Let there be light!
(Or in Search of the Holy Grail)

Des Bleakley – BullCharts User Group

Wed 19th Aug 2015

AGENDA

- ▶ The use of indicators

- ▶ And more indicators

- ▶ Simplicity is key

- ▶ How is SMACD doing?

- ▶ Did this move the earth for me in 2015?

STOP PRESS !

STOP PRESS !

▶ Good News
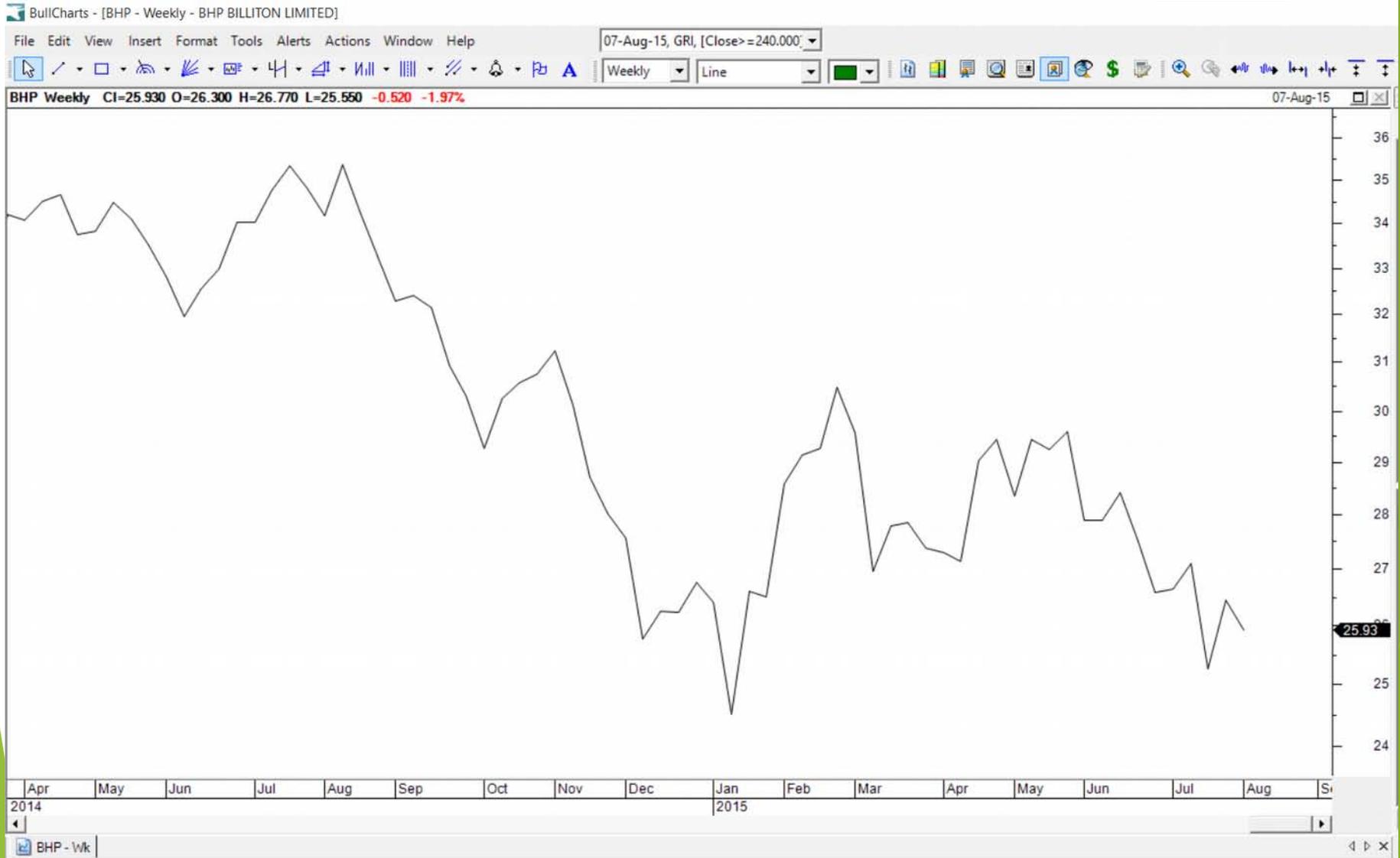
- I Have Found the Holy Grail
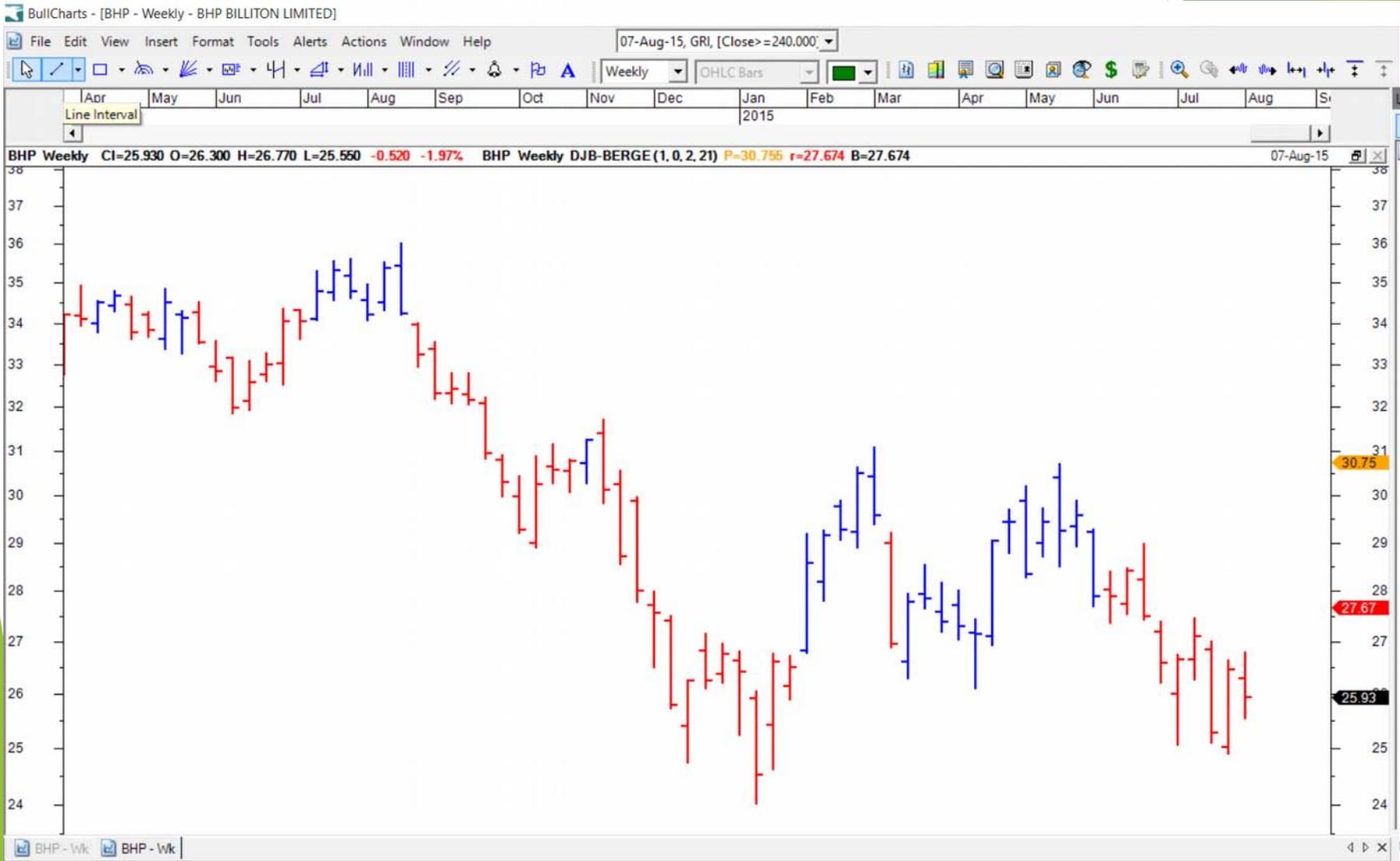
STOP PRESS !

