



Weekly Financial Letter

By
Mahendra Sharma
www.mahendraprophecy.com



Address: P.O.BOX - 2521, Santa Barbara CA - 93120, USA
Phone: 1-805-403-4781 / 1 805 617 3347 Email: mahendra@mahendraprophecy.com



Edition: 1002

11 October 2015

Weekly Newsletter from 12-16 October

Dollar will struggle and commodity will show some strength

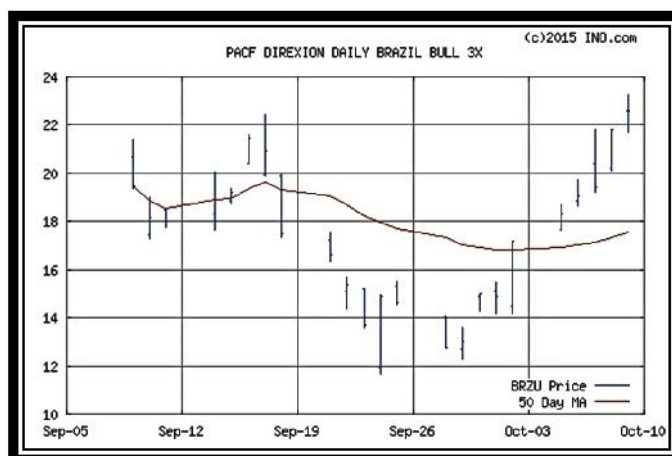
Dear Members,

Last week was one of the best weeks for the markets; in fact, it reminded me of 2011 when we called buying is S&P at 1100 and predicted that it would move 35% within a year, which was an impossible target but it happened. Since the last two weeks we repeated that the same kind of move could take place in S&P from here onwards and last week's behavior pattern of the market is confirming that one of the best rallies is about to begin. This is the final week of uncertainty but surely any weakness should be taken as a buying opportunity in most of the global markets. A few positive moves have taken place in the financial market and they are:

Last week the move in the USA market was fantastic but more than that we think the move in emerging market currencies was the most significant one and surely the markets took emerging market currencies move very positively.

A strong rebound in Glencore stock price helped metals, mining and material stocks, and also boosted investors sentiments and now they believe that the worst is over in base metals and mining stocks. Though we are not excited and neither are we recommending metal investors to get excited by the Glencore stock price move, because we still see a lot negativity pending with Glencore. We are not recommending a single dollars investment in Glencore.

Petrobras also moved positively. Surely many risk takers must have bought stocks and also invested in Petrobras due to attractive Real prices and higher interest rates. Petrobras stock has moved from \$3.70 to \$5.68 in the less than ten days or we can say stock have gained over 50%. Two weeks ago we recommended buying Real and Petrobras. BRZU has been on our buying list and we are confident

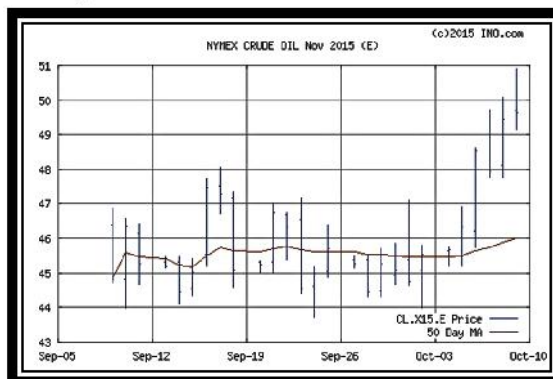




that Brazil will rebound even though the country is struggling with corruption. From 15 Jan 2016 the Brazilian stock market will have a one sided rally and BRZU can easily reach \$100 by the end of 2016 so watch our Brazil prediction closely. BRZU gained 80% in the last ten days.

Energy prices rebounded strongly which helped USA markets as well as created some positive sentiments in the beaten down energy sector. We are all aware that energy stocks are highly weighted in S&P so surely energy stocks moving higher helped the USA market. \$38.00 dollar and \$43.50 buying call in oil with a target of \$49.88 to \$51.00 has proven very accurate.

Analysts have talked very negatively about China but we don't see China being this negative. Since the last three weeks we have constantly been recommending buying Shanghai and we are still recommending buying Shanghai market or YINN. We are also predicting Shanghai to move 100% higher from current levels.



