



If You're in the Market You Need

ShareTradingEducation.com™



Your Free Wrap today is based on extracts from Editions 630 & 631 of our weekly Mentoring-style 'Investing & Online Trading' Stock Report

"How did you cope with the Extra Volatility?"

The latest Reporting Season in Australia drew to a close last week. *How did you cope with the extra volatility?*

On 15 July 2017, in Edition 624 of our weekly '[Investing & Online Trading Report](#)', John Atkinson flagged: " *In coming weeks the next Reporting Season commences. In this report we have drawn attention to the most recent Reporting Seasons and shown how some Australian shares which had been inching forward in rising trends had suddenly fallen without warning and significantly after the Company reported to the market. As a result, in our new 'Quest' series of articles, one of the trial exit strategies we are testing in the Report - for damage control - is to exit before a Company reports*".

If the reported figures are *less than or equal to* those anticipated to Analysts' projections/expectations - then the share price often **falls**. Correspondingly, if a Company announces figures *above* market expectations - then this is often rewarded by a **surge** in price.

Those traders who do sell before Reporting Season miss out on being rewarded with any bonus surges if any open positions spike after the Companies report. Importantly, on the other hand, by going to cash prior, they also eliminate the risk of being caught out by any shock surprises if the price of any of their shares suddenly falls.

Whether to sell before the Reporting Season starts (or not) is a decision each trader must make for themselves.

In our [weekly mentoring-style Report](#) in recent weeks we have showed some examples of the increased volatility which has occurred during the latest Australian Reporting season. Two other examples this week include:

1. **Stock #1**, which lost **-7.5%** on Thursday 31st August after a weak result and a total of **-11.3%** between Wednesday and Friday's Closes.



Stock #1 Daily Chart

{ Stock codes and details of Jim Berg's Trading Rules are excluded from Sample Editions of the Report. They are presented in full to subscribing [Report Members](#). }

Customer Caution Notice Jim Berg and John Atkinson are Authorised Representatives (AR Nos. 322724 and 1251439) and ShareTradingEducation.com Pty Ltd is a Corporate Authorized Representative (CAR No. 322726) of Longhou Capital Markets Pty Ltd, Australian Financial Services Licence AFSL 292464. Information provided in this document is of a General nature only. Examples from the Australian and USA markets are provided to demonstrate that Jim Berg's principles may be used globally. This educational material is from an Australian source and complies with Australian law and not necessarily any other (local) law. The past performance of ShareTradingEducation.com ("STE") products is not and should not be taken as an indication of future performance. Caution should be exercised in assessing past performance. Please seek independent financial advice before you decide if this is appropriate for you. Refer also to the Customer Caution Notice at the back of this document and our [Terms and Conditions](#)

{Note: **Stock #1** was already in a **falling trend** on a *weekly chart*, so it would **NOT** have been selected using Jim Berg's [proven rising trend criteria](#) - which in turn form part of Jim's common sense and thoroughly tested 'Weight-of-Evidence' approach.

2. **Stock #2** reported positively on Tuesday 29th August and was rewarded with a 2 day rally of **+8.0%** - from Monday's close at \$6.87 to a high of \$7.42 on Wednesday 30th, as below:



Stock #2 Daily Chart

For those traders who did not exit the market on 8th May after Jim Berg's 'Take Profits' announcement in our weekly Report, **Stock #2** gave a **JB Blue Bar Volatility Entry Signal** on Monday 26th June, so Members of Jim's [Australian Signals Services](#) were advised that night of a new entry for the following day, with the following data included as part of their Entry Logs:

- 1) Stock #2 also passed Jim's Fundamental Rules using [Oraclescan](#), so it qualified for his *Investing Signals*, as well as his *Trading Signals* Service that day
- 2) Stock #2 was showing a dividend yield of 3.7%
- 3) Jim's maximum suggested Entry price of **\$6.23**
- 4) Jim's suggested Initial Stop Loss price (note it was determined before entry) of **\$5.83**
- 5) The Trade Risk if that Initial Stop is triggered later: **-6.4%** (*i.e. within Jim's limit*)
- 6) Maximum Number of shares to buy (for a notional \$100k portfolio): 2006
- 7) Equivalent Portfolio Risk for a \$100k Notional Portfolio: **-0.86%** (*i.e. within Jim's limit*)

The following day, Tuesday 27th June, Jim's entry price was met, so that night **Stock #2** was added to Australian [Signals Members' Master Logs](#) of all open and closed positions. In addition, Trading Signals Members (only**) were advised that Jim's short term trading profit target was **\$7.14***..

Since then, we have progressively updated these Signals Master Logs, including switching from the Initial Stops to Trailing Stops (on both *daily* and *weekly* charts) as soon as Jim's criteria were met and we also updated the respective stop loss values and closing prices as applicable.