▶Good News

  •I Have Found the Holy Grail

▶Bad News

  •There is more than One
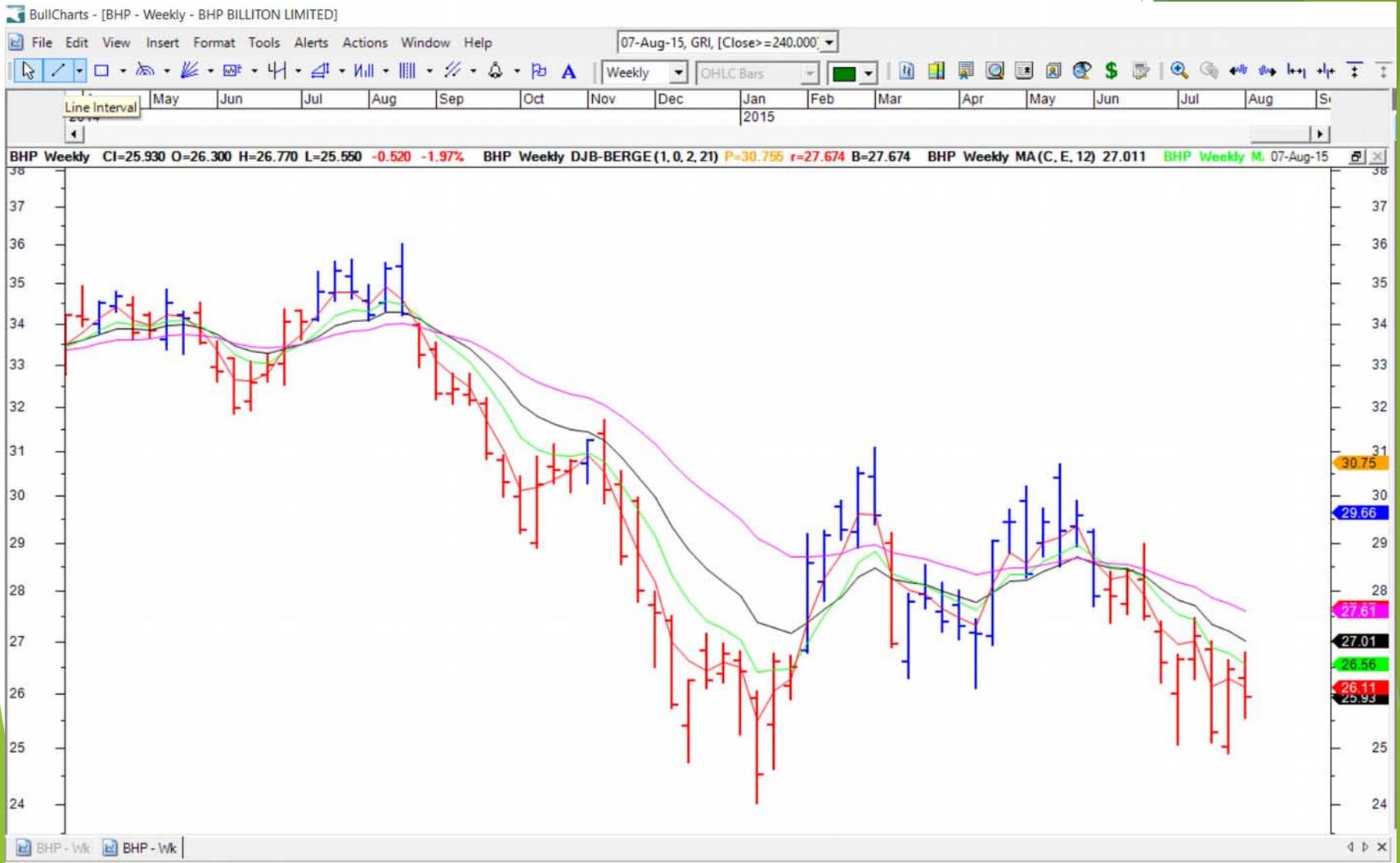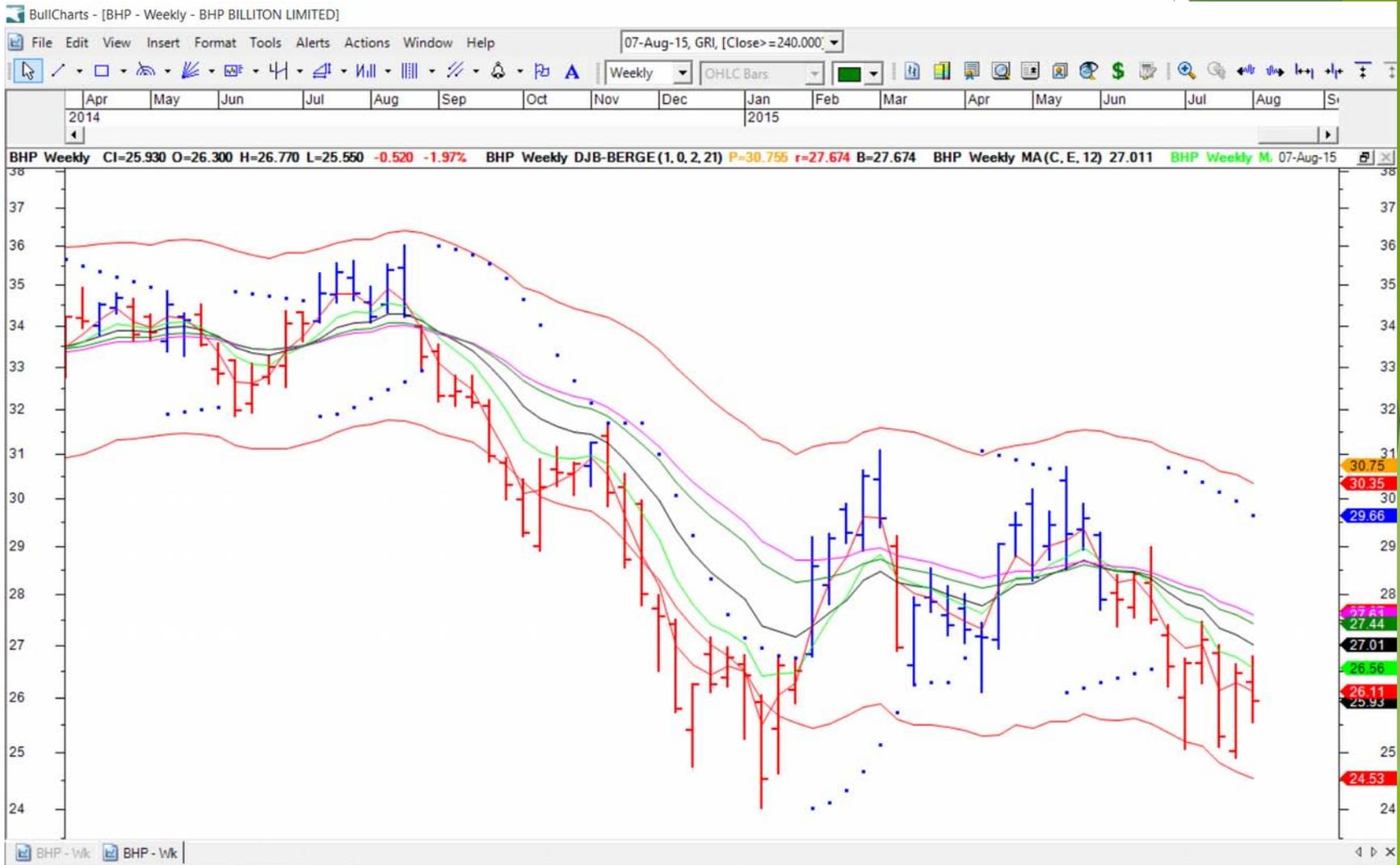
Charts are a good thing
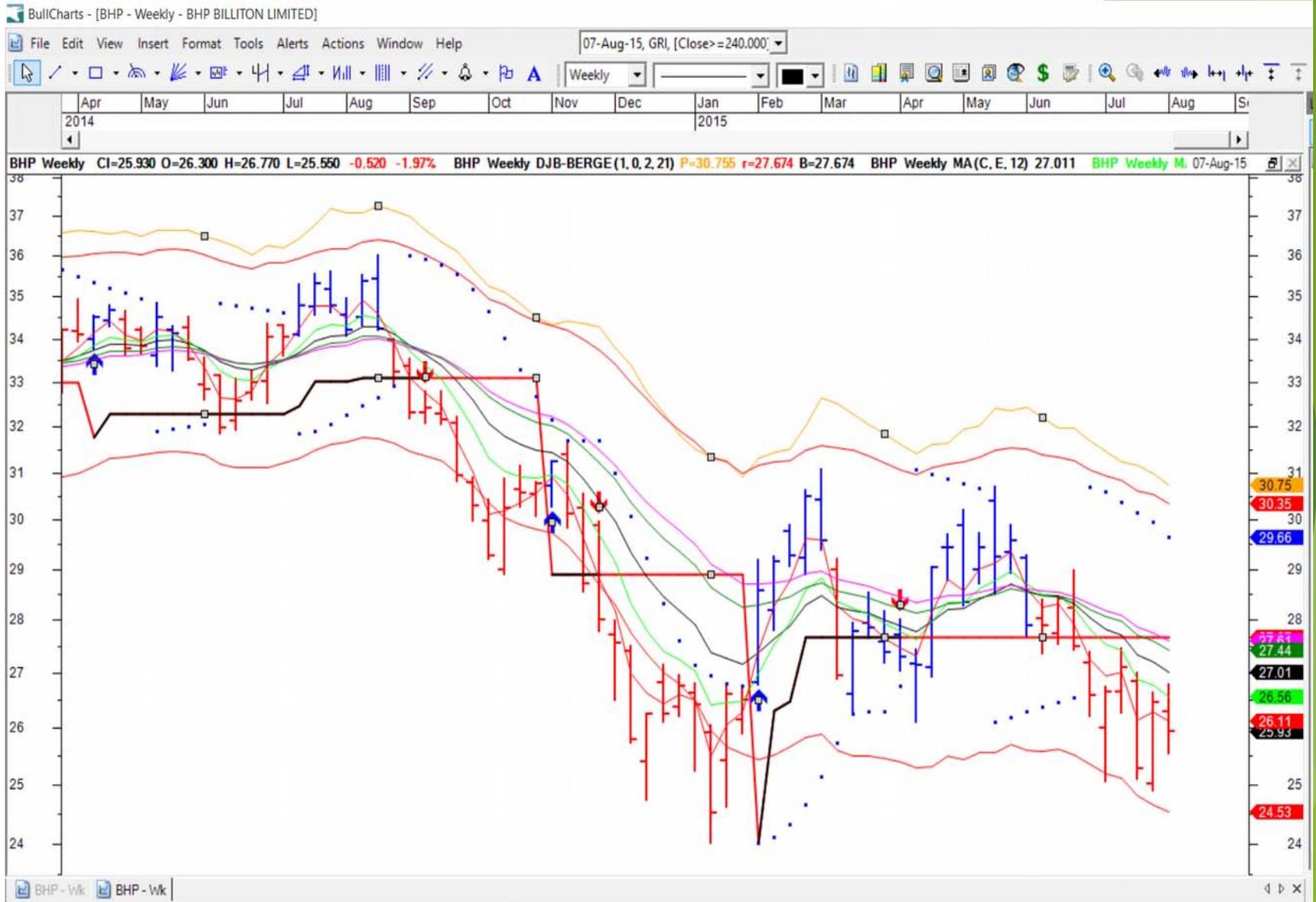
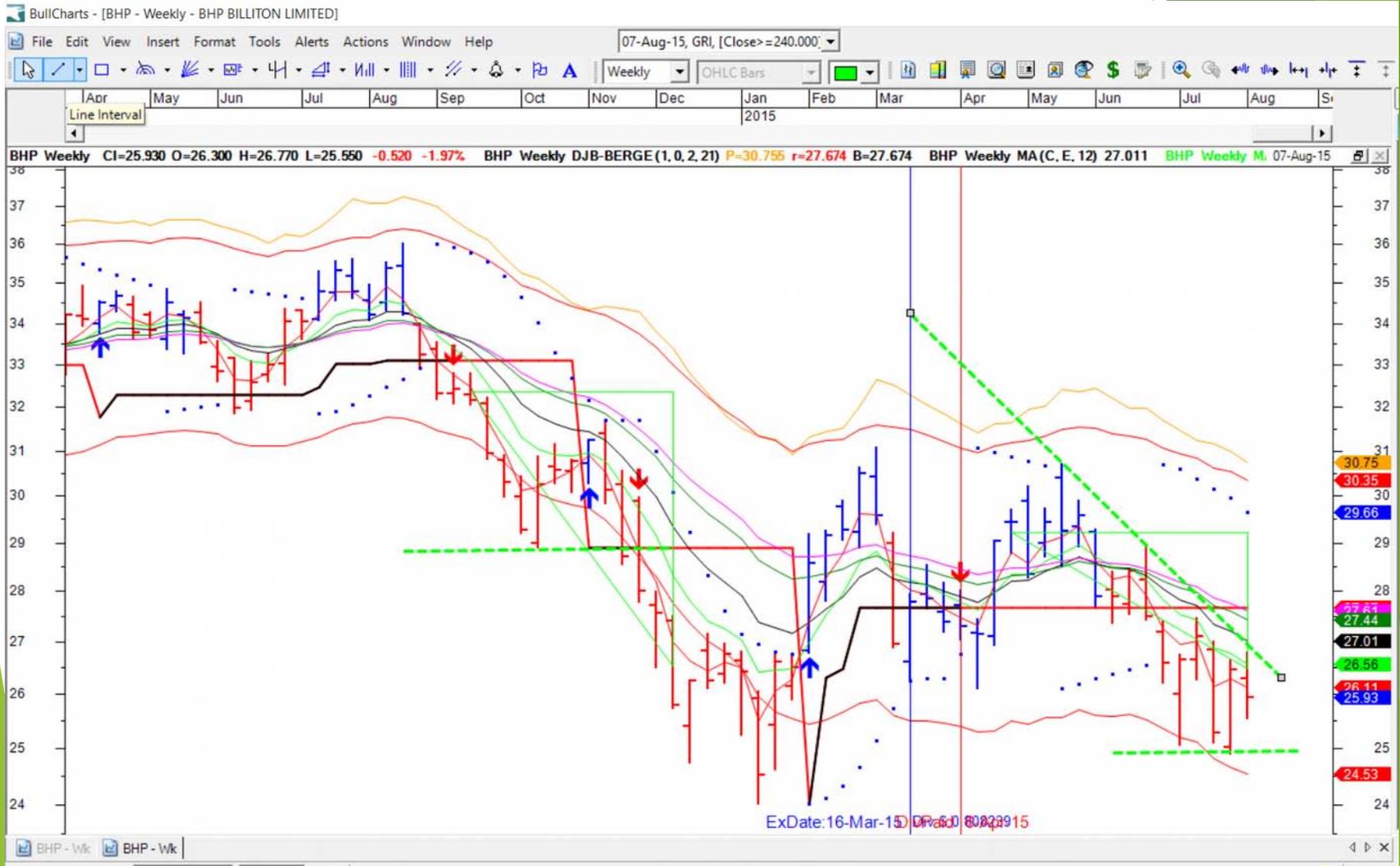# Colours & OHLC are better

Indicators – even better (MA)

More Indicators- PSAR, ATR Band

More – Wilson 2.6, Stop / Loss, Entry / exit

Personal – buys, Xdiv, trendlines

And a few more just in case

Charts and indicators are a

good thing

BUT

They can be clear as MUD

More is not necessarily better

So – Keep It Simple, Stupid – K I S S

- Keep chart clear of clutter
- Use Ribbons where possible
- Highlight the aspect in question (crossover, up, down)
- Simple colour scheme – green / amber / red
- Visual scanning is enhanced
- Time spent (wasted) is minimised
- What do you need (rather than want) to see -
  - Actual price?
  - Buy price?

