Twitter Thread by JayneshKasliwal



JayneshKasliwal
@JayneshKasliwal



How to Draw
Support , Resistance and Trendlines ?
A Foundation of Stock Market !

A Thread ■
Retweet and Share :)

What is Support and Resistance ?

■Support is an area for price , where it halts due to demand of the stock at that price .

■Resistance is an area for price ,where it halts due to Supply of the stock at that price .
1/n



How to Draw S/R ?

You can use Any time frame for Drawing S/R and it works on all time frames .

Whenever the Price Reverses from an area for more than 2 times that area can be called as S/R .

You can use Line Tool Or Rectangle tool to plot this on charts .

2/n



Types of Support Resistance

1. Horizontal
2. Moving Averages
3. Trendline
4. Psychological Numbers (100 , 200 etc)

3/n

Reversal of Polarity .

Whenever Resistance Breaks , it tends to act as support and Whenever support breaks it tends to act as resistance

4/n



What is Breakout/ Breakdown ?

■Whenever Resistance Breaks , it is know as BREAKOUT.
■Whenever Support Breaks , it is know as BREAKDOWN.

■One should check all other parameters like , Volume , relative Strength etc while trading these.

5/n



BREAKOUT/BREAKDOWN FAILURES:

Sometimes the Support Will also break and , Resistance will not Act support .

These Scenarios cant be avoided by anyone :)
6/n



Trendline :

Confused between connecting wicks or bodies while drawing a trendline ?
Our main aim to draw trendline is to get maximum points of price on a line .
It can be through wicks tails or body and there is no fixed rule !
7/n



Trendline as Trailing Stop Loss.

1. Trending stock Tends to pullback near Moving averages and trendlines .
2. This could be areas of fresh buying or you can shift your Stop loss to upside
3. As soon as trendline is broken then you can sell a stock and take reverse position

8/n



Trendline as Trendreversal

1. You can Buy breakouts of trendline in a downtrend

once the trend is changed with emergence of HH HL structure

2. You can initiate long postion with Stop at previous swing low
3. Sometimes you may find retest on trendline also

9/n



Trendline will act as Support and Resistance

Simple Strategy of Buy Low Sell High works best combined with other buying rules

10/n : End



Help us Hit 10k Youtube Subscribers:

https://t.co/mtS7Zb7x7H

Start your ALgo Trading by watching these videos :
https://t.co/eK0TZF4khM
11/n

> I have designed many beginner to advanced
> Option Strategies free of cost
>
> Here is a thread of all \U0001f9f5
>
> A Retweet would help :)
>
> — JayneshKasliwal (@JayneshKasliwal) September 24, 2022

Start your cash Trading Journey
https://t.co/iFddJnbfus

12/n

> There are many Trading Strategies but it takes only few to make money .
> Here is a thread of all my Strategies \U0001f9f5
>
> — JayneshKasliwal (@JayneshKasliwal) August 20, 2022

Option Buying + Option Selling Strategy Creation service
https://t.co/fj1L8QhIAm

■ ■■■■■■■■ ■■■■ : https://t.co/b4N4oPjqm9
for Exclusive Content and Stock Recomm

13/n