

## **Weekly letter from 12-16 April 2010**

### **Nature always bring changes, next one is alternative energy sources**

Dear Members,

Last week gold made new high against Euro on Greece debt concern, as Fitch downgraded credit rating of Greece two notches from BBB+ to BBB-. Gold was on fire with a lot of buying interest . I wish today were 27 May, then I would easily guide you to a new bull market in gold and silver fearlessly. Yet it's still 46 days pending before we can pronounce such optimism. Yes, now it looks like that gold won't reach our previous target price of \$750 before 27 May as gold and silver absorbed negative days—"Wednesday to Thursday"—without any difficulty. Longer term bull cycle of gold has opened now. Without war or economic problems, even as Dollar rises, no one can hold gold and silver prices from here. I have to respect the theory of which I have been following so I won't buy gold/silver until 27 May, and I will hold puts which we bought a few months back.

Gold bull market will create a unique avenue for investors as gold will rise to more than \$2,300 in the next two years, and in the meantime silver will be touching \$32.00. Once again it will be fun because soon my views will be on bullish note. I am starting to favor gold after a long period. This coming unique era will be like the period from 1978-80 when silver reached \$50 and gold went up crazily. Fire and metal planet Mars is passing toward house of water so open naked position in gold can be very harmful at this point. If you are holding gold then please put stop-loss because still until May 27 nothing is safe. Those who understand astrology can easily find out that Mars in cancer can take away everything what it gives you in same period so Mars can give back all which it takes from you during cycle of Cancer. Mars cancer cycle started from December 2009 and will stay until 27 May 2010.

Another date is 18 April to be watched because Mercury is retrograding in the house of Mars with Sun and Venus. Sudden gloomy cloud will take control of financial markets. I don't like months of April and May so stay away from all kind of investments except, if you have long-term equity allocations, alternative energy stocks.

Short term cycle for this week: This week metals will trade positive, but oil and gains will trade sideways. Stock markets will be looking for directions and in currencies dollar will be riding higher again.

Today first time in six years China announced trade deficit of \$7.24 Billion against forecast of \$390 millions. This is an interesting time to post such figure as there is an intense call by US Congress on China's currency manipulation. USA has been telling China to revalue its currency but China has been ignoring that statement in the last four years. Now there is no other way for China to avoid this confrontation so they announced that they have been importing more. Anyway everyone is aware that how credible the data would be from China's official releases. One of my friends who has a big company in China (more than 800 people working) as well as USA just told me today that whatever the figures released from China are unauthenticated.

Euro Zone and England have to devalue their currencies if they want to survive in the ongoing trade war. We are all aware that EU won't be there for a longer period but surely EURO will remain there as a currency for now. Euro's fight for survival will have interesting and substantial impact on the coming global financial markets. I am so happy today that all uncertainty from my mind is getting over. Within seven weeks we will be 1,000% clear what we want to do, what our members should be doing or where they should be investing.

## **THIS WEEK NEWSLETTER FROM 12 TO 16 APRIL**

### **GOLD/SILVER**

This week moon indicates that gold and silver will be trading positively so any sharp fall should be taken as a short term buying opportunity. However, next week look very negative form gold/silver. This week range \$1166 to \$1142, silver \$18.52 to 17.71.

Monday and Tuesday gold/silver will move both-side, but from Wednesday these both metals will start rising. Thursday and Friday they will remain in positive trends.

Metal stocks will trade sideways. Start accumulating Uranium and Lithium mining companies on sharp corrections.

From June onward gold and silver will start a unique journey and they will keep moving up for more than two years. During next two year gold can easily cross \$2,100 market and silver can reach up to \$38 or \$48.

Hardcore metal investors would like to jump in from Monday after reading my above view, but my advice is that we can wait to see that what role Mercury plays for Metals from next Monday on. Safest time to enter in to metals will be towards the end of May. Those who are holding puts in metals can hold still because I don't want to ignore the current Mars transit.

*Short term – Most uncertain time from 18 April, sharp corrections and volatile until 27 May*

*Longer term – Bullish, gold toward \$2300 in the next two years, but silver will outperform gold, may rise three folds from here on speculations*

## **BASE METALS**

Copper and other base metals are waiting for new directions. Last week gold/silver were moving up but base metals remained quiet. This week base metals will remain sideways and at this stage we are not very keen in advising you about buying base metals like copper, nickel, platinum etc, Sell base metals on Thursday.