THIS

OR THIS
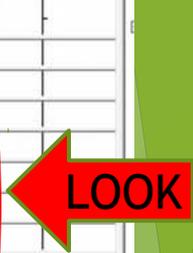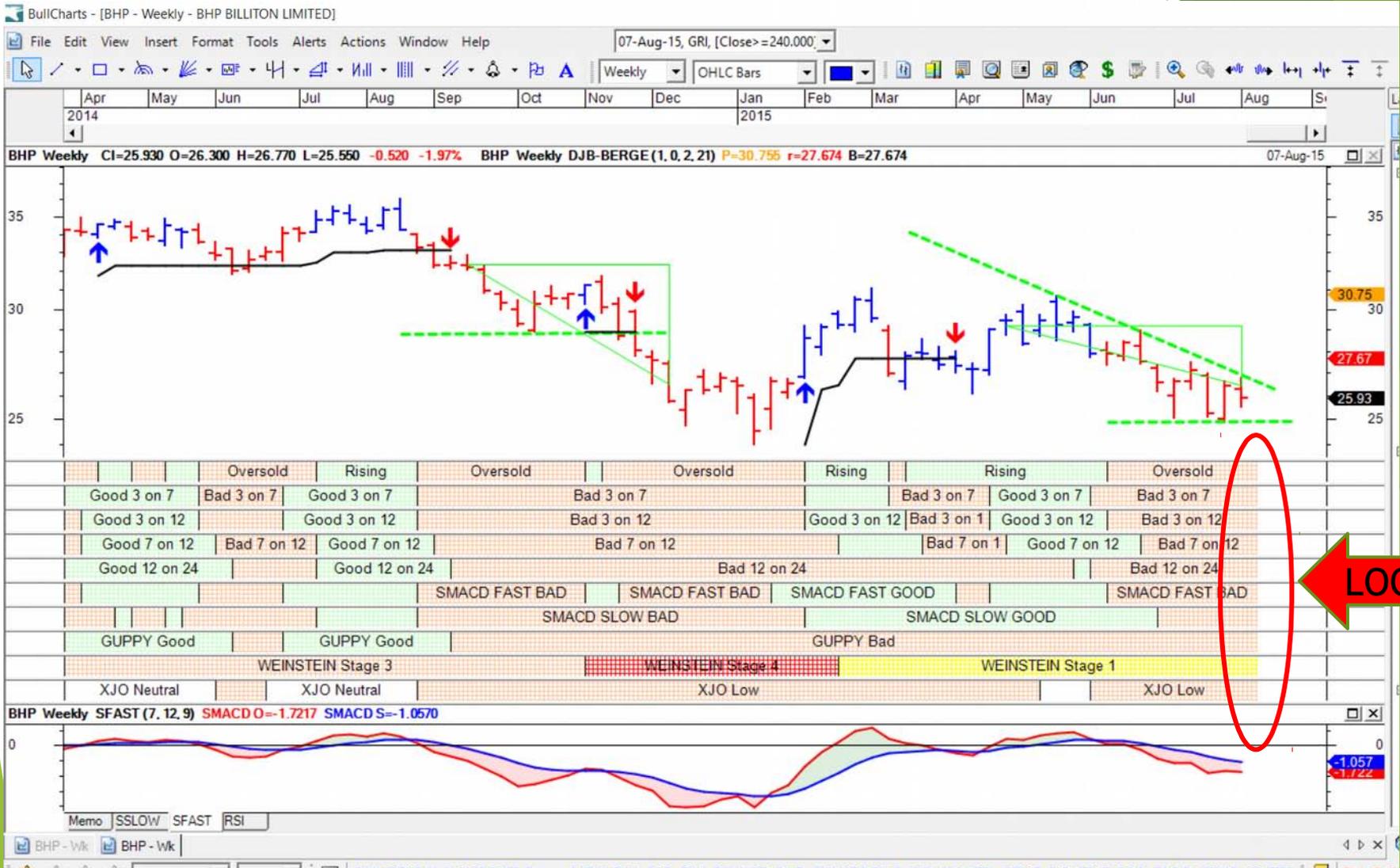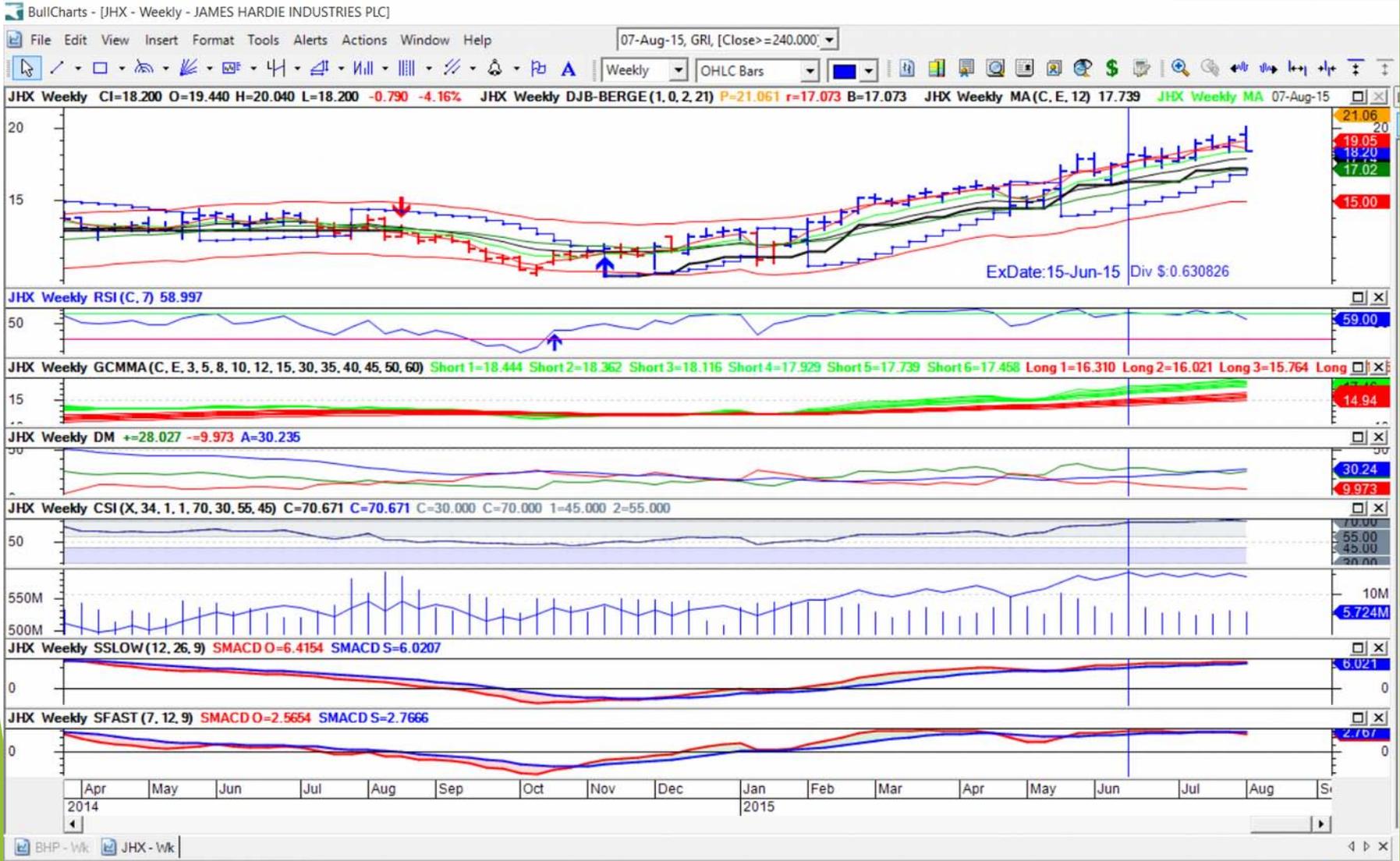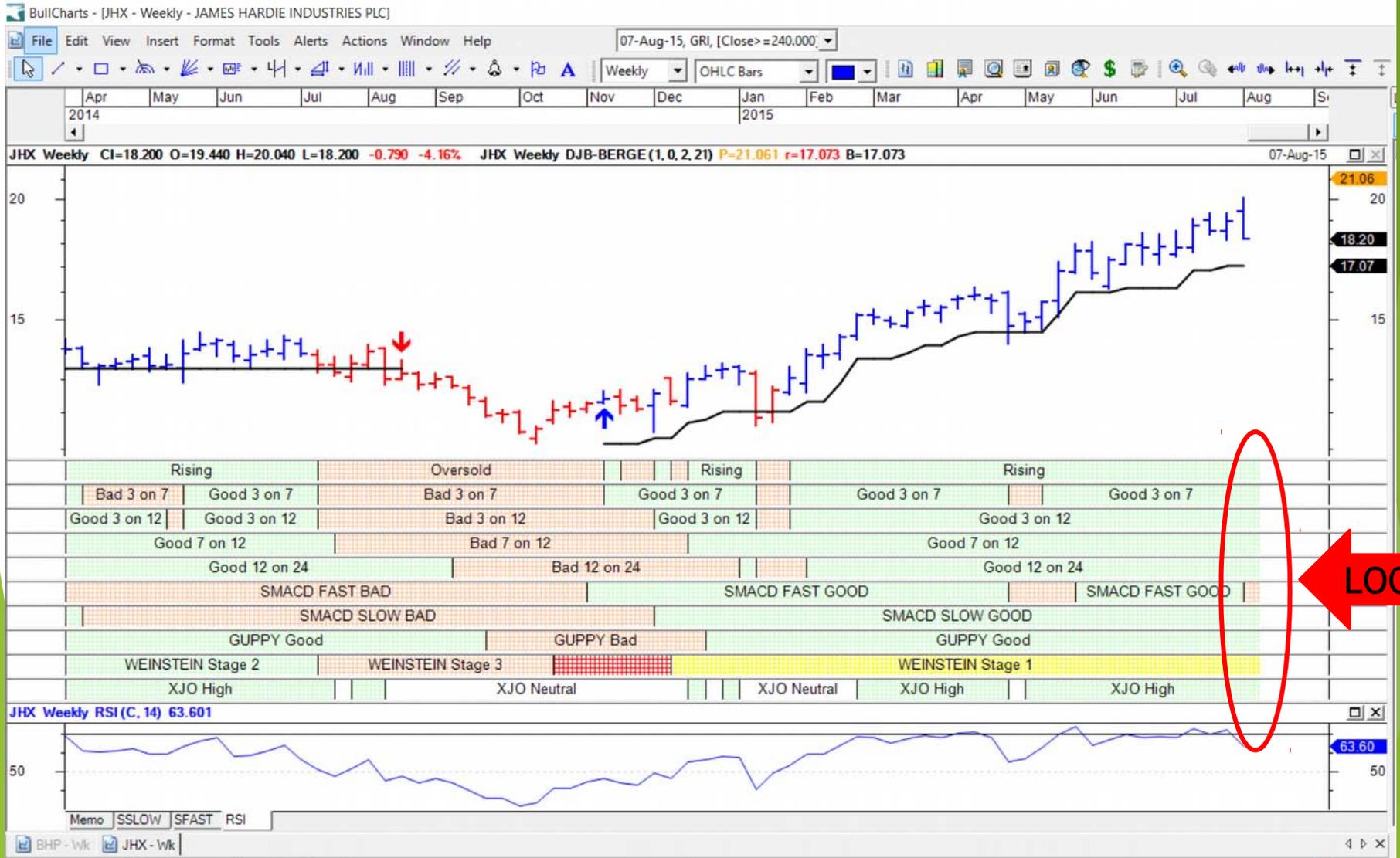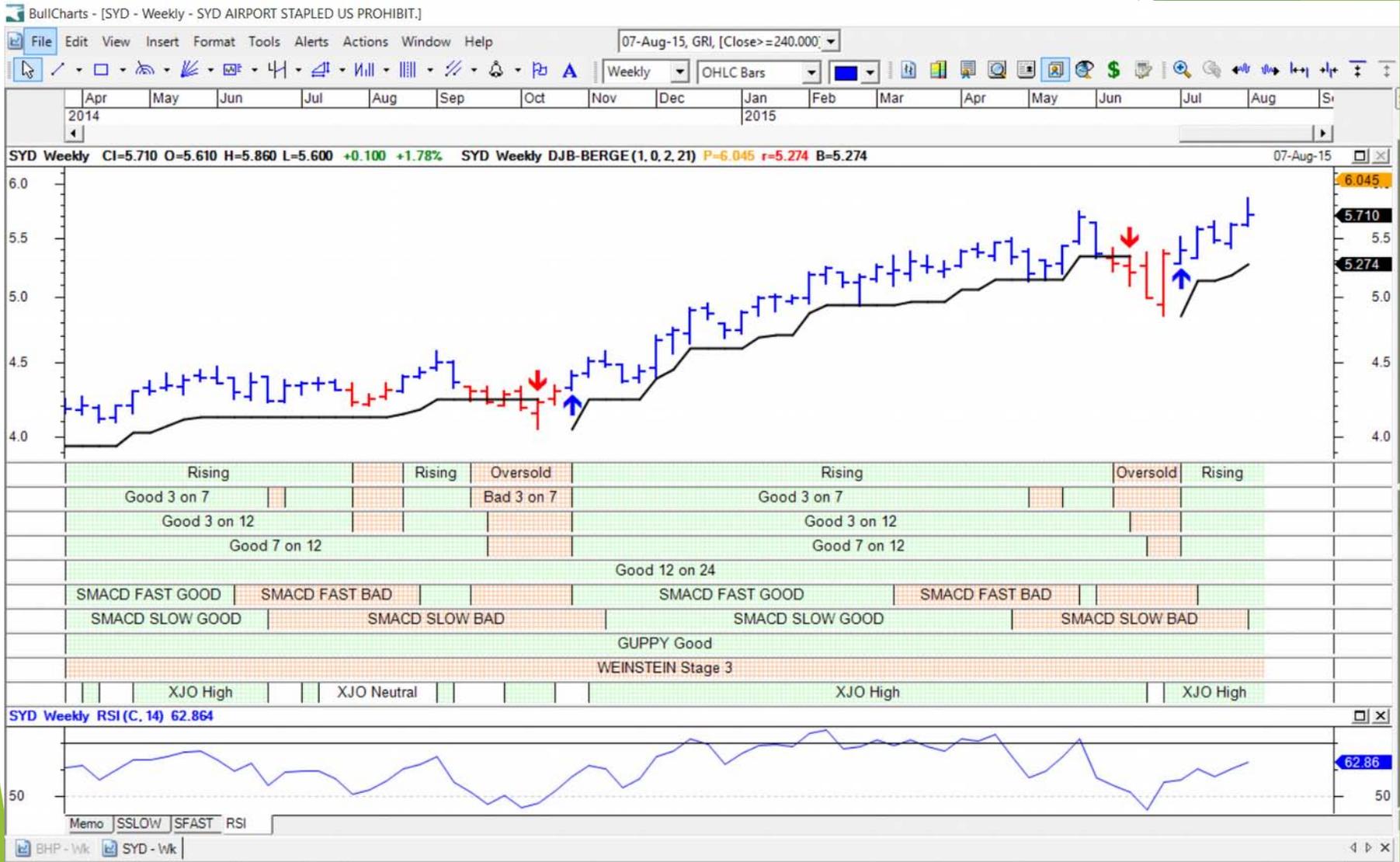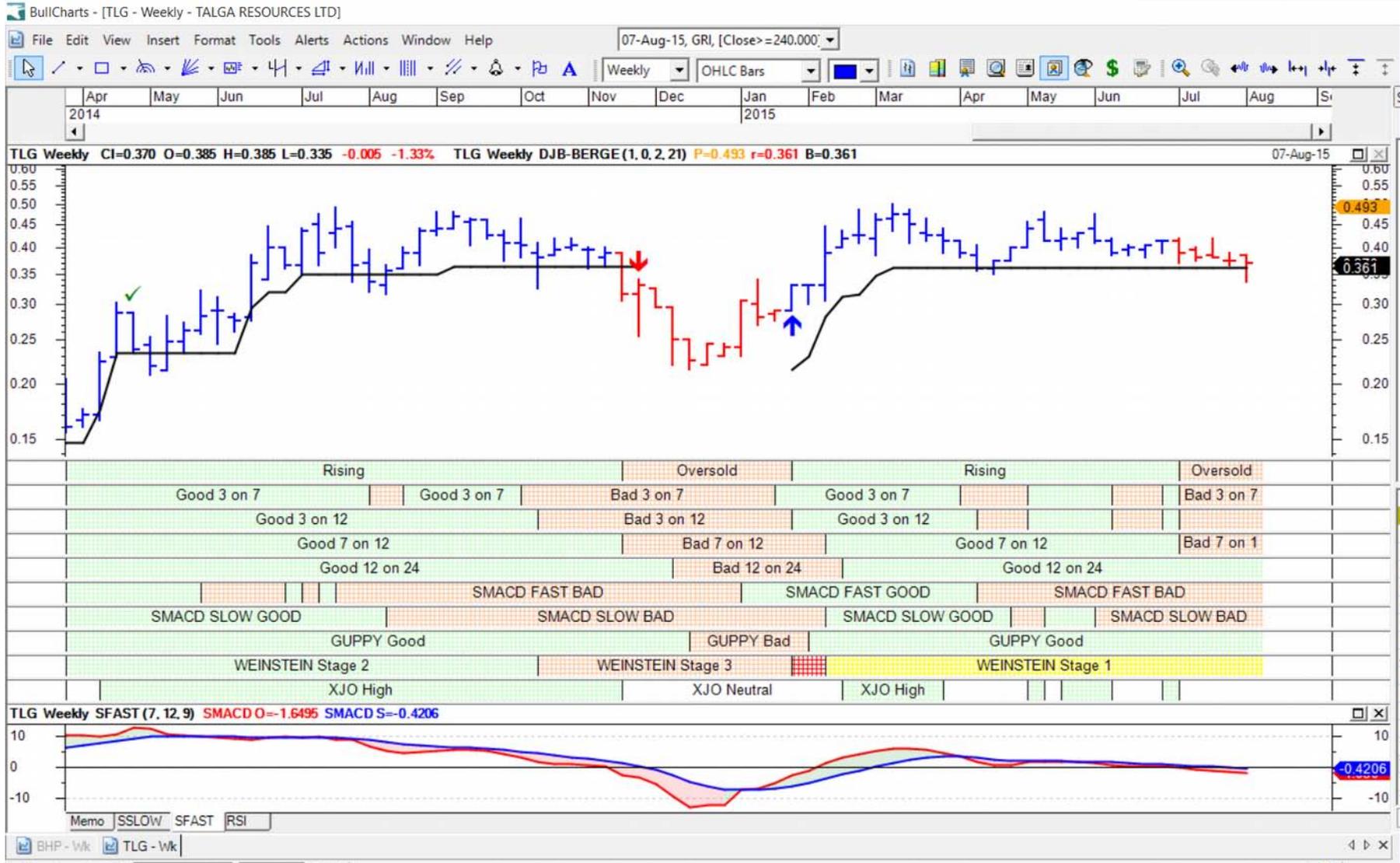
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OR THIS

