



# WALK THE TALK

CUTTING EDGE STOCK MARKET ANALYSIS

NOV 2024

Volume 33

# FOUNDER'S MESSAGE



## HAPPY NEW SAMVAT

By looking at the Hindu calendar, we actually get jump on the rest of the world- the Samvat (meaning new year), precedes the Gregorian calendar New year of Jan 1st. Hence we can all start on refreshing ourselves earlier, making fresh resolutions earlier compared to the rest as they shall do so only two months later! For e.g. the Chinese New Year comes in around February, a month or more after the Gregorian new year. Of course, we also have other new years being celebrated across the country.

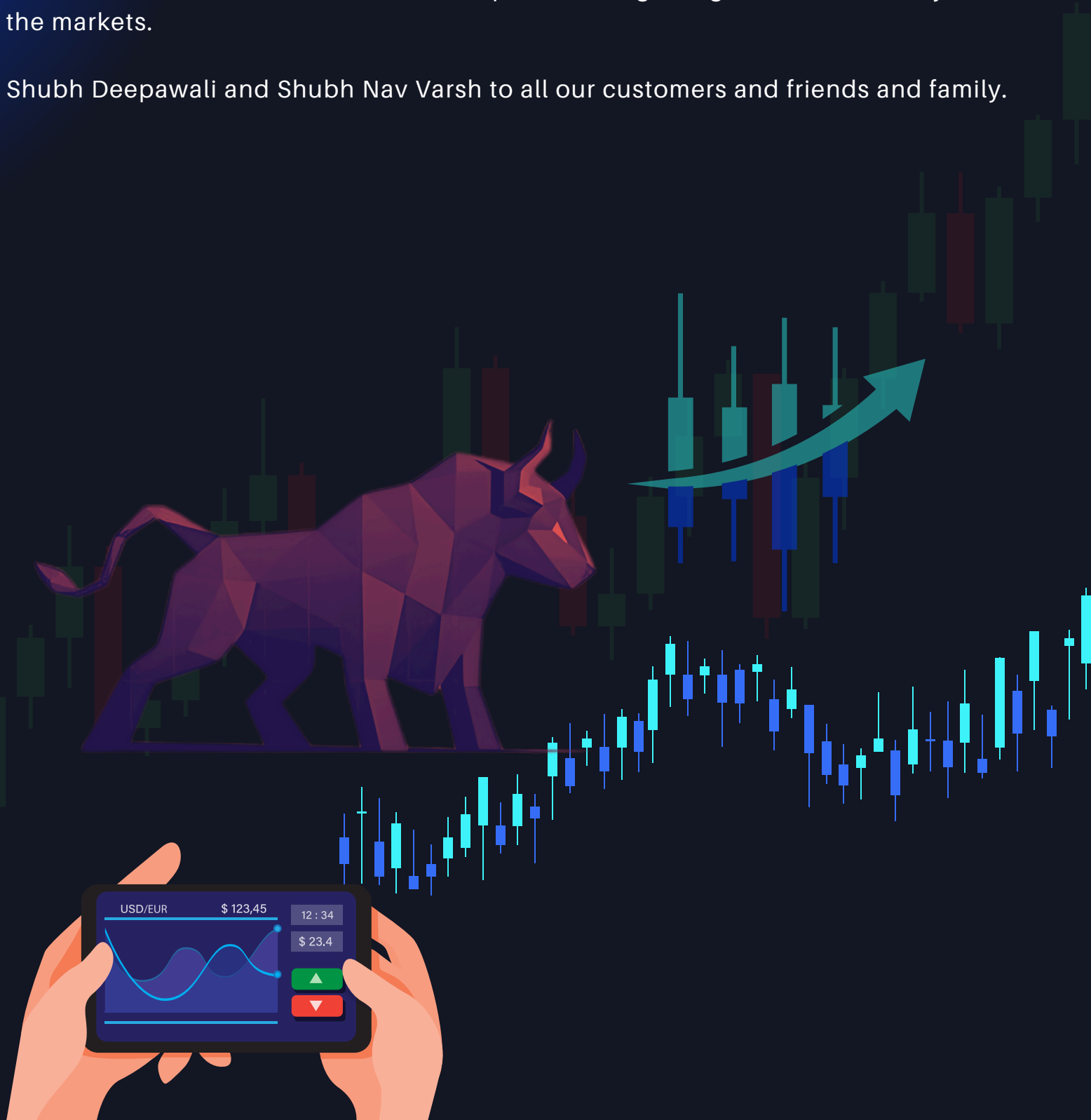
Baisakh in Punjab is one such, generally in March-April. The month of April also sees new year celebrations in Bihar, Jharkhand (as Maithili new year) as well as in the North East (Bohag Bihu). Maharashtra has its Gudi Padwa in April too as is Ugadi in Andhra, Telangana and Karnataka. Keralites throw in with Vishu as do the Bengalis with Pohela Baisokh, also in April. Most of these are based on the harvest season or the Hindu calendar. From other faiths, Islamic new year is generally in July (Moharram) while Parsis celebrate Pateti in March.

That was just some dope on new beginnings that we get a chance to make. This Samvat, lets also cleanse ourselves of old habits, debilitating work cultures and change our focus and action to what can bring in new and positive results.

