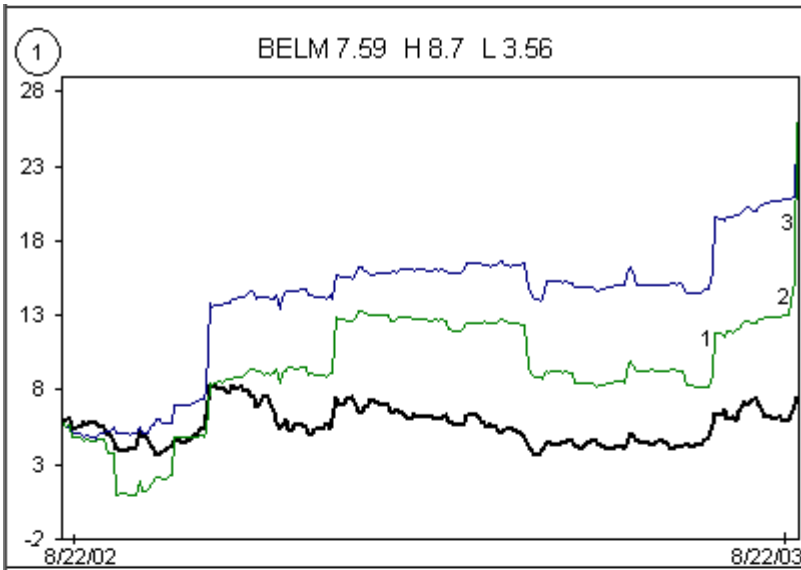
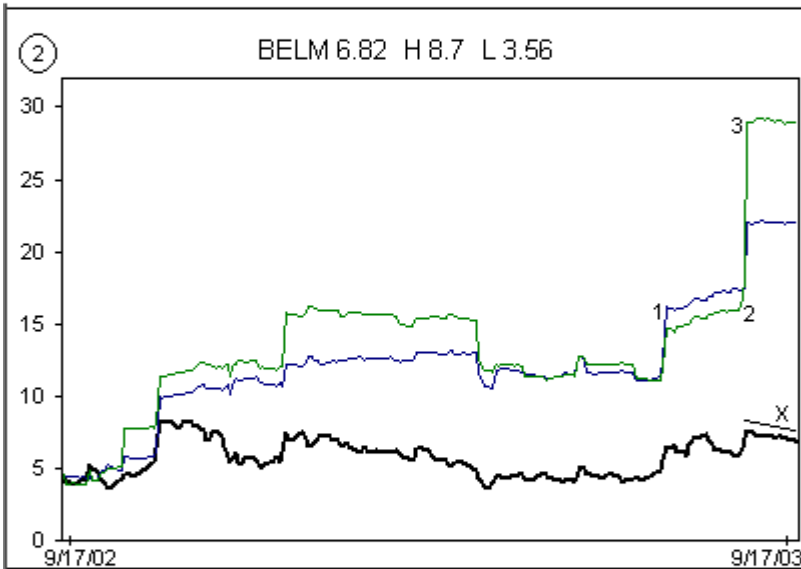


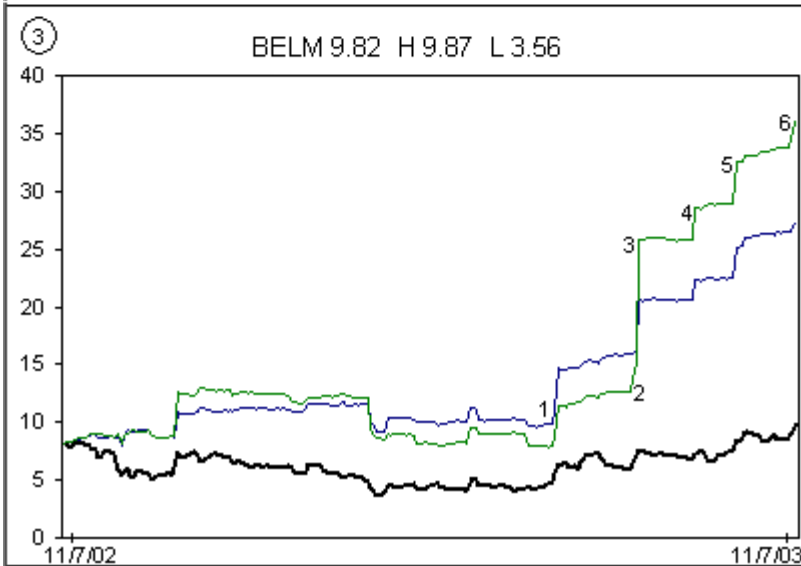
IV. BUYING STOCKS USING LSI CHARTS



LSI Chart #1 of BELM shows heavy recent accumulation after a long period of choppy (inconsistent up and down spike activity) action. The three positive spikes show strong institutional buying of the stock and clearly represent a change in sentiment from neutral to positive. The positive spike at 3 on the heels of the smaller spike at 2 signals BELM as a buy candidate on any upcoming positive divergence.



LSI Chart #2 shows a strong positive divergence forming at X three weeks after the positive spike at 3. Investors should look to take initial long positions during this pullback.



LSI Chart #3 shows a wonderful example of positive "ladder step" activity as institutional investors aggressively accumulate the stock. Note the multiple positive divergences that arise as this pattern takes shape. This LSI Chart of BELM is a classic example of the symmetry that begins to appear on the chart with a heavily accumulated stock.