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**FINBRIDGE
2022**

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**Crystal
Gazing!**



2023
HAPPY NEW YEAR

NEOWIRE

Cutting Edge Stock Market Analysis

DEC 2022

Volume 12

Founder's Message

HAPPY NEW YEAR

Like every year, we all feel the one that just ended went by in a blur! Actually, it did! The Earth spun faster in 2022 and this led to June 29th being the shortest day ever (being 1.59 millisecond less than the average 24 hour day).

But the real reason why we do feel that way is because we are getting older every day. It has been postulated that over time, the rate at which we process visual information slows down, and this is what makes time "speed up" as we grow older. This is because objectively measurable "clock time" and purely subjective "mind time" are not the same. We become desensitized to our experience, which means that we process less information, and time seems to speed up. When we are young our brain is laying down memories at a fast rate, as we age we experience new situations less frequently, so the process of forming memories changes as we age.

I am sure all of us would like life to slow down a little. But that's not going to happen by itself. One of the biggest impediments to this is the Mobile phone. We are all so caught up in the information deluge (useful or garbage) that comes out thru the cell phone that most of us are not even available in the present! Put away the phone and suddenly you will have so much more time! Just give that a shot this year.

The same is happening with markets too. There is too much information and technology has speeded up the action tremendously that no has time to even catch his breath! Money making has become some kind of a race and machine trading is taking it down to minutes and seconds!

It is time to pay attention to what you are



doing, be present in the present, accept your limitations and practice some silence. For all this, activity has to decrease. We should use positive technology to counter the ill effects of other technology. In NeoTrader, my attempt has been to create something to reduce people's frantic activity, many a time misdirected or not directed at all. When information comes in a more packaged form and in a ready to use way, then automatically, the actions can be smoother and less frenetic. NeoTrader is our humble contribution to create more time for ourselves so that we can devote the extra time to what we enjoy the most- family, friends, children, movies, sports.....fun!

We participated in the FinBridge convention at Mumbai in December. We carry a report on it in this issue. It was a great event and our stall was a standout success! Many new ideas, many new vistas are opening up.

The future looks exciting!

Welcome 2023 and lets all look forward to an exciting and profitable year ahead, at a pace where we live it and enjoy it to the max!

FINBRIDGE 2022



We participated in the FinBridge convention held at Mumbai on Dec 17/18th with Dr C K Narayan addressing the gathering as well having a stall at the Expo.

The event was a great success as we saw a few thousand attendees turn up at the Expo and the crowd was consisting of retail investors, brokerage houses, family office managers, proprietary traders etc. etc. It was evident that this year's spotlight was clearly on technology enablement of the markets. Be it exhibitors or the visitors to the Expo, there was a huge amount of interest in all things technological.

One was impressed with the number of service providers that have emerged in the space. This clearly reveals how technological advances have pervaded the markets- once the playground of the most conservative and secretive players- a cabal as it were!

Equally impressive was the extent of awareness among the general public about algos, machine learning, application softwares, automation of trading and portfolio construction etc.

It was also very heartening to see a significant number of trainers being present at the Expo and this clearly indicates that the trading public now considers education as an important aspect of the right approach to markets.

A trader or investor who takes time off to gather skills and utilises the right set of tools to fine tune his or her execution will certainly be at an advantage as matters become even more pronounced in the influence of technology over markets.

Our Neotrader pavilion was adjudged by many as being the best designed, best presented stall of them all! We are proud of our Team who turned out in full strength across both the days to cater to the enquiries of over 2500 visitors to the stall! Not only did we have a full fledged demo of the software at the stall, we even had some small bit of training going on all through the two days where people were able to reap great value at no cost. Kudos to Raja, Aditya and Shabbir who worked tirelessly in handling those sessions and answering the questions of the milling crowd! Our lady brigade of Sowmya, Ruchi, Priya, Dhanashree, Selvi, Vaidehi, Shweta along with Yadnesh were kept completely busy, providing information to the non stop flow of visitors to the stall. Dr Narayan addressed the audience at the education sessions, speaking about how and why technology needs to be harnessed if we have to make progress in the market in the future.