# FOUNDER'S MESSAGE

Technology is fast changing our lives. Access, Data and Speed are the hall marks of technology that help us to harness it. Neotrader does all these three for you to harness it for the markets. Make use of this unique advantage to get ahead and stay ahead in the markets.

Shubh Deepawali and Shubh Nav Varsh to all our customers and friends and family.



# SPEND TIME ON THE PROCESS



**SPEND TIME ON THE PROCESS.**

There is an often repeated cliché that is used and it is Timing in the Markets. Usually used in the context of making an argument against technical trading and timing of the market, the argument is presented for remaining in the market for long periods of time because it is difficult to know when the market chooses to reward. So, the logic goes, better to ensure that you are in the market as much as possible to give yourself a chance to be rewarded by the whimsical markets.

I for one do not subscribe to this cliché much. Not because I don't believe that it is untrue. There is an element of truth in the logic as stated. However, it is meant for those who cannot forecast market swings. Since these covers much of the investor spectrum, you could say that it is good advice. But for those who have developed this ability to forecast market swings in advance or those who are able to quickly understand when the market does swing around, timing their purchases and sales can be of great boon.

To Know More.....

[CLICK HERE](#)



# DEVELOPING GOOD HABITS



From the time we are of a school going age, our parents and all others around us have been telling us to develop some good habits. Be respectful to elders, be physically clean, eat properly, get plenty of sleep etc. etc. As we grew older, these changed to work hard, work smart, save money, be honest etc. as life changed to creating progress for oneself and alongside build values. When we mature into adults, more habits were sought to be instilled such as exercise regularly, avoid eating junk food too much, take up a hobby, create a work-life balance etc. and these were life enriching habits. We grew into each of these, did some, did not do many and became what we are today. Now all of us have children and dutifully, we are trying to do the same to them!

Why do we do this? What lies at the base of this? Author Thomas Curley has uncovered the underlying theme of habit formation and written extensively on it. Blogger and author James Clear too has an extensive work on Habits. They think that correct habit formation lies at the root of all success.

To Know More.....

[CLICK HERE](#)

# A SIMPLE WAY TO IMPROVE YOUR TRADING RESULTS



It is a fact that most traders are not making money and almost always the main reason is their own shortcomings, their own goof ups or their unwillingness to do what needs to be done when it needs to be done without hesitation. Some of them even come to realize that it is their own fault, but then do little about it.

It is not because they don't wish improvements. It is just that they may not know what to do about it! This is so whether one is trading stocks or Cryptos or Futures or Commodities. The problem remains the same.

Every now and then the reasons may be something other than yourself. Like, recently, the Ukraine thing came out of the blue and clobbered all assets. Oil and Gold rose though so it is not as though bulls got taken out. It just mattered which asset class you were in. But, assuming that everyone of us here are into equities, then most of us took a hit. There were a few who benefited by going short. But short selling is an art that is practiced by a few. Most people are bulls and almost perennially long in the market. So, a Ukraine-type event will have a sharp impact on profitability.

To Know More.....

[CLICK HERE](#)

# CUSTOMER REVIEWS AND FEEDBACK

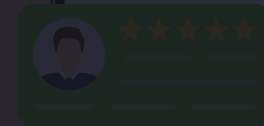
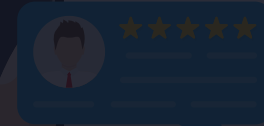
## THE NEOTRADER EXPERIENCE WITH



**AMEY UKADGAONKAR**



*Using NeoTrader has transformed my trading experience. The software's intuitive features have significantly boosted my confidence in making market decisions. Highly recommend it to anyone looking to improve their trading skills! The insights and tools it provides are incredibly valuable! Highly recommend it to anyone looking to improve their trading skills!"*



## THE NEOTRADER EXPERIENCE WITH



**DHARMENDRA GUPTA**



*I am using neotrader since last 1 year and i am quite profitable with neotrader. Neotrader comes with many strategies. With neotrader you will get to know whether market is bullish or bearish and accordingly you will trade. With the help of neotrader you will get selected stocks with the direction whether the stock will be in a bullish mode or bearish mode So i will suggst use neotrader to become a profitable trader*



# CUSTOMER REVIEWS AND FEEDBACK

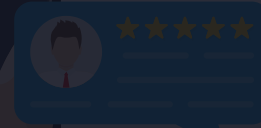
## THE NEOTRADER EXPERIENCE WITH



**PRASANTH GOKHALE**



"I am in the market from last 20 years. I work for Capgemini India and currently in Paris, France. I subscribed to NeoTrader a month ago and I am very much satisfied as I majorly deal in Delivery based trades and investment. NeoTrader has helped me in my analysis and is a good way to actually quantify my trades as I get the Entry and Target for the trades. My Favourite part in the software is Dashboard as it gives me an idea about the market sentiment and lets me choose the side I want to be in."



## THE NEOTRADER EXPERIENCE WITH



**CHANDRESH PANCHAL**



"I've been using NeoTrader for a few months, and it has been quite beneficial. The AI-driven insights are impressive and have helped me optimize my trades. The software's design is sleek and functional, although I'd love to see more customization options in future updates. The customer service is responsive, but the onboarding process could be a bit smoother. Overall, it's a solid choice for anyone serious about trading."