In short, things are turning in a positive direction and the astro negative cycle is also about to end within the last next eight days. All this indicates that the market has formed a bottomed and any weakness from current levels should be taken as a buying opportunity. We don't see any market falling more than 2% from current levels.

Emerging market currencies, emerging markets, energy, Glencore, Petrobras and metals rebound helped the market but now the time is coming to watch earnings report closely. From this week USA corporates will start announcing September 2015 quarter earnings and the same will take place in most of markets. We don't see any major negativity but surely stay away from biotech and only add money in quality stocks. There are other many sectors where one can invest, so focus on technology, housing related stocks, and industrial as they will do well. Watch our daily stock report closely as we will keep publishing which stocks will perform well. Last quarter before earnings we predicted a \$100 move in Amazon and Google and both stocks moved around \$100, which provided mindboggling returns on call options. We hope this quarter we will be able to find stocks which could move ten to twenty percent higher after the earnings release.

We strongly recommend to remain a spectator during this week because the Moon will enter Scorpio on Thursday and we are all aware that a Scorpio Moon always bring volatility. On Thursday and Friday enjoy your time with family and Friends or finish pending work.

The Sun will also be getting out from Virgo. It will end its journey with North Node, which was not good for the first 15 days of the combination (Sun and North Node started combinations on 16 September so add 15 days, mean still 1 October the market behaved very uncertainly). Note: Sun



always stays in one house for 30 days and always changes its house around 15 of every month. This week newsletter from 12-16 October 2015.

Here is this week newsletter from 12-16 October:

GOLD/SILVER/BASE METALS



Last week metals performed well as predicted, it was one of the best astro weeks for metals and they reacted strongly. The most important noticeable event took place on Friday when all major base metals rebounded strongly on Glencore comments on ZINC. We are all aware how heavily Glencore is involved with base metals, and surely the statement from them helped. If the statement would have come from any reputable analysts then everyone could have taken it seriously, but we don't trust Glencore because the astro chart of Glencore doesn't look good so be aware of this company.

Glencore won't be able to cross \$150.00 so watch closely and stay away from any buying. Zinc, Lead, Nickel, Copper and Aluminium prices moved sharply higher on Friday from lows. In stock market terms they say, "The dead cat bounced", so we are still recommending staying away from base metals and metal stocks. Glencore is not the only one, many other commodity funds got stuck very badly in metals and natural resources investments and at this stage many are trimming their loses and many funds are closing commodity activity.

In our book also we mentioned that there will be a positive astro cycle for metals from 1 August 2015 to 10 October 2015 which ended today.

This week we are recommending staying away from any shorting or buying positions due to Scorpio Moon on Thursday and Friday. Also from Monday to Wednesday the metal markets can act aggressively on both sides so stay away from any leveraged position.

Next week looks very negative for metals as a negative astro cycle is starting so stay away from any buying, or those who are holding buying positions in metals should sell or get out 100% by Friday this week.

Day traders can trade in and out, buying around the lower sides is recommended for day traders. This week metals stocks could trade positively but don't forget that the positive astro cycle which started on 1 August has ended on 10 October and most of the positivity will end on 16 October.



On the higher side gold could achieve \$1168, to 1175; in the worst case scenario it can touch \$1184 for few minutes, and down side is wide open once it starts trading below \$1140.00. This week gold will try to hold \$1140 levels but the higher side in silver is very limited.

Palladium, Platinum, Copper, Zinc, lead and Aluminum can fall sharply after this week so take a selling opportunity in metals from Friday after USA the opening and carry those trades for next week.

Palladium \$725 and silver \$16.00 higher side got achieved on Friday.

Copper still has some room to run up to \$249 and gold may trade on both sides.

DUST traded sharply lower, and it can touch \$12.00 so wait to buy at this level. GLL and DSLV look like attractive buy's but wait for this week.

Emerging market currencies and commodity currencies started performing well so investors of these countries should remain careful because metal prices may not be able to gain as much as they see in the international market or in USD terms.

Our weekly newsletter members should wait for our alert on Friday. If metals start falling from next week then the fall will be a non-stop at least 20 to 30%, so don't get trapped with all the positive news from metal analysts or Glencore because a two month positive time cycle is ending this week.