All in all, it was a great outing for us, where we met countless other players who are into various aspects of the business called Stock Market and it is going to be an exciting time ahead as we seek to establish relationships with many of them to further the scope of

our Neotrader product and enhance its capabilities and reach.

We have captured the excitement and activity of the event on video as well as the talk by Dr Narayan at the convention.

Here is the link to the video of the Expo:

<https://www.youtube.com/watch?v=E7SQ6pKFtQU>

Training

 NeoTrader

 CK NARAYAN

STOCK MARKET TRADING **MASTERCCLASS**

Learn how to trade in Equity | Futures | Options



neotrader.in

Stock Market Trading Masterclass is a unique workshop designed to help you bridge the information and execution gap that prevents us from accessing abundant wealth. The strong combination of technology and technical analysis makes it the most sought after course in the market today. Combining years of market experience veteran trainer Raja Venkatraman shares his expertise gathered from our founder Dr C K Narayan in a simple manner in this multiday workshop.

The objective of the course is to help you develop confidence to read any market condition. With the market dynamics continuously influencing the sentiment we need to position ourselves in a much better way. Hence

this course is spread over 30 Days to give you a detailed overview of Technical Analysis concepts and Options. This course also shares with you in LIVE MARKET on how to trade so that you get more confidence.

This workshop has the best of Technical Analysis as well as options to help you get started on a profitable trading journey. With a dedicated team that is supporting your vision you can be rest assured that your future is in the best hands.

You will learn everything related to market reading as well as trading.

To know more about this workshop you could reach our counsellors at

Phone : 87798 00688

Crystal Gazing!

LOOKING AHEAD TO 2023

So, we rang the curtain down on the trading for the year 2022 on Friday. For the record we had a gain of @ 5% for the Nifty, which seems rather paltry, considering that for the past three years we have seen returns of 12%, 14.9% and 24.1%. Our most recent memories are the freshest in our minds and hence, by comparison, we will think 2022 to be a poor year. But if one looks at the trough to peak move in 2022, one would find that it is actually around 24%- so not bad, if you managed to catch this move. Since the entire move occurred in the second half of the year, many people were indeed able to take advantage of the move. In fact, that last decade of the market has been a pretty good outing for investors as we had just one losing year (2015)! Statistics also show that after a banner year the following one is always a limited gains year. 2012 saw 27.7% gain to be followed by 2013 with only 6.8% gain. In 2014 we saw a super 31.4% gain. This was followed by two low gain years. Perhaps owing to 2015 being a negative year (-4.1%), the 2016 also took its time with a small change (+3.0%). It was back to the pattern with 2017 (28.6%) followed by a small 3.2% gain for 2018. The subsequent three years were a great time for the market as mentioned earlier so the small gain for 2022 is not outside of the ongoing pattern. So, if the pattern has to persist, then we should be looking at a decent gain in 2023! Happy new year!

Now, after that wee bit of forward gazing based on yearly patterns, lets look at more recent action in the market. I have been writing now for the past few weeks that it is time to be on the guard because pattern changes are visible and ever since the Nifty topped on Dec 1 (expected was Dec 5), the prices have been drifting down slowly. In the last week we spoke about an oversold rally that may carry the Nifty back to 18300 area and do so by Jan 5. This feat was accomplished on Friday itself. Even the Bank Nifty managed to rally back smartly towards its target zone at 43500. Those that were ready for a rally would have benefited from the clean rally that we got. See chart 1.



We have some time element left on this rally and possibly, we may see some consolidations or sector rotations with indices remaining within a range. The selloff on Friday could continue and create a pullback early next week but with quick liquidation of positions happening, moves are failing to sustain.

The Banking pack continues to outperform the Nifty during the current rally. During the week ended, the Bank nifty managed a 3.15% gain compared t around 1.68% for the Nifty. Overall, the Bank Nifty has managed to retrace around 70% of the fall from the all-time high while the Nifty has managed only 40% so far. Considering that the banking pack carries a high weight in the Nifty, one can well imagine how much contributions came in from other sectors! Moving forward too, the key is still with the banking and financial pack in seeing that the Nifty remains afloat.