## TRADING EDGE

### Why do you need a Trading Edge?

October has been a gruelling month in the market, the kind that tests your mental fortitude and trading edge. There's been noise—enough of it to drown out any semblance of calm. In times like this, the key to navigating these rough waters is knowing where your edge lies and holding on to it firmly, especially when the noise becomes deafening.

Over the years, I've come to understand that successful trading is less about sheer prediction and more about recognizing patterns that repeatedly offer an edge. Yet, having an edge isn't just about strategy; it's tied deeply to one's psychology. It's not only the edge itself that matters but how the trader holds up when market conditions change and make that edge harder to use. There's a direct link between a strong edge and stable trading psychology, and both are critical to staying in the game.

Let's break down what a trading edge means. It's not just one skill or insight; rather, it comes from understanding market movements across three main areas: directional movement, relative movement, and absolute movement.

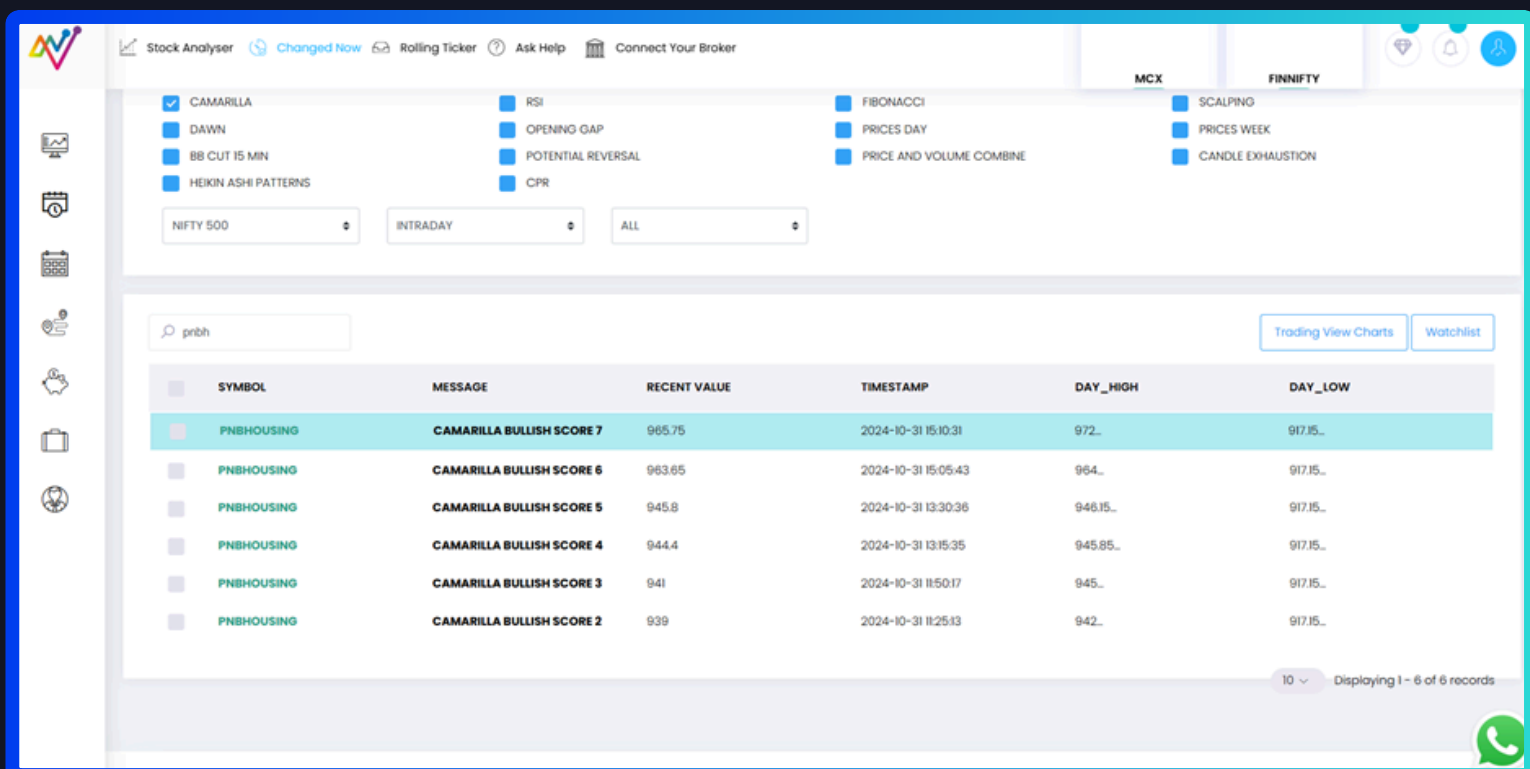


## 1. Directional Movement

One source of edge lies in Directional movement. This is where we find patterns and relationships in the market that lead us to trade in a certain direction. Perhaps it's a breakout move caused by a fresh news catalyst, an earnings announcement, or a geopolitical event. Recognizing directional patterns is essential for a trader, as it often captures the largest moves. However, the challenge is not only spotting the pattern but having the conviction to follow through, even when the market is turbulent.

Consider how Livermore approached stocks that were breaking out to new highs—he viewed these moves as opportunities because he understood the psychological momentum that could push prices higher. But direction doesn't always mean certainty. You need to have the tenacity to stick with the trade, knowing your edge lies in understanding that these moves, while risky, tend to yield returns when well-timed and carefully analyzed.

