

BITS & BYTES COMPUTER CLUB

OCTOBER 23, 2013

DISCLAIMER

This presentation is not an investment advisory, and should not be used to make investment decisions. Information in the presentation will often be opinionated and should be considered for informational purposes only. No stock exchange anywhere has approved or disapproved of the information contained in the presentation. There is no express or implied solicitation to buy or sell securities. The presenter may have positions in the stocks discussed and may trade in the stocks mentioned. Don't consider buying or selling any stock without conducting your own due diligence.

**THE TROUBLE AIN'T WHAT PEOPLE DON'T
KNOW, IT'S WHAT THEY KNOW THAT JUST
AIN'T SO.**

JOSH BILLINGS

Definition of 'Swing Trading'

A style of trading that attempts to capture gains in a stock within one to four days. Swing traders use technical analysis to look for stocks with short-term price momentum. These traders aren't interested in the fundamental or intrinsic value of stocks, but rather in their price trends and patterns.

'Swing Trading'

To find situations in which a stock has the extraordinary potential to move in such a short time frame, the trader must act quickly. Therefore, swing trading is mainly used by at-home and day traders. Large institutions trade in sizes too big to move in and out of stocks quickly. The individual trader is able to exploit such short-term stock movements without having to compete with the major traders.

ONLY PRICE PAYS!

You can't take volume to the bank

In finance, the **efficient-market hypothesis (EMH)**, or the **joint hypothesis problem**, asserts that financial markets are "informationally efficient". In consequence of this, one cannot consistently achieve returns in excess of average market returns on a risk-adjusted basis, given the information available at the time the investment is made.

TRADING SOFTWARE THAT I USE

www.tc2000.com

Provided by: www.worden.com

I pay \$900.00 a year for real time data. You don't need this.

THE FREE (STRIPPED-DOWN) VERSION OF WHAT I USE:

www.freestockcharts.com (Data delayed 15 mins., no big deal).

If the stock is very liquid there's virtually no delay at all. Play around with it. You won't hurt anything!

- **Coming To Toronto**
- **[Metro Toronto Convention Centre North Building Driving Directions](#)**
- **Saturday, 10 am sharp. Be early, there will be lots of people.
Oct 26th**
- **[Watch Video Invite](#)**
- **[Open PDF of invitation mailed to you](#)**
- **[Run TC2000.com in your browser](#)**
- **Admission is FREE. You are welcome to walk in on Saturday, Oct 26th (one day only!). You may attend all or part of the day. You'll get honest education that has been selected best stock market training the last 5 years by the readers of S&C Magazine. Gary and Tal will get you checked in at the front desk. Call 1-800-776-4940 or [click here](#) to register.**

- **stockcharts.com (Great education, free stock charts. Several of my friends use this site alone for their trading).**

- **wallstreetsurvivor.com (Education plus practise trading for free).**

- **globeinvestor.com (Great for ranking Canadian and U.S. stocks).**
- **Click on Stockfilter, choose “Exchange” & “Country”. Gives you more info. Than you’ll ever need to know.**

MY FIRST CHOICE: BROKER

- **www.interactivebrokers.com. Their website says that they charge \$0.005 per share. They sometimes charge me \$0.004 cents per share. I don't know why and I don't care! 1000 shares costs \$4.00 in and \$4.00 out.**

MY SECOND CHOICE: BROKER

www.virtualbrokers.com. You have to have your RRSP with a Canadian broker. They charge \$0.01 per share (Maximum \$9.99). 1000 shares will cost you \$9.99 in and \$9.99 out.

TAXATION (1)

Long term investor: Taxed as capital gains. 50% of the gain is taxed at your marginal rate.

Example: \$10,000 gain. \$5,000 is taxed at your marginal rate.

TAXATION (2)

**Active, short term, day or swing trader:
Without a “regular” job (Retired). Taxed as
regular income. Total gain for year minus total
commissions. Only if audited do you need the
individual trades which are all online with your
broker.**

CANADIAN FLAMEOUTS

- **Dome Pete: Amoco buyout in 1988.**
- **Bre-X: Collapsed in 1997 (fraudulent gold samples).**
- **Nortel: At one point, one third of the Toronto Stock Exchange value. Ceased operations in 2009.**
- **Blackberry (?).**

GANGSTERS

- **The story is told that after he had been deported to Italy, Lucky Luciano granted an interview in which he described a visit to the floor of the New York Stock Exchange. When the operations of floor specialists had been explained to him, he said, ‘A terrible thing happened. I realized I’d joined the wrong mob’” (1Ney, 8).**
- ***"It's a racket," he said. "Those stock market guys are crooked." – Al Capone***

**DON'T RELY ON STOCK COURSES, "SPECIAL"
TRADING SOFTWARE OR STOCK GURUS.**

THE "TRUTH" IS IN THE STOCK PRICE.

THINK FOR YOURSELF WITH GOD'S GUIDANCE!

GO OUT AND MAKE ME PROUD