

The Power up Stock Trading System:

OK very simple and very quick.

I started noticing a lot of stocks that gapped up on huge volume would double/triple in price over the next 12 months or so.

Not all. But enough of a % to get me interested in this.

So as always once you see something working you then have to see how you can devise a system around that theory. I have only been following this system since 2012 but the results have been great. Half the stocks go onto make over 60% gains in the months ahead.

OK so on with the scan. I use stockfetcher.com

Here is the scan:

Show stocks where Close gained more than 17 percent over the last 1 day
and Average Volume(1) is above 2000000
and close is above 20

High priced stocks that gap up (or make a one day move without a gap..highly unlikely) over 17 percent in one day on over 2 million shares traded. Quite often they trade way over 6 million. Which is a hell of a lot of Moola (\$\$'s) diving into that stock. Keep to higher priced stocks as that is where the institutions trade.

Now when you get a stock you place your buy order \$0.1 above that stocks high price.

EG:

Stock ABC Closed at \$30 high of \$30.4 you place your buy order in at ?

\$30.5 YIPPEE!

Now here's the thing.....you are either filled in that trade the very next trading day or you scratch the trade. So the next day you are either in that trade or you take your order out and forget about it.

You cannot micro manage these gap trades. Some go up a bit then consolodate for months before breaking out again. Some go into bases right after we get filled for months than break out. Others break out immediately. Others break down and we are stopped out with a loss. My point being once in what it does after that is anybodies guess. You simply use your stop losses to get you out. No guessing or hoping.

Once in initial stop loss is 15% from entry. Give it some room. **DO NOT PLACE TIGHT STOPS!** TIGHT STOPS are psychologically nice but in trading it's a sure way to lose money.

15% initial stop loss.

Then follow the stocks high in price and once you up over 20% your trailing stop now become 20% below the high of the day. You can manage these trades a couple of times a week no problems. No need to micro manage every day. And that's it. Trail your -20% on the stocks high price until you are kicked out. Hopefully 12+ months later on with 100%+ profits.

Why does it work?

Huge institutional buying

Insider buying

Great earnings, new products, industry change?

Who knows..but when huge money flows into a stock causing massive movement simply tag along for the ride who cares why.

Some examples:



WVUS

: 20.60



Try it....remember it's not 100% fail safe and it takes time for these stocks to play out.

Regards
Mark Crisp

<http://www.stressfreetrading.com>

<http://www.crispstocks.com>