In Neotrader one can always keep track of the direction of the market through Rolling Ticker. It's a one stop solution to reviewing the trends in the market to find out which side the bias is shifting. From this page one can easily detect where the momentum is shifting. With important technical signals being captured it enables the trade to a great extent to keep a check on the market.



The screenshot displays the NeoTrader Rolling Ticker interface. At the top, there are navigation tabs for 'Stock Analyser', 'Changed Now', 'Rolling Ticker', 'Ask Help', and 'Connect Your Broker'. Below these, there are sections for 'MCX' and 'FINNIFTY'. A grid of technical indicators is visible, including CAMARILLA, DAWN, BB CUT 15 MIN, HEIKIN ASHI PATTERNS, RSI, OPENING GAP, POTENTIAL REVERSAL, CPR, FIBONACCI, PRICES DAY, PRICE AND VOLUME COMBINE, SCALPING, PRICES WEEK, and CANDLE EXHAUSTION. Below the indicators, there are dropdown menus for 'NIFTY 500', 'INTRADAY', and 'ALL'. A search bar contains the text 'pnbh'. To the right of the search bar are buttons for 'Trading View Charts' and 'Watchlist'. The main area features a table with the following data:

SYMBOL	MESSAGE	RECENT VALUE	TIMESTAMP	DAY_HIGH	DAY_LOW
PNBHOUSING	CAMARILLA BULLISH SCORE 7	965.75	2024-10-31 15:10:31	972..	917.15..
PNBHOUSING	CAMARILLA BULLISH SCORE 6	963.65	2024-10-31 15:05:43	964..	917.15..
PNBHOUSING	CAMARILLA BULLISH SCORE 5	945.8	2024-10-31 13:30:36	946.15..	917.15..
PNBHOUSING	CAMARILLA BULLISH SCORE 4	944.4	2024-10-31 13:15:35	945.85..	917.15..
PNBHOUSING	CAMARILLA BULLISH SCORE 3	941	2024-10-31 11:50:17	945..	917.15..
PNBHOUSING	CAMARILLA BULLISH SCORE 2	939	2024-10-31 11:25:13	942..	917.15..

At the bottom right of the table, there is a dropdown menu showing '10' and the text 'Displaying 1 - 6 of 6 records'. A WhatsApp icon is located in the bottom right corner of the interface.

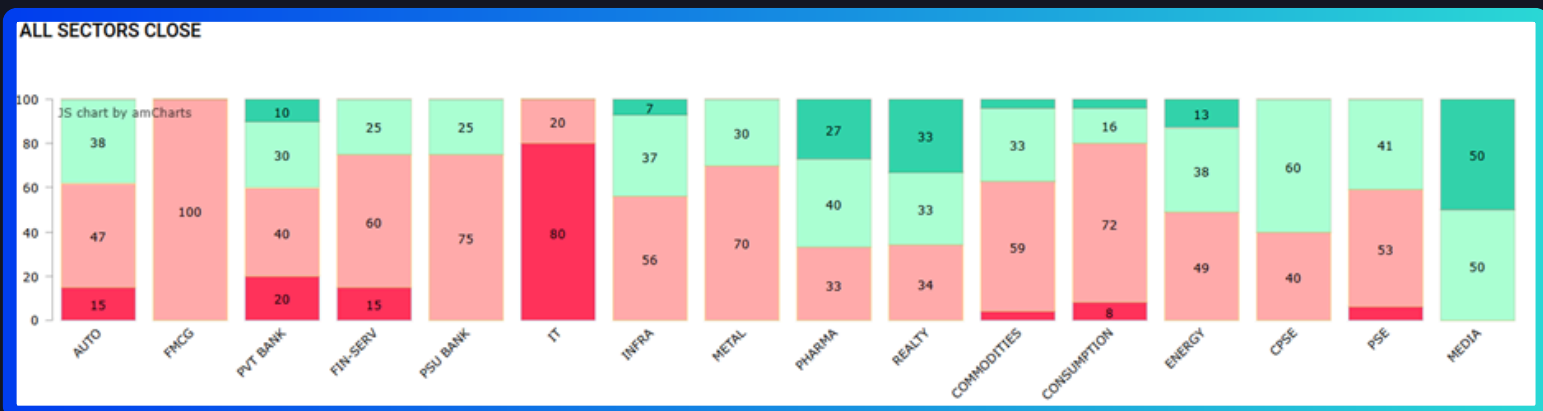
## 2. Relative Movement

Another edge lies in relative movement—the pattern in the price movement of one asset relative to another. This isn't about a single asset's direction but how it behaves compared to another, often revealing opportunities in spreads or pair trades. For example, one might trade based on the yield curve, expecting it to steepen in response to inflationary pressures in the economy. In this way, you're not just looking at whether an asset will go up or down but considering how it will perform relative to something else.

Relative movement requires a sharp eye and a nuanced understanding of relationships between assets. It's a bit like playing chess: you're not just focused on one piece but on how the pieces interact. This is an edge that calls for a subtle understanding of the broader economic picture, where you might go long on one instrument and short on another, aiming to exploit the gap in their movements.