Scan time - your call

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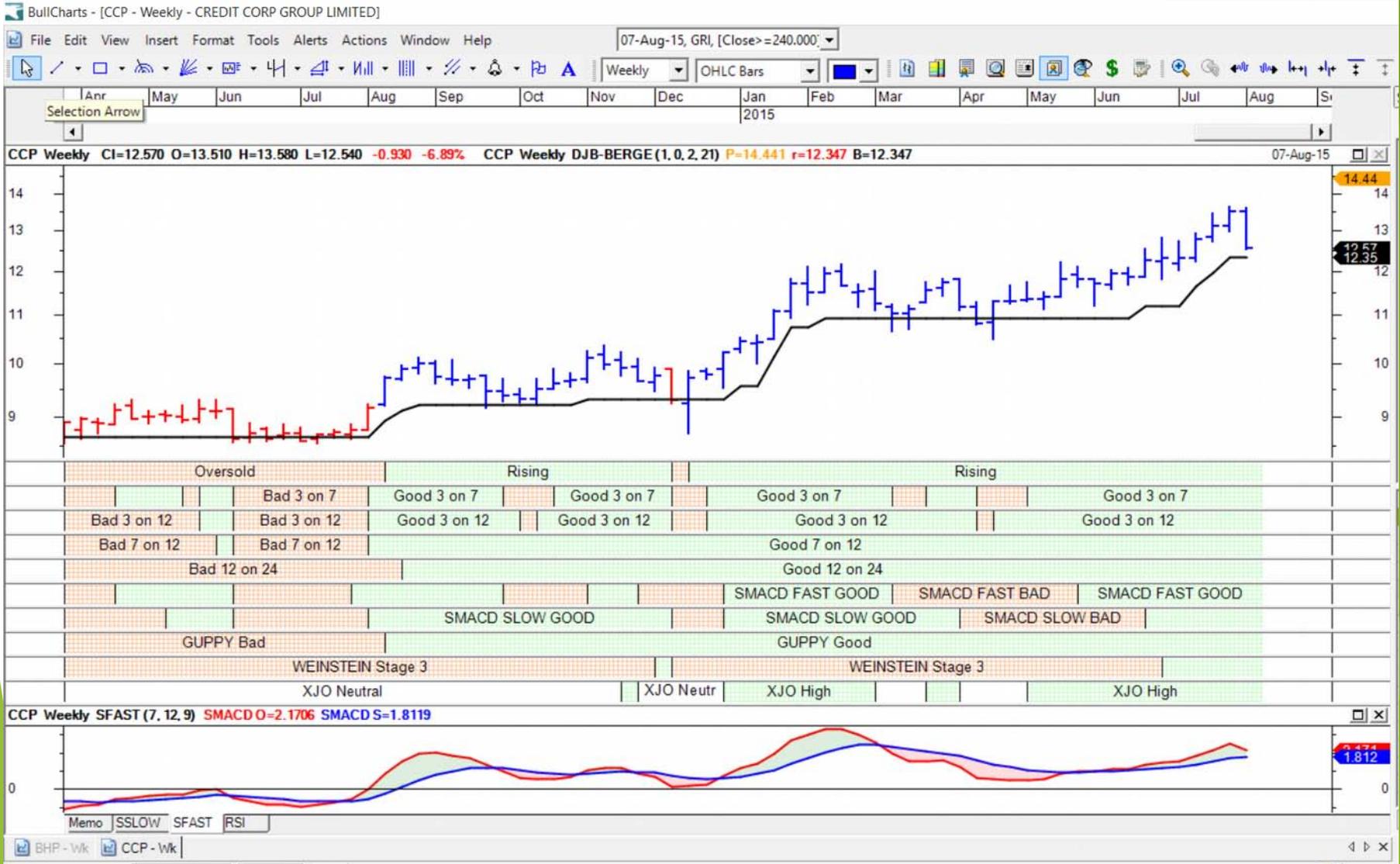
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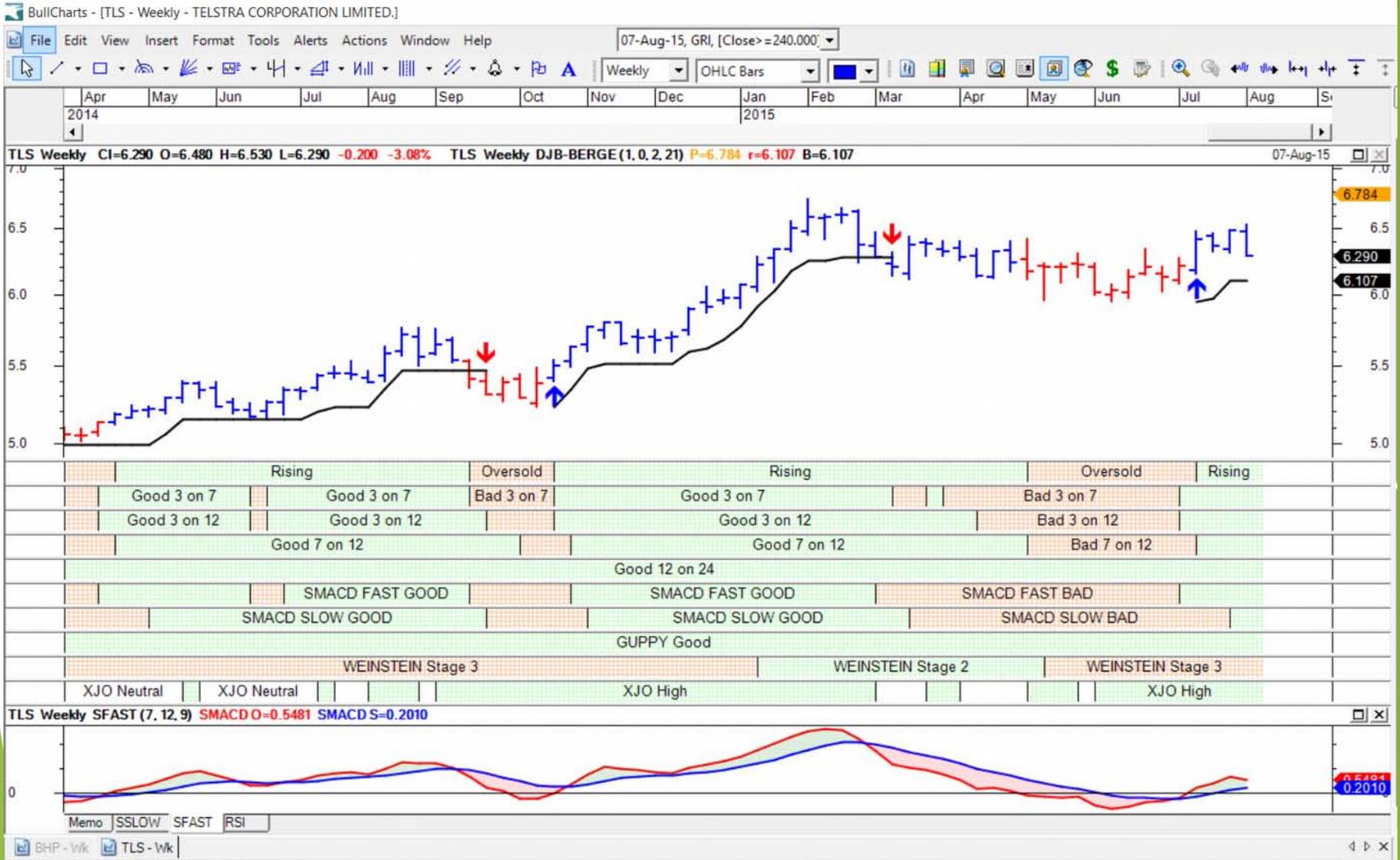
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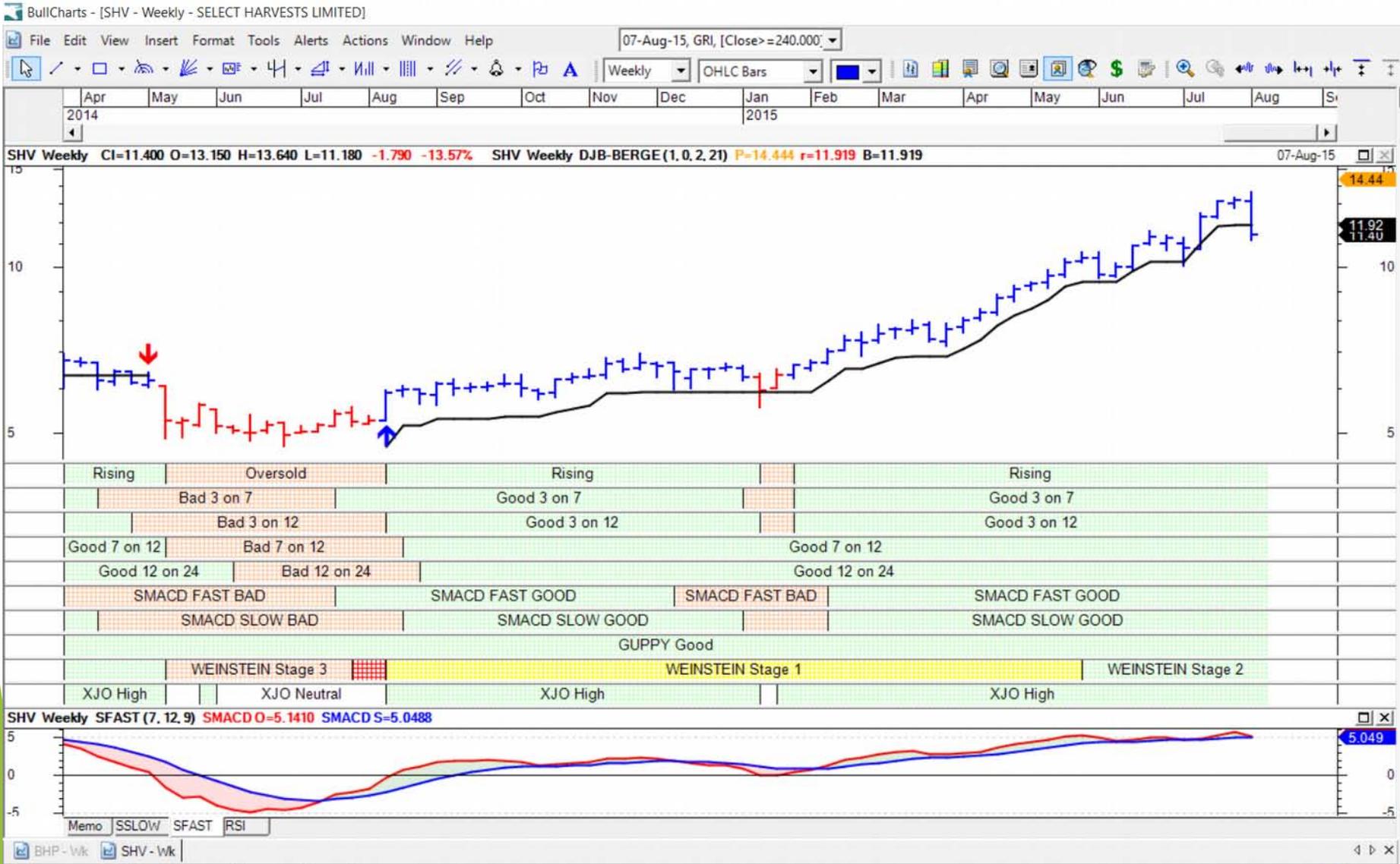
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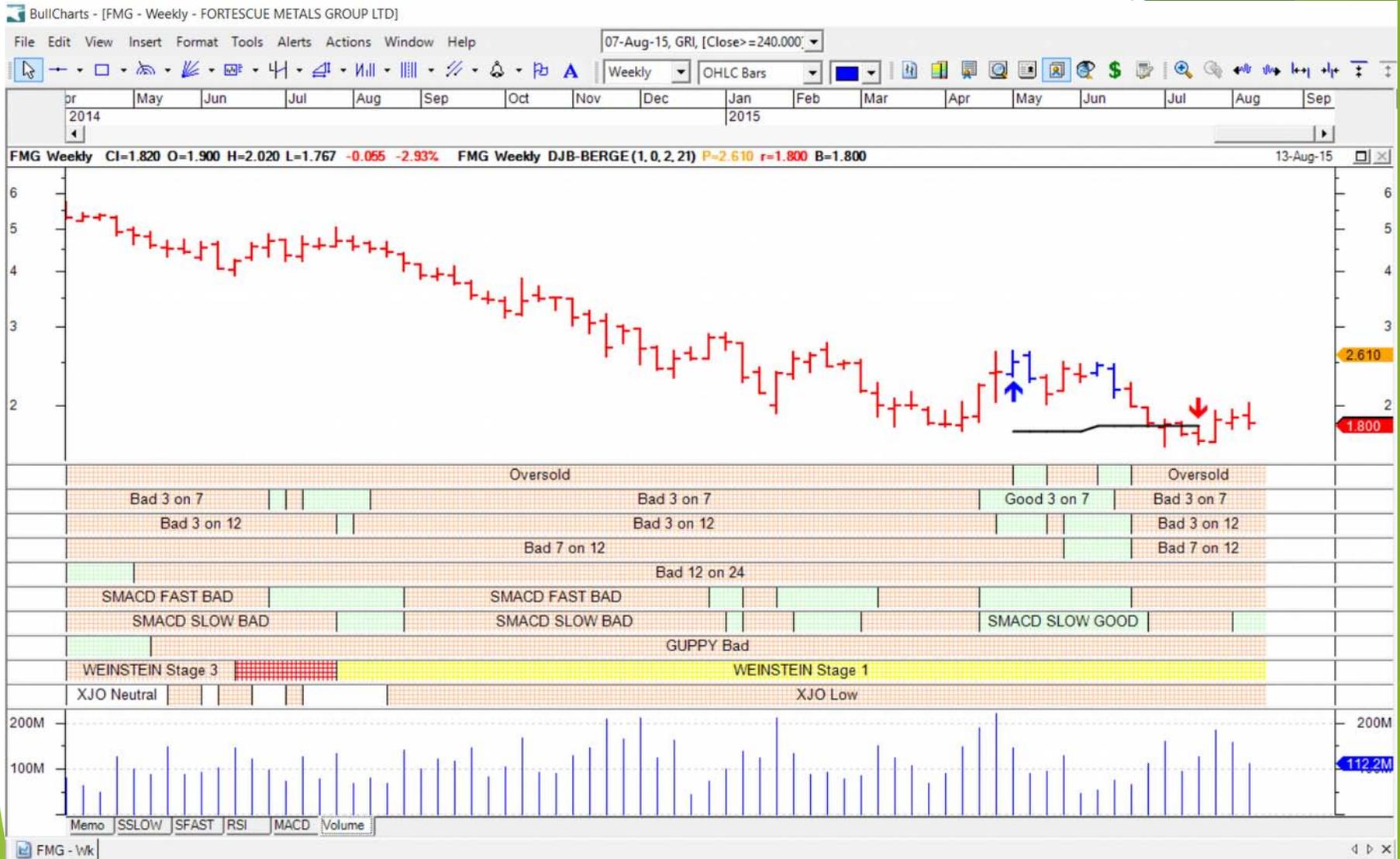
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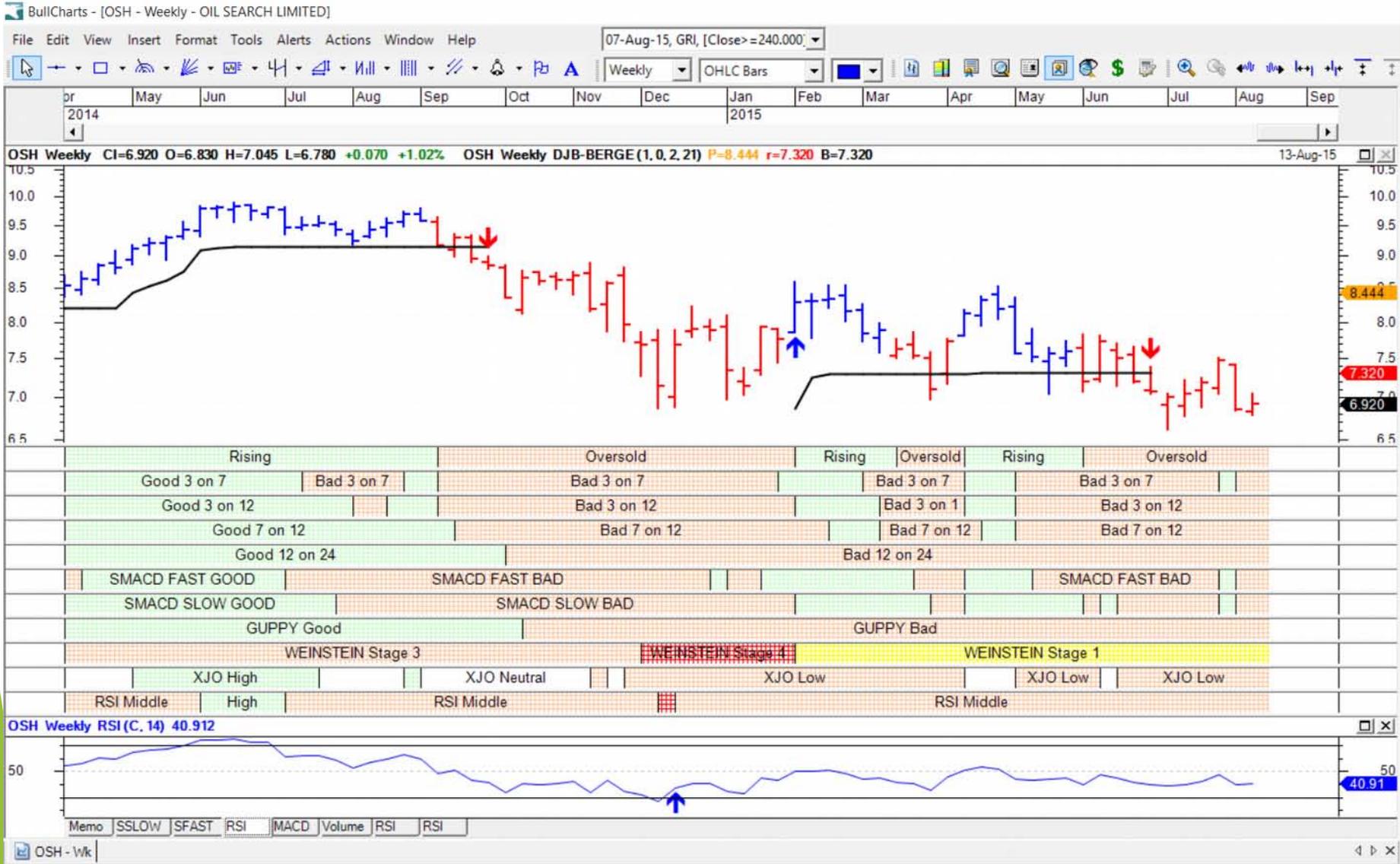
