

Twitter Thread by [Nikita Poojary](#)



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[@niki_poojary](#)



One of the most successful stock trader with special focus on cash stocks and who has a very creative mind to look out for opportunities in dark times

Covering one of the most unique set ups: Extended moves & Reversal plays

Time for a ■ to learn the above from [@iManasArora](#)

What qualifies for an extended move?

30-40% move in just 5-6 days is one example of extended move

How Manas used this info to book profits

<https://t.co/0kXazcQALg>

The stock exploded & went up as much as 63% from my price.

Closed my position entirely today! [#BroTip](#) <pic.twitter.com/CRbQh3kvMM>

— Manas Arora (@iManasArora) [June 22, 2020](#)

Post that the plight of the stock:

<https://t.co/RacbhJa8LY>

What an extended (away from averages) move looks like!!

If you don't learn to sell into strength, be ready to give away the majority of your gains. [#GLENMARK](#)
<pic.twitter.com/5DsRTUaGO2>

— Manas Arora (@iManasArora) [June 24, 2020](#)

Example 2: Booking profits when the stock is extended from 10WMA

10WMA = 50DMA

<https://t.co/ecETkv9cGV>

#HIKAL

Closed remaining at 560

Reason: It is 40+% from 10wma. Super extended

Total revenue: $11R * 0.25$ (size) = 2.75% on portfolio

Trade closed <pic.twitter.com/YDDvhz8swT>

— Manas Arora (@iManasArora) [July 2, 2021](#)

Another hack to identify extended move in a stock:

Too many green days!

Read below

<https://t.co/RIs20fFu0u>

When you see 15 green weeks in a row, that's the end of the move. *Extended*

Simple price action analysis. [#Seamecltd](#) <https://t.co/gR9xzgeb9K>

— Manas Arora (@iManasArora) [August 26, 2019](#)

When you buy a stock, first check whether they are extended from the MA, if yes then the probability of those stocks performing is lower

Read this entire thread, to know the rules of extended

<https://t.co/532mOFvRwZ>

Quick question.

Would you trade this VCP pattern in the making? Yes/No? And, why? <pic.twitter.com/EEfjK9fQH9>

— Manas Arora (@iManasArora) [September 5, 2019](#)

Check you trade journal now, and go through the trades that didn't work, now check whether those were extended?

<https://t.co/0oKyHpCvUD>

Chk your past trades & the entry point. Out of all the trades, how many trades were already extended when you entered?

In my entire trading experience, I have seen the majority making this mistake. Let me knw how much you could have saved. I bet the number will be HUGE!#BroTip

— Manas Arora (@iManasArora) [September 6, 2019](#)

Positional/Swing traders are always have one question, when to book profits?

Ans: Exit partial qty when the stock gets extended

Simple yet Effective!



How extended move on the upside can be used to Short a stock:

Example 1: Shorting #JSWSTEEL on the basis of Extended move

<https://t.co/k5aiwJCJG1>

Trade reason - #JSWSTEEL Short (Didn't post)

Extended move (Main basis of the trade)

+

After an already stretched move, it broke out at 1 without spending enough time/rest

+

Sold at 2 (For a better R/R)

+

Failed breakout at 3 (Confirmed my view)

+

Covered at [4#Simple pic.twitter.com/uUsy8sBqbB](https://pic.twitter.com/uUsy8sBqbB)

— Manas Arora (@iManasArora) [May 25, 2021](#)

Example 2: Shorting #ADANIENT on the basis of Extended move

<https://t.co/dnZUtTVNsN>

Trade reason - [#ADANIENT](#) Short

Extended move (Main reason)

+

Lethargic post-breakout reaction at 1

+

Failed breakout at 2

+

Failure to cross the breakout point at 3

Strike at 4! [#PriceAction](#)

(Inverted picture might ring the bell) <https://t.co/qhsdBZdVmL> pic.twitter.com/JxN9L5gjWA

— Manas Arora (@iManasArora) [May 25, 2021](#)

