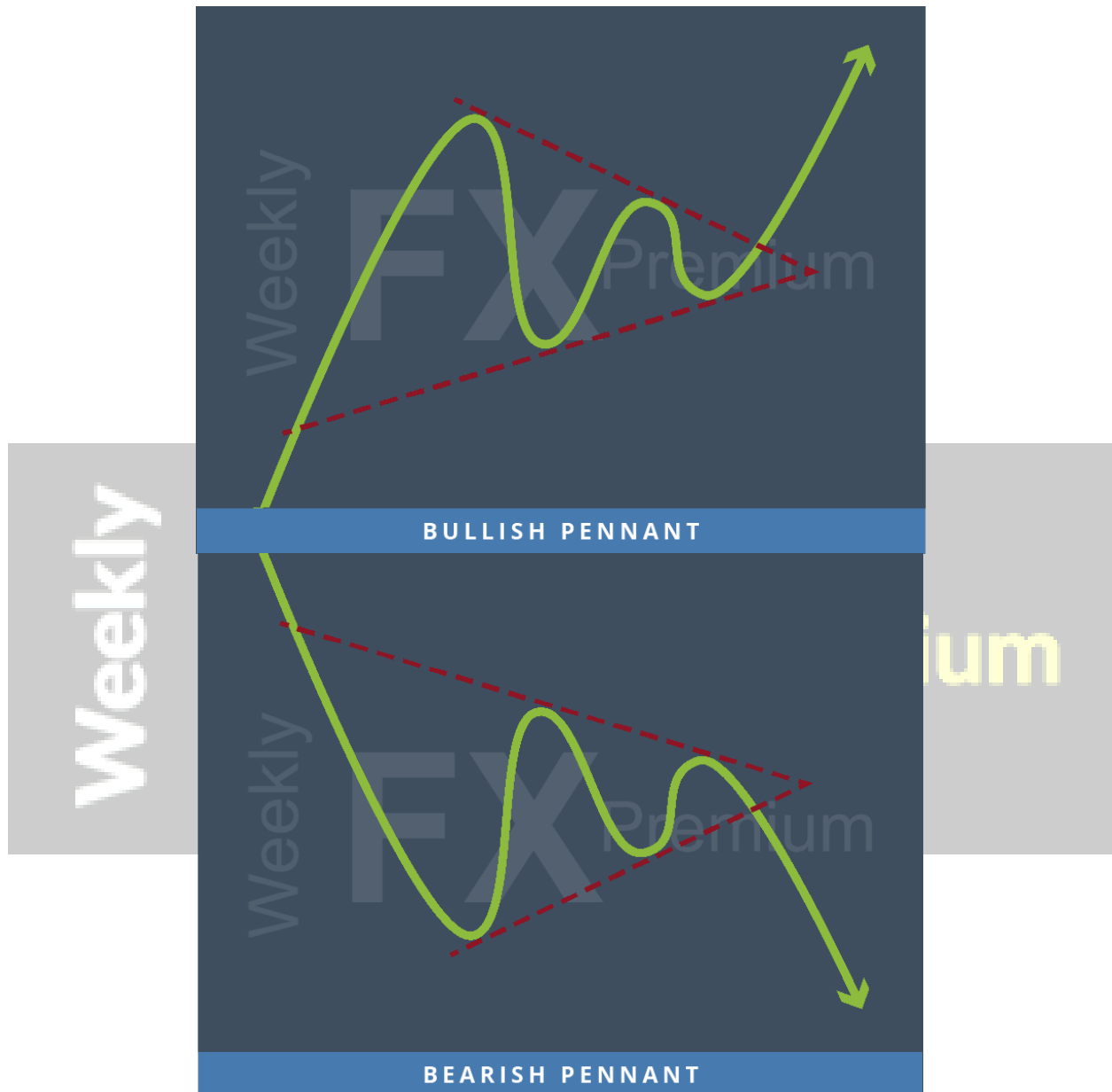


PENNANT:



A pennant pattern is basically a continuation pattern which is described as an initial large movement followed by a consolidation period with converging trendlines. It tends to be followed by a breakout in the direction of the current (strong) trend and is usually a consolidation where the price action takes the form of a symmetrical triangle. If it's consolidating after a strong move higher/ lower, it is likely a pennant pattern.