

Twitter Thread by Stock Market Scientist™

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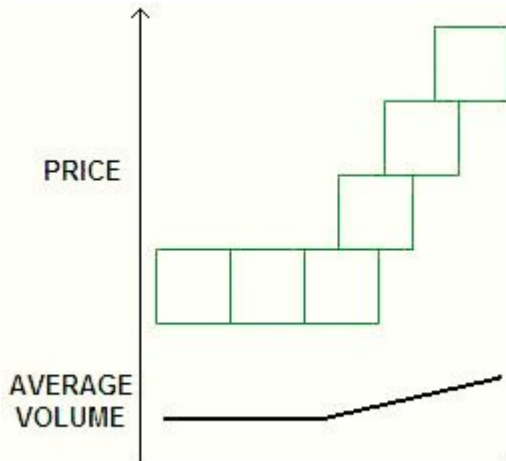
@MarketScientist



Darvas Box Theory Simplified■

- Its a trading strategy developed by Nicolas Darvas
- It targets the #stocks which are hitting new highs with rising volumes
- It works well in bullish markets
- Darvas Box covers lows & highs of a stock moving in a range for certain period

1/n



Darvas Box Theory Simplified■

- Search for all the #stocks which are moving in a certain range with excellent fundamentals
- Then cover that range bound move with box called DARVAS BOX
- Apply Fibonacci extensions once any stock breaks the upper or lower range of the BOX

2/n



Darvas Box Theory Simplified

Case Study- #Abbott

- Use weekly chart to capture big moves & Daily chart for small moves
- We need ultimate PATIENCE in trade if we use this strategy
- Abbott broke out the box with volumes & gave 4500 pts move

End of Thread

Thanks