But returning to the larger picture, we gather from Chart 2 (daily Nifty) as to why 2022 was a difficult year for most players and rather severe on the portfolios.



It has been one of the most volatile of years, with sharp turnarounds from swings to highs and lows within the year. Notice that there hasn't really been any areas of consolidation after a move has occurred. Each of these swings has an A or V shaped turnaround. Such moves are the toughest ones to trade. Also note overall that the market didn't really go anywhere- a regression line for the year is a gently up sloped one, placed around 17400 levels at the end. No wonder money making was tough in 2022.

Looking further forward into 2023, let me do some crystal ball gazing. In the projection for 2022 made last year January, I had stated that the high for the year would be made in late November. The Nifty high was made on Dec 1st and since then there has been a slight slide. My take is that this slide should continue, in fits and jerks, till around March or extend to even the first week of April 2023. The projected low for the year, therefore, is in the last week of March to first week of April. Following this, the market should get into some consolidation for the next couple of months and possibly put in some higher bottoms, preparatory to an advance. Just as in 2022, the second half of 2023 promises to be a bullish period and, in all probability, should carry a lot more thrust compared to

what we saw in 2022. Thus, I expect 2023 will finish far better than the highs made in the first 5 months of the year. However, it is also to be noted that the first half of the year may be somewhat trying owing to volatility and perhaps adverse news flows, keeping the confidence low. The upshot here is, expect some down bias with volatility in the first half. When you speak of it, seems like it can be handled, but when you are in the middle of it, life becomes tough. So, unless you plan for it in advance, handling it may not be easy.

Using the 50% rule of Gann, we can expect 17000 level to be the lowest Nifty level for 2023 (to be recorded by March-April) and there could be some oscillations in the 17000-17400 zone to build a base for a move higher. The confirmation of this would be when prices move past 17600 after having hit the low earlier. That would be the big buy signal for the next year and I expect this should come around June-July. The upmove can take the Nifty to a target around 19500/20200 by December. If the pace is rapid, then it is possible that we may surge to a high by September and then see the market drift for the balance months. This also means that in case the Nifty goes below 17000, the bullish expectations should be put on hold until new evidence for it emerges. If lower targets are to be updated, I shall do so if this situation comes to pass. Situation in Bank Nifty may be similar and the level around 38500-39300 looks to be the low areas that may be reached. One caveat to carry here is a break of this support may be of worry and hence this support zone needs to be watched. On the higher side 47500 or even 51000 looks possible to achieve. As in Nifty, low first and highs towards end of the year.

2023 ought to see a return to action by Mid and Smallcap space. The wall of retail money had kept the market well defended over the last year and more and in the coming year, we ought to see a very good gain from this space. It would not surprise me to see peak returns (intra-year) of as much as 40% and the year may finish with around 25% plus gains for the good stocks from these two areas. This doesn't mean that it will be a broad-based rise all around but that good stocks will see substantial moves. Therefore, it is going to be a good time to for retail investors to build some wealth.

Forewarned is always forearmed, goes the cliché. The idea of making forecasts is to have a plan of action ready. The future will unfold the way it is going to. But certain setups can clue us in about how it may unfold. Since we shall be analysing the markets every week into the future, we will always have a chance to put checks and balances along the way to see if our expectations of how 2023 shall unfold is working out or not.

The game plan can include trading with a negative bias for the first part of the year or running longs only in short bursts. Also, investments to be quite selective, with money to be funnelled into the market with regularity in the first half of the year. Caveat is to buy the right stocks. So some churns may happen to the portfolio. Finesse all these as you go along.

Happy New Year, people!

Strategy Spotlight



ACHIEVING THE DESIRED OUTCOME IN TRADING.

One of the biggest reasons for lack of success in the market is the mismatch between what we want to achieve and what we are doing in the market. And here, I mean the method that is employed by people in their attempt to trade or invest in the market. Let's pause to examine some of the ways that people do trade in the market.