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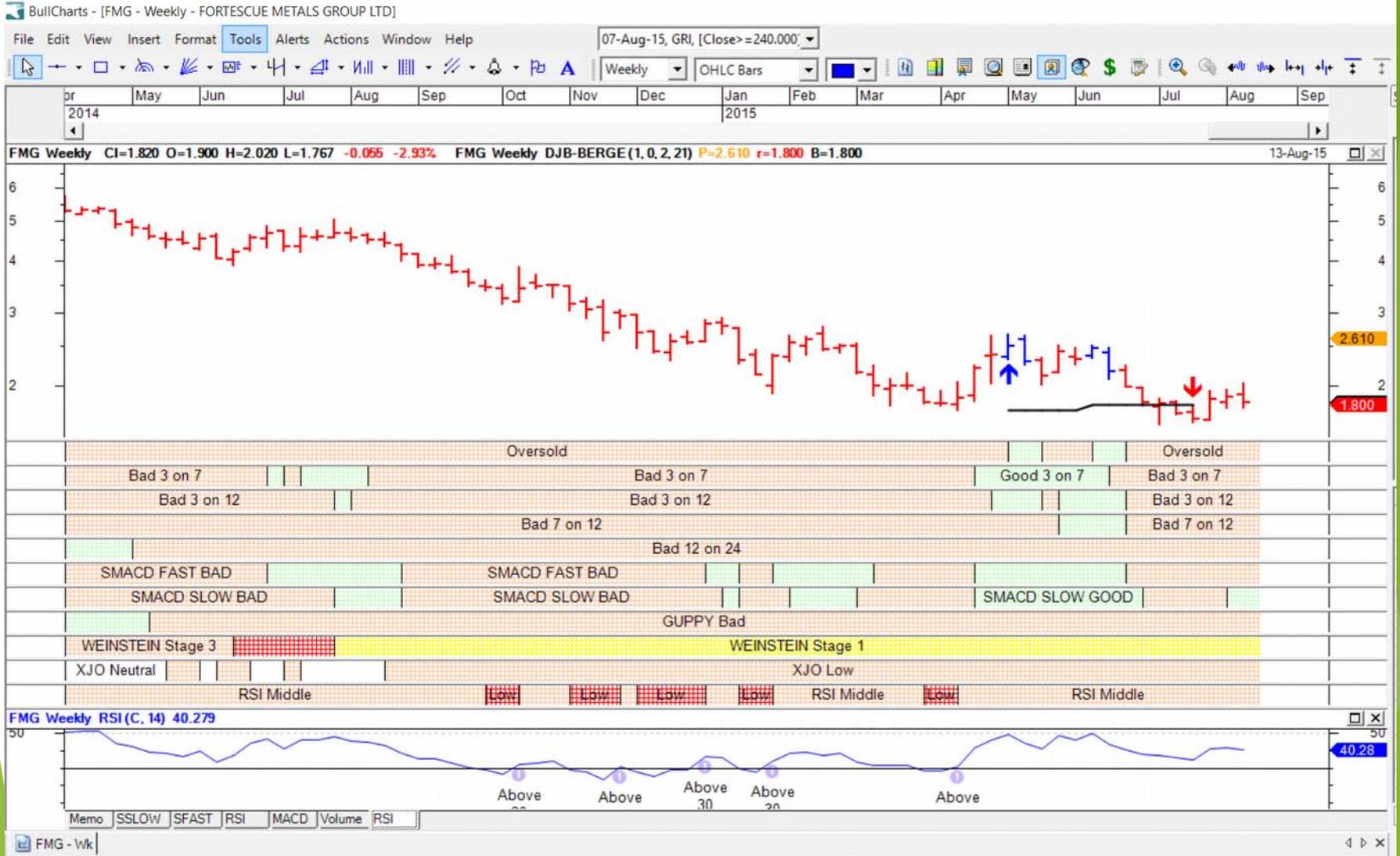
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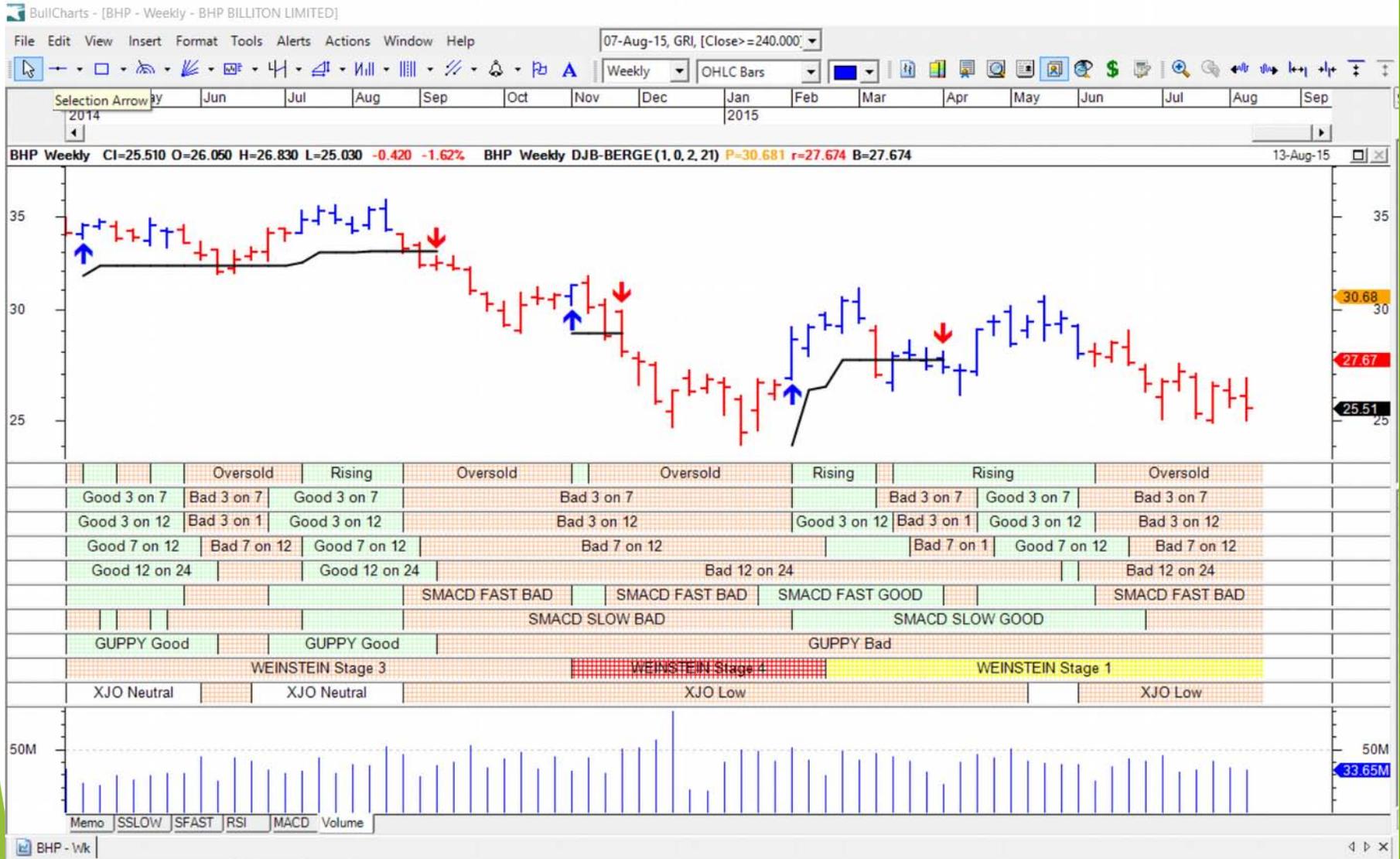
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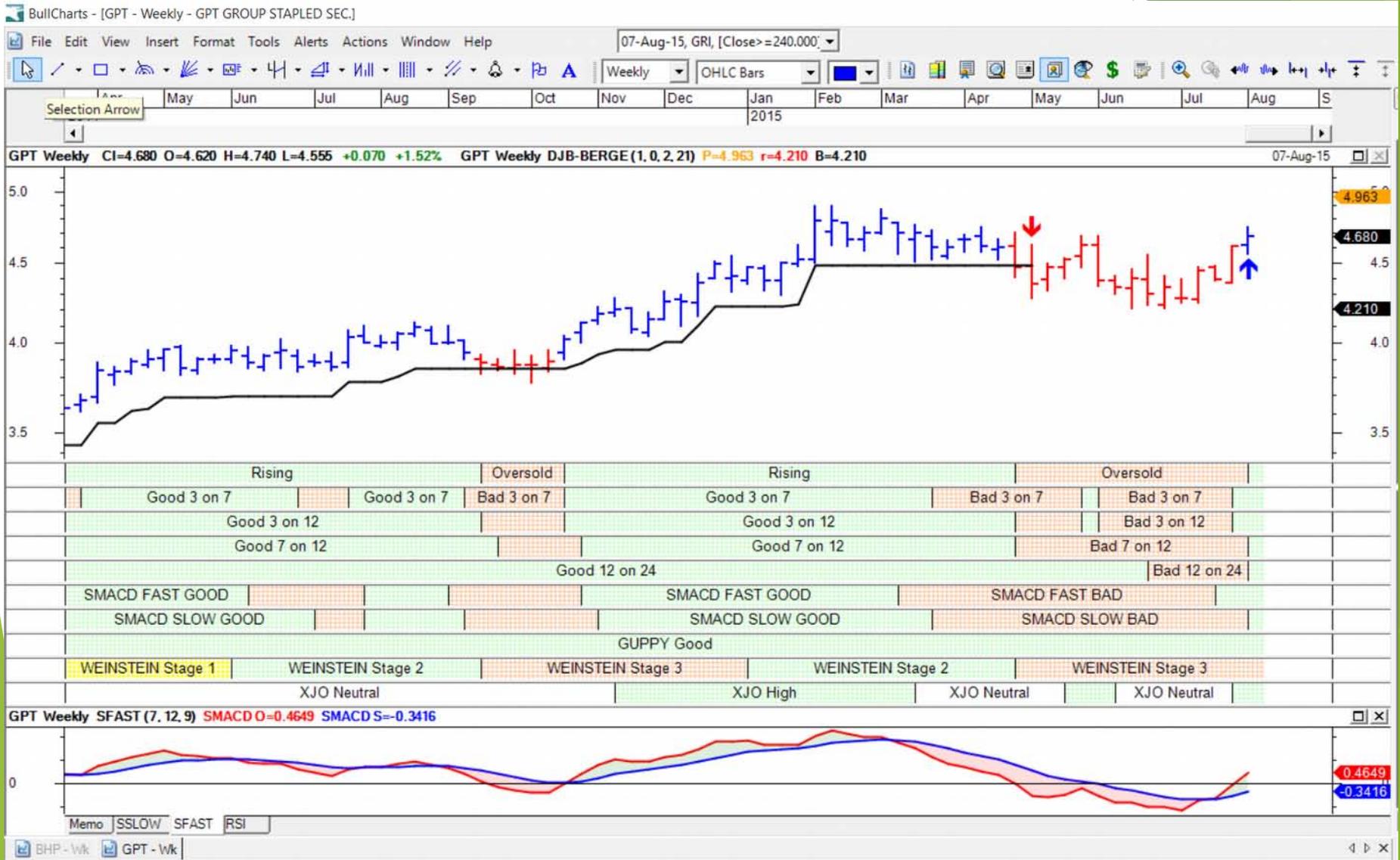
Sample Ribbon Bullscript

```
[NAME = EMA7on12; TARGET = RIBBON ];
value7on12 := (ma(C,7,E)>ma(C,12,E)) ;
[color = green; name = Good 7 on 12; fillstyle = small grid ];
value7on12 = TRUE;
[color = red; name = Bad 7 on 12; fillstyle = small grid];
value7on12 =FALSE;
```

