

Friday February 28th, 2014

THE EQUITY Oracle™

Looking Bullish for Verizon



It's been a very long time since I've traded Verizon but there was a time when this was one of the hottest stocks on the board to trade. It is a stock that follows the technical signals very well and today we have another opportunity to get in on the long side. As you can see from the weekly chart of VZ the stock ended last week with a bullish engulfing pattern. This week we have a hammer pattern on extremely high volume and a higher low from the previous candle. This means a pivot is forming, giving us not just an entry point but an exit point as well. We need to set the stop below the well-established Role Reversal line. (See RM Note box below for details)



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Trade Instructions

Alert Type	New Position
Stock Name	Verizon Communications
Ticker Symbol	VZ
Current Price	47.50
Buy Price	Buy at Market (See Note Below)
Note:	Make sure the candle is green before you buy it

RM Note: Once you buy the stock (around 47.50) place a stop loss order to exit the position should the stock close below support (around 44.50). (I've pointed this out to you in the video) The risk per share on this is roughly \$3. In order to figure out how many shares to buy, simply multiply your account value by 1%, then divide this number by the risk per share (3). This will leave you with the number of shares you should buy. For more information go to the Video page on our website and watch the video entitled The 1% Rule for Managing Risk.

Have a great weekend,
AJ Monte CMT
Chief Market Strategist
The Market Guys, Inc.



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