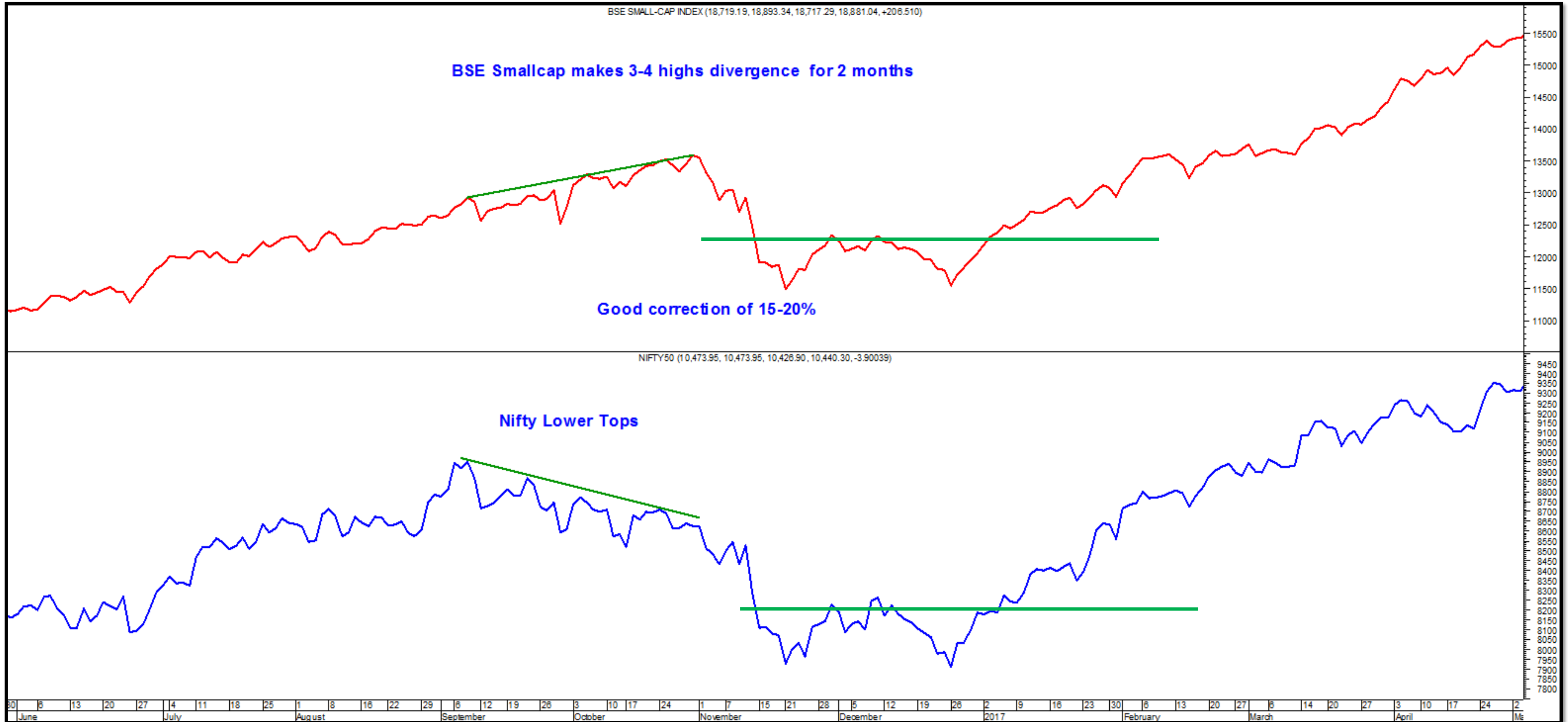
Buy

**Smallcap new
Lows. Nifty HB**

BSE SMALLCAP & Nifty 2015-2016



Before Trump and Demonetization Divergence



3

Simple Price/Volumes & Charts

India – Why Volumes are Important !!

Shareholder	% of Equity
Promoters	45-50%
FII's+ FDI	20-25%
DIIS	15%
Rest = Retail + HNI	10%

- Midcap Smallcap Companies = Many Promoters own 50-75%
- If an institution or HNI is convinced about a company it will make an impact through Price and more importantly the Volumes change will be easily impacted and seen on Data.
- Similarly on the downside the Impact is super clear as a price fall does not need volumes as much as Upside.

**TECHNICAL
CHART PATTERNS
+
VOLUMES**

The Price Volume Matrix

1	Price Fall with 8-10 x Volumes	Sell First Think Later – Most Dangerous
4	Price Fall with High Volumes	Negative – Confirms Momentum
	Price Fall with Low Volumes	Negative – Generally happens
	Price Rise with Low Volumes	Negative (Lack of Demand)
	Price Rise with High Volumes	Positive – Confirms Momentum
3		
2	Price Rise with 8-10 x Volumes	Buy First Think Later – Most Prosperous

Always look for a COMBO !!

The 4 Setups

8-10% Price Rise & 10x Volumes

8-10% Price Fall and 10x Volumes

10% by 10X Screen !!