If this week precious metals doesn't move up sharply then base metals will fall and they will fall very hard next week. We are expecting huge corrections in base metals and precious metals during the next week.

*Short term – Uncertain but surely they will trade weak*

*Longer term – Not that great future compare to precisions metals*

## **COFFEE/COTTON**

This week cotton and coffee came down nicely. Coffee should be on your radar screen as huge move is on the way. Buy coffee around \$128 to \$132. Cotton prices will remain sideways, like week cotton moved down as predicted as touch \$78.10. Avoid cotton trading at this stage.

*Short term – Accumulation time*

*Longer term – Coffee will outperform all commodities including precious metals in the next two years. Coffee may move to \$300 or higher.*

## **SUGAR/ORANGE JUICE AND COCOA**

Mercury move is not favoring soft commodities, and also a lot of traders' attentions has been diverted toward hot markets like oil, metals and stocks so who wants to trade soft commodities? They are in a weak trend. Sugar has done miracles for many traders as prices came down from \$30.00 to \$15.75. Yes hard to believe but this was one of the best trades where many made huge profits. All these soft commodities will trade weakly for the next one month; one can buy small coffee on Thursday and start accumulating from here.

## **STOCK MARKET**

I feel that whole my prediction of calling bottom in March 2009 became pointless because August last year we saw weakness coming into the markets but they never fell. In the worst financial or stock market cycle I came out prediction of Dow reaching 32,000 or 38,000 but eclipse guided us wrongly during the middle of last year and we waited for short term

corrections. I know how much pain I am feeling. Astrology gave me all great predictions in between but some time I messed them up. This is the reason now I don't want my members to wait more on alternative energy stocks before it gets too late.

Here is list of stocks which I think will provide you a great return but you can do your own due diligence before investing in this area. If you know more good companies then let me know if you don't mind sharing with other members.

Current prices as on 9 April 2010, let's see this portfolio perform like previous two: first one 1997 when I bought Tech stocks with twenty thousand USD went to two million dollar in Jan 2000.

Second was in 2002 Jan I recommended stocks in metal area to one of my close friend, he did invested two million but sold immediately (his banker advised him to sell) after two months when he gained 14% portfolio, Dec 2006 his portfolio reached 36 million but he was out with 14% gain. I wish you good luck, I want you to hold these stocks or you can find your own from same area and hold for at least five years. I feel that one million will be 10 million or more by 2015.

SOLAR STOCKS		ENERGY EFFICIENCY		URANIUM & NUCLEAR	
SOLF	8.43	ENER	7.31	USU	6.24
CSIQ	24.00	HEV	4.19	USEG	6.87
JASO	6.02	VLNC	1.35	URZ	1.94
FSLR	123.77	CBAK	2.45	URRE	0.73
HOKU	2.62	XIDE	5.88	UEC	3.30
LDK	7.03	ULBI	4.15	PALAF	3.99
SPIR	3.99	ABAT	3.87	FURAF	1.31
SPWRA	18.18	CPST	1.39	SILXY	25.3
WFR	15.96	UQM	4.08	CLNMF	2.14
QCLSF	9.80	QTWW	0.69	KMKGF	1.00
QCLSF	9.80	ZOLT	9.81	CCJ	2.27
YGE	12.60	FCEL	2.84	BKLRF	1.34
ESLR	1.16	SATC	2.64	QMM	1.57
ASYS	9.31	SYNM	2.10	IVHOF	3.22
XSNX	0.145	PWER	4.21	ATUSF	10.62
AKNS	1.02	NANO	10.25	HTHXF	1.89
CY	11.57	BLDP	2.65	LTBR	7.28
DSTI	0.28	ENTG	5.00	URPTF	5.98
SLFBF	3.58	KEME	1.68	SRCSF	1.95
TSL	25.10	HDSN	2.63	FOSYF	4.19
CSUN	4.32	MAG	1.62	KHRIF	.93

