



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: 915

27 April 2014

Weekly Financial outlook from 28 April to 2 May

Must read Index sections very carefully word by word

Dear Members,

Last week NASDAQ and few momentum stocks went down. In this week's newsletter I would like to write something very important about the market trend as we are at the most important juncture and it is important that investors focus and plan without hearing much noise from analysts, experts and financial media.

Here are a few points:

1. Nothing major astrologically or planetary positions wise has changed since 2012 so the medium and longer term planetary combinations are holding the same positions. Jupiter will be transiting from Mid-June 2014. It will support the market more aggressively. At this stage retro Mars is affecting positive trend of market. Mars have been supporting biotech and tech stocks.
2. Many high momentum stocks in biotech and tech have corrected 20 to 30%. Don't expect them to correct more and so you should grab this opportunity of buying in quality and growth stocks if you have missed it in the last two years because the rise will be very sharp and sudden so get into these stocks.
3. Even after sharp corrections in momentum stocks still S&P is just 1.5% away from a historic high so if these stocks start moving up back then US markets will be sharply higher, S&P will immediately move towards 2000.
4. Commodities, currencies and bond markets are not doing anything. Investors have been just blocking their money without getting any returns. Yes, only short term traders are either gaining or losing on daily bets so these markets are not attracting any serious investment from big guys and institutions.
5. US corporates are doing great. So far earnings have been good and companies are holding historic cash positions in balance sheet so watch the sideline cash positions as giants name may be keep buying their own stocks rather than holding cash.
6. Corporate's cash in balance sheet is not earning any returns with banks or bonds so the money has to come back to the markets, in way of buy back or acquisitions.



7. Interest rates are at a historic low and the Fed doesn't want to change any major policies at this point for the next six months.
8. GDP is in line, and economic data's are also in line so we won't know what negative picture bear sees. I know you must be aware of most of these points, I just mentioned them to remind you because **we humans have a nature of ignorance and carries away or always gets lost in crowd and noise or with current happening.**
9. USA markets have spent almost six months around these levels. Many frontline stocks have corrected big. Markets can go wild once S&P crosses 1900.

Many cash rich corporates will be do what Apple did on Thursday. The most important point is that **if the market wanted to fall then it would have fallen down sharply after all these momentum names crashed.** The market is holding well, and if it starts moving higher within few weeks after making lows on Monday or during this week so don't wait anymore and go all in within the next two weeks, in stocks, momentum stocks, quality tech names and biotech names. We are not a very big fan of social media stocks which we already mentioned last year so avoid social media names but surely keep adding quality tech name.

At this stage our astro indications are very bullish on the market. **Moon will transiting through the house of Mars which will clearly boost the markets trend any time after Monday so watch the US market closely on Monday. Tuesday is new moon and eclipse which may bring some volatility in stocks, commodities and currencies. Let this watch next 48 hours closely, our advise weep accumulating stocks and indexes during next 20 days. Maximum down for S&P in worst can scenario is 1772, but this stage S&P will hold 1748 and 1734.**

Here are a few trades:

Load up September and December call options in S&P, NASDAQ and Russell.

Buy 60 days puts in gold, S&P and coffee. Hold longer term calls in coffee.

Buy December Puts in Euro and Franc.

Buy 125 puts in Thirty year bond of December.

Apple and Microsoft have been our favorite and still are our favorite. We always put many other stocks in our stock letter so don't miss buying in these stocks.

These are the best trades at this stage I see for 2014, and right now the time cycle is perfect to get into the market. Commodities will perform well in patches but not like stocks. Big investors always made big money staying with the trend and we are fortunate to find the correct trend as well as trades so focus and keep investing according to what wave of nature or astro indicators says.



Here is this Weeks Newsletter from 28 April to 2 May 2014

GOLD/SILVER/BASE METELS



Last week on Thursday and Friday gold gained value due to tension in Ukraine and Russia. There is no doubt that gold is struggling to move higher even though India is having marriage session and this time of the year gold remains in demand in India but so far this year the demand remained sluggish.

Astrologically, gold's stable cycle is about to end and a short term negative period is about to start so trade carefully. It looks like gold will struggle to cross \$1323 and on the down side gold may touch \$1278 as predicted last month.

Our strategy is clear that one should buy short term put of 60 days.

Base metals will remain mixed to weaker except for Palladium. Our predictions of buying Palladium have done well in the last one year and still our view on Palladium is still very bullish so those who are holding positions should continue holding at this stage. Here is chart of Palladium, it is trading around multiyear high.



This week Monday and Tuesday look like positive days for precious metals as well

as palladium. Also the other metals will remain sideways.

