



Pure Elliott Wave

CANDLESTICK PATTERN GUIDE

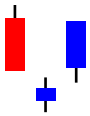
BULLISH



Bullish Engulfing: In the context of a downwards trend. Second candle covers body of first candle.



Piercing Pattern: Second candle ideally opens below bottom of lower shadow of first, and closes at least halfway into body of the first. Indicates bottom reversal.



Morning Star: Second candle may have no real body (a doji). Occurs near a bottom.



Harami: The first candle has an unusually long real body, and the second candle is a small body within the first. Colour of second body is unimportant. A reversal pattern in the context of a downwards trend.



Hammer: In a downtrend, lower shadow must be minimum 2 times the length of real body. Requires confirmation with the next candlestick moving higher and closing green.



Inverted Hammer: In a downtrend. Small real body. No or little lower shadow. Requires confirmation with the next candlestick moving higher and closing green.



Dragonfly Doji: Open, close and high at same or almost the same price. Long lower wick. A bullish reversal in the context of a downwards trend. Suggest a market bottom in the context of a downwards trend.

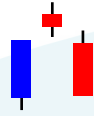
BEARISH



Bearish Engulfing: In the context of an upwards trend. Second candle covers body of first candle.



Dark Cloud Cover: Second candle ideally opens above top of upper shadow of first, and closes at least halfway into body of the first. Indicates top reversal.



Evening Star: Second candle may have no real body (a doji). Occurs near a top.



Harami: The first candle has an unusually long real body, and the second candle is a small body within the first. Colour of second body is unimportant. A reversal pattern in the context of an upwards trend.



Hanging Man: In an uptrend, lower shadow must be minimum 2 times the length of real body. Requires confirmation with the next candlestick moving lower and closing red.



Shooting Star: In an uptrend. Small real body upper shadow must be minimum 2 times the length of the real body. No or little lower shadow. Requires confirmation with the next candlestick moving lower and closing red.



Gravestone Doji: Open, close, and low at same price. Suggest a market top in the context of an upwards trend.



Long Legged Doji: One or two very long shadows. Suggest a market top in the context of an upwards trend.