They use tips. These can come from diverse sources- friends, brokers, newspaper, website, WhatsApp, Telegram, subscription to a service etc. Most of these sources try to be pretty direct in telling the trader what exactly he or she should do. Alongside stops and targets are also specified. Now,

let's see what most people do with these.

Since there are numerous names received through these source points (everyone uses multiple sources, perhaps, for fear of missing out) and hence the commonest problem is bringing one's own thinking to the received tips. So if, say, 5 tips are received, then the trader discards 3-4 of them and takes only one or max two of the recommendations. Now, there is no process to this rejection and in all probability, the selection of the one traded is purely current sentiment at the time of decision.

Next, very few traders really put in the stop. So, their losses are always bigger than planned.

Third, they usually take profits at the first target or as soon as they see some and

the stock starts pulling back. Hence the profits are always smaller than what the trade can actually give.

Fourth, many times prefer to average a losing trade despite there being no such advice or indication. This many times, makes the losses larger.

Finally, they don't keep any records of the trades and hence are unaware which of their sources is good (if at all) or consistent or shows a better hit rate, better profitability etc. Hence they are unable to repeat a successful method or avoid a poor one.

The tested, proven system part is more of a challenge. People fail to meet these challenges owing to laziness, lack of focus or discipline, ignorance, wrong beliefs etc. In my 40 years of trading I have enjoyed some spectacular runs but have also had equally spectacular flame-outs. After many cycles of these, it has convinced me, to a near certainty that you will not succeed at trading, in the long run, without a tested, proven system that matches your trading style. And, the amount of time and effort you are willing and able to put into it.

There. That is the only secret. There isn't any other. No magical fundamental formula. No magical technical indicator. No expert tipster. No super advisor. No fantastic WA or TG group. Etc. Just a good method that is suited to your personality and that you can work day in and day out.

Your personality keeps altering slightly thru life. So must your system. But that tweak is much less of a challenge than adopting one in the first place. I designed NeoTrader to ensure that deployment of my methods is made a lot easier than just looking at charts. Over time, that became too much of a time consuming activity. Markets today are so much faster. We have to harness technology to speed ourselves in action.

Technology helps us save Time. It helps us focus on the signal by not allowing different subjective interpretations to crop up. Executing through technology will create the discipline.

Once you stop wasting time and start focusing on the main elements, your efficiency shall automatically increase. And, when you bring that efficiency and develop discipline in execution, it will bring in consistency. All of this can, hopefully, create the desired outcome.

Trade Statistics – Sharing the performance of the trades across all time frames for the year gone by.

We are happy to share that they have been profitable despite all types of challenging market conditions in 2023.