WIND POWER			LITHIUM & RARE METALS MINING		GREEN FUEL	
	BWEN	4.34	NWFFF	0.27	GPRE	15.05
	JUHL	2.09	WLCDF	1.31	GAIA	2.31
	FPL	49.34	SALZF	1.12	BIOF	3.00
	VWSYF	59.10	SQM	38.92	ADM	28.26
	MMGW	0.70	CLQMF	0.70	MGPI	8.49
	PNEFF		NEMFF	4.15	STKL	4.40
	MKBY	0.037	ERMAF	380.5	ANDE	32.02
	WWEI	0.007	ICAFF	2.28	CERP	4.80
	WNEA	0.061	LITHF	1.35	VRNM	4.48
	TNB	41.33	GALXY	1.13	LLEG	.0015
	CEG	37.88	OROCF	2.32	IPSU	16.88
	TRN	22.07	FGEXF	0.24	BLDV	.0006
	KDN	39.96	GSSRF	0.17	SYBF	0.39
	CPTC	0.27	BYDDF	10.25	BFRF	0.57
	AMN	63.05	RDNAF	0.52	PEIX	1.38
	SPI	9.58	ARAFF	0.59	VRNM	4.48
	GWDP	0.02	AMEL	1.19	MMBF	0.03
	WNDEF	1.65	AMLM	0.97		
	NRDXF	11.70	AVARF	2.72		
	RPWSF	174.00	MFMLF	0.07		
	USWF	.001				

Many of my Indian members have been asking list of listed alternative energy companies India, so here is list of following stocks: Suzlon, Moser bear, Entegra, Epic energy, PEIL, PAEL, Webal sol, Indo Wind, Reliance energy, Suryachakra Power, NEPC India.

This week stocks will remain in a very volatile trend with huge up move and sharp correction. USA, India and China will do well in longer period but worst performer will be European markets in coming five years.

From next week on huge corrections will come without fail as prices and indexes will tumble significantly. I don't know where this correction will stop but surely the best time to step in will be in the months of July and August.

*Short term – From 18 April sharp fall will come*

*Longer term – From September biggest bull market will start, Dow will reach 32000 to 38000 in four years bull market. India will be next one, Europe will be worst performer in the next four years.*

## GRAINS

Last three weeks grains have been trading sideways as predicted. This week there is still no sign of recovery because major planets are not in support of grains yet. Around the middle of May one should be going aggressively on Grain and coffee. From here I see more than 10-15% fall in grains (corn, soy and wheat). This week Tuesday and Friday will be the only positive days of grains so short term traders can trade accordingly.

*Short term – Uncertain time but from first week of May will be acquiring time*

*Longer term – Very bullish from mid this year, grains will remain in bull market for 2011 as well.*

## OIL

Last week except gold nothing really performed notably well. This week oil will remain in a weak trend therefore any rise on Monday should be taken as a selling opportunity. Natural gas was on our buying recommendation, which yielded huge profit on Friday as gas went up around 5%.

This week oil's fall will stay from Monday and until mid Thursday. Thursday and Friday we may see some recovery. Trading range of oil will be \$85.85 to \$82.80, heating oil and RB gas will trade with oil. Once prices get achieved then get out from position.

Natural gas will remain sideways on Monday and Tuesday but from Wednesday up move will start and gas prices will move more than 5% again during this week. Trading range will be \$3.98 to \$4.25.

*Short term – Uncertain or volatile until 27 May*

*Longer term – Longer term very bearish for oil outlook, in 2015/16 oil will move again and that will be final rise before its goes below \$9.00.*

## CURRENCIES

Last week dollar was performing fine until Thursday but Friday Greece news damage the bullish trend of Dollar. We are in short, medium and longer term bull market of dollar index so this encourages us to acquire position in dollar on any fall. This week we see dollar index gaining ground from Monday and solid consolidation will take in USD. A great week to acquire USD Index. Trading range of USD will be 80.12 to 81.30 (revised). Next week will be a huge week for USD SO GET READY THE MOST EXCITING RIDE.

Last week commodity currencies remain sideways, they close almost unchanged after zigzag movement during the week. Last week's Australian and Canadian dollar were trading sideways without going in any particular direction. This week they will start a weak trend but big fall in

both these currencies will come from next week so this is a great week to add positions. Both of these currencies will fall more than 5%, and this is huge for any currencies.