As shown above, Stock #2 reported on Tuesday 29th August. The share price rallied that day to an intraday High of \$7.17, allowing those Trading Signals Members who are still in the market and who had placed their sell order at \$7.14 to achieve Jim's **+15.0%** profit target*.

*The past performance of ShareTradingEducation.com ("STE") products shown above and below is not and should not be taken as an indication of future performance. Caution should be exercised in assessing past performance. STE's service, like all other financial services, is subject to market forces and unpredictable events that may adversely affect its future performance. Please seek independent financial advice before you decide if this is appropriate for you;

Customer Caution Notice Jim Berg and John Atkinson are Authorised Representatives (AR Nos. 322724 and 1251439) and ShareTradingEducation.com Pty Ltd is a Corporate Authorized Representative (CAR No. 322726) of Longhou Capital Markets Pty Ltd, Australian Financial Services Licence AFSL 292464. Information provided in this document is of a General nature only. Examples from the Australian and USA markets are provided to demonstrate that Jim Berg's principles may be used globally. This educational material is from an Australian source and complies with Australian law and not necessarily any other (local) law. The past performance of ShareTradingEducation.com ("STE") products is not and should not be taken as an indication of future performance. Caution should be exercised in assessing past performance. Please seek independent financial advice before you decide if this is appropriate for you. Refer also to the Customer Caution Notice at the back of this document and our [Terms and Conditions](#)

This was the third such **+15.0%** notional target achieved by [Jim's Trading Signals](#) in the last 2 weeks*, following soon after **Stock #3** and **Stock #4**, both of which also achieved Jim Berg's nominated profit targets - as shown in the following *daily charts* from last week's Edition 630 of our weekly hands-on 'learn-by-doing' [mentoring-style Report](#):



Stock #3 Daily Chart



Stock #4 Daily Chart

** Profit targets do not apply when Jim Berg manages his Investing positions using *weekly charts* - as Jim's aim is to 'let profits run'. As at Friday's close on 1st September, the corresponding notional Investing position for **Stock #2** therefore remains open when managed as one of Jim's latest [Investing Signals](#). It now shows an *open profit* of **+12.6%** in 2 months*.

Customer Caution Notice Jim Berg and John Atkinson are Authorised Representatives (AR Nos. 322724 and 1251439) and ShareTradingEducation.com Pty Ltd is a Corporate Authorized Representative (CAR No. 322726) of Longhou Capital Markets Pty Ltd, Australian Financial Services Licence AFSL 292464. Information provided in this document is of a General nature only. Examples from the Australian and USA markets are provided to demonstrate that Jim Berg's principles may be used globally. This educational material is from an Australian source and complies with Australian law and not necessarily any other (local) law. The past performance of ShareTradingEducation.com ("STE") products is not and should not be taken as an indication of future performance. Caution should be exercised in assessing past performance. Please seek independent financial advice before you decide if this is appropriate for you. Refer also to the Customer Caution Notice at the back of this document and our [Terms and Conditions](#)

Where To From Here?

While speculation about the imminent collapse of the Nasdaq and S&P 500 continues, [in this week's Latest Edition 631](#), we include **our latest views** on the **Australian** and **USA markets**.

We also include Jim Berg's 3 latest Watch Lists of those stocks / shares in Australia & USA which have recently **passed most of Jim's entry criteria** –to help you fine tune your own stock selection process and watch which, if any, pass Jim's final entry rules in coming days. *To read more, click on the following links now to either:*

- 1) Order [this week's Edition](#) for only \$9.97 **OR** to
- 2) [Become a Member](#) of Jim Berg's mentoring-style Report (*with no lock-in contract*)



**Investing & Online Trading
Stock Market Report**

Your Financial Independence is at the Heart of Everything We Teach

To Continue Reading...

In this week's [latest EDITION 631- Order Your Single Copy Here >>](#)

Article	Author	Page
Jim's Market Update for Australia & USA	Jim Berg and John Atkinson	2
Notional Short Term Trading Portfolio Updates for Australia and USA	Jim Berg and John Atkinson	4
Recent JB Alerts ASX300 & USA	Jim Berg and John Atkinson	9
Jim's Momentum Picks for September	Jim Berg and John Atkinson	12
Continuous Improvement Quest	Jim Berg and John Atkinson	14
How to Filter a List of Experts' Picks for 2017	Jim Berg and John Atkinson	18
My Market Commentary for September	Alan Hull	20
Guppy View of the Market	Daryl Guppy, CEO Guppytraders	22
The Last Word	John Atkinson	26

