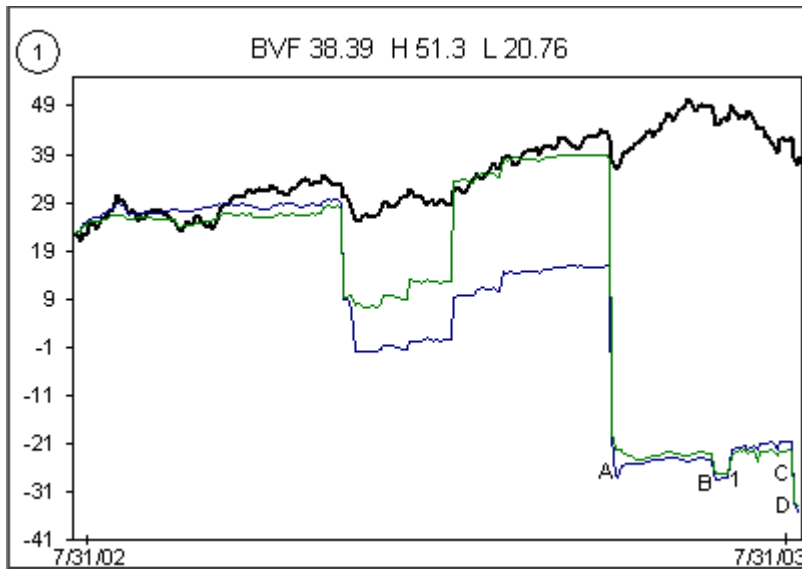
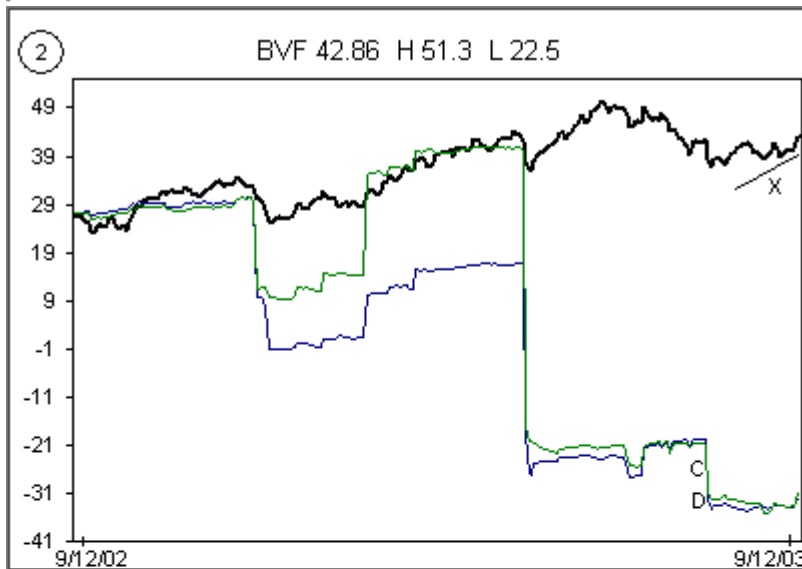


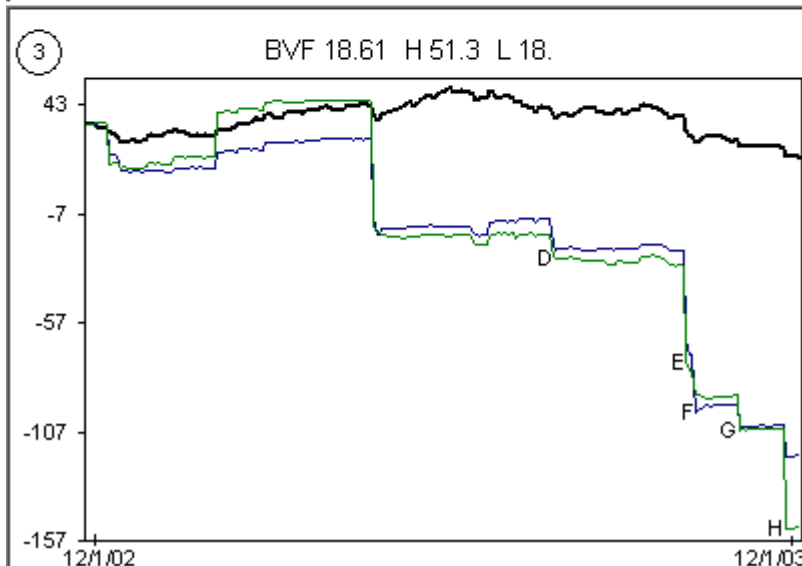
## V. SELLING STOCKS USING LSI CHARTS



LSI Chart #1 of BVF already shows strong institutional selling with a large spike negative spike at A followed by another small one at B. Curiously, this selling runs directly into the face of a strong share price. Investors should take gains following the negative spike at B. While these negative spikes stand as a red flag for investors, the breakdown at C and D confirms heavy institutional selling in the stock.



LSI Chart #2 shows a solid move higher in share price at X that serves as a solid negative divergence formation. Short sellers should use this strength to take initial positions.



LSI Chart #3 highlights massive institutional selling following the initial negative spikes. This serves as another classic negative "ladder step" example that is indicative of heavy institutional selling.