

# THE TRADER REVIEW

market  
forecast &  
model  
portfolio



May 01, 2025

Reverse Head  
and Shoulders  
Pattern for  
Bulls

Prepared by

Neil Batho

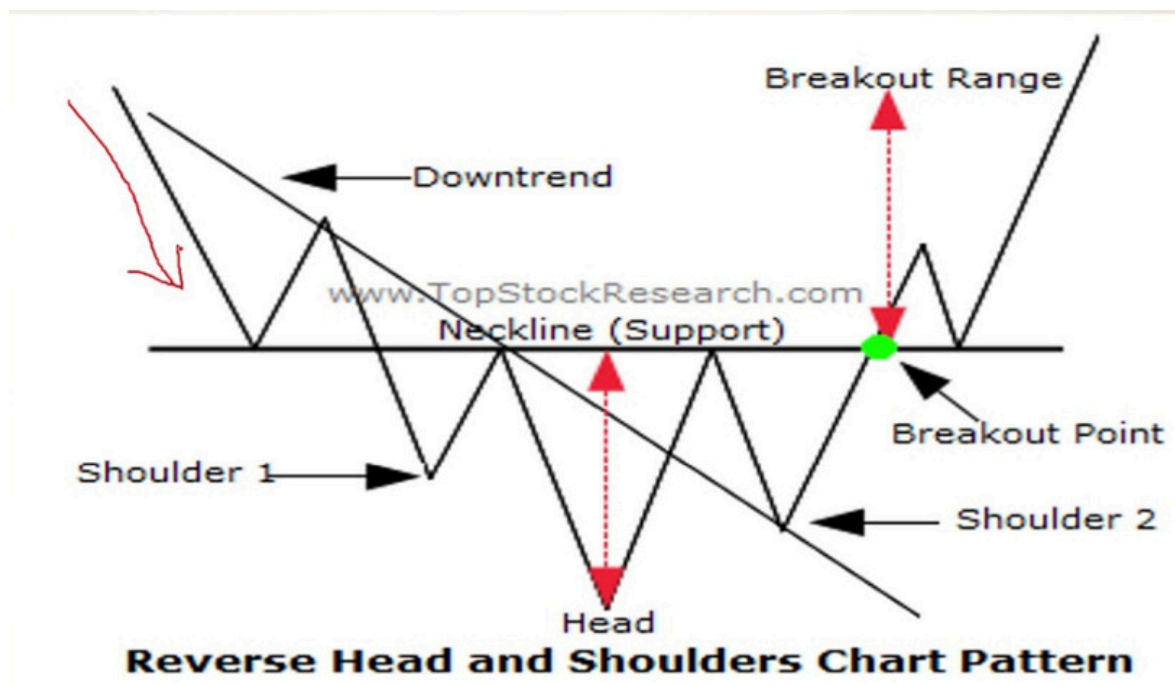
# Dear Readers,

The most important patterns in trading are the Head and Shoulders pattern (market top) and a the reverse Head and Shoulders pattern (bottom).

They are the most important because they are the ONLY technical patterns on the Series 7 Broker exam that you need to place orders for clients at a full service Broker like Merrill. I know because I took the exam and passed it and worked as a broker.

The reason it's on the exam is because it WORKS and it works so well that the big firms need to protect themselves from being sued in case they did nothing in your account when this pattern happened.

In the chart below we are where it says "Breakout Point" and if you saw stocks yesterday they soared in the last 10 minutes of trading. Precisely at the breakout point. That's because all professional traders and broker trading floors know the Head and Shoulders patterns.





The pattern doesn't have to be perfect so I drew it the best I could.

You can also start getting in before the final breakout in the last pullback stage then start adding more.

***In fact, we were buying SPXL, SOXL, FNGA and TQQQ got triggered for us right before the close and should be up nicely Thursday.***

***We also got into some SPY Calls when SPY reached 550. We bought the May 16 560 calls IF SPY reached 500. When it did we got in and we're up nicely.***

***Good Trading!***

***Neil***

# Meet The Expert



## Neil Batho

### Long-Time Trader & Investor

Neil writes commentary on the market, economy, finance, and trends in the marketplace in order to get you in the picks and sectors that can move right now.

Neil issues model portfolios for individual traders to trade in Stocks/ETFs, Options, and Crypto.

Neil has a Bachelor in Finance, Minor in Economics, and was an NCAA Div. 1 ski racer and on the University Dean's List and a former Series 7, 63, 65 fully licensed Financial Advisor.

Neil uses his knowledge and experience to see "through" what the Fed is saying while using historical trend analysis to get you into trades like technology since 2022 since he knew rising interest rates favor tech stocks since tech companies have billions in cash.

Long term readers were also warned of the crashes in 2009 and 2020, profiting in a big way on the downside while buying at the bottom. Or, at least staying out.

Recent successes were 55% in 2022 when the S&P500 was down -18% due in large part to being in the right sectors. Oil, Natural Gas, and Potash. In fact, energy was the only sector up the entire year proving that sector allocation is the most important thing in trading as we were heavily weighted in energy since the first trading day of the year. A \$100,000 account in the S&P500 would have been only \$82,000 at the end of 2022, while an account trading our picks would have been at \$155,000, an 89% difference. We are still well ahead of the market since 2020.



# Risk Disclaimer

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