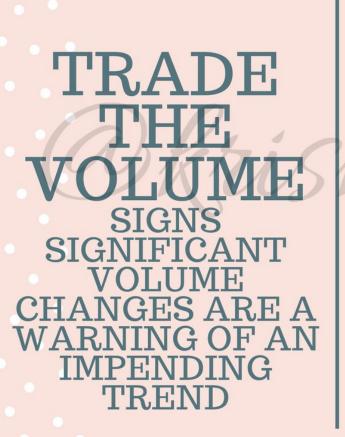
Twitter Thread by KRISHNAKUMAR





#Volume



A huge increase in volume in stock trading at twice the normal volume on any given day compared with its previous

month's average can be a strong technical signal. If the increase in volume

takes place at the time a market is breaking a trendline and tending to move

higher, chances are it will move much higher. If a stock pushes to a new high

on very light volume, it is a signal there is not much conviction behind the

up-move and that buying interest may be waning at higher prices. This

could mean a top in the market is close at hand. A strong move lower on

heavy volume is a bearish signal, and could mean that more price weakness

lies ahead. Conversely, if a stock moves to a new low on very

light volume, it could mean that a turnaround is imminent.

It is difficult to take a trading signal from a volume alone.

Such information should always be accompanied by good chart analysis as well as an awareness of the fundamentals on that stock.