Here is Monday's range: **(December 2015 contract):**

GOLD: \$1164.00 to \$1148.90

SILVER: \$16.09 TO \$15.60

COPPER: \$243.90 TO \$238.10

PALLADIUM: \$719.00 TO \$702.00

PLATINUM: \$989.00 TO \$965.00

INDEXES



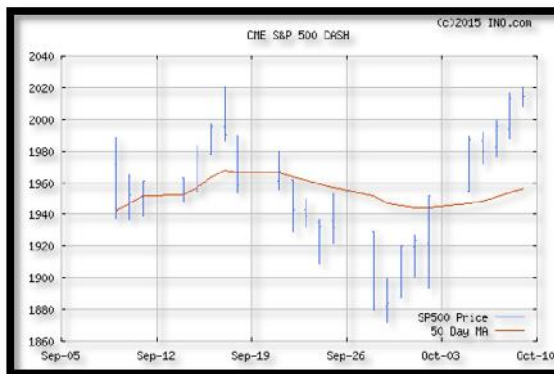
Last week not only the USA stock market, but the rest of the world's market performed amazingly well. The South African market reached nearer to an all-time high and many beaten emerging markets also started gaining ground like India, China, Taiwan and Brazil. North Node and Sun combinations created both side volatility and made everyone confused. The Sun will be transiting on



Friday so negativity in all major markets should end during this week.

No one would have believed you or they would have called you crazy if you would have told them on the 1st of October that S&P could gain from 1880 to 2010 in the next six trading days but we were very confident about a positive trend in the market, not only for the short term, but the medium and longer term. Our astro cycles are still very positive for medium and longer term. For this week we recommend staying on the side lines; book some profit in stocks, indexes and ETF's but don't sell everything because S&P has to move towards 3200 in the next 18 months. Yes, it will be unbelievable during the most skeptic time when everyone is confused. No one is aware about whether they should invest some money here or not.

In the last one month I received many emails with all kinds of chart patterns stating that S&P is going to 1500 in the month of October. Many said that the biggest crises is coming; but as you know, we don't get influenced by any news because we trust our theory 100% and that's the reason we remained firm and kept recommended buying around 1863 to 1888 levels of S&P. Our buying recommendations proved very prudent and our view on emerging and emerging market currencies turned to be right on spot. Look at INDL, YINN and BRZU, these ETF's provided great returns in the last seven days and the bull cycle has just started. The most exciting time investors have yet to see. We still believe that S&P may touch 3200 or higher, NASDAQ 7500, DOW 28000, Shanghai 7500, Nifty 12500 and Brazil 69000.



Decisions like how much to invest and what strategy to adopt I leave on you. Surely I will recommend buying call options on 2017 March for longer term investors, those who are investing for the short and medium term should buy March 2016 call options. Buy quality stocks in our favorite areas or sector.

S&P hold 1863 very well, and closed above 1963 which is confirming that S&P will have a great astro support at 1963, so watch this level closely for trading or investing decisions. This week looks mixed so we won't recommend any aggressive buying at current levels in many markets. Monday will remain a mixed day; on Tuesday the market will move higher but one should book profit. From Wednesday to Friday the market can come down on profit booking or any international bad news.

Next Monday will be the right day to get into most of the world markets in a big way.

Here are Monday's ranges: (December contracts)

HONG KONG (cash) – 22890 to 22470



NIKKEI – 18590 TO 18320

NIFTY S&P (Spot) – 8257 to 8153 **Buy**

CAC – 4721 TO 4650

DAX – 10188 TO 10032

DEX EURO STOXX – 3265 – 3237

FTSE – 6450 TO 6360

FTSE/JSE (Cash) – 47488 to 46998

S&P e-mini – 2021.00 TO 1996.00 **Buy**

NASDAQ 100 e-mini – 4388.00 TO 4335.00 **Buy**

RUSSELL e-mini – 1170 TO 1150.00 **Buy**

DOW e-mini – 17089 TO 16863 **Buy**

THIRTY YEAR BOND



Last week thirty year bond traded mixed to negative. We have been predicting a major move in Thirty year in 2016/2017, we also provided a target of 118.00 which clearly indicates that Thirty year will provide amazing returns. Those who will short one future contract will get around \$30,000 in returns in the next two years. To buy one contract you need at least \$4000 and keep \$10000 on the side for margin. If prices move up in the short term though we don't see Thirty

year going above 160.00 levels.

Short term traders are staying away from positions because most of them believe that the rate rise won't happen this year but we believe that the rate rise will happen this year either in October or December. Even if the rate rise doesn't take place then you can rollover as the higher side risk is minimum.

