The latest quiz is about support zones, not the usual chart patterns….

Question: This stock is about to tumble. How far will price drop? Identify support zones. (Weekly scale shown).
The blue lines correspond to locations where the major price trend turned up after April 2004. The top blue line is an easy one because it lines up with prior peaks. The other support zones are more obscure.

Here’s another chart. Price is about to decline. Find the support zones, the locations where price will pause or turn. Answers appear on the next page (weekly scale shown).
Again, I drew the lines using minor/major turning or pause points after the 2nd highest peak on the chart and extended the lines to the left. Notice the massive decline on the highest volume on the chart. That dead-cat bounce was from an earnings warning. Would you have sold a long holding by then?

The end