Relative trades offer an edge in markets that are range-bound or rotational, where absolute or directional trends might be harder to find. Traders who master relative movement have a flexible toolkit that lets them profit regardless of the broader market direction.

Sector rotation is an important aspect of trading and this is captured in Market View section great detail as one can compare the sector and find out which one is stronger / weaker in comparison to the others. Also, the relevant stocks that are performing in the particular sector is also highlighted.

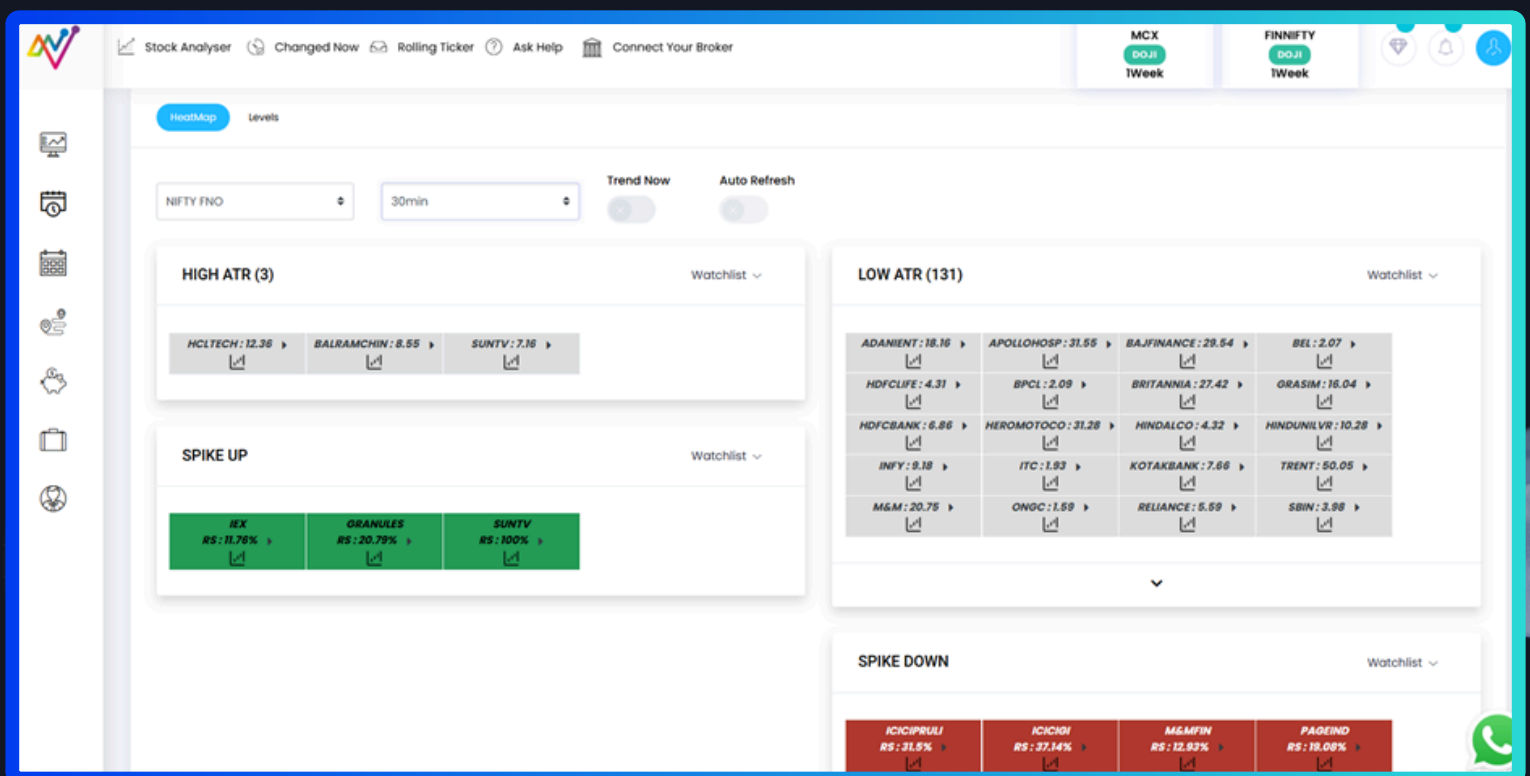


### 3. Absolute Movement

Lastly, we come to absolute movement, an edge that emerges from volatility itself. Here, we find patterns in the volatility of assets and make plays accordingly. A common example would be an options trade where you profit if the market stays in a quiet range after a period of heightened volatility. This might happen after an event that caused a temporary spike in fear or uncertainty, leading to a high options skew, only for it to normalize in the days or weeks following.

Absolute movement demands an understanding of volatility cycles—quiet periods that follow turbulent ones, and vice versa. In my experience, patience and timing are crucial here, as is having the restraint not to jump in too early. It's the art of sitting tight, waiting for the right moment to capitalize on the change in volatility, much like waiting for a storm to pass. When others are fearful, you hold back, preparing for the time when things settle. This edge is particularly useful when markets go through periods of excessive noise followed by inevitable calm.

ATR Trends in NeoTrader captures the volatility of the market trends and classifies them into different buckets based on their readings. This helps the user assess the situation on the price action and plan his trade accordingly.