- Stock Price move by 8-10% and Days Volume is 8-10x the previous day or 5-10x the last 5 days volumes.
- The screen to run is Price greater than 6% and Volumes 5x.
- This does not happen often and is generally an indication of a major trend change.
- Bulk Deals to be avoided or the Lows of the day and the Swing Lows are price points to watch for.
- Technical Chart Pattern Breakout and Volumes both need to be happening together.
- Will see through examples to make it easier to comprehend.

Where to Track

- Check for Volume Shockers- https://www.moneycontrol.com/stocks/marketstats/nse_vshockers/index.php
- Check for Top Gainers and Losers. <https://www.moneycontrol.com/stocks/marketstats/nsegainer/index.php>
- Will need to use common sense a little guessing.
- A 3x volumes by 12 pm implies a 5x plus volumes by end of day.
- You can filter for this through any technical software or look at Moneycontrol links which work well for me.

Can Customize as per Requirement

Check out stocks that are witnessing a huge surge in volumes traded today compared to their 5-day average traded volume. You can even modify the search to include a specific percentage change in volume, or limit it to any particular BSE group.

Find your own price shockers that fulfil your search criteria.

Any clue why there is so much of action in these stocks? Post your messages / announcements here.

Post your messages / announcements here

Company name	Group	Sector
Amrutanjan Heal	N	Pharmaceuticals
Aksh Optifibre	N	Cables - Telephone
Tamilnadu Petro	N	Detergents
Xelpmoc Design	N	Computers - Software
Power -		

Volume Shockers : Search

Find your volume shockers that fulfil your search criteria.

