

Twitter Thread by KSW



KSW

[@kswindia](#)



I was watching a video on Fundamental Analysis where the speaker presented a Company's price chart and his theory of how price moves in cycles.

Something clicked and I could correlate the same concepts is being used in the Financial Space

A Thread ■

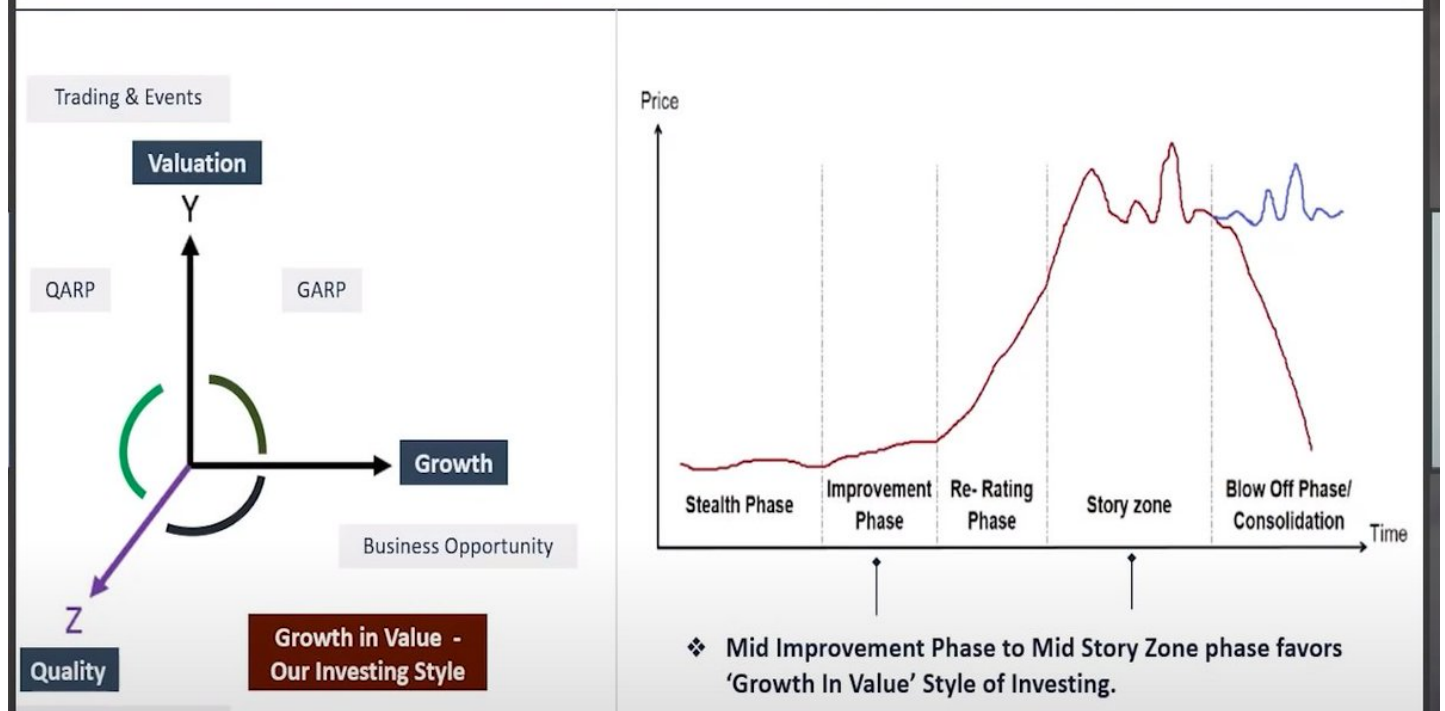
RT if you ♥■

This was a F2F video from [@elearnmarkets](#) by [@vivbajaj](#)

Mr. Shailendra Kumar explained how he aims to catch a company during the improvement phase and ride it through the rest of improvement, re-rating & story phases.

