

# Background

Purpose: share results of a new search and trading system that utilizes the power of RS with a sprinkling of VST, EY and a Ratchet Stop

Investment Style: designed for the Prudent Investor

Key Goals (in order of priority)

- Excellent rates of return
- Non-Threatening maximum drawdowns
- Works in both up and down markets without shorting or contra ETFs
- No loss in any year
- Limited trades per year
- Liquid stocks
- Exclude stock Sectors I typically don't buy

How Developed

- First developed in 4Q 2014 – inspired by a Stan Heller search using RS
- Based on VV teachings with lots of trial and error plus a little luck

# Primary Test Periods





# Performance Results

	DATE	ARR	MAXD	VVC ARR
1	3/31/11 to 6/27/12	15	7	-15
2	9/11/13 to 9/19/14	26	5	17
3	1/2/15 to 12/31/15	19	11	-8
	2008-2015	25	19	1

TRADING SYSTEM	2013-2015 (ARR/MAXD)	2015 (ARR/MAXD)
RSD	32/11	19/11
STAR SEARCH	1/26	-12/21
HIGH FLIERS	2/23	-11/16
JAKES/HINDEN*	45/9	6/9
SAFE&SOUND/ CRASH LANDERS*	28/11	12/9
PALE BLUE CHIP	12/6	-1/6
BEST NEW HIGHS & DIV.	6/41	-3/9



Name	Timing List	Start Date	End Date	Total Value	% Winners	% G/L	Total Commission	ARR	CROR	Max Drawdown
Relative Safety Driver - Ratchet TEST 1	Confirmed Calls	3/31/2011	6/27/2012	\$118,243.69	63.64 %	18.24 %	\$189.05	14.68 %	14.43 %	6.70 %
Relative Safety Driver - 2008-15 - Ratchet	Confirmed Calls	1/2/2008	12/31/2015	\$299,143.11	51.85 %	199.14 %	\$1,601.95	24.91 %	14.69 %	19.45 %
Relative Safety Driver - 2013-15 Ratchet	Confirmed Calls	1/2/2013	12/31/2015	\$194,559.61	57.14 %	94.56 %	\$547.25	31.60 %	24.91 %	11.01 %
Relative Safety Driver - 2013-15 - REC S	Confirmed Calls	1/2/2013	12/31/2015	\$206,463.17	71.43 %	106.46 %	\$248.75	35.58 %	27.41 %	10.48 %
Relative Safety Driver - Ratchet TEST 2	Confirmed Calls	9/11/2013	9/19/2014	\$126,787.19	73.33 %	26.79 %	\$248.75	26.23 %	26.16 %	5.24 %
Relative Safety Driver - Ratchet TEST 3	Confirmed Calls	1/2/2015	12/31/2015	\$119,167.42	50.00 %	19.17 %	\$149.25	19.29 %	19.30 %	11.17 %

(75) tests found Group Results By: (Ungrouped)

Automation <<

Settings Status

Ready

View All Transactions





# RSD Equity Curve

2013-2015 (Ratchet Stop)