Exchange: NSE

Avg volume over: 1 day

Volume >: 1000

Group: All

Price > Rs ₹: ₹ 10

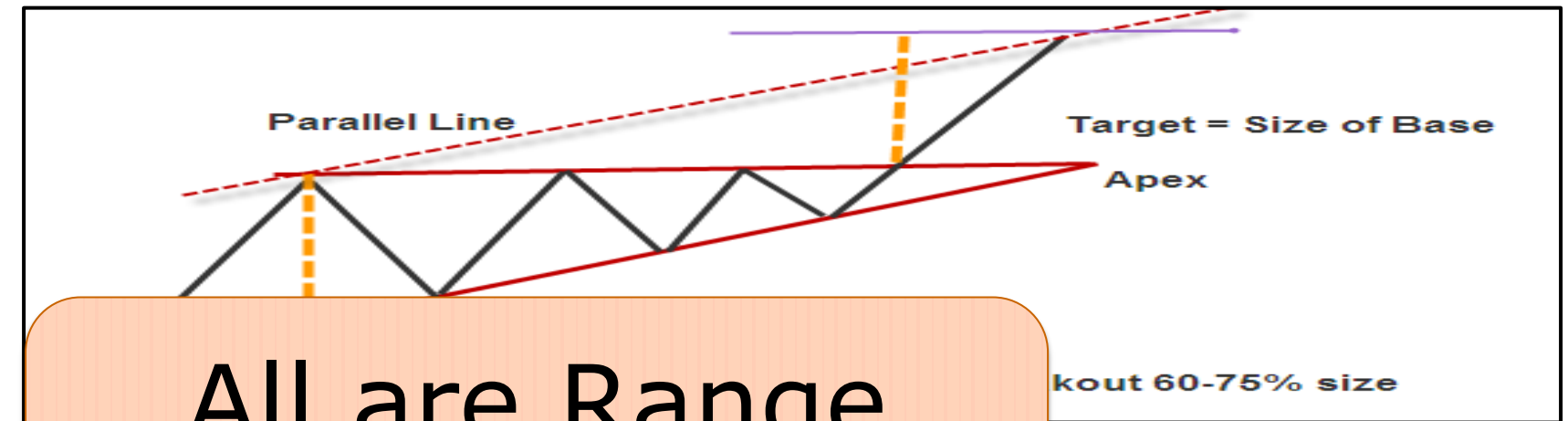
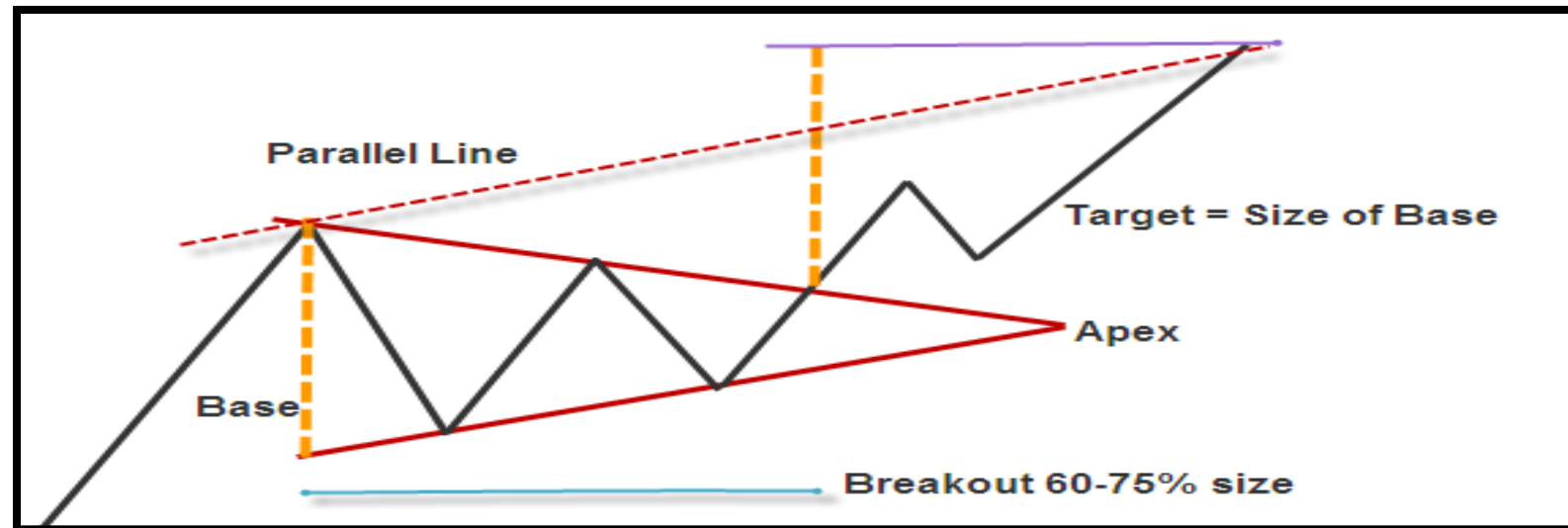
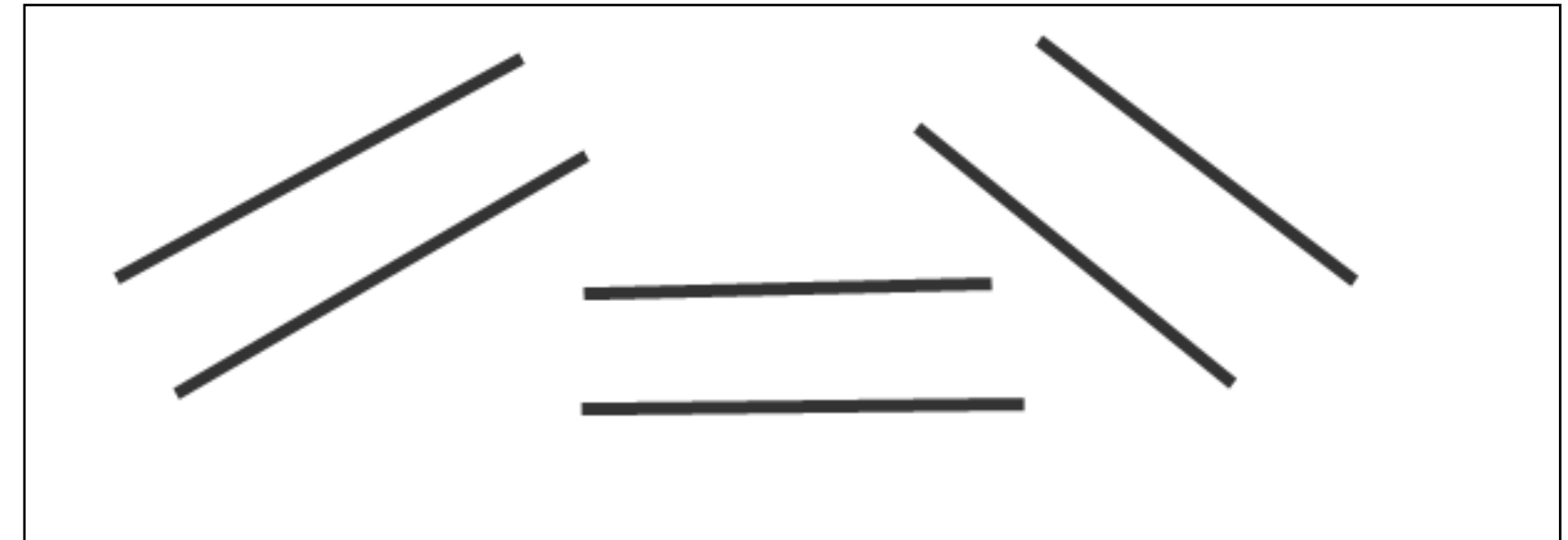
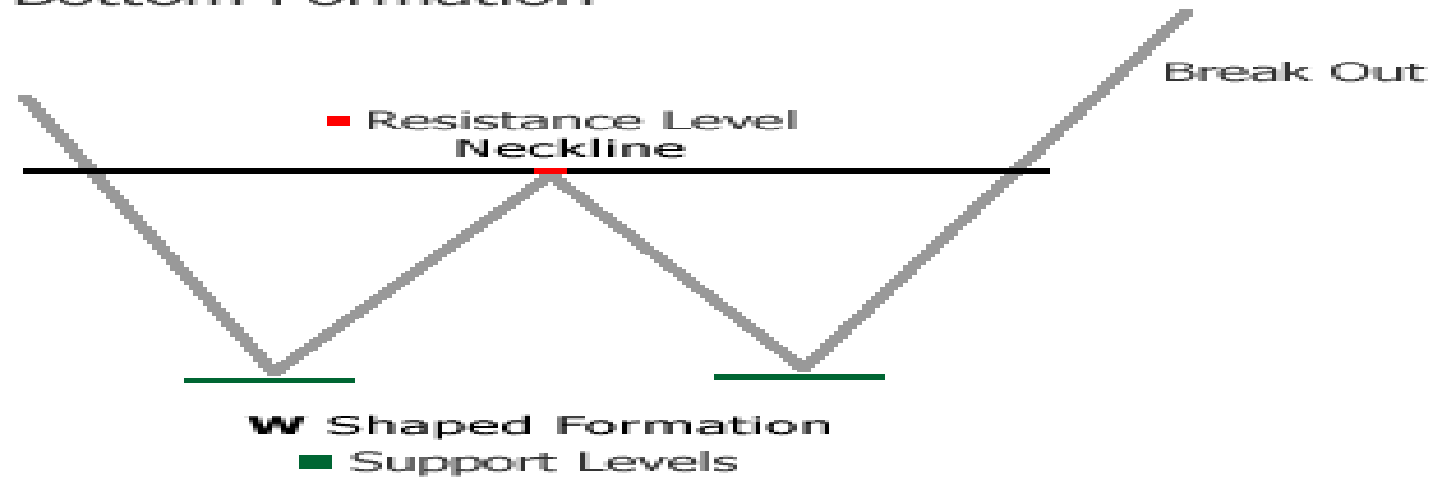
% Change in Volume: 50