This week Thirty year will trade mixed to positive but on the higher side prices will struggle to hold above 159 levels. On Monday and Tuesday Thirty year will trade mixed to negative but from Wednesday to Friday Thirty year will move higher.

Monday's trading range (December 2015 contract):



TREASURY BOND – 157-12 TO 156-02

SOFT COMMODITIES



Last week most of the softs traded positively except for cocoa and we don't see cocoa trading positively in the near future so stay away. Coffee, sugar and lumber moved higher; orange juice bounced back sharply during last week; and cotton remained in a mixed direction.

This week we recommended booking profit in sugar, but stay long in most softs until Thursday and close all positions either on late Thursday or Friday. Coffee has been acting positively as predicted because it has been trading above \$128 which opens the door for coffee to reach \$142.00.

Orange juice moved higher more around 10%, we don't see it moving above \$122.50 level so selling is recommended around \$122.

Sugar has achieved our target. We recommended buying sugar at \$11.70 with the target of \$14.00 and maximum \$14.50, so get out from sugar positions on Monday on the higher sides. One can take a small short position in sugar.

Lumber also moved higher after last week's buying recommendation. Book 100% profit around \$253 level.

Cotton will trade mixed. At this stage CRB index is moving higher and some more room is there to move another 2%.



Monday's trading range: (December 2015 Contract)

COFFEE: \$133.35 TO \$129.00

COTTON: \$62.20 TO \$60.80

SUGAR: \$14.52 TO \$14.05

GRAINS



Last week most of the grains achieved the predicted higher sides and after that profit booking came in them on Thursday. Except for Soy oil, the rest of the grains were trading negatively. There is a possibility that soy oil can still move higher from current levels so one can buy some positions in soy oil on any weakness during the middle of this week.

Corn, wheat and soy may start trading positively from late Monday so one can take buying positions in grains around the lower side. On Tuesday grains trend will remain mixed, but from late Wednesday we see a positive momentum starting and grains may trade positively for the rest of the week. We still recommend watching \$397 for corn and \$530 for wheat. Both these grains have to close higher for three days to give a very strong buying signal.

Our overall view for soy and meal is still not very positive but during this week soy and meal can rebound from the lows. We think soy meal is a far better trade than soybean for this week. Avoid any positions on Monday and Tuesday. On Wednesday and Thursday buying is recommended for the short term as we don't see soy moving above \$941 level at this stage.

Buy soy meal, corn, and wheat. Hold recommended buying positions in soy oil and trade in and out in soybean.

Monday's trading range (December 2015 contracts):

CORN: \$387.50 TO \$377.00

WHEAT: \$515.00 TO \$503.50

SOY: \$898.00 TO \$877.00

SOY MEAL: \$311.00 TO \$303.00

SOY OIL: \$28.75 TO \$28.00

ENERGY



Oil's astro chart and astro calculations have been providing very accurate outcomes since the last 15 years. First time we recommended anything about oil was in 2001. We recommended buying at oil \$16.78 and kept publishing predictions of talking crude oil reaching \$100 a barrel. In 2008 early we called it that oil is entering the most volatile trend, so we recommended buying put options and we predicted that it wouldn't be able to hold above \$145.00 and

those who bought put options made millions. I missed this trade because I was in India, and had a short position in oil at \$146.30 and covered it at \$138.00 due to traveling. I never got the chance to re-enter again. By the time I came back it was already trading around \$70.00 and each future month's contracts were trading with a gap of \$10.00 between September and Jan 2008. We don't know how many of you were involved but surely this was the most volatile time I have seen not only in oil, but even in currencies, other commodities and the stock market.

In 2007 we warned everyone to stay out of the market as a few USA banks may collapse and we saw this correctly. In September this year many asked whether the same kind of time has arrived. Our answer was 'No' because we still have to see a bubble and Euphoria time. We still have to see 100 point moves in S&P during end of this bullish cycle.

Anyways, most of our new members who have joined our service after 2011 are witness to our 2014 predictions of a fall in oil prices and a crash in energy stocks. We are sure many of you must have been saved by not going into energy buying. Last month we stated that oil won't fall below \$38.00 so we are recommended buying at \$38.00 and then \$43.50. Last week oil touched \$50.00 and energy stocks also made a U turn. ERX and GASL also moved 50 to 100% higher from lows.

