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A backtested ■■■■■■■■ ■■■■■■■■■■ trading strategy ■ ■

Thread ahead ■

RT to get a free PDF and a link to our beta program in your DM ■

(You must be following to receive the DM)

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■ We buy a basket of 5 stocks every Monday and sell them all on Friday.

■ Yes, it's that simple.

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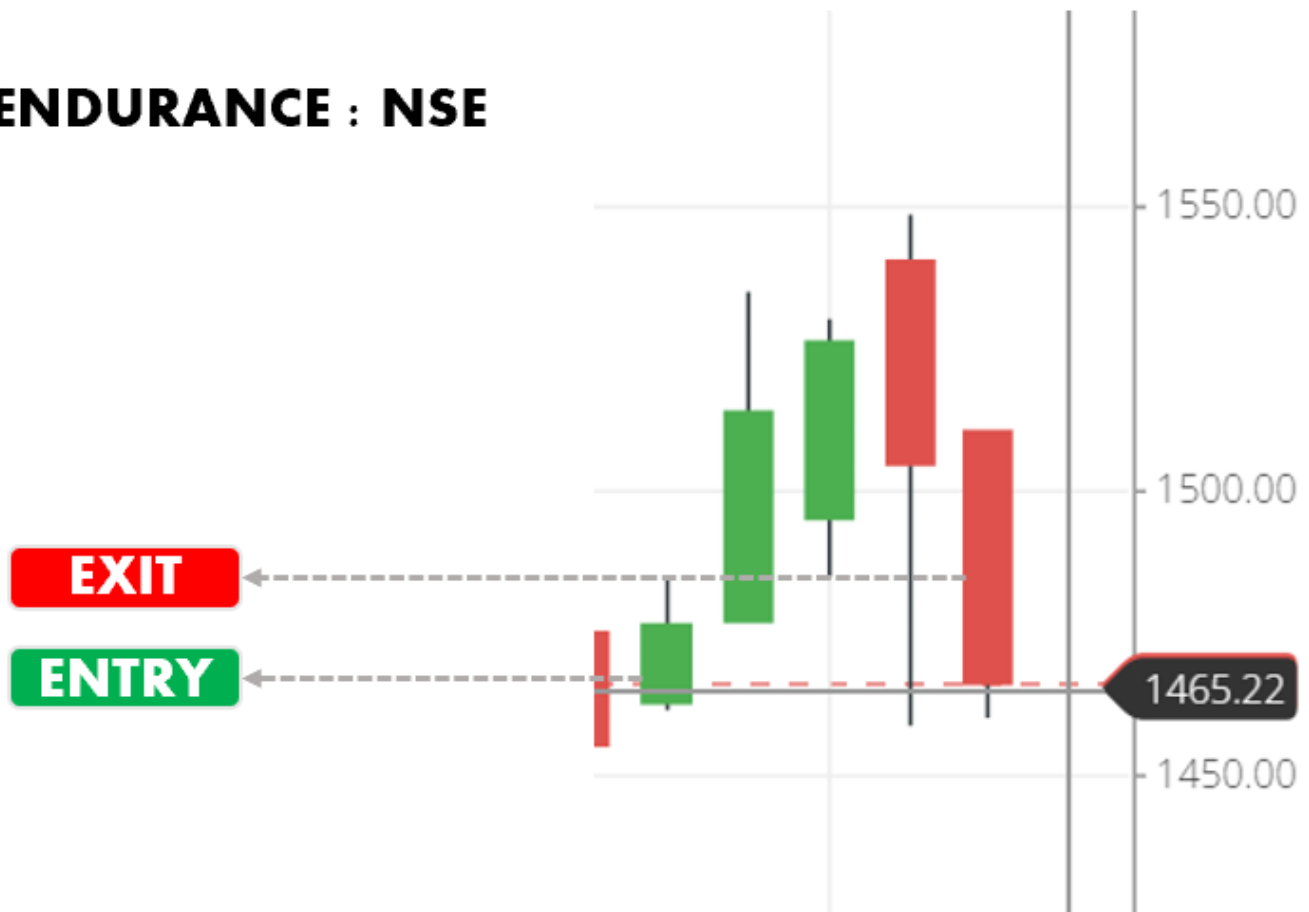
■ Stocks in general keep going up & down, no rocket science there.

■ But, interestingly some stocks when they go down considerably, they bounce back to some extent.

■ This model tries to profit from such up moves through a basket of stocks

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ENDURANCE : NSE



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■ Universe - NSE500

1■■ Create a basket of stocks that have the lowest returns in the past.

2■■ Filter the stocks based on turnover to check for liquidity.

3■■ Select stocks with the best odds to go up.

■ ■■■■■■ - Enter anytime during the day on Monday or the first trading day of the week

■ ■■■■ - Exit anytime during the day on Friday.

■ ■■■■ ■■■■ - There is no stop loss in this strategy & being a basket strategy with a weekly holding, it offers stable returns with limited downside.

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AAR	12.64%
Win-rate	54.5%
Total number of trades - YTD 2022 - In weeks	37
Average win size	2.03%
Expectancy	0.26%
Sharpe ratio	0.8
Model beta	0.35
Biggest winning week	11.39%
Biggest losing week	10.11%
Max winning streak - in weeks	10
Max losing streak - in weeks	5
Weeks it took to recover from the max losing streak	10 weeks
Max drawdown	31.83%
Weeks it took to recover from the max drawdown	21 weeks
Max streak without signals	52 weeks

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■ Stocks are known to mean revert, meaning if a stock goes down, it tends to move upwards again, this model tries to capture that reversion.

■ This phenomenon is more common and profitable in NIFTY 500 stocks when you have an upward bias.

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■ Works well when the stocks correct for a couple of days to weeks and bounce off from their lows.

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