Scan Time – My Current Trading Portfolio - Weekly
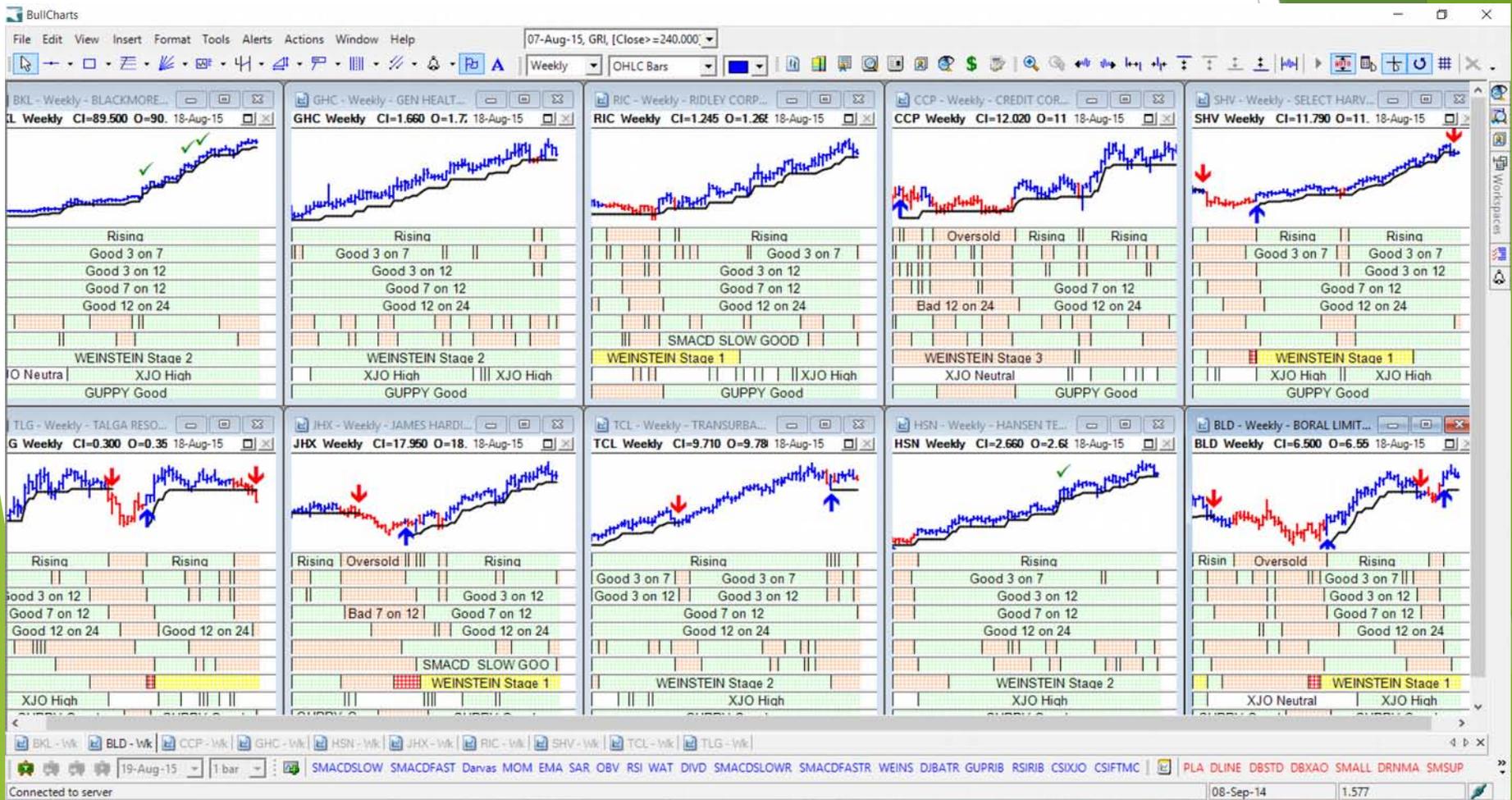
Scan time – My Current SMSF – Weekly
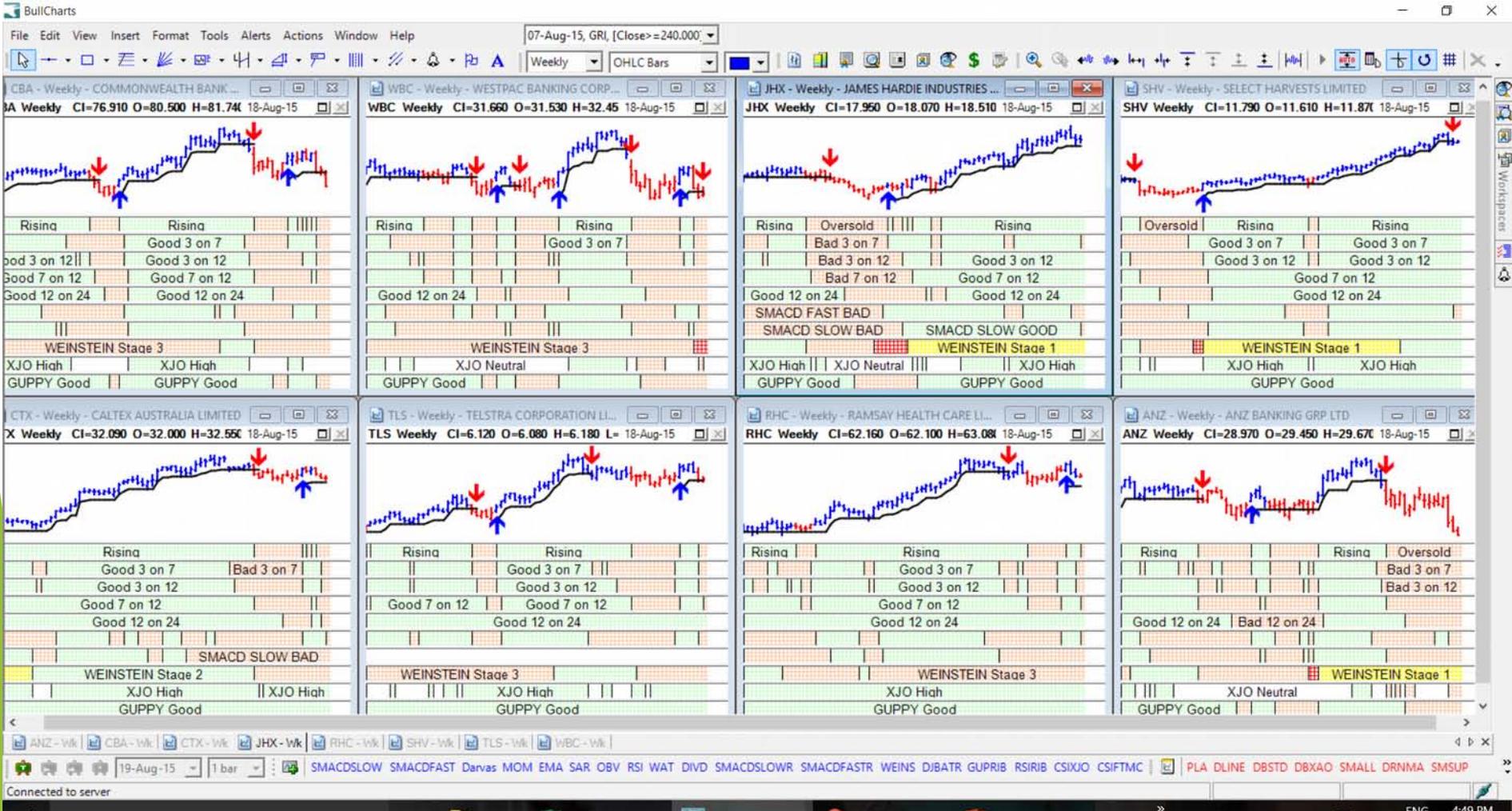
Scan time – My Current SMSF – Monthly