Intraday & Overnight (BTST) Trades

Total Profits: Rs,95,93,825

Capital Utilized: Rs22,94,869

Winning Trades: 2256

Losing Trades: 1545

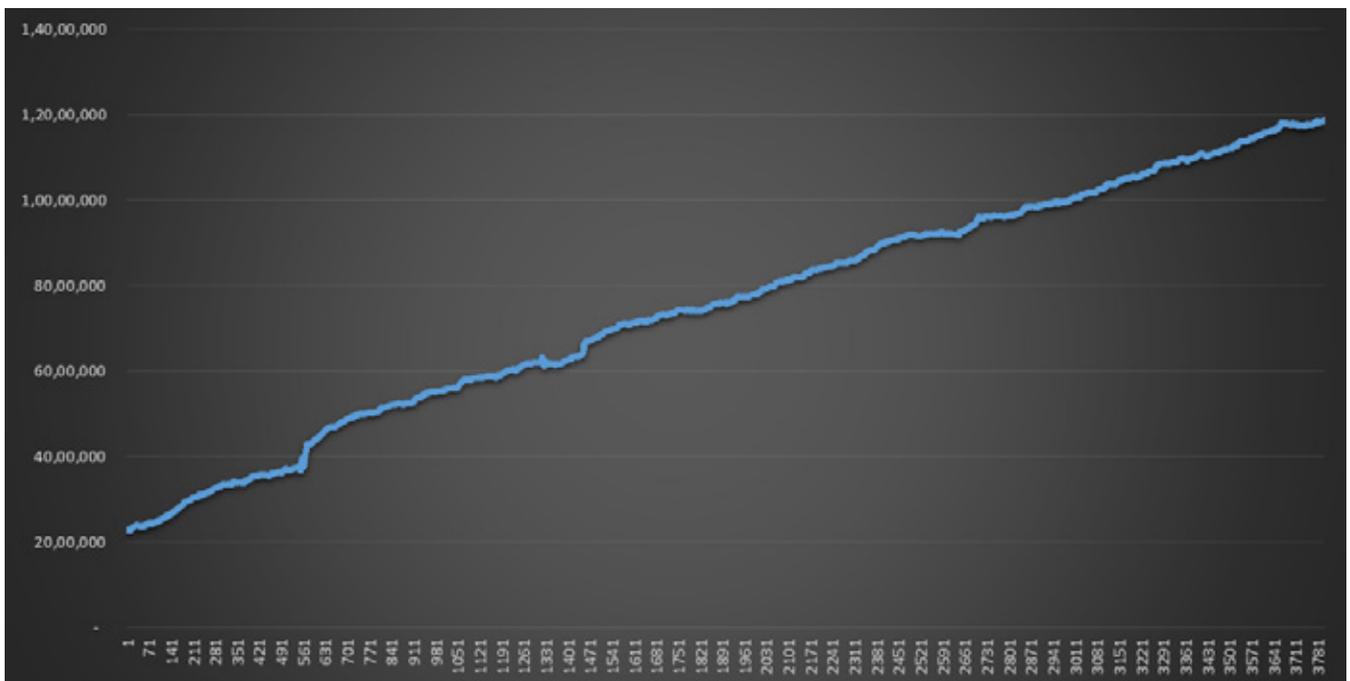
Total: 3801

Hit Ratio: 59%

Average Winner: Rs.8,909

Average Loser: Rs.-6,799

**Assumed 1 lot of futures executed on every trade*



Option Trades

Total Profits: Rs11,85,722

Capital Utilized: Rs42,126 (*Leveraged)