The screenshot displays the 'ATR Trends' section in NeoTrader, categorized into 'Levels'. The interface includes a 'HeatMap' toggle and a 'Levels' dropdown set to 'NIFTY FNO' with a '30min' interval. There are 'Trend Now' and 'Auto Refresh' buttons. The data is organized into four main categories:

- HIGH ATR (3)**: HCLTECH: 12.38, BALRAMCHIN: 8.55, SUNTV: 7.16
- SPIKE UP**: IEX (RS: 11.76%), GRANULES (RS: 20.79%), SUNTV (RS: 100%)
- LOW ATR (131)**: A grid of 131 stocks including ADAMANT, APOLLOHOSP, BAJFINANCE, BEL, HDFCLIFE, BPCCL, BRITANNIA, GRASIM, HDFCBANK, HEROMOTOCO, HINDALCO, HINDUNILVR, INFY, ITC, KOTAKBANK, TRENT, M&M, ONGC, RELIANCE, and SBIN.
- SPIKE DOWN**: ICICIPRULI (RS: 31.6%), ICICI (RS: 37.14%), M&MFIN (RS: 12.93%), PAGEIND (RS: 19.06%)



## A Rough Analogy: Winning as a Team

Think of these edges like the different ways a basketball team scores. Against a man-to-man defense, there's a chance to drive inside and score close. Against a zone defense, the team might look for outside shots on the perimeter. Against a slow defense, fast breaks and long passes create scoring opportunities. No winning team relies on just one approach; they adapt to exploit their opponent's weaknesses in real time.

So it goes in trading. When markets rotate or trade sideways, relative movement can be exploited. During trending periods, directional trades shine. And in noisy, quiet phases, edges in volatility emerge. The greatest trading opportunities often arise when the market environment shifts and other participants are caught trying to play the old game, unprepared for the new conditions.

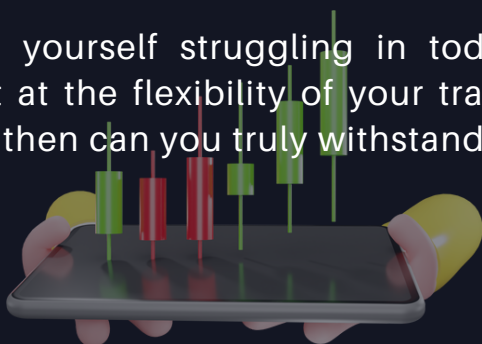
The best traders, like the best teams, have multiple ways to win. They adapt their strategy based on market conditions. Traders who lack adaptability and rely on a limited edge often find that what worked in one environment no longer does. Frustration sets in, leading to poor trading decisions, compounding losses, and ultimately, a loss of confidence.

## The Link Between Edge and Psychology

This is where trading psychology ties in. Many think psychology is the primary driver of a trader's performance, but it's more nuanced. The problem often isn't the psychology itself but the inflexible edge that can't adapt to market changes. The psychological strain that follows is a symptom, not the cause.

When you're armed with only one strategy, you're vulnerable to changing markets and inconsistent results. In these moments, your confidence falters, and that's where psychological challenges begin. The best way is by building a variety of strategies and that is what NeoTrader has done to help you navigate different market conditions. In this way one can protect ones mindset and maintain resilience.

So, if you find yourself struggling in today's noisy market, look not only at your psychology but at the flexibility of your trading edge. Adapt, expand, and fortify your approach. Only then can you truly withstand the tests that trading inevitably brings.



# TOP PERFORMING TRADE FROM NEOTRADER

**Short Trades:** Short refers to selling a security first and buying it back later, with the anticipation that the price will drop and a profit can be made

**Long Trades:** Long refers to buying a security first and selling it later, with the anticipation that the price will increase and a profit can be made

## TOP 5 OPTIONS TRADES

Our **OPTIONS** suggestion is best for catching the quick volatile moves of the stock through our ready made trade suggestion which will give you which strike price to enter whether it be **CALL** or **PUT**.

The following shows short and long trades profit.

Scrip	Date & Time	Signal Type	Profit in Rs
GLENMARK 24OCT 1700 CE	08-10-2024 10:17	LONG	41,543
M&M 24OCT 3150PE	16-10-2024 10:17	LONG	29,260
GLENMARK 24OCT 1780PE	16-10-2024 09:47	LONG	26,426
TECHM 24OCT 1660CE	14-10-2024 09:47	LONG	26,400
FEDERALBNK 24OCT 190CE	14-10-2024 09:47	LONG	25,750

## TOP 5 INTRADAY TRADES +BTST

Our **INTRADAY** suggestion fulfills the appetite of day traders by catching the short term trend of the stocks and providing high probability trades.

Scrip	Date & Time	Signal Type	Profit in Rs
INDIGO	28-10-2024 09:34	SHORT	33,420
DIVISLAB	09-10-2024 09:33	LONG	30,486
TRENT	08-10-2024 10:16	LONG	28,412
DIXON	08-10-2024 10:46	LONG	27,168
SHRIRAMFIN	25-10-2024 10:17	SHORT	25,896

## TOP 5 MULTIDAY TRADES

Our **MULTIDAY** trade suggestion are active for a period of 5 trading sessions suitable for those who want to capture price swings.