Jim Berg's Aim is to Help You

**Become a Confident Trader & Investor
in Just 12 weeks**

with his hands on 'learn-by-doing' mentoring style

['Investing and Online Trading'](#) weekly Report

To join now, or for more info [Click Here Now →](#)



Customer Caution Notice Jim Berg and John Atkinson are Authorised Representatives (AR Nos. 322724 and 1251439) and ShareTradingEducation.com Pty Ltd is a Corporate Authorized Representative (CAR No. 322726) of Longhou Capital Markets Pty Ltd, Australian Financial Services Licence AFSL 292464. Information provided in this document is of a General nature only. Examples from the Australian and USA markets are provided to demonstrate that Jim Berg's principles may be used globally. This educational material is from an Australian source and complies with Australian law and not necessarily any other (local) law. The past performance of ShareTradingEducation.com ("STE") products is not and should not be taken as an indication of future performance. Caution should be exercised in assessing past performance. Please seek independent financial advice before you decide if this is appropriate for you. Refer also to the Customer Caution Notice at the back of this document and our [Terms and Conditions](#)

Have You Watched Your FREE Webinar Yet?



'7 Key Steps to Help You Survive and Thrive in the Stock Market'

Make sure you ***watch it before you risk another dollar in the market....***

Click on this link now to [start your Replay ==>](#)

General Advice Warning: This document is a tool to assist you in your personal judgment. It is not designed to replace your Licensed Financial Consultant or your Stockbroker. In preparing this document, Jim Berg and John Atkinson as Authorised Representatives (AR Nos. 322724 and 1251439) and ShareTradingEducation.com ("STE"), as Corporate Authorised Representative (CAR No. 322726) of Longhou Capital Markets Pty Ltd ("LCM") Australian Financial Services Licence AFSL 292464, have not taken into account the investment objectives, financial situation and particular needs of any particular investor, because readers come from diverse backgrounds, with diverse objectives and financial situations.

Because of that, the customer should, before acting on the advice, consider the appropriateness of the advice, having regard to their objectives, financial situation and needs; and, if the advice relates to the acquisition, or possible acquisition of a particular financial product, the customer should obtain a Product Disclosure Statement or offer document relating to the product and consider the Statement before making a decision about whether to acquire the product.

Examples from the Australian and USA markets are provided to demonstrate that Jim Berg's principles may be used globally. This educational material is from an Australian source and complies with Australian law and not necessarily any other (local) law.

As this information is of a general nature only, you should seek advice from your broker or other investment advisors as appropriate before taking any action. In particular, this may include consultation with your Taxation Advisor regarding any possible taxation implications from selling stocks, shares, Exchange Traded Funds (ETFs) or other instruments. (ShareTradingEducation.com P/L is not a registered tax agent and any reference to tax is incidental and must be confirmed with a registered tax agent). The decision to trade and the method of trading is for the reader to decide.

STE and/or LCM and its officers, employees, agents, associates and alliance partners ("Associates") may have or may obtain an interest in the securities referred to in this letter and will receive commissions, brokerage and other fees from dealing in the securities or advising in respect of the proposed listing of the securities. LCM and/or STE believe that the information contained in this letter was accurate at the time it was compiled.

Performance Caution: **Direct investing in the stock market can result in financial loss.** The past performance of STE products is not and should not be taken as an indication of future performance. Caution should be exercised in assessing past performance. STE's service, like all other financial services, is subject to market forces and unpredictable events that may adversely affect its future performance.

Jim Berg, John Atkinson and STE believe that the information contained in this document was accurate at the time it was compiled. However, results reflect absolute trading stop loss discipline. Any projections made in this document are estimates only and no representation is being made that any account will or is likely to achieve profits or losses similar to those shown. Stock tips, buy or sell recommendations are not provided in this document.

All case study trades are notional examples using reasonably attainable entry and exit points. Results reflect absolute trading stop loss discipline. Unlike an actual performance record, simulated results do not represent actual trading. Also, since the trades have not actually been executed, the results may have over or under compensated for impact, if any, of certain market factors, such as lack of liquidity

Copyright: The information contained in this document is copyright © 2017 and for the sole use of trial and prepaid readers. It cannot be circulated to other readers without the permission of the ShareTradingEducation.com. Contributed material reflects the personal opinion of the authors and is not necessarily those of the publisher. Articles accurately reflect the personal views of the authors. Sharetradingeducation.com is an independent financial education organization and research is supported by subscription fees and affiliate rebates.

OFFICES: Copacabana, NSW 2251, Australia and Glen Iris, Victoria 3146, Australia.

Disclosure of Interest: LCM/STE and their associates and authors of the *Investing & Online Trading Report*© team may hold shares in the companies featured in this Report. **Further Conditions** are specified in the [Terms and-Conditions](#) at www.sharetradingeducation.com.