Confucius say

▶ **Data is not information**

▶ **Information is not knowledge**

▶ **Knowledge is not understanding**

▶ **Understanding is not wisdom**

▶ **Clifford Stoll**

Other Sayings

- Treat your password like your toothbrush. Don't let anybody else use it, and get a new one every six months

- Why is it drug addicts and computer aficionados are both called users?

- I've decided to sell my Hoover… well, it was just collecting dust

SMACD - Update

- In the beginning there was MACD

- Then there was SMACD

- Now we have son of SMACD – FAST SMACD

- SLOW or FAST – your choice

FAST OR SLOW SMACD
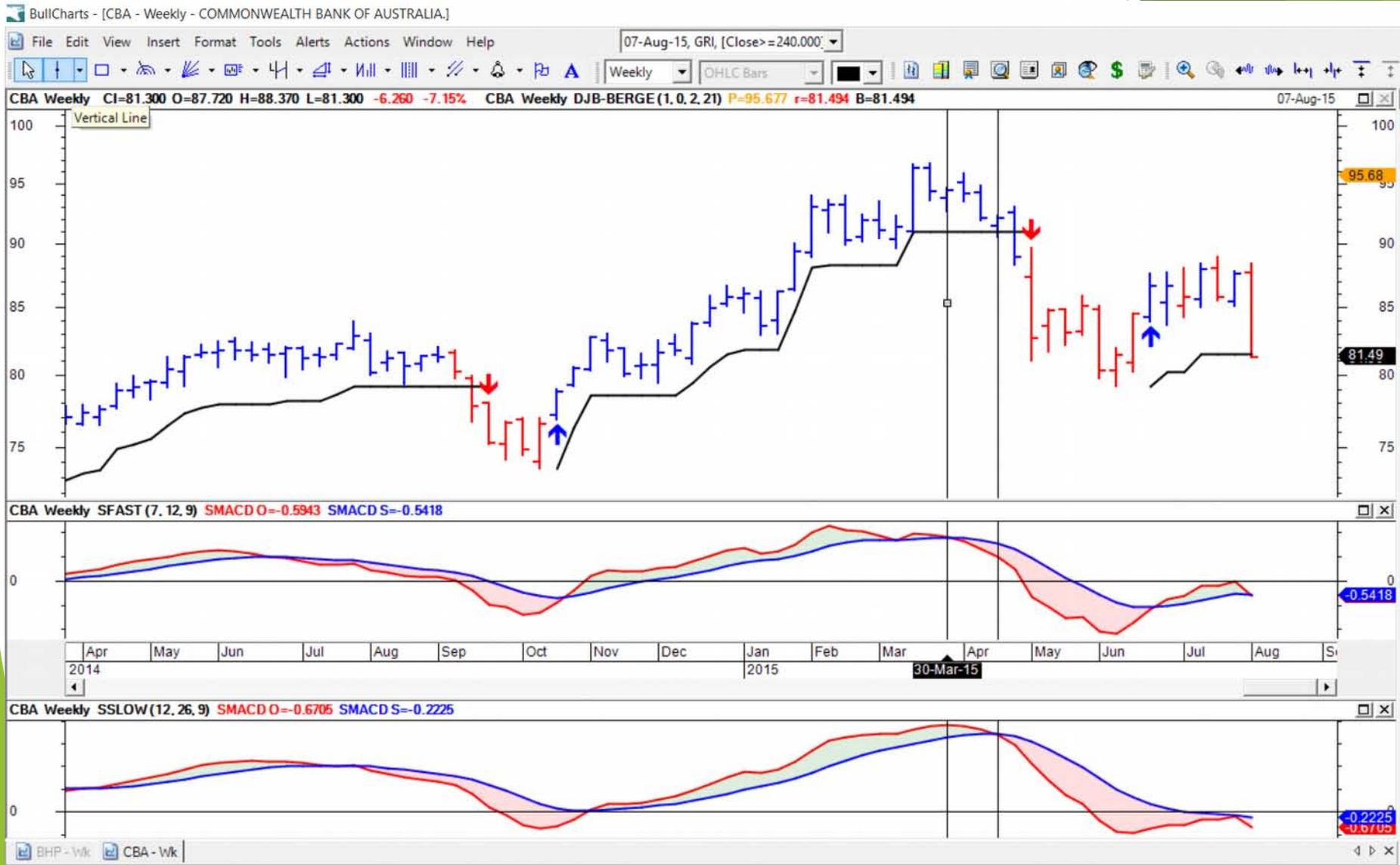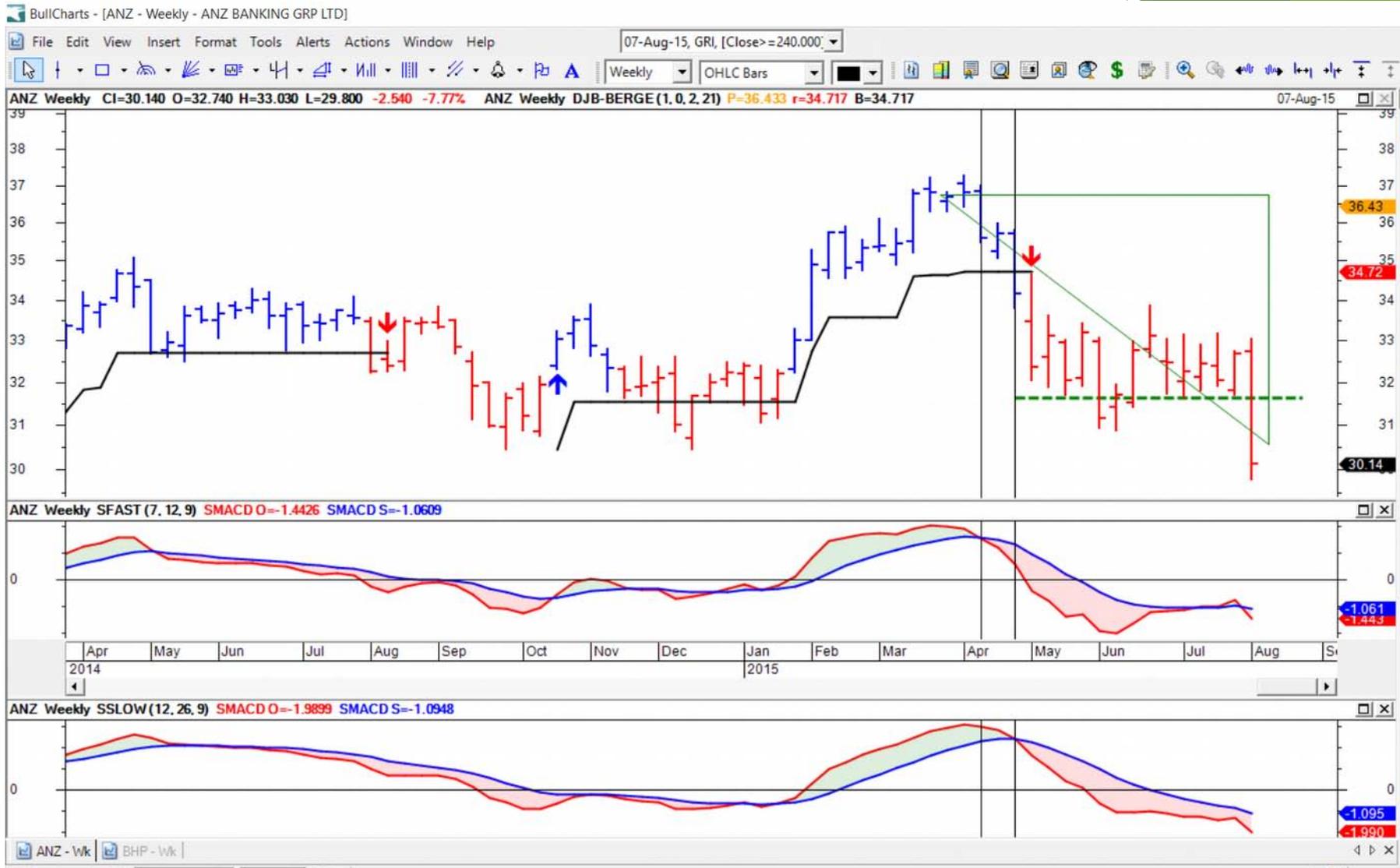
FAST OR SLOW SMACD
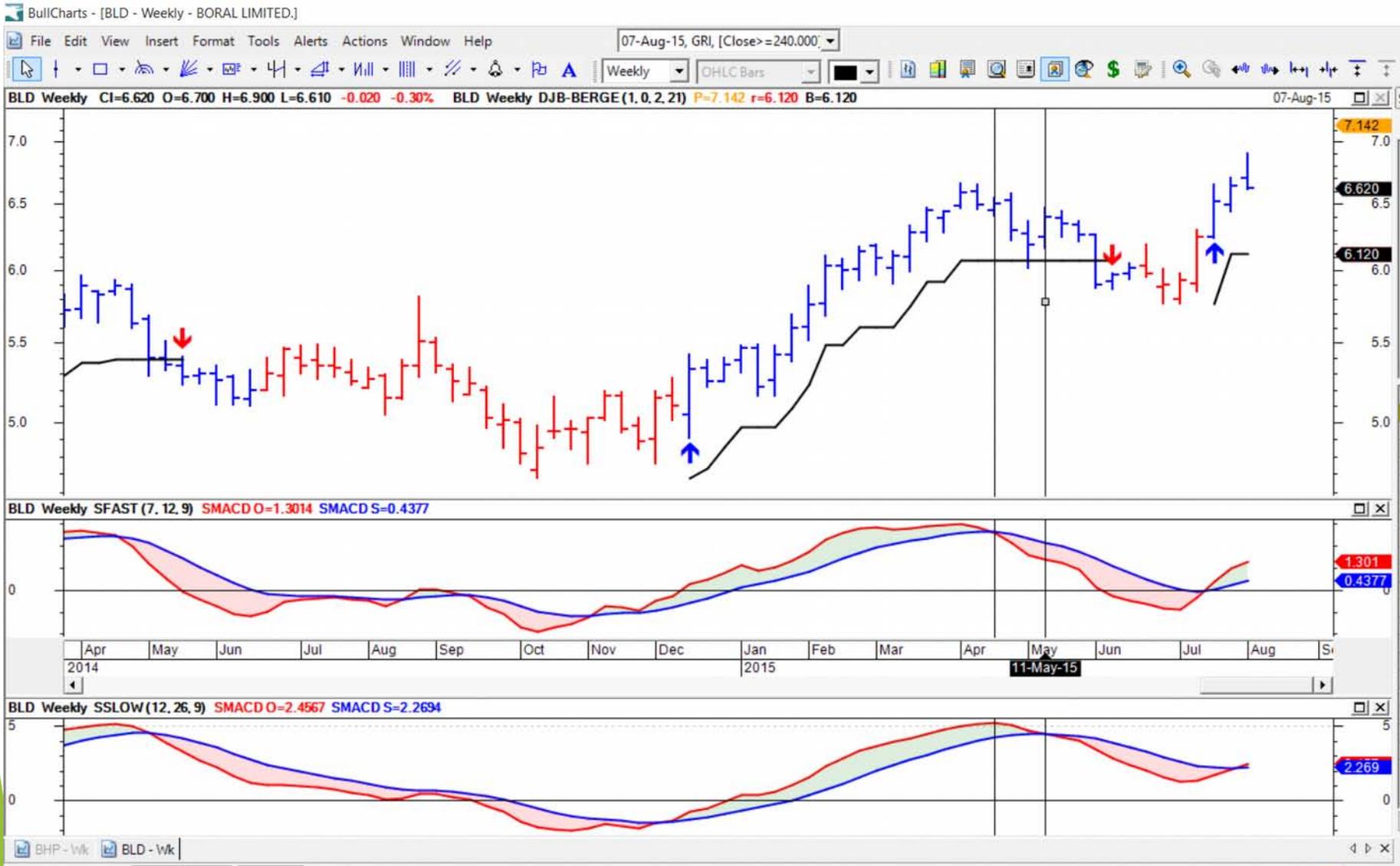
FAST OR SLOW SMACD