Sector: All

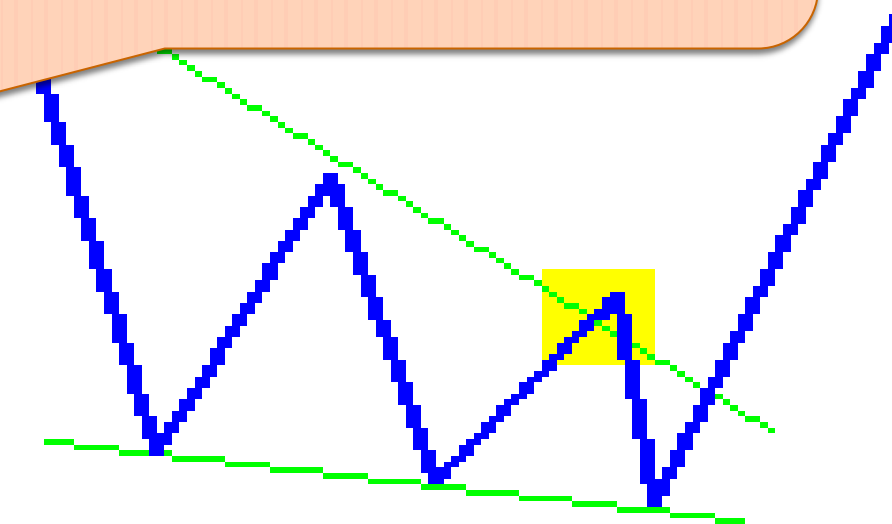
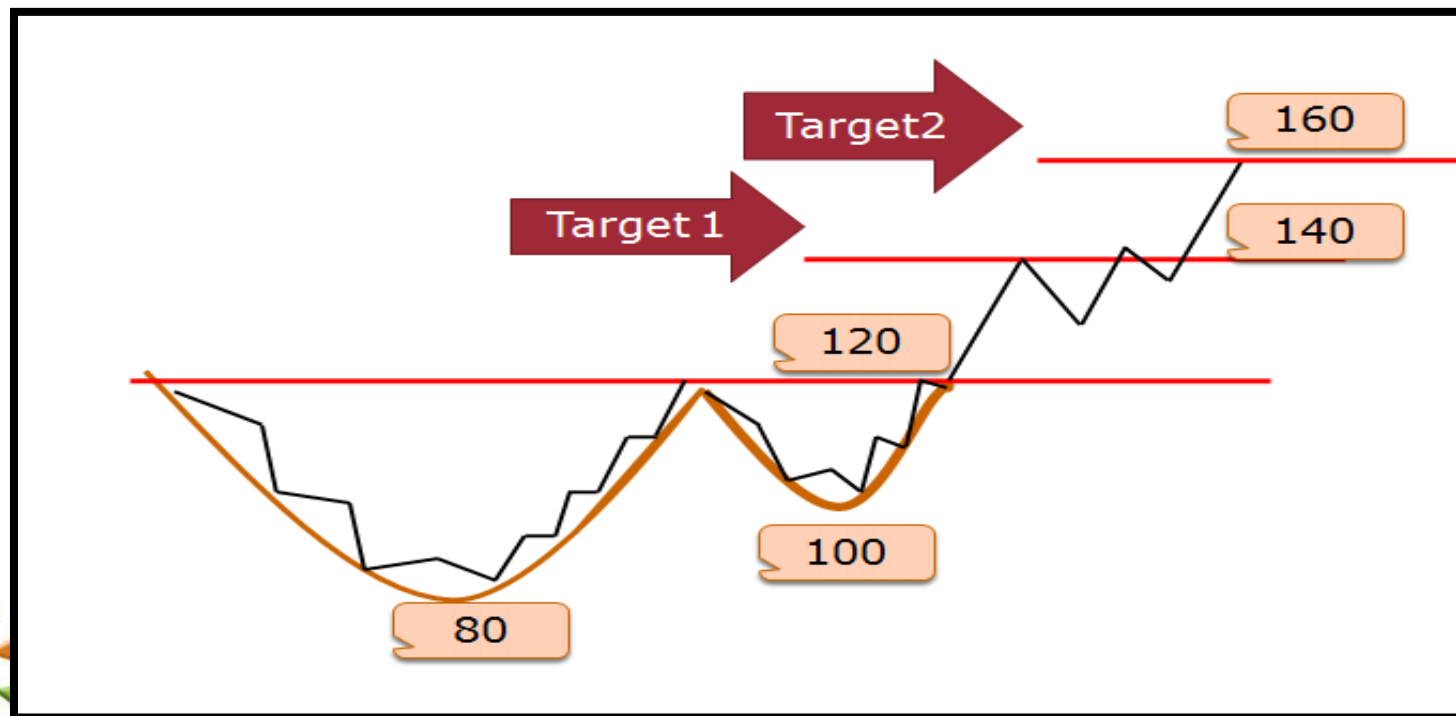
Go

