

# NINE BUYING TESTS:

BUYING TESTS (Applied to an average or a stock after a decline):

INDICATION:	DETERMINED FROM:
1.) Downside objective accomplished	Figure Chart
2.) Activity Bullish (volume increases on rallies and decreases on reactions)	Vertical Chart
3.) Preliminary Support & Selling Climax	Vertical and Figure Chart
4.) Average or stock stronger than market (i.e. more responsive on rallies and more resistant to reactions)	Vertical Chart
5.) Downward Stride Broken (i.e. Supply line penetrated)	Vertical or Figure Chart
6.) Higher supports (daily lows)	Vertical or Figure Chart
7.) Higher Tops (daily high prices rising)	Vertical or Figure Chart
8.) Base forming (horizontal price line)	Figure Chart
9.) Estimated profit is at least three times the indicated risk (Vertical Chart for stop order placement)	Figure Chart for profit objective