

Twitter Thread by Professor



Professor

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More pointers to help in identifying whether its accumulation or Distribution.

Lest some charlie jumps to point out, let me make it clear that I haven't invented anything in stock market, all my knowledge of stock market comes from old farts. Just my observation is my own. <https://t.co/uHNw8tV4AO>

Wyckoff tests for buying – Accumulation period

1. The downside protection has already been established, that is when the stock has reached its low points in a period.
2. The stock has been given preliminary support, has undergone a selling climax, and then has met a secondary support test.
3. The stock has been undergoing typical volume patterns, where volume has been increasing during periods of bullish rallies and decreasing on falls in price.
4. Stock breaks through the resistance line and establishes the resistance line has new support.
5. The stock is experiencing ascending support lines, where each subsequent support line is higher than the last.
6. Each peak the stock is reaching is higher than the last.
7. The stock has a higher strength than the overall market.
8. The base of the stock chart has formed (ie. reverse head and shoulders pattern) to create a horizontal price line.
9. The risk-reward ratio is 1:3, so, the upside potential for profit is three times more likely than the potential for loss.

Plz advice how to identify accumulation and distribution phase..... to me Both looks same

— VIVEK VAID (@bobvoid) [February 12, 2022](#)