



Zero to Trading in 21 Days

Day 4: Introduction to Technical Analysis



Learn:

Test your knowledge and understanding of the concepts presented in the video.



Review:

Summarize the main points and concepts from the video.



Apply:

Demonstrate how you will apply the concepts from the video into your own trading.



- In Dow Theory, what are the three market movements?
- In Dow Theory, what are the three trend phases?
- What does it mean under Dow Theory (and technical analysis) to say the market is efficient?



- How would you summarize the main points and ideas behind Dow's theory about market movements and trend phases?
- How would you describe the purpose behind Dow's use of stock market indices in market analysis, and what do you think would be the relevance today?

- Why is “Newton’s First Law” an accurate description of Dow Theory’s view on the role of trend and trend analysis?



- On a chart for SPY, identify three different examples of the three market movements.
- On a chart, compare the Dow Jones Industrial Average and Dow Jones Transportation Index. When do the indices move together? When do the indices’ prices not agree?