This curve appears more than you would imagine in any chart!

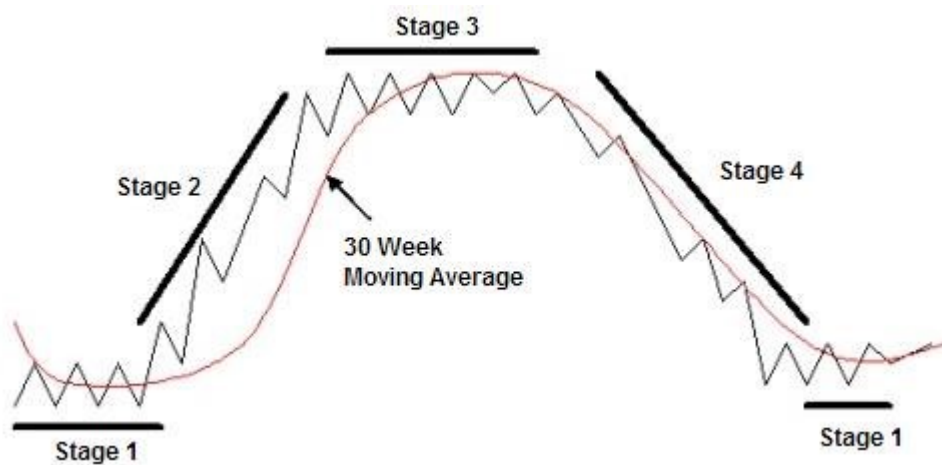
Investment Philosophy: Growth in Value & Principle of Linearity



This is the same curve as interpreted by Stan Weinstein in his Stage Analysis Method.

He looks to Enter stocks in at the break of Stage 1 or at early Stage II, riding the entire momentum and exit at Stage 3.

Sounds Familiar? Lets do more.

