## Market Stages:-

SBI Streaming Chart


## Market Trends:-

$>$ Uptrend
$>$ DownTrend
> Sideways


## Uptrend - Rising Market

In an uptrend or rising market, the stock moves higher and higher.

In other words, an uptrend occurs when the stock price is making a series of higher highs and higher lows.



High


Higher Low
Higher High

Higher High

## Higher Low

Low
o remain in an uptrend, the stock's price must keep making higher highs and higher lows.

As long as the stock price is making higher highs and higher lows, the uptrend is considered intact.

For bulls most profits are made when the market is in uptrend.

## Sideways - Range Bound Market



Up and down trends or down and up trends are usually separated by a period where buyers and sellers are equally matched or become indecisive. During this transitional period, price typically moves within a trading range.


In the above diagram, when an uptrend is broken, buyers and sellers even out in strength, and the cycle arcs into a sideways pattern. The price moved between point X and Y at the top for sometime before going down.

The rectangle pattern that is formed between point $X$ and point $Y$ is known as a sideways market or a trading range, where buyer and sellers are equally matched.

During a sideways market, it's very difficult to know in which way the prices will ultimately break. Until reversal by breaking the support zone happens, you can not say that the pattern is a reversal of the prevailing trend

## Downtrend - Falling Market

The opposite of an uptrend is known as downtrend, when a security is making a series of lower highs and lower lows. Multiple lower lows and lower highs makes a downtrend.

## Down Trend




Downtrend starts when an uptrend starts gasping for breath as buyers are not willing to pay higher prices. At that moment sellers step in to take down the market. Many of these sellers are previous buyers who might have participated in the uptrend. Others are short sellers, who bet for the downtrend to make profit from the drop.

Downtrend considered to be over when prices close above a prior high in the downtrend.

After identifying the trend, traders decide whether to follow the present direction of the stock or market or to wait for a pullback or to stay on the sidelines. The challenge is identifying when the trend might end.

Buying when a stock dips and selling when it rallies is easier said than done. It's a challenging strategy you have to master, if you want to be a successful day trader.