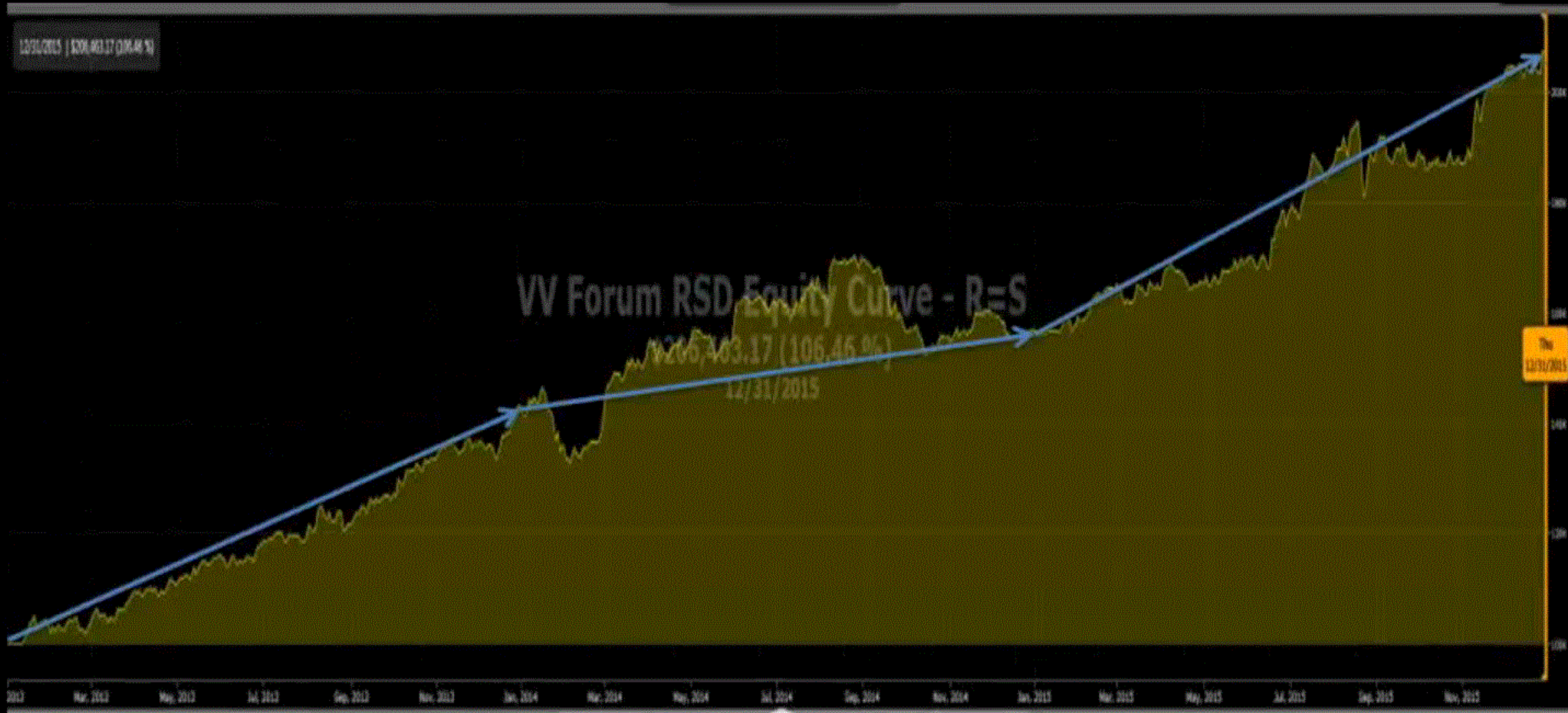


ARR = 32% MAXD = 11% Winners = 57% Trades = 55 (1.5 /month)

Stocks Selected by Search: Top Gainers - ACQ, MG, NFI. Top Losers - CCA, IFP

# RSD Equity Curve

2013-2015 (Stop → R=S)



ARR = 36% MAXD = 10% Winners = 71% Trades = 25 (0.7 /month)

Stocks Selected by Search: Top Gainers - ACQ, MG, NFI. Top Losers - RME, GSY



# Search and Trading System

## Search (RSD)


- $RS \geq 1.1$
- $EY > 0$
- Price  $\geq 2\$$
- Average Volume  $\geq 20000$
- $RS \geq 4$  weeks ago
- $RS \geq 13$  weeks ago
- $RS \geq 52$  weeks ago
- Sector  $\leftrightarrow$  Mining, REITs, Investment Trusts
- RT Trending Higher - 1 week
  
- Sort =  $VST * EY$  descending

## Trading System

- Search = RSD
- Portfolio Size = 100000\$
- Commission 9.95\$/trade
- Execute next days open
- Execute daily pricing mode
- Confirmed call: Buy long CUP; No action CDN
- Stop = Ratchet Stop (EOD) - Stop of  $R=S$  also works well
- 5 positions
- Replace closed positions
- Open all positions at once
- Close if opened in different situation
- Invest average portfolio value
- Odd lots
- Limit repurchase to 31 days
- Don't buy stocks that violate stop criteria
- Max % of stocks average volume = 3%


## Relative Safety Driver - RR


Run Search

 VST \* EY DESC, Symbol ASC

Top 30

Return: Stocks

 QuickTest Top 10

 Graph All

QuickFolio All

11/20/2015

TRADE NOW

## Parameters

	Date/Time	Parameter	Operator	Value
▶	Time of Search	Stock RS - (Relative Safety)	>=	1.1
	Time of Search	Stock EY - (Earnings Yield)	>	0
	Time of Search	Stock Price - (Actual)	>=	2
	Time of Search	Stock AvgVol - (50 day moving A...	>=	20000
	Time of Search	Stock RS - (Relative Safety)	>=	4 weeks ago Stock RS
	Time of Search	Stock RS - (Relative Safety)	>=	13 weeks ago Stock RS
	Time of Search	Stock RS - (Relative Safety)	>=	52 weeks ago Stock RS
	Time of Search	Stock Sector	<>	InvestmntTrust, Mining, REIT
	Time of Search	Stock RT - (Relative Timing)	Trending	Higher 1 weeks
*				





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### Last week's bottom-fishing pays off; and Tuesday's Q&A Webinar

I hope you had the opportunity to view this week's Strategy of the Week video. It was titled, 3 Steps to Retire with Peace of Mind. Brian D'Amico, our Manger of Educational Services, delivered a well thought out presentation with tips for how to get your portfolio unstuck, how to generate income from dividends and [Continue Reading »](#)



This entry was posted in [Market Timing](#), [Webinars and Workshops](#) on [February 22, 2016](#) by [Stan Heller](#).