This week we recommend booking 100% profit in oil and energy stocks on Monday and Tuesday. Though we are not telling anyone to go aggressively short, stay away from any aggressive buying. We don't see oil holding above \$53.95 level for more than three days in the short to medium term cycle. This week looks mixed to uncertain but next week once again some buying opportunity will come so book profit at current levels. Heating oil and RB gas will follow crude oil. Energy stocks will take small break from Monday or Tuesday but still try to hold value.

Natural gas is trading negative, and we are not recommending any buying until it stays below \$2.62 levels.

At this stage there is a strong support point in oil at \$46.63 level so one can buy oil around this level, and the higher side target is \$53.95. Right now we are in the middle and those who bought positions at \$38, 39, 40 to 44 can book at least 80% profit. Get out 100% from energy stocks.

Monday's trading range (November 2015 contracts):

OIL: \$51.37 to \$49.17



NATURAL GAS: \$2.56 to \$2.46

HEATING OIL: \$1.6420 TO 1.5915

RB GAS: \$1.4370 TO \$1.3850

CURRENCIES



Three weeks back we started watching emerging market currencies trend very closely because we knew that as soon as the emerging market currencies turned around, this market would also turn around and many of our recommended ETF's will also provide huge returns. We are all aware that two weeks back emerging market currencies started acting positively and made a huge reversal in the last two weeks. Those who bought positions must have been rewarded in a big

way. Another one percent move is pending in the favor of emerging market currencies and then a small pause will come for at least one week before they start moving higher again.

Last week on Thursday we recommended buying EURO, emerging market currencies and commodity currencies and all these currencies provided great returns. We are still recommending staying away from USD buying for the short term as USD may move towards 93.00 levels and the best rate to buy USD will be at 92.00 level.

At this stage Australian dollar, Euro, Franc, and Canadian dollar will trade positively during this week from Monday to Wednesday and some profit booking will come after that. Watch 92.00 level for USD INDEX closely as this will be a great buying level for USD.

If Euro trades above 1.1457 for two days then expect Euro to move towards 1.1778 level. We don't see Euro going above this level in the medium and longer term so remember that this is a great time build selling positions in Euro above 1.1730 level. Swiss Franc and the rest of the currencies will follow Euro and emerging market currencies positive trend may continue during this week but from Thursday onwards some selling pressure may come so book profit.

Pound and Japanese Yen won't be able to perform that well so trading in and out will be the best strategy in both these currencies.

Important note: If you are just focusing on the stock market and not member of our Daily FlashNews or Daily stock investment report then you should subscribe to one of the reports because it is important during the earnings session, and it also provides daily ranges.

Monday's trading range: (December 2015 future contract)



DOLLAR INDEX – 95.25 to 95.69

AUSTRALIAN DOLLAR – 0.7355 to 0.7253

CANADIAN DOLLAR – 0.7759 to 0.7695

BRITISH POUND – 1.5377 to 1.5275

EURO – 1.1453 to 1.1320

JAPANESE YEN – 0.8369 to 0.8291

SWISS FRANC – 1.0495 to 1.0350

RUPPEE – 64.95 to 64.42 (Spot)

RAND – 13.41 to 13.25 (Spot)

Thanks & God Bless

Mahendra Sharma

11 August 2015, 3.00 PM Santa Barbara



2015 Financial Predictions

www.mahendraprophecy.com

Make wave of nature/astronomical cycle an integral part of your trading/Investment strategies!

www.mahendraprophecy.com

Reading daily range: When we predict a **weaker trend** it means prices can break lower side and they can trade below predicted lows. (You can cover short but don't buy extra at lower levels until our indicators give buy signal).

When we predict a **positive trend**, means daily price can break upside and they can trade higher than predicted price (you can book profit but don't short that market).

Copyrights: We have just updated the copyrights of our work on www.mahendraprophecy.com, under the USA and under international laws. There will be heavy penalties and legal charges against individuals, groups or firms who are copying, editing or forwarding our work in any form without authorized permission.

Members or Subscribers of mahendraprophecy.com should do their own research and due diligence before investing in any of recommendations. Investing in stocks, futures and options is very speculative and carries a high amount of risk. Subscriber may lose money trading and investing in such investment.

<http://www.mahendraprophecy.com/disclaimer.php>

<http://www.mahendraprophecy.com/privacy-policy.php>