British pound will trade weak during this week. Avoid any buying or short covering in Pound. Big fall in Pound will come on Tuesday and Thursday. Wednesday and Friday both side movements will come. Monday there is no clear directions.

Swiss Franc will lose value against all currencies during this week as well so it's a great time to take short positions on Monday and hold your positions tight. One can cover partial positions on the late hours of Tuesday and sell back on Thursday, then carry short positions for the next week as well.

This week Yen will trade sideways but from Thursday on I see huge up side move so buy on Thursday and hold positions. Monday one should buy and get out from position by the end of the day. Tuesday it will trade weak but Wednesday it will move up.

Euro will remain in a rather weak trend. I recommend short positions to be added from Thursday morning because then Euro will only look down. Monday to Wednesday we see sideways. Trading range of Euro will be \$1.3640 to \$1.3380 (revised).

*Short term – Uncertain or volatile until 27 May, buy dollar on Thursday*

*Longer term – Very bullish for USD, Canadian, Australian and Yen till 2016 and on opposite side Euro and Pound will move historic low level. We expect Euro to reach 0.80, pound 0.90.*

Greece story is now old and we all aware that some kind of arrangement will be made before Monday opening. DUBAI had same story but now no one is talking about it. Spain/Portugal may come next and again their problem will be sort out as well but how they will fix vertical split in EU which I see coming soon, yes that will bring fall of EU and euro, no one will able to fix that.

Stock market Investment - Today, my \$100 will be invested in as per future trend what I see:

\$35 in Fuel cell, battery and hybrid stocks (energy efficiency stocks))

\$15 in solar stocks

\$20 in Uranium, Uranium and Lithium mining

\$15 in Wind stocks

\$10 Power and Transformer stocks

\$3 Green fuel

\$5 Agriculture

\$2 Water stocks

Note: All money will be invested in USD.

In Future (commodity) market for the next two years:

Buy longer term call options in Silver, hedge copper and platinum with selling

Buy longer term puts in Euro and Pound

Dollar index will be always in portfolio

Coffee and Grains for the next two years

**Important note: You can start acquiring stock position from here. Commodity market will remain very volatile for the next 45 days so be careful.**

Here are top twenty global company in solar energy, here is list:

Company	Country Of Origin	Cell Technology	Capacity2007 total (in MW)	Capacity2008e announced	Capacity2009e announced	Capacity2010e announced	Capacites_ Other
Sharp Electronics	Japan	Crystalline/TF	725	870	870	1250	1001 MW for the future
Q-Cells	Germany	Crystalline/TF	547	834	1055	1135	Plus 1000 MW aft. 2010
Suntech Power Holdings	China	Crystalline/TF	320	590	590	590	
First Solar	USA	Thin film	317	494	1012	1012	
SolarWorld	Germany	Crystalline	280	460	650	671	
Sanyo	Japan	Crystalline/TF	270	365	365	665	
BP Solar	UK	Crystalline	257	480	600	800	
Kyocera (Yohkaichi Plant)	Japan	Crystalline	250	300	300	500	
Motech Industries Inc.	Taiwan	Crystalline	240	330	500	660	1001 MW by 2012; 2 GW by 2015
Solarfun Power Holdings	China	Crystalline	240	360	360	360	
SunPower Corp.	USA	Crystalline	214	414	414	1000	
Gintech Energy Corp.	Taiwan	Crystalline	210	300	510	600	
E-TON Solar Tech	Taiwan	Crystalline	200	320	400	500	
Yingli Green Energy	China	Crystalline	200	400	600	600	
CEEG Nanjing PV Tech	China	Crystalline	200	390	550	600	
China Sunergy Co. Ltd	China	Crystalline	192	320	320	390	400 by 2013
Mitsubishi	Japan	Crystalline/TF	190	280	310	430	750 by 2012
Ersol Solar Energy AG	Germany	Crystalline	180	220	300	400	500 by 2012
Jing Ao Solar Co Ltd.	China	Crystalline	175	175	175	175	
Moser Baer Photovoltaic	India	Crystalline/TF	120	120	200	700	
<b>Total (in MW)</b>			5327	8012	10081	13138	
<b>Total for Top 10</b>			3446	5073	6302	7743	

Thanks & God Bless, Mahendra Sharma [www.mahendraprophecy.com](http://www.mahendraprophecy.com)