### Get ready to bottom-fish, but heed Dr. DiLiddo's Bear Market warning!

Join me tomorrow, Tuesday, February 16 at 12:30 p.m. for our weekly Q&A. We'll discuss current market conditions including gold and energy bottom-fishing opportunities, and of course we'll answer your questions about Friday's Special Presentation. Click here to Register. The U.S. market appears to be set up for some profitable bottom-fishing for short-term gains. Conditions have been met for the [Continue Reading »](#)



This entry was posted in [Options Strategies](#), [Portfolio Management](#), [Webinars and Workshops](#) on [February 15, 2016](#) by [Stan Heller](#).

### Saturday's Online Forum started with a dire market warning; showed an exciting new trading system; and a lesson on how to create your own custom fields.

Search

#### Archives

- February 2016
- January 2016
- December 2015
- November 2015
- October 2015
- September 2015
- August 2015
- July 2015
- June 2015
- May 2015
- April 2015
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#### Categories

- BLOG Description and Mission
- CA ONLINE FORUM
- Canada Colour Guard Report
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- Gold/Silver
- Industry Group Analysis
- Investor Questions
- Market Timing
- Options Strategies





You can get all the details by reviewing the attached slides and listening to a Forum replay. [WATCH THE REPLAY.](#)

Tuesday, Feb 9 Webinar at 12:30 p.m. EST. Also, don't forget to join me tomorrow for our regular SOTW Q&A. In Friday's SOTW, Jim Penna showed how you can use basic options to generate income and protect your portfolio in a market downtrend. Let's discuss. [REGISTER HERE.](#)

**Presented by Stan Heller, Consultant, VectorVest Canada**


**DISCLAIMER:** The information contained in this Blog is for education and information purposes only. **Example trades must not be considered as recommendations.** You should always do your own analysis and invest based on your own risk tolerance, investment style, goals and time horizon. There are risks involved in investing and only you know your financial situation, risk tolerance, financial goals and time horizon.

FOR SLIDES: Hover your mouse at the bottom of the slide to reveal menu options. Should you download and decide to print, remember to convert to 'Greyscale' before printing in order to save ink!

**VectorVest Canada  
Online Forum**

**Saturday, February 6, 2016**

  
Jamin Heller, Moderator

  
Stan Heller, Presenter



## Agenda

11:00 Welcome and Purpose of Meeting (5 min.)

11:05 The 7-Minute Market Forecast (20 min.)

- Colour Guard Review
- Market Timing Graph
- Market Climate

11:20 User Group News

- Meetings This Month (5 min.)
- Industry Group Analysis - Healthcare (Marijuana)

11:40 **\*\*Member Presentations\*\*** (30 min.)

- Relative Safety Driver – A New Search and Trading Strategy Focusing on RS, by Rick Rodgers, Calgary Member (20 Min)
- How to Use Custom Field Builder to Customize Your Candlestick Searches, by Graham Jones, Calgary Member (10 Min)

12:10 Trending Stocks Spotlight (15 min.)

- How to Prepare for a Breakout in an Oversold Market, by Stan Heller, Consultant, VectorVest Canada
- How to Set-up Your Trades in a Volatile Market Using Jamin Heller's Trade Analysis and Risk Management Calculator

**ADJOURN – 12:30 ET**



Name	Timing List	Start Date	End Date	Total Value	% Winners	% G/L	Total Commission	ARR	CROR	Max Drawdown
Relative Safety Driver	Confirmed Calls	24/09/2004	15/03/2016	\$278,547.23	42.03 %	178.55 %	\$2,710.00	15.56 %	9.34 %	25.39 %
Relative Safety Driver 2013-2015	Confirmed Calls	02/01/2013	31/12/2015	\$194,556.87	57.14 %	94.56 %	\$550.00	31.60 %	24.91 %	11.01 %

(158) tests found

Group Results By: (Ungrouped)