FAST OR SLOW SMACD

These Tools in FY 2015

▶ Active Portfolio – 1 July 2014 to 30 June 2015

▶ 43 completed trades (86 contracts)

▶ Average trade time 116 days

▶ Win 29 Loss 14

▶ Average Win +$2,874 Average Loss -$1,371

▶ Best +1,616% Worst -255%

▶ Initial value $220,749   Final Value $293,149

▶ Annual increment +32.8%

▶ SMSF Portfolio was +10.9% (20 year CAGR 14.5%)

Devil is in the detail

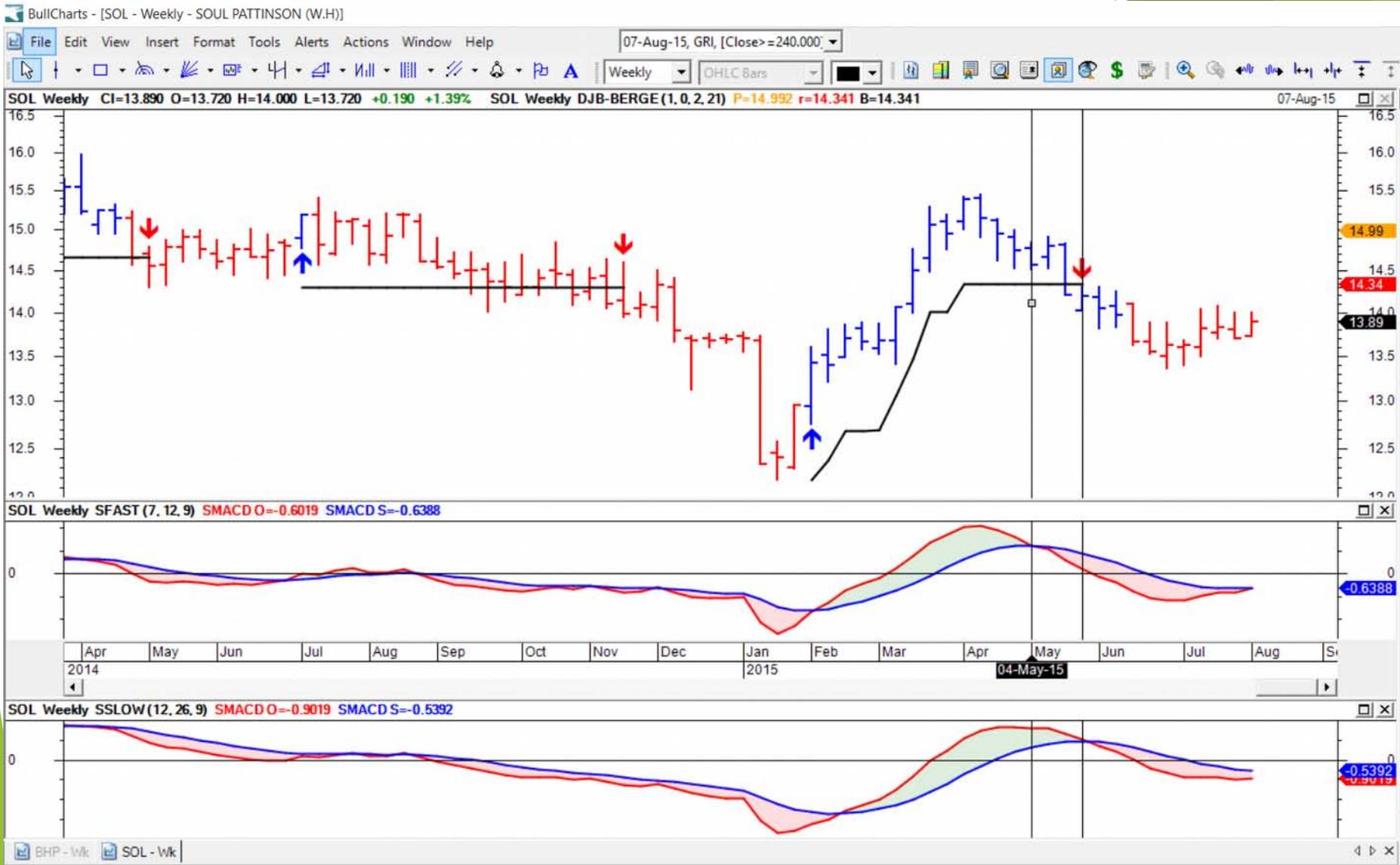| ASX	BUY DATE	NUM	BUY $	BUY COST	SELL DATE	NOW $	VALUE $	DAYS	RETURN $	FINAL %	% PA	DELTA %
MAD	18-Dec-14	40,000	$0.135	$5,420	23-Dec-14	$0.1595	$6,380.05	4	$960	17.71%	1616.42%	1266.5%
WSA	14-Apr-14	4,500	$2.55	$11,496	29-Sep-14	$4.31	$19,373.66	167	$8,135	70.76%	154.66%	160.5%
TAH	13-Mar-15	416	$3.700	$1,539.20	21-May-15	$4.6749	$1,944.74	68	$406	26.35%	141.42%	156.8%
CNU	03-Nov-14	10,000	$1.877	$18,771	20-Jan-15	$2.4174	$24,173.52	77	$5,403	28.78%	136.44%	154.8%
AAD	16-Sep-14	613	$2.410	$1,477	08-Dec-14	$2.9347	$1,798.95	82	$322	21.77%	96.90%	104.8%
AMM	06-Nov-14	6,000	$2.423	$14,540	05-Feb-15	$2.7650	$16,590.11	90	$2,050	14.10%	57.18%	34.7%
TAH	30-Oct-14	5,000	$4.02442	$20,122.11	21-May-15	$4.6749	$23,374.25	202	$6,109	30.36%	54.86%	48.7%
TGA	11-Nov-14	7,000	$2.71298	$18,991	21-Jan-15	$2.8369	$19,858.13	70	$1,367	7.20%	37.54%	50.4%
CBA	21-Jul-14	1,000	$81.41	$81,409	17-Mar-15	$93.3672	$93,367.20	238	$17,929	22.02%	33.77%	24.9%
SYD	10-Nov-14	5,000	$4.51496	$22,574.81	17-Jun-15	$5.2043	$26,021.34	218	$4,047	17.92%	30.01%	28.2%
GPT	09-Mar-15	1,263	$4.230	$5,342.49	19-May-15	$4.4651	$5,639.40	70	$297	5.56%	28.98%	54.0%
ABP	22-Apr-14	5,000	$2.402	$12,011.43	20-Apr-15	$2.8469	$14,234.33	362	$3,073	25.58%	25.80%	19.3%
CBA	01-Jan-98	252	$21.22	$5,348	17-Mar-15	$93.3671	$23,528.52	6283	$22,014	411.63%	23.91%	16.5%
AAD	05-May-14	5,000	$2.636	$13,180	08-Dec-14	$2.9347	$14,673.32	216	$1,803	13.68%	23.12%	26.9%
TFC	22-Apr-14	6,000	$1.673	$10,040	06-Oct-14	$1.83	$10,990.05	166	$950	9.46%	20.81%	28.3%
GPT	03-Nov-14	6,000	$4.135	$24,807.26	19-May-15	$4.4651	$26,790.49	196	$2,625	10.58%	19.71%	16.0%
ABP	23-Jul-14	2,500	$2.588	$6,469.95	20-Apr-15	$2.8469	$7,117.16	270	$860	13.30%	17.97%	11.8%
MFG	13-Jan-15	800	$17.255	$13,803.95	19-May-15	$17.7451	$14,196.05	125	$816	5.91%	17.26%	4.5%
APA	03-Feb-15	4,000	$8.259	$33,036.30	09-Jun-15	$8.7404	$34,961.50	125	$1,925	5.83%	17.02%	24.3%
HSN	17-Nov-14	7,000	$1.683	$11,780	28-Jan-15	$1.7372	$12,160.05	71	$380	3.23%	16.59%	3.0%
ABP	27-Mar-15	1,438	$2.820	$4,055.16	20-Apr-15	$2.8469	$4,093.79	23	$39	0.95%	15.12%	27.3%
CLH	08-Aug-14	2,676	$1.967	$5,265	08-Dec-14	$2.0025	$5,358.81	121	$204	3.87%	11.67%	16.9%
GMG	28-Jan-15	4,000	$6.127	$24,506.93	19-May-15	$6.2831	$25,132.32	110	$625	2.55%	8.47%	4.8%
ABP	17-Nov-14	4,000	$2.845	$11,379.95	20-Apr-15	$2.8469	$11,387.46	153	$348	3.05%	7.28%	-11.2%
APN	22-Apr-14	13,000	$0.702	$9,120	03-Nov-14	$0.7277	$9,460.39	194	$340	3.73%	7.02%	5.3%
LLC	13-Jan-15	700	$16.499	$11,548.95	27-May-15	$16.3520	$11,446.39	133	$86	0.75%	2.05%	-14.4%
SIP	17-Apr-14	25,000	$0.737	$18,429	13-Oct-14	$0.74	$18,542.08	178	$113	0.61%	1.26%	12.4%
LLC	06-Jan-15	1,400	$16.548	$23,167.45	27-May-15	$16.3520	$22,892.79	140	$103	0.45%	1.16%	-16.7%
COH	23-Feb-15	300	$91.310	$27,393.10	13-Apr-15	$90.0402	$27,012.05	48	$5	0.02%	0.13%	-12.4%
IIN	18-Aug-14	3,600	$7.989	$28,760	13-Jan-15	$7.6989	$27,715.93	147	-$375	-1.30%	-3.24%	5.0%
CSR	17-Apr-14	3,580	$3.705	$13,264	15-Sep-14	$3.51	$12,571.65	150	-$513	-3.87%	-9.42%	-10.3%
GUD	18-Jul-14	1,955	$7.030	$13,744	06-Oct-14	$6.58	$12,873.05	79	-$368	-2.68%	-12.38%	8.7%
SPK	22-Jan-15	8,000	$3.083	$24,667	19-Mar-15	$2.9967	$23,973.60	55	-$693.50	-2.81%	-18.66%	-78.2%
ORA	12-Jan-15	7,000	$2.053	$14,370	23-Feb-15	$2.0072	$14,050.05	41	-$319.90	-2.23%	-19.82%	-93.9%
GEM	21-Aug-14	3,600	$5.286	$19,029	13-Oct-14	$4.98	$17,944.05	52	-$828	-4.35%	-30.53%	32.9%
ALU	03-Nov-14	5,000	$3.076	$15,380	13-Jan-15	$2.7960	$13,980.05	70	-$1,400	-9.10%	-47.46%	-37.5%
SOL	13-Apr-15	3,000	$15.227	$45,680.19	25-May-15	$14.0046	$42,013.73	41	-$3,066	-6.71%	-59.76%	-22.6%
LNG	30-Jul-14	3,000	$3.807	$11,420	13-Oct-14	$3.04	$9,130.05	74	-$2,290	-20.05%	-98.90%	-57.9%
NEA	05-Nov-14	10,000	$0.73200	$7,320	16-Jan-15	$0.5685	$5,685.30	71	-$1,635	-22.33%	-114.80%	-93.0%
SIR	18-Jul-14	2,600	$4.02152	$10,456	29-Sep-14	$3.09	$8,040.05	72	-$2,416	-23.11%	-117.13%	-92.6%
HFR	04-Aug-14	10,000	$0.762	$7,625	22-Sep-14	$0.603	$6,030.05	48	-$1,595	-20.92%	-159.06%	-146.9%
LNR	28-Jul-14	10,000	$0.572	$5,720	15-Sep-14	$0.43	$4,330.05	48	-$1,390	-24.30%	-184.77%	-173.0%
APN	05-Jan-15	30,000	$0.846	$25,380	19-Jan-15	$0.7692	$23,074.59	13	-$2,305	-9.08%	-255.03%	-293.8%

Summary

K I S S

THE RIBBON IS YOUR FRIEND