Scrip	Date & Time	Signal Type	Profit in Rs
MCX	09-10-2024 15:06	LONG	81,444
MCX	01-10-2024 15:04	LONG	75,072
ADANIENT	21-10-2024 15:04	SHORT	73,443
MGL	14-10-2024 15:04	SHORT	73,220
BHEL	17-10-2024 15:04	SHORT	71,479



# ANATOMY OF A TRADE

## Finding Support in a Falling Market

The month of October has proven to be a challenging period for both long-term and short-term traders. In such volatile market conditions, increasing the number of trades can heighten the risk of escalating losses. Therefore, the priority now is to identify key support levels that can assist in exiting positions and creating new ones.

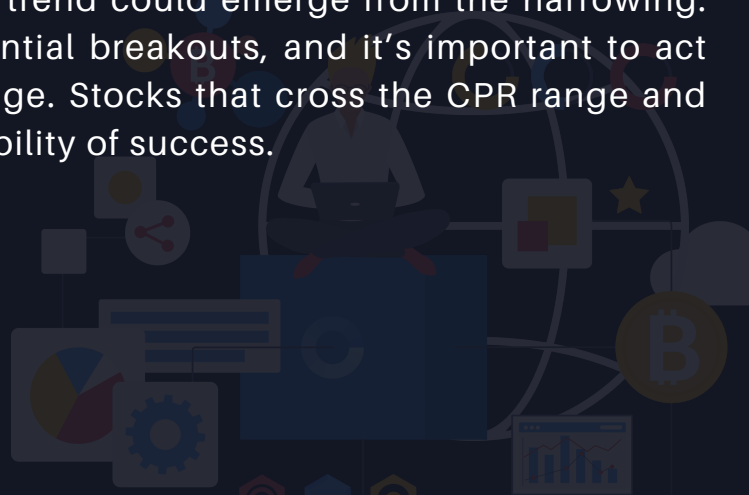
### How Neotrader Can Assist in Identifying Support Levels for a Selected Stock

#### 1. Identifying Market Trend and Stock

To begin, visit the CPR (Central Pivot Range) page. This page provides valuable insights into how trend signals can be generated using CPR pivots. These ranges can either be wide or narrow.

- **Narrow Stocks:** These stocks are trading within a tight and narrow range. They have the potential to show a trend reversal or breakout, making them candidates for close monitoring.
- **Wide Stocks:** These stocks have already experienced significant movement, and as such, they are more likely to consolidate rather than continue their existing trend.

For now, we will focus on the **'Narrow 7'** section, which differs from the normal narrow selection by indicating that a larger trend could emerge from the narrowing. These stocks are prime candidates for potential breakouts, and it's important to act swiftly once they move beyond the CPR range. Stocks that cross the CPR range and continue further typically have a high probability of success.



Narrow 7 Today's Next day 20 / 68 Watchlist

<b>ABBOTINDIA</b>	<b>SYNGENE</b>	<b>GLENMARK</b>	<b>CUB</b>	<b>AUROPHARMA</b>	<b>NAUKRI</b>
<b>DIVISLAB</b>	<b>MOTHERSON</b>	<b>BANKNIFTY</b>	<b>MCX</b>	<b>NAVINFLUOR</b>	<b>GRANULES</b>
<b>GUJGASLTD</b>	<b>IPCALAB</b>	<b>CANFINHOME</b>	<b>ABFRL</b>	<b>INDUSTOWER</b>	<b>ABCAPITAL</b>
<b>GODREJPROP</b>	<b>ASTRAL</b>				

The current market sentiment appears to be biased toward selling, so we should focus on **green stocks**—those that show signs of recovery in the falling market. This is a key indication of finding potential support.