Winning Trades: 211

Losing Trades: 180

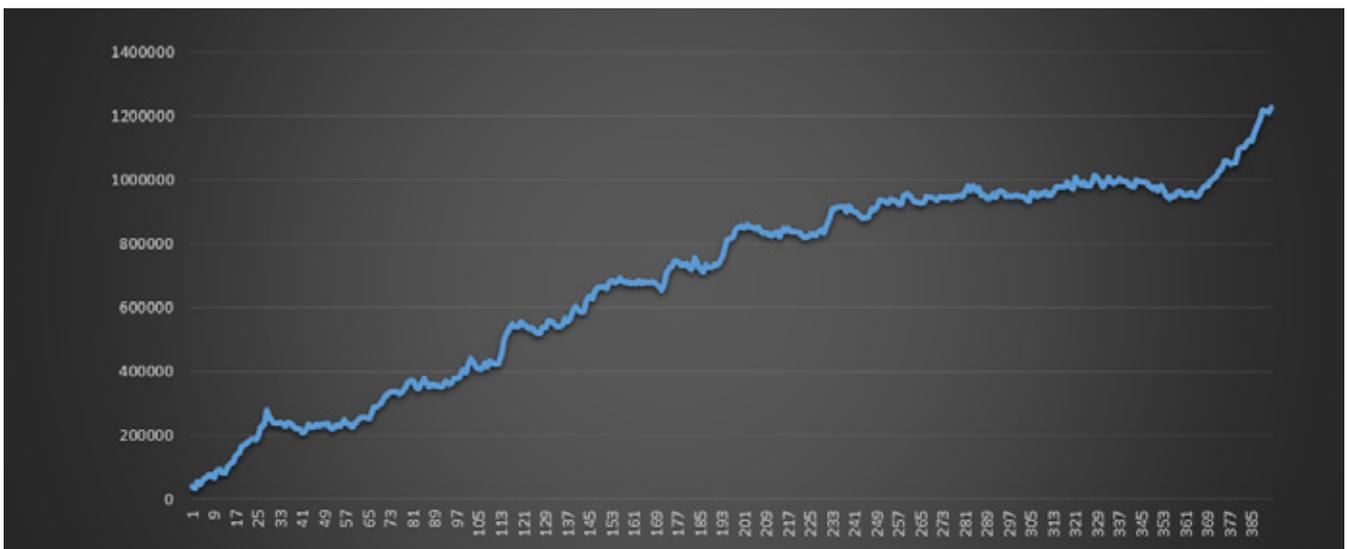
Total: 391

Hit Ratio: 54%

Average Winner: Rs11,605

Average Loser: Rs-7,016

**Assumed 1 lot of either Call/Put Option executed on every trade*



Multiday

Stock Name	Total Trades	Avg PnL (Rs)
T3 MET	225	72,443
T2 MET	336	26,978
T1 MET	171	12,749
SL MET	176	-39,759
EXIT	138	-14,917
GRAND TOTAL	1046	17,675

**Assumed 1 lot of futures executed on every trade*

Positional Trades

Stock Name	Total Trades	Avg PnL
T3 MET	35	1,78,782
T2 MET	100	50,059
T1 MET	95	24,599
SL MET	78	-51,008
EXIT	5	-10,6354
GRAND TOTAL	313	

**Assumed 1 lot of futures executed on every trade*

New Features!

We completely overhauled our NeoTrader software with new features coming in almost every month for our users

- 1. Rolling Ticker** - The ultimate to Trade finder cumulating all signals of NeoTrader in One page.
- 2. ADX Power Trend** – Helping you get Option Trades Using ADX.
- 3. Super Curated Trades in Multiday, positional and Investment Ideas** – A filtration process that will help you identify which is the best trade to pick among the list of available trades that are on the ready-made trade palettes.
- 4. Same day trades for Multiday, Positional and Investment Ideas** – We ensured that you get entry on all multiday/Positional and Investment Trades on the same day
- 5. CPR Pivots Page** – The most loved and most used Feature of the year by NeoTrader users
- 6. ATR Trends** – with this we simplified how you can get target and stop loss of any stock
- 7. Curated Fibonacci Pivots**- We helped you pick the best breakout
- 8. Watchlist Features** – Helping you be prepared for the week ahead even before the market opens
- 9. Heiken Ashi based candle stick alerts** – The Most effective way to find stocks making new trends even before it moved.
- 10. Trade Frequency Filters** – We gave you the freedom to choose the number of trades you want in a day and NeoTrader works to pick out the best trade to fit that need