The Chart Patterns

Double Bottom Formation



All are Range Breakouts



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The Big Movers

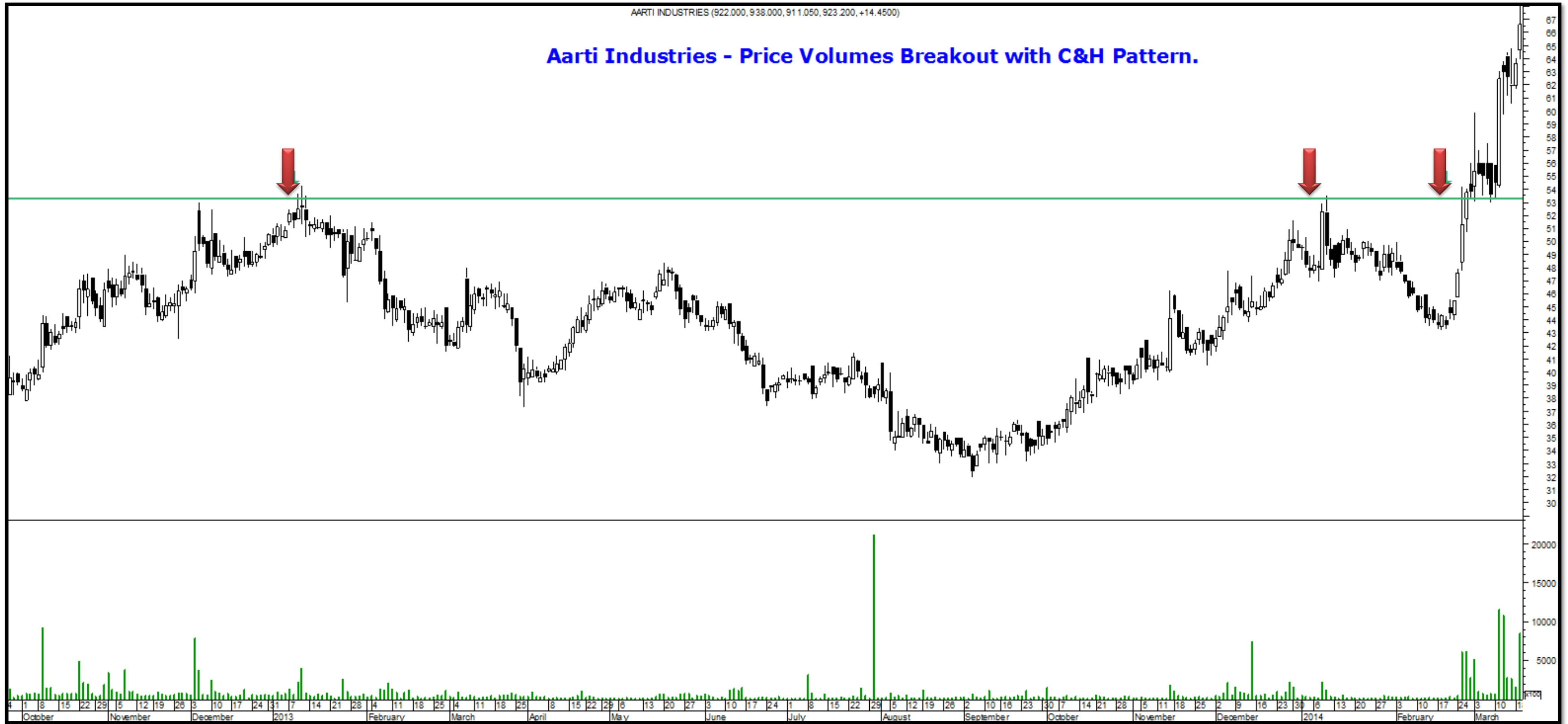
Reliance Industries – The Biggest Company of India gave the Biggest Breakout Signal.



Reliance inds – A clean move



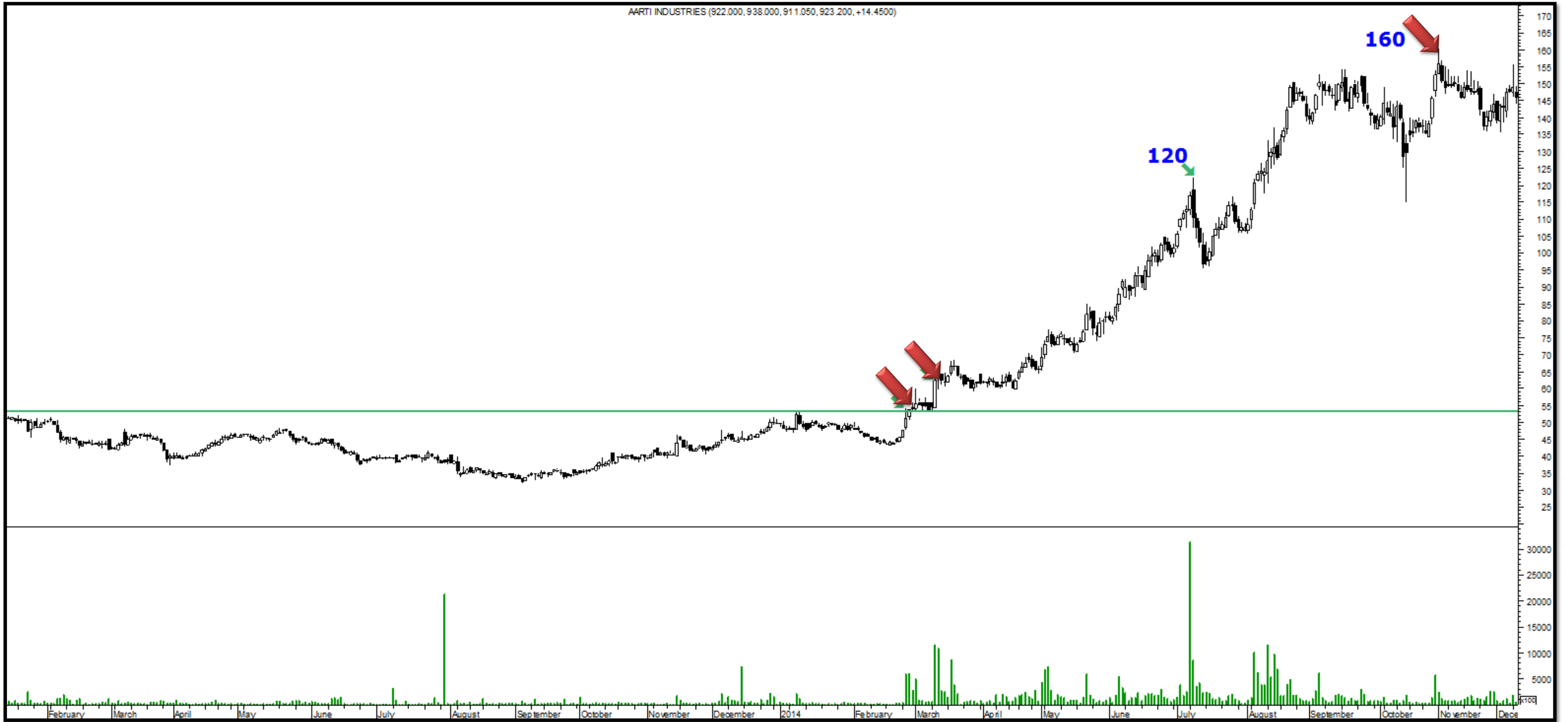
Aarti Industries- A Chemical Company which is now a Great Story.



Aarti Industries – 50k shares to 1100k



Aarti Industries – 50s to 160s



Aarti Inds– 50 to 1000 !!