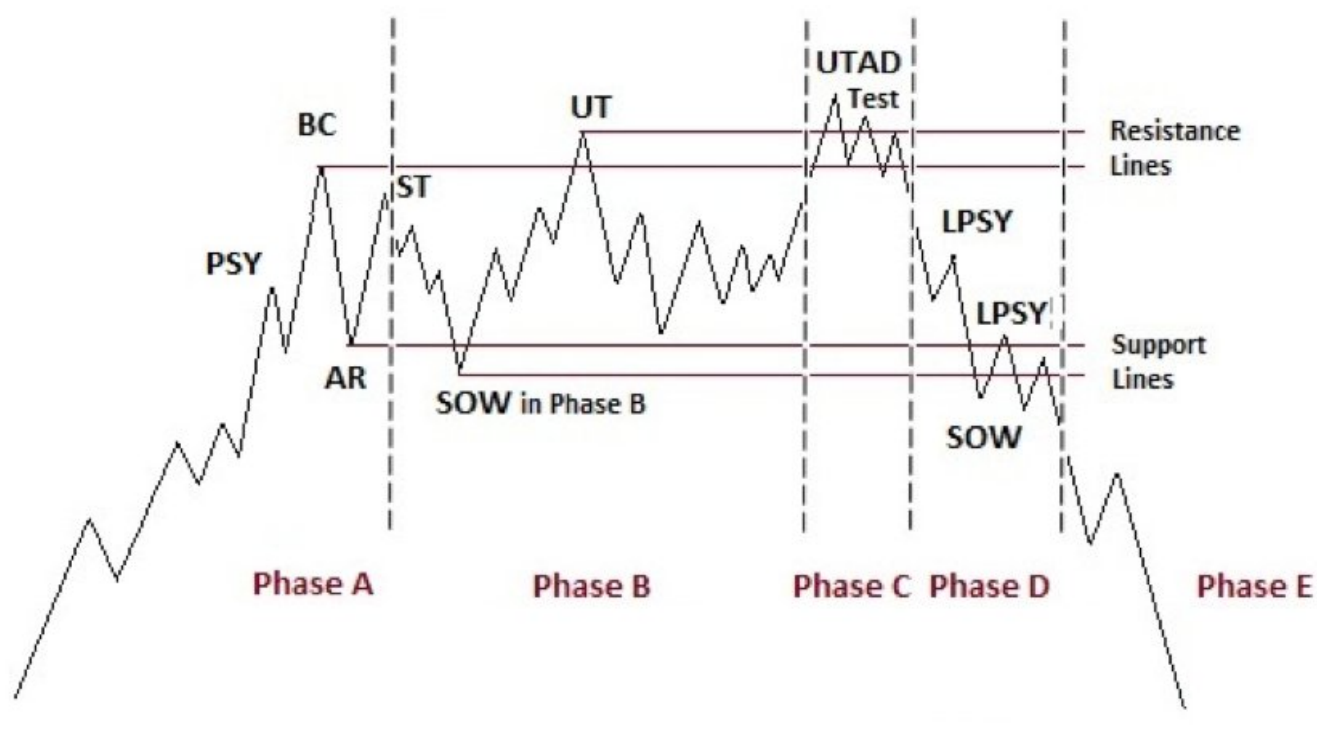


Richard Wyckoff interprets the same curve as Accumulation - Distribution stage

The Wyckoff Method seeks specific conditions for positioning usually before Phase A of distribution begins, to be precise, during Phase C / Spring in the accumulation phase.

Same to Same

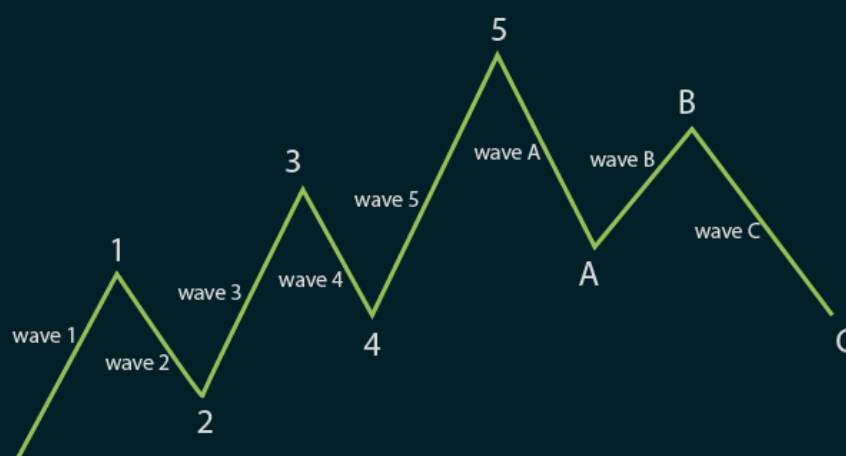
Distribution Schematic #1: Wyckoff Events and Phases



Then, A relatively unknown guy called Ralph Nelson Elliott, who developed the Elliott Wave Theory which is based on another unknown guy's theory called Dow Theory, which as it turns out also has a certain shape to his theory on how price moves in Long run!!!

Coincidence?