And this is how [@iManasArora](#) shorts Index #NIFTY basis extended move

<https://t.co/NoEGLHsrQp>

[#NewPosition](#) - Short in [#Nifty](#) August Future at 11275

— Manas Arora (@iManasArora) [July 29, 2020](#)

Not many traders short, especially the newbies, so here is an imp note:

Disclaimer: These stunts are performed by a pro [@iManasArora](#) , pls dnt jump directly into shorting without knowing the basics

So far you have understood two things:

1. Never enter an extended stock
2. Use the extended info to book profits or go short

But then, long only traders in cash segment think they cant utilize the opportunity in a down trending market



Manas Arora @iManasArora · Nov 24, 2021

If you only know buying triangle, cup & handle, rectangle breakouts etc., then you will be out of business for a very long time when the market falls hard.

Include buying falling knives/bottom bounce/excessive weakness. This is what you see in plenty after the crash.

#BroTip

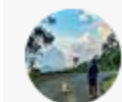
Time to bust this myth, [@iManasArora](#) shows how one can use the extended info to go long - REVERSAL PLAY!

Look for stocks down 4-6days in a row. Then look for reversal signs on a much lower frame to enter.

Manas believes: Excessive weakness offers a good long opportunity!

Thinking out of the box!

Lets see how [@iManasArora](#) Walks the Talk



Manas Arora @iManasArora · Apr 12, 2021

We look for relative strength. Stocks that don't go down with the market. But stocks down 'a lot' also gives a big **reversal** move. That's where I will look for money this week. Watch out.

#BroTip

19

17

294



How to use extended moves on the downside for reversal plays

Example 1: #BAJAJFIN

<https://t.co/SIFjIQf8wg>

#Bajfinance trade logic

Bajfinance at this stage is extended on the downside. Around 50% away from 50dma. High probability bounce from here.

1/n pic.twitter.com/ntFPHcryNN

— Manas Arora (@iManasArora) [April 24, 2020](#)

How to use extended moves on the downside for reversal plays

Example 2: #BSE

<https://t.co/8k5oRE2XQR>

#NewPosition - LONG in #BSE at 1075

1% stop

20% size <pic.twitter.com/GrU49HbQh5>

— Manas Arora (@iManasArora) [August 11, 2021](#)

How to use extended moves on the downside for reversal plays

Example 3: #NBCC

<https://t.co/ZAYeqZkVeb>

Spot extended moves in your P&L as well, and know when to slow down

<https://t.co/7EyV2Vy2iH>

#NewPosition - LONG in #NBCC at 49.2

40% allocation <pic.twitter.com/62S0SSWiEH>

— Manas Arora (@iManasArora) [July 29, 2021](#)

How to use extended moves on the downside for reversal plays

Example 4: #ASHOKLEY

<https://t.co/cL4FWA9MTN>

#NewPosition - LONG in #ASHOKLEY at 132.7

1% stop

Reversal play <pic.twitter.com/lytyqKBZhK>

— Manas Arora (@iManasArora) [November 23, 2021](#)

How to use extended moves on the downside for reversal plays

Example 5: #DREDGECORP

<https://t.co/6T42RK9Wq1>

#NewPosition - LONG in #DREDGECORP at 352.6

Reversal Play

2% stop pic.twitter.com/TbLTV3oBmc

— Manas Arora (@iManasArora) [February 15, 2022](#)

How to use extended moves on the downside for reversal plays

Example 6: #JSL

<https://t.co/tgCZLDNKam>

#NewPosition - LONG in #JSL at 187.5

2% stop

Reversal play pic.twitter.com/2pQZDGB04o

— Manas Arora (@iManasArora) [February 15, 2022](#)

How to use extended moves on the downside for reversal plays

Example 7: #AFFLE

<https://t.co/si4X8rQyHZ>

#NewPosition - LONG in #AFFLE at 1220

Reversal play

Already 1290 now. Many names have reversed at a lightning speed. pic.twitter.com/xGiaZbY9d7

— Manas Arora (@iManasArora) [January 25, 2022](#)