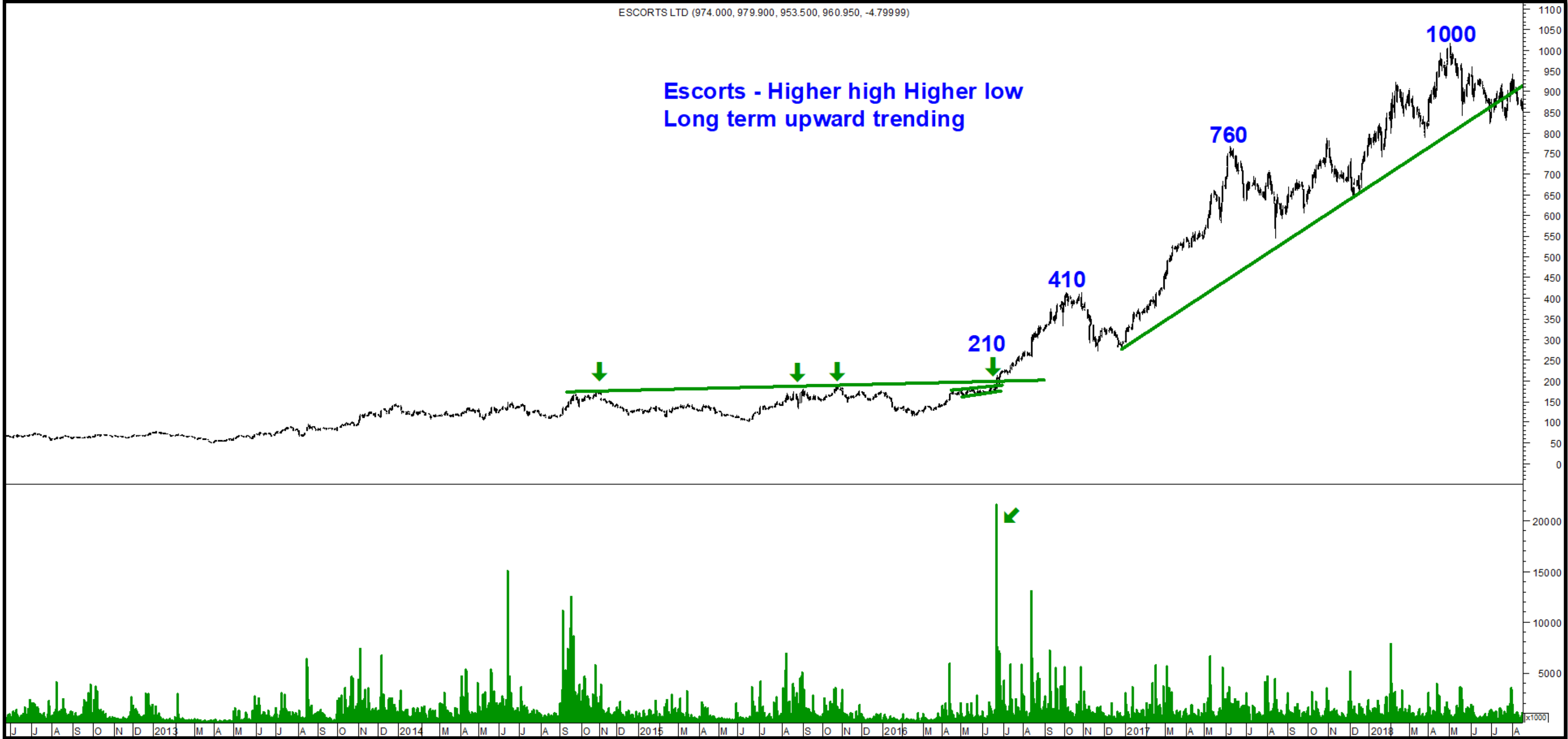
Escorts – From Hated to Loved !! Multi-Year Breakout



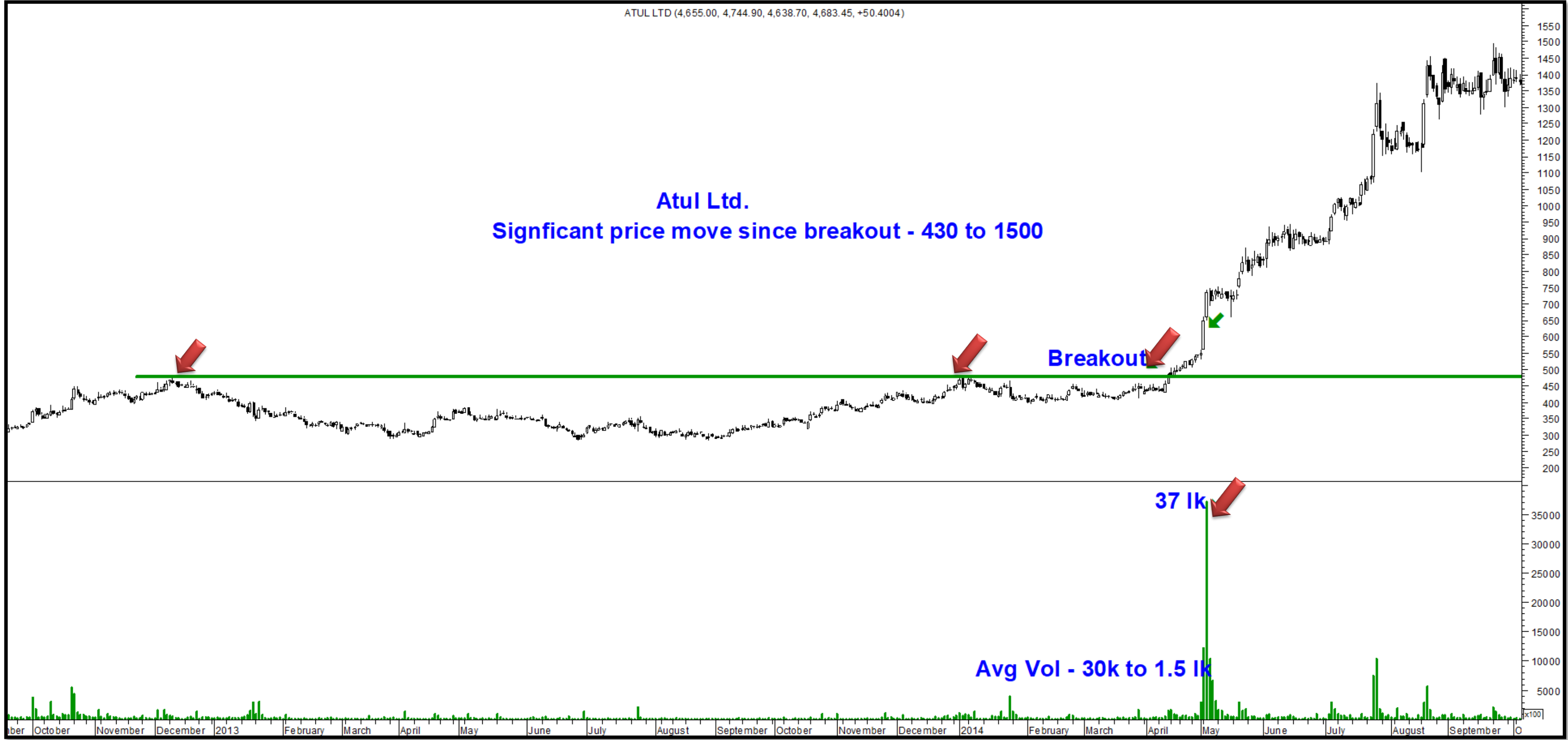
Escorts – After Multiple attempts !!



