

## SEVEN DEADLY SINS OF INVESTING

LUST: It is a long race, no one gets rich fast,

GLUTTONY: Over indulging in one assets class, stick to your asset allocation model, you created it for a reason

GREED: Bulls make money, bears make money, pigs get slaughtered

SLOTH: “My account must be down I refuse to look at it”. Everything takes time energy & or \$\$

WRATH: Its Walls streets fault, or the governments, or the stars weren't aligned. Take responsibility for your decisions, learn how to improve your decision making

ENVY...

PRIDE: confusing luck with decision making (I made 5X on PLTR, I know what I am doing I do not need help)

### THE REAL SEVEN (or more) DEADLY SINS OF INVESTING. and maybe life

1. Losses hurt more are remembered more than gains
2. You want to understand, but feel that you do not understand, thus you lack confidence
  - a. You can have both confidence and the understanding that there is always MORE to learn, you will never know everything, never even feel like an expert
3. You create a plan then abandoned it when you become too greedy or too fearful
  - a. You do not know how to alter a plan, so you abandoned it and start anew
4. You can not separate the “noise” from the facts
  - a. <https://www.youtube.com/watch?v=gmMCQz9pG2U> (25 minutes)
5. You are in a rush, and thus you take low probably high profit risks. The rush causes you to be the gambler not the casinos
6. To thy own self be true
7. Pride and Arrogance
8. “its different this time”

WHAT I AM SUPPOSED TO BE TALKING ABOUT

BUYING EARLY

BUYING LATE

SELLING EARLY

SELLING LATE

## Chart wisdom

The trend is your friend

The chart is the trigger that confirms your opinion ( or does not confirm it)

Never catch a falling knife

Trees do NOT grow to the sky

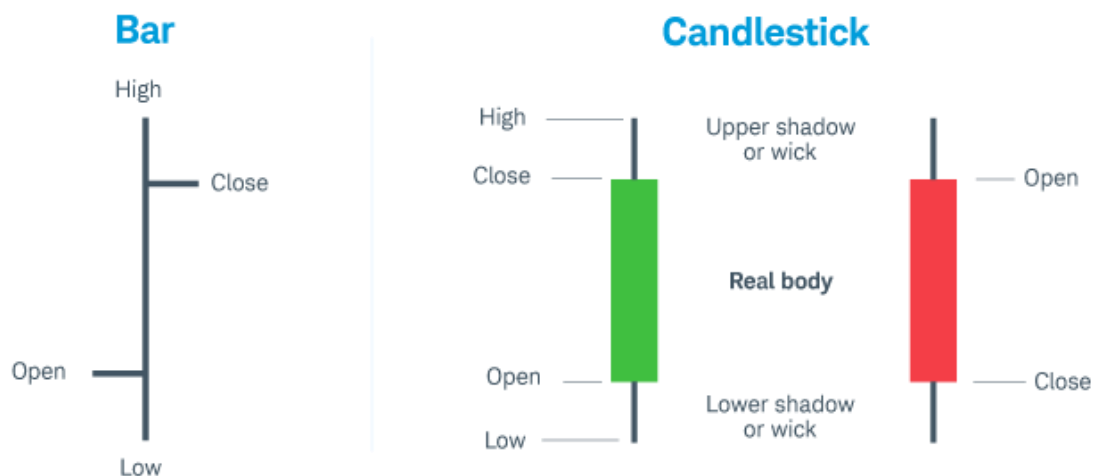
Charts are self-fulfilling prophecies

If you ignore the primary trend you are most likely going to lose money

Entry and exit points are a vital part of investing

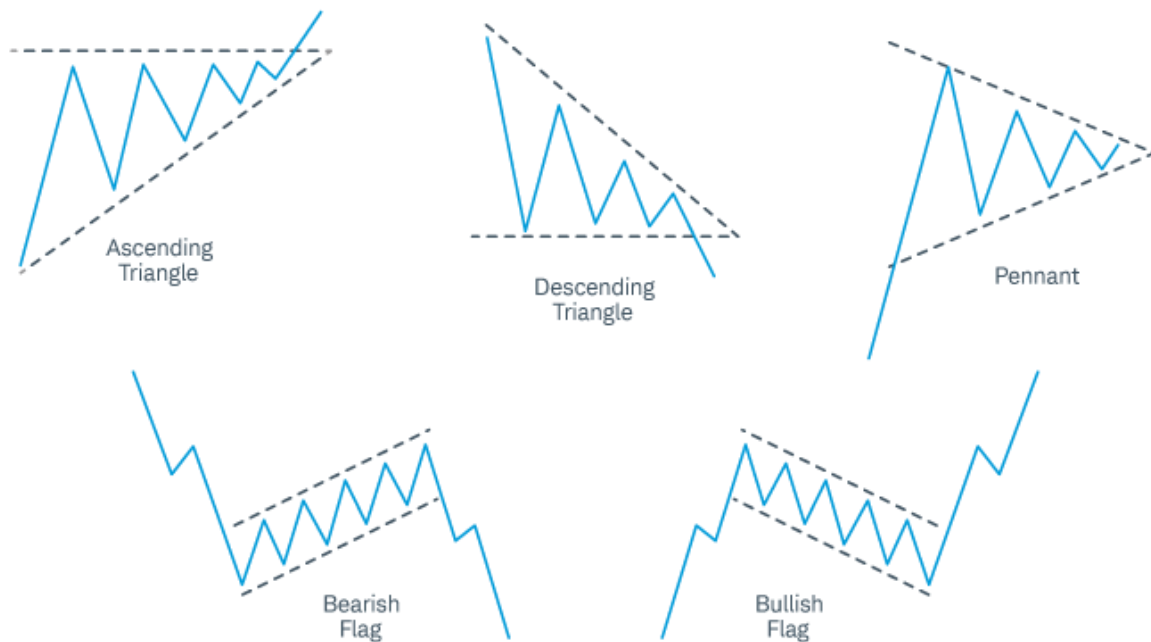
Chart trends need to be confirmed with two over variables. These are usually volume and relative strength (i.e. your stock is going up ¼% per day but the market is going up 1% per day, you are falling behind, your relative strength is weak, even though you are making \$\$\$)

<https://www.schwab.com/learn/story/how-to-read-stock-charts-and-trading-patterns>





Common price patterns



<https://www.schwab.com/learn/story/how-to-use-moving-averages-stock-trading>

moving averages choose two, shorter term and longer term. wait till they CROSS