



PAUL COHEN'S MARIJUANA HUB

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Should You Day Trade Or Trade In General Marijuana Stocks?

- The Penny Stock Market carries a high degree of risk. Trading any penny stock including a marijuana stock is a bad idea. Day trading is not for the faint of heart.
- The statistics argue against day trading. Some years ago we did an in depth investigation project for an institutional client. Our assignment was evaluating day trading.
- The conclusion was clear. About 1 in 9 day traders make money. The rest lost money.
- Clearly the odds are against day trading or trading in any market
- Are there advantages trading marijuana stocks versus another industry? I think not.
- The reasons include: The SEC can stop trading in any issue as they have to date. If you do not follow the promotional market closely, you will mistake promotion volume and price action resulting from dollars spent on a promotion as a positive in any chart. Chartists lose money.
- We have written a description of the Penny Stock Market on the Grass Roots website. I urge you to read it carefully: <http://www.grassrootsrd.com/PennyStock.aspx>