



Weekly Financial Letter

By

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Weekly Newsletter from 19-23 November 2012

Dear Members,

Once we would like to you that it is important that you must read first part of our newsletter very carefully.

Last week two major events took place: first was China got a new leader and second was that a Middle-east conflict started. **Both these events took placed on a Scorpio Moon, like the Facebook IPO.** World leaders should watch the Scorpio Moon closely, in fact not just world leaders, everyone should watch every Scorpio Moon closely. Investors and traders should avoid the Scorpio moon for new investments, trading and don't even hold any big positions on these days otherwise you can get a margin call or your positions can earn loses. In the last twenty years I always pay close attention to the Scorpio Moon. **"Last week Wednesday and Thursday was Scorpio Moon"**

First event: New Chinese leader "Xi Jinping" took over leadership on Thursday (most negative news), he will start making mistakes within the **first 29 days** (before Moon came back to Scorpio or after changing 11 Zodiac cycles). Under his ruling China will go down socially and economically. He will also develop some health issues in the third year of his ruling once Saturn becomes 10 degree in Scorpio house. There will be a lot of political changes during his ruling; I call him a complete failure as the leader of China.

Second event: Middle-East conflict started on Wednesday on Scorpio Moon, so it is clear that for the **next twenty seven days this issue will remain in the headlines with agreement of peace and disagreement.** Fights and attacks will continue with in-between some breaks as well so this conflict will not end soon.

At this stage we are not too worried about the **above mentioned issues** as these both events won't affect USA that much. You subscribe to our services to get future outlook of the financial markets, at this stage everyone should be closely watching S&P, Apple, oil and gold.

Oil and gold are very sensitive, they always move rapidly on any uncertainty. Last week's middle-eastern conflict not helped gold, and oil was also modestly up and not showing any panic. In the past we have seen that oil and gold run up on any kind of conflict or uncertainty in the middle-east.

The most important point you have note, is that **S&P will outperform against all major markets as well as commodities, except for coffee and silver.** S&P's trend is important for all markets, **S&P has to perform, it has to move up sharply to confirm that the biggest bull market is on the way.** We are not too worried about commodities (gold or oil) trend in 2013/2014, S&P's trend is important.

Last week was negative week astro cycle week and that negativity created some panic in markets but now it looks like that last week on Friday the stock markets have bottomed out. **Wealthy and large investors in America are expecting that the Bush tax cut may expire** and this can result in



them paying huge taxes next year if they carry the same investment position so they are booking profit in the best performing stocks like APPLE, Google, Priceline and many more. This is the reason why key value stocks or stocks which had a good run are falling on profit booking and in our view, most of the longer term holdings have been unloaded in the market due to not renewing the Bush Tax plan.

Important note: If all major market don't recover from the middle of this week then that will be a concerning sign but we are sure that markets and commodities will recover from middle of next week (99.99% chances that markets will start moving higher).

Here is this week's weekly newsletter from 19-23 November

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From 1996 to 1999 we kept a hundred percent focus on internet, software, telecommunications and other technology stocks. In fact we were not looking at any other sector. From 2001 to 2006 we just remained focus on gold, silver and base metals stocks. 2007 to 2011 our views were mixed because we saw uncertainty in the financial markets, and we saw the housing crises, the Dubai and Euro zone problem and all this happened.

Since September 2011 our focus went back to the USA markets, and high value stocks, technology companies with brand names, and so far we feel that we are on the right track. This US stock bull cycle which started in September 2011 will end in 2015. We are about to enter 2013 and nearly 32 months are pending in which the markets valuations will go beyond anyone's expectations. Stocks will start trading at a very high P/E, money will pour on investors from the sky; so it is clear that the biggest stock rally is pending.

Astro cycle teaches to just focus on cycles, and not to pay attention to other issues as they can divert your mind, they can force you to take wrong decisions. Human psychology creates everything or gives birth to trends when masses and large amount of money gets involve. We all aware about the most famous **Tulip mania**: the most unique bubble which happened in 1600 century. The bubble burst in summer of 1637, and prices would multiply even ten times a day towards the end. 1634 to 1637 was the most unique time and what people experienced in that time will be remembered even after 500 years. In the Tulip bulb speculation was widespread. Tulip Mania was too speculative and when it crashed the Dutch economy came into trouble, no one wanted to honour contracts, and finally the government came in and agreed to accept 10% of contract. It bought a depression in the Dutch economy.

We humans created this kind of a bubble. We get to involved into it and by the time we realize it is always too late. Take a example of the Japanese stock bubble, Tech bubble and housing bubble. Human nature is always like that, we always like to get involved but always make mistakes while exiting.



Our newsletters main fundamentals or base is to understand the planetary or natures behaviour, and how investors will react to it. It is purely psychology and behaviour patterns of investor and planets guide us very accurately. We study where the masses will go in the future coming time and this is very easy to understand due to planetary movements. Many known world personalities following our work since years, they love it because it gives them awareness, and they are not worried that how my predictions are unfolding day to day, they just want to know where masses will be going, what they will be thinking, and where they will be investing.

We are Humans and we also destroy the same. It is in human nature, greed, love and fear which makes this market. Finally the Federal Reserve started talking about psychology and human behavior changes things in the financial markets. I will attach that article that was sent to us by one of our members.

This week looks quite interesting, On Monday the markets will trade sideways, but on Tuesday we will see some buying coming in. On Wednesday we will see profit booking. Our advise is to start building positions on all three of these days without fear on the predicted lower sides.

Thursday should be a very positive day, the markets will be rocking and be moving sharply higher. On Friday the USA markets will remain close, but the electronic market will be trading. Most global markets will remain open so acquire positions in these markets.

This is a great time to buy Apple, as in the last two Weekly Newsletters we clearly mentioned that we don't see Apple going below \$507 and we still hold this prediction. Many food companies stocks will also be a great buy. Buy Microsoft, Yahoo, Qualcomm and many other high value tech names.

Also start focusing on alternative energy stocks, Uranium and Rare earth metals as there many are trading far below their book value.

Monday trading range:	DAX – 7061 TO 6980
AUSTRALIAN (Cash) – 4387 to 4350	FTSE – 5663 TO 5601
NIKKEI – 9138 TO 9008	S&P – 1368.75 TO 1354.00
NIFTY S&P (Spot) – 5609 to 5565	NASDAQ – 2555 TO 2514
SINGAPORE (cash) – 2960.00 TO 2947	RUSSELL – 780.25 TO 768.25
HONG KONG (cash) – 21256 to 21139	DOW – 12629 TO 12508
CAC – 3377 TO 3325	
RAND – 8.84 to 8.70	

Thanks & God Bless, Mahendra Sharma, Sunday 3.00 PM Santa Barbara