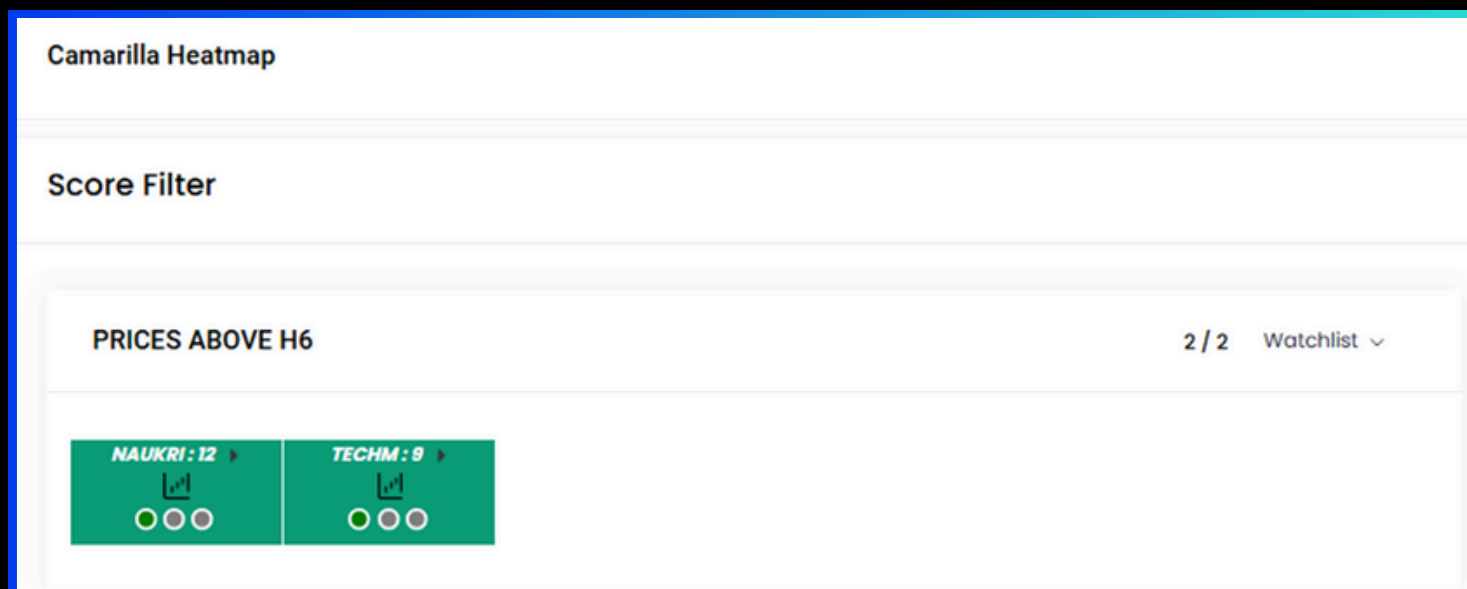
Score Filter

Level 1 All Wide Filter **Narrow Filter** Curated 4 / 4 Watchlist

<b>ABBOTINDIA:3</b> ○○○	<b>GLENMARK:2</b> ○●●	<b>NAUKRI:-2</b> ○●●	<b>MOTHERSON:-7.1</b> ○●●
----------------------------	--------------------------	-------------------------	------------------------------

From this list, we can narrow down further by filtering for stocks that appear in the **'Level 1'** section on the same page. These stocks have cleared important criteria, including Fibonacci R1/S1 levels, previous day's high, and CPR crossovers, making them more suitable for immediate trade.

From this filtering process, we are left with two stocks: **NAUKRI** and **MOTHERSON**. However, we may need additional confirmation. The **Camarilla Pivot** page can assist in this verification.

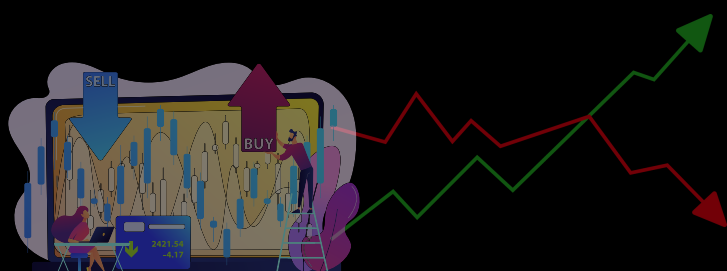


As **NAUKRI** appears in the **Camarilla H6** section, it indicates a higher conviction in its ability to hold support levels, suggesting a stronger probability of stability at those levels.

## 2. Finding Support Levels/Range

Since our primary focus is on identifying support levels, let's return to the CPR page and click on the **Levels** section.

The support range we are looking for is highlighted by the **Fibonacci S1**, **CPR Lower Range**, and the **Previous Day Low**. Currently, the price is trading above all of these levels (marked as underlined), indicating that a potential support range has formed between **7467-7440**.



SYMBOL	TIMEFRAME	RECENT VALUE	RI	SI	SCORE	CPR WIDTH(%)	TC	PIVOT	BC	PREV HIGH	PREV LOW
NAUKRI	DAY	7687.05	7488.74	7447.49	-2	0.00441878	7468.28	7468.12	7467.95	7494.95	7440.95
NAUKRI	MONTH	7687.05	8176.52	7362.51	8.1	4.3699	7939.28	7769.52	7599.76	8472	7406.55
NAUKRI	WEEK	7687.05	7742.86	7399.14	-3	1.5982	7631.5	7571	7510.5	7856.45	7406.55

Next, we can check the **Ichimoku levels** on the Stock **Analyzer** page. The Ichimoku cloud support for **NAUKRI** is indicated at **7483**, which is above the support range we have identified.

Day Change percentage %		Weekly Change percentage %		Monthly Change percentage %		Year To Date Change percentage %	
	2.93		2.93		3.31		49.55

ICHIMOKU	TS	KS	SSB	SSA	CS
	7658.725	7921.275	7483.575	7838.7	7687.05

Finally, we can cross-verify this support range with other technical indicators. The **Bollinger Bands - Mid Level** in positional play stands at **7445**, which again falls within the identified support range.

BB_UP	7751.01	8548.51	8523.13
BB_MID	7557.32	7927.86	7445.51
BB_LOW	7363.62	7307.22	6367.88

## Conclusion

The primary objective in this analysis was to identify potential support levels for the selected stocks. As we are observing the beginning stages of a potential reversal, entering positions solely based on support may be premature. Traders should wait for further confirmation before entering trades. By doing so, traders can benefit from a favourable risk-to-reward ratio, minimizing near-term losses while positioning themselves for potential gains once the stock shows further confirmation of support.





**f** /Neo Trader.in

**Instagram icon** /neotrader.in

**X icon** /@NeoTrader

**YouTube icon** /NeoTrader\_in

**Vikas Center, 1402 14th Floor, CG rd,  
Chembur (E), Mumbai,  
Maharashtra 400074  
Contact - 08031405710  
Mail - support@neotrader.in**