How to use extended moves on the downside for reversal plays

Example 8: #DRREDDY

<https://t.co/uOxtBp8joy>

#NewPosition - LONG in #DRREDDY at 4711

40% size pic.twitter.com/WG6nynwHX6

— Manas Arora (@iManasArora) [July 30, 2021](#)

Lets check how to play reversals on fresh listed stocks i.e. recent IPO's

How to use extended moves on the downside for reversal plays

Example 9: #NYKAA

<https://t.co/5HEGPPPhQEV>

#NewPosition - LONG in #NYKAA at 1464

Reversal play

Trade reason same as #JSL shared yesterday <pic.twitter.com/NR3vagJ8dr>

— Manas Arora (@iManasArora) [February 16, 2022](#)

How to use extended moves on the downside for reversal plays

Example 10: #PAYTM

<https://t.co/a4cFTjvXMI>

#NewPosition - LONG in #PAYTM at 871

Stop - LOD

Reversal play <pic.twitter.com/q2iZSDEqh8>

— Manas Arora (@iManasArora) [February 16, 2022](#)

Be creative and have an open mind!

<https://t.co/NgcRMZtiOP>

They say stocks that hold strong on a very bearish day should be bought. This was my reversal watchlist for today. These names got severely beaten down yesterday. The result is out. Which stock is 6%+ up that held strong yesterday?

Have an open mind #BroTip <pic.twitter.com/LLPeW0E9Bg>

— Manas Arora (@iManasArora) [January 25, 2022](#)

When to fold in Reversal Play,

<https://t.co/g8PvVjYXqN>

#NewPosition - LONG in #FILATEX at 104.5

1% stop

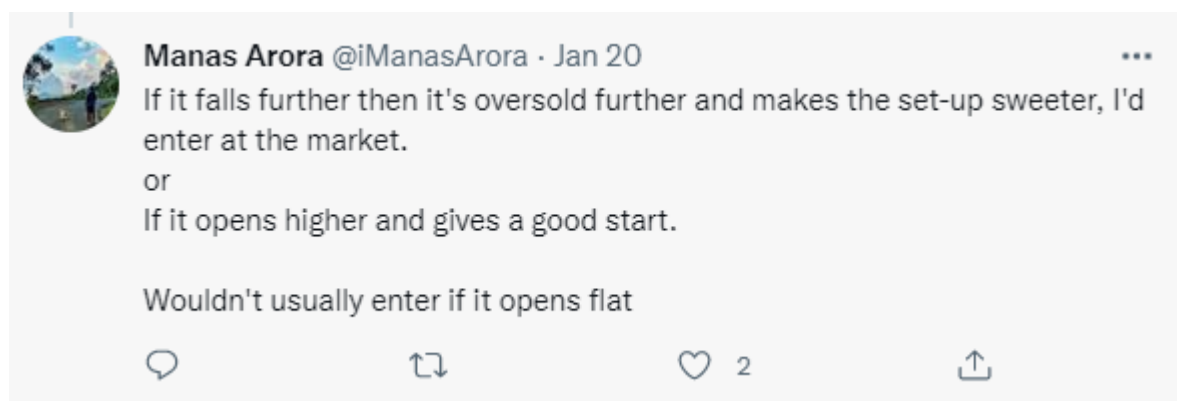
Small size - 5%

Reversal play pic.twitter.com/dJrC2Rhr6H

— Manas Arora (@iManasArora) [October 27, 2021](#)

A lot of people have a question, what if it falls further?

Ans: You can always get out with a small SL, but but but, remember the opportunity is only gonna get more sweeter



Since, [@iManasArora](#) enters a trade with tight stops of 1-2%, he has studied the behavior of his trades in past, and from experience he knows how much time they take to perform or fail!

You can use this info to build a system of yours!

Applying extended move logic not just to stocks but extending it your P/L



Spoiler Alert: When making money becomes this easy, slow down.

#BroTip

Now when the stocks have an extended move on the downside, instead of being grumpy, be happy that the opportunity to play the Reversals is round the corner

#BroTip

You can also go through his TL [@iManasArora](#) which itself is a pool of knowledge

If you ♥ this, why not share?

Retweet the first tweet and help others find this ■

Happy learning ■ to everyone!