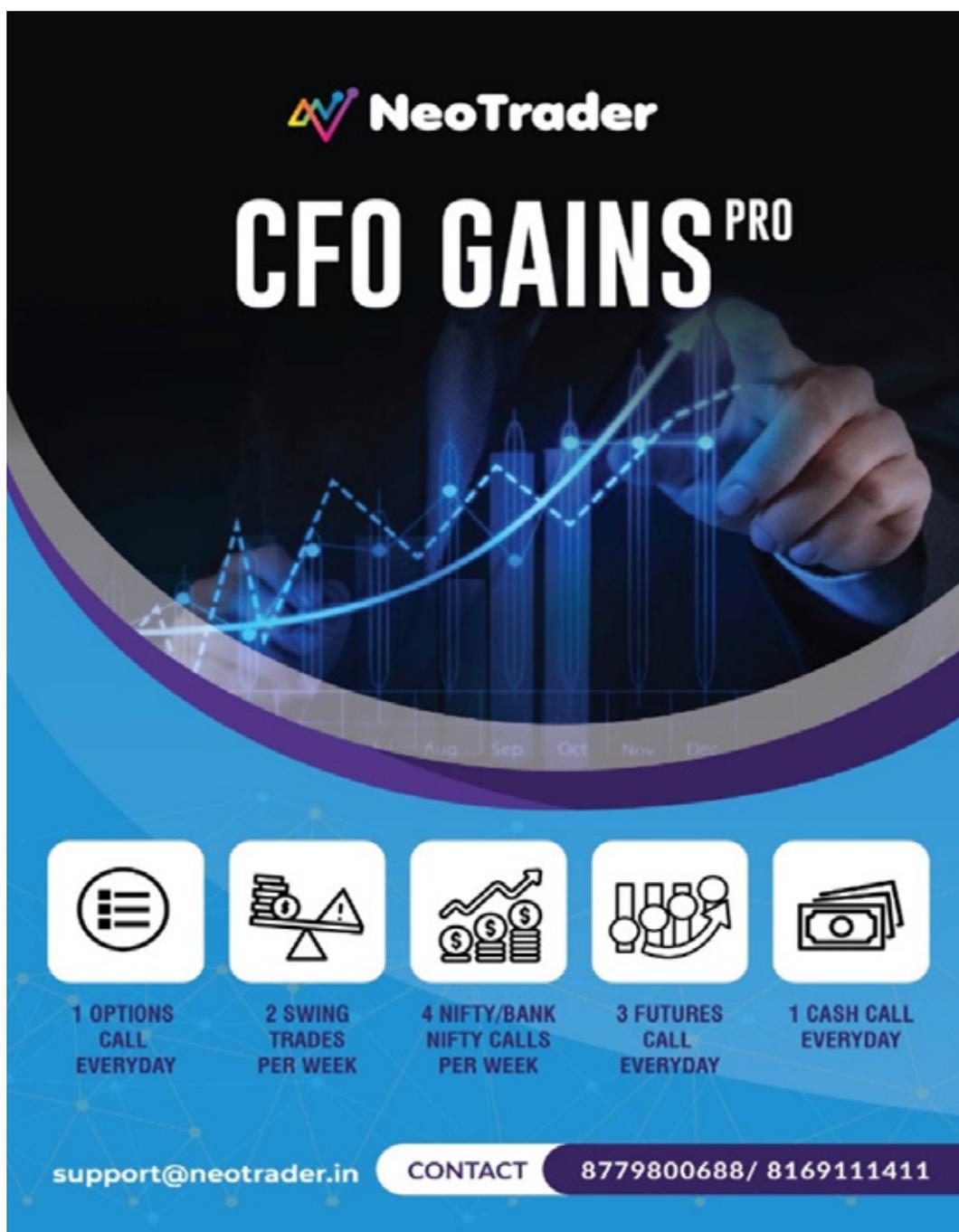
As always we have strived to give our best to you our valued users and we can promise you that in 2023 – we will launch even more exciting features that will take you higher in your pathway to profits.

CFO

Introducing CFO Gains our premium Advisory service where our team of analysts hand pick the best trades in live market and deliver right in your mobile.

Imagine having all these powerful trades at your fingertips! Advisory Services CFO Gains is the best solution that is backed by Dr C K Narayan and his decades of experience.

It's your opportunity to make profits with cash, future, and options trades on a daily basis so make sure you don't miss out on it. Get this service right now to ensure that you make the most out of it.



The advertisement features a dark blue background with a glowing blue line graph and a hand pointing at it. The NeoTrader logo is at the top, followed by 'CFO GAINS PRO' in large white letters. Below the graph, there are five icons representing different trade types: a menu icon for options, a balance scale for swing trades, a line graph with dollar signs for Nifty/Bank Nifty calls, a bar chart for futures, and a stack of money for cash calls. At the bottom, there is a contact section with an email address and a phone number.

NeoTrader

CFO GAINS^{PRO}

Aug Sep Oct Nov Dec

-  1 OPTIONS CALL EVERYDAY
-  2 SWING TRADES PER WEEK
-  4 NIFTY/BANK NIFTY CALLS PER WEEK
-  3 FUTURES CALL EVERYDAY
-  1 CASH CALL EVERYDAY

support@neotrader.in CONTACT 8779800688/ 8169111411

Customer Reviews and Feedback:

