

Chart Patterns

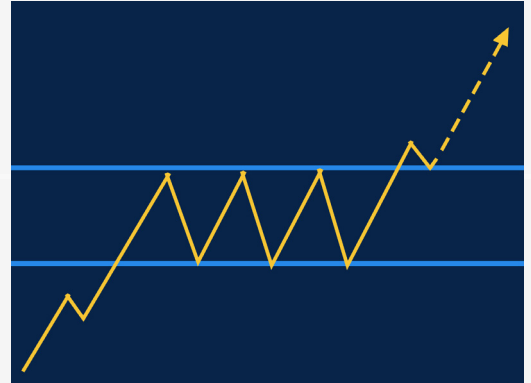
Cheat Sheet

TREND CONTINUATION PATTERNS

BULLISH RECTANGLE

BULLISH CONTINUATION

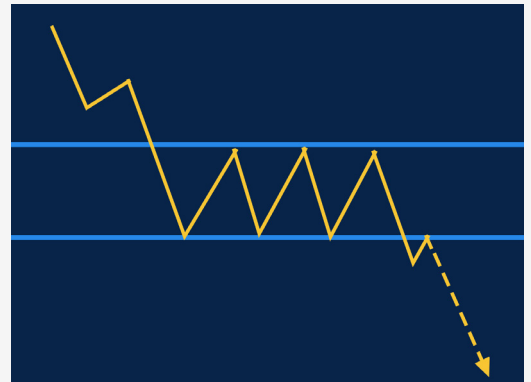
- There was an uptrend in play, but price has reached a price acceptance level with the same highs and same lows.
- Wait for breakout up through the rectangle, a retest, and then trend continuation.



BEARISH RECTANGLE

BEARISH CONTINUATION

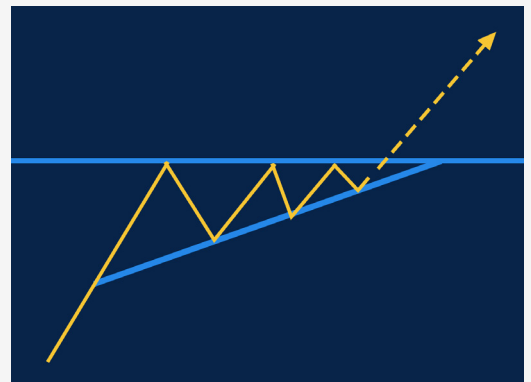
- There was a downtrend in play, but price has reached a price acceptance level with the same highs and same lows.
- Wait for breakout down through the rectangle, a retest, and then trend continuation.



ASCENDING TRIANGLE

BULLISH CONTINUATION

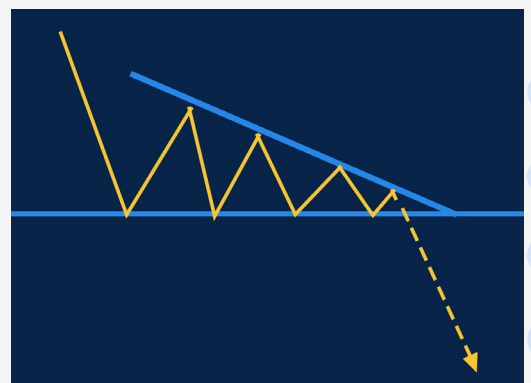
- Price is in an uptrend.
- Price is not breaking through resistance.
- Higher lows indicate a potential breakout.
- Retest of old resistance, new support could indicate trend continuation.



DESCENDING TRIANGLE

BEARISH CONTINUATION

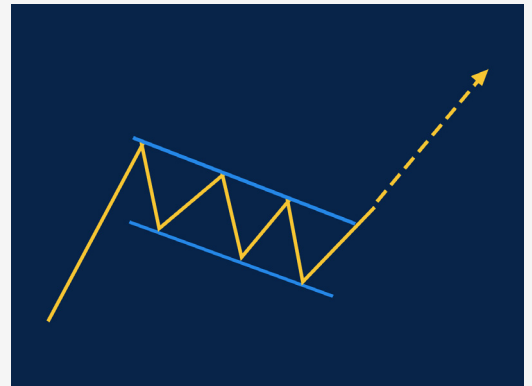
- Price is in a downtrend.
- Price finds a level of support.
- Lower highs indicate a potential breakout.
- Retest of old support, new resistance could indicate trend continuation.



BULLISH FLAG

BULLISH CONTINUATION

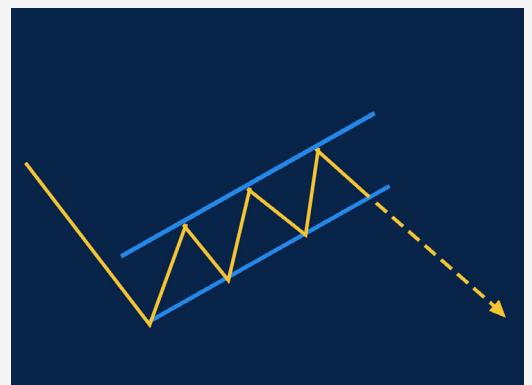
- Price is in an uptrend.
- There is a pullback with lower highs and lower lows.
- If it breaks the flag to the upside it could indicate trend continuation.