A clean move from 210 to 410 and then more



Consistent - Atul Limited – CnH breakout



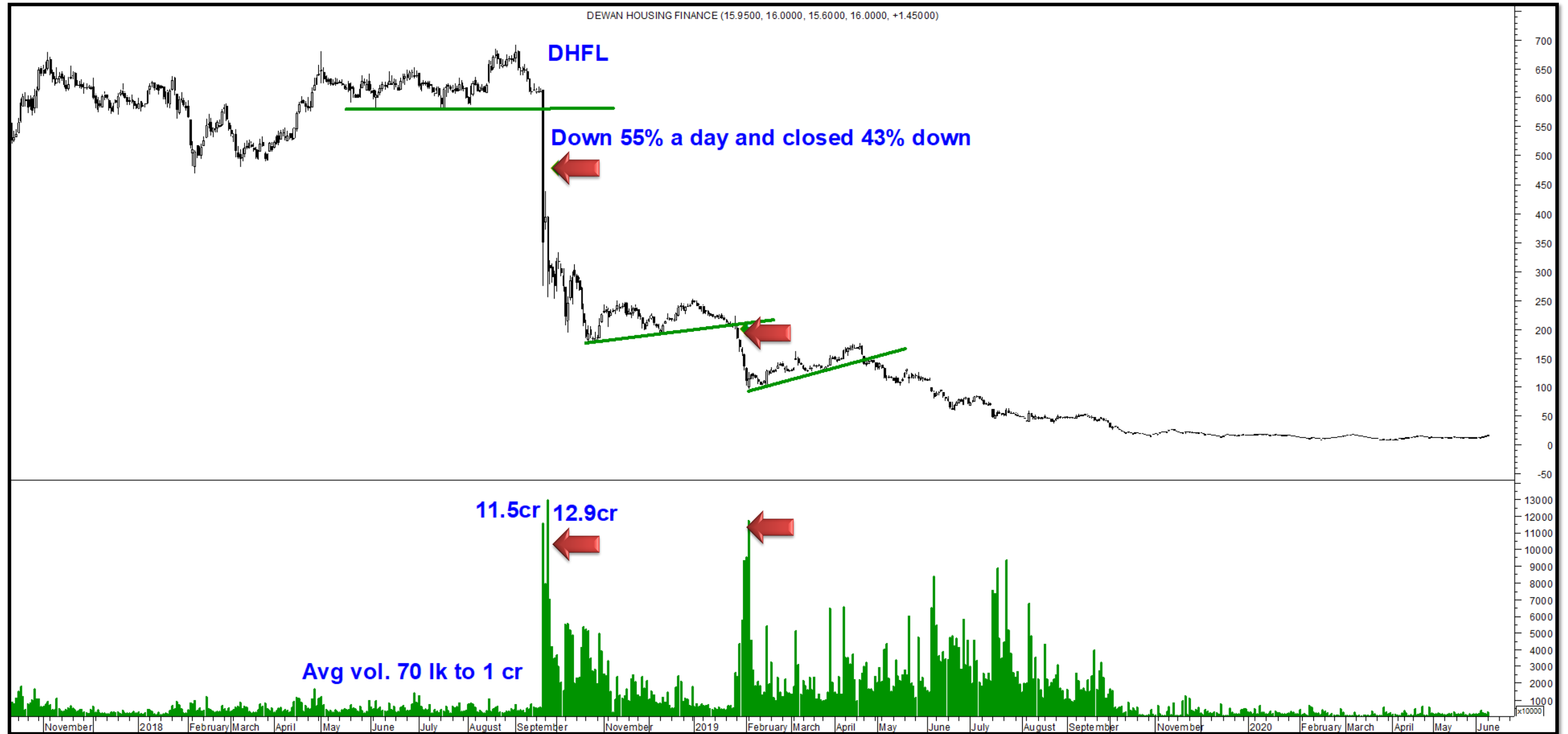
Atul Limited – Consistent Trend



The Big Losers

**Falling Knife
or
Falling Building
?**

Dewan Housing – Aur Kitna Ghirega ? Never one Cockroach in the Kitchen?



Divis Labs – Huge Volumes twice - Falls and Rebuilds Can Spot Both



Divis Labs – Turnaround also with Vols



Yes Bank – 10x volumes & 30% !!



Thank you!

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