5-3 pattern



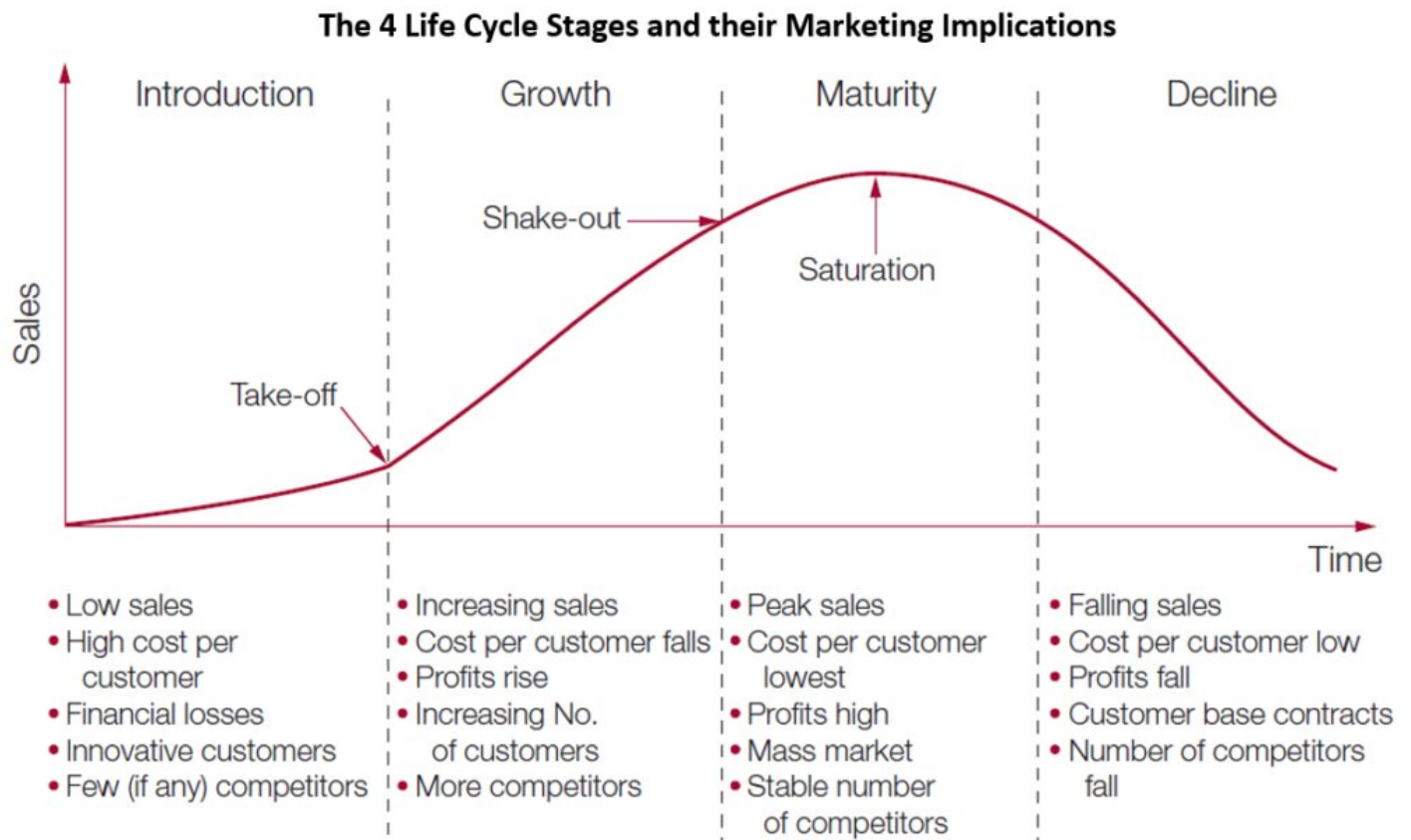
I guess, at the end of the day, Companies do business by selling products. As it turns out revenues from these products drive prices in the long run or shall I say Expectations of future estimated revenues drives people's behavior in the markets.

Guess what?

Products have a life cycle too & It looks eerily similar to all the charts above! I guess we know why.

Products have the same stages before they fade out. An introduction, Growth Stage, Maturity, Decline :

Different People,
Different Interpretations,
Same Charts!



Feels like this when the entire crew contributes :



RT if you ♥■

Will do a sequel / Continuation Thread to this!

Tagging twitter fam

[@jitendrajain](#) [@vivbajaj](#) [@yogeshnanda1](#) [@theBuoyantMan](#) [@AkshayChinchal4](#) [@indiacharts](#) [@nishkumar1977](#)
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