BEARISH FLAG

BEARISH CONTINUATION

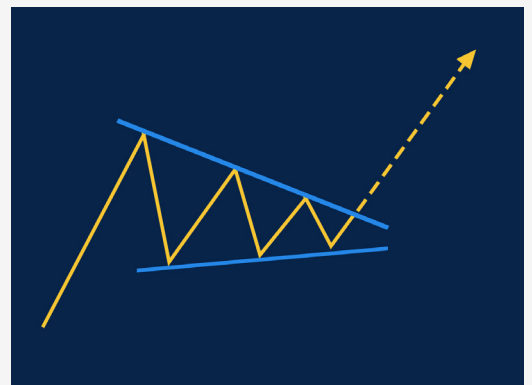
- Price is in a downtrend.
- There is a pullback with higher highs and higher lows.
- If it breaks the flag to the downside it could indicate trend continuation.



BULLISH PENNANT

BULLISH CONTINUATION

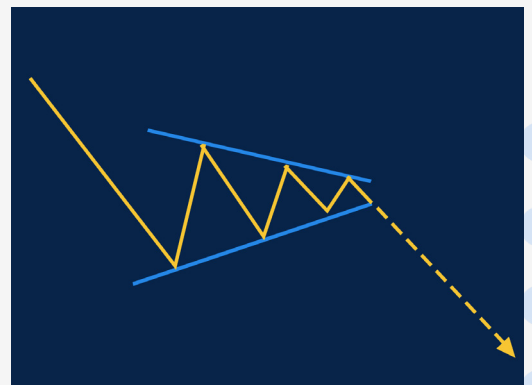
- Price is in an uptrend.
- There is a pullback with lower highs and higher lows.
- Could indicate that sellers are losing momentum.
- If it breaks the pennant to the upside it could indicate trend continuation.



BEARISH PENNANT

BEARISH CONTINUATION

- Price is in a downtrend.
- There is a pullback with lower highs and higher lows.
- Could indicate that buyers are losing momentum.
- If it breaks the pennant to the downside it could indicate trend continuation.

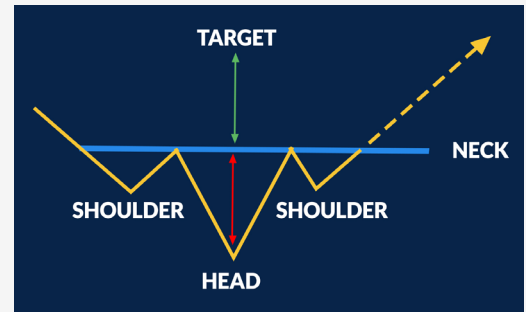


TREND REVERSAL PATTERNS

BULLISH HEAD & SHOULDERS

BULLISH REVERSAL

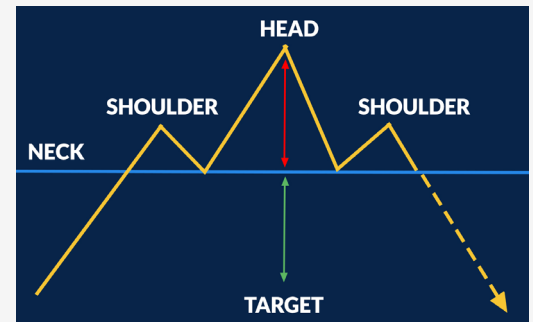
- Price is in a downtrend, reaching lows and lower lows.
- The neck line connects the highs between the two shoulders.
- A break up through the neck line could indicate a bullish trend reversal.



BEARISH HEAD & SHOULDERS

BEARISH REVERSAL

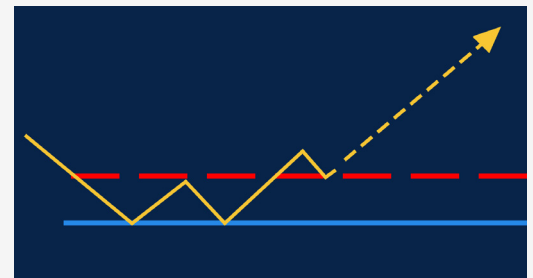
- Price is in an uptrend, reaching highs and higher highs.
- The neck line connects the lows between the two shoulders.
- A break down through the neck line could indicate a bearish trend reversal.



DOUBLE BOTTOM

BULLISH REVERSAL

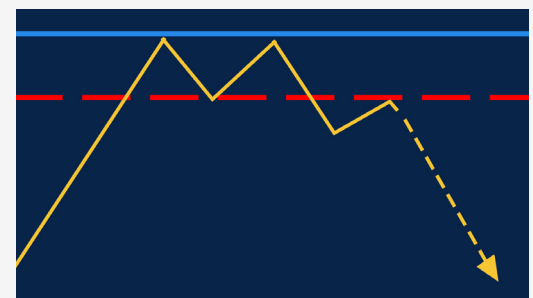
- If price fails to break through support twice it could indicate a reversal.
- The swing high between the double bottom lows could be a good buy entry.



DOUBLE TOP

BEARISH REVERSAL

- If price fails to break through resistance twice it could indicate a reversal.
- The swing low between the double tops could be a good sell entry.



RANGE BREAKOUT

SYMMETRICAL TRIANGLE

RANGE BREAKOUT

- A ranging market ends up going into an ever decreasing range with lower highs and higher lows.
- A breakout can happen in either direction.
- Target price can be the size of the base of the triangle.