Weakness will arrive from Wednesday so get out from all positions from late Tuesday. On Thursday both side trend will remain but selling is still recommended on the higher sides. On Friday gold will recover a bit. The rest of the metals will remain directionless on these three days.

Gold is entering a **bear cycle anytime from 14 May** so plan your trades well. We won't be surprised at all if gold breaches multi year lows. For the next two weeks gold can still hang around the current prices but after that chances are very slim.



Metals stocks will also suffer so avoid any positions in metal stocks.

Here is Monday's range: (May 2014 contract):

GOLD: \$1311.70 to \$1292.90

SILVER: \$19.89 TO \$19.45

COPPER: \$311.80 TO \$305.90

PALLADIUM: \$817.50 TO \$802.00

PLATINUM: \$1437.00 TO \$1415.00

INDEXES



According Vedic astrology each day of week is ruled by a different planet. **Monday** is ruled by **Moon**, **Tuesday** is ruled by **Mars**, and **Wednesday** is ruled by **Mercury**, **Thursday** by **Jupiter** and **Friday** by **Venus**. The current planetary movements always support certain days and effect negatively on certain days. From 2001 to 2007 on most Tuesdays and Thursdays gold prices went up and Wednesdays always remained negative.

Since 2012 **Mars** always tried to close the market positive on **Tuesday** and it happened. Look at example of 2014 Tuesday, on most Tuesdays the markets went up and if you remove the gains of all Tuesdays from 2014 then market fell 12% on the rest of the days of week. I always watch these things, I learnt about them by research, and I always try to understand the astro cycles and market behavior pattern, and so far we have had good success in the last 30 years.

This week I wanted to see the market closely higher on Thursday and Friday because on any week on Thursday and Friday the market going higher could change the face of the market trend. This year so far on **Thursday and Friday** the market has always struggled and last week also the same story was repeated even after Apple moved higher so sharply and positive results on Thursday and Microsoft/amazon/Starbucks on Friday. These major companies positive news was not able to help the market on both of these days.

I know many will find these astro and day combinations illogical because people feel that these things are not scientific, but in our understanding, these things work very well as they are hidden and in the control of nature. Nature controls our behavior patterns, and our actions are dependent on behavior patterns. As Newton's third law states, every action has an equal and opposite reaction. In our society today, we use science as a reason to proclaim things to be existent, non-existent, or ambiguously existing.



When astro days are negative that day people fear to make decisions and most people make the opposite decision which produces unwelcome results accordingly.

This is a very unique subject which is 100% a science. Once you start studying astronomy and astrology, an individual can understand the planetary patterns, then the predictions can come automatically, and you can predict about anything once you start matching things. **If you don't know the scientific reason, then everything looks like a miracle; humans existing is a miracle, our brains and life cycles are miracles, the birth of a child is a miracle. Once you start taking science into account, then everything looks logical.**

I mentioned once that in the past, **life exists in everything. However, without nature's support, it is not possible to bring anything to life.** For example, life is available in dried corn grains, but that corn grain won't come to life until you put it in the soil; once it is in the earth, you add water, sunlight, and nutrients for its' nourishment, and that same dry corn grain will turn into a corn plant and will give birth to many plants. But, if you crush that dry corn grain and put it in the soil, it won't germinate. It is important to understand the value and meaning of life and nature. The astro cycle guided me through the behavior patterns of the market, and so far in the last 30 years, we were able to see it correctly. If we are saying S&P will go towards 3200 or even 5000, then there has to be some strong reason behind it. Don't think that I see a dream or I just wake up in the morning and make predictions like that. Without the astro cycle, I can't make any simple predictions on the market, so believe my theory as we will see the most interesting time ahead.

Currently Mars is **retro** in Virgo and it is affecting these markets trend, or in other words, it brought volatility without any clear directions. This retro Mars will continue until **mid-May** so those who would like to flow with the smooth ride, should go into aggressive buying from **20 May 2014**, as the market will remain in an upwards direction without any break.

Our longer term strategy remains the same; keep buying longer term calls in US markets. Keep adding quality stocks and we are sure you will be rewarded handsomely in the coming time.

This week on Monday the market will trade both sides, but on the second half of the day we may see some stability. **On Tuesday, as has been happening in 2014, the market will trade positively and we won't be surprised if Dow gains triple digit but Tuesday is Eclipse so we will watch situations closely as some sudden news can arrive on international front.**

On Wednesday the market should gain value again without any news. On Thursday and Friday once again uncertainty may come but Venus changing house during this week can support the market trend. I would like to see a positive trend on Thursday and Friday then I can predict a clear bullish trend in all US equity market.

Venus changing will support retailers, so watch **Walmart, Costco, Amazon, Starbucks, Wholefood, Ebay, Coach and many others.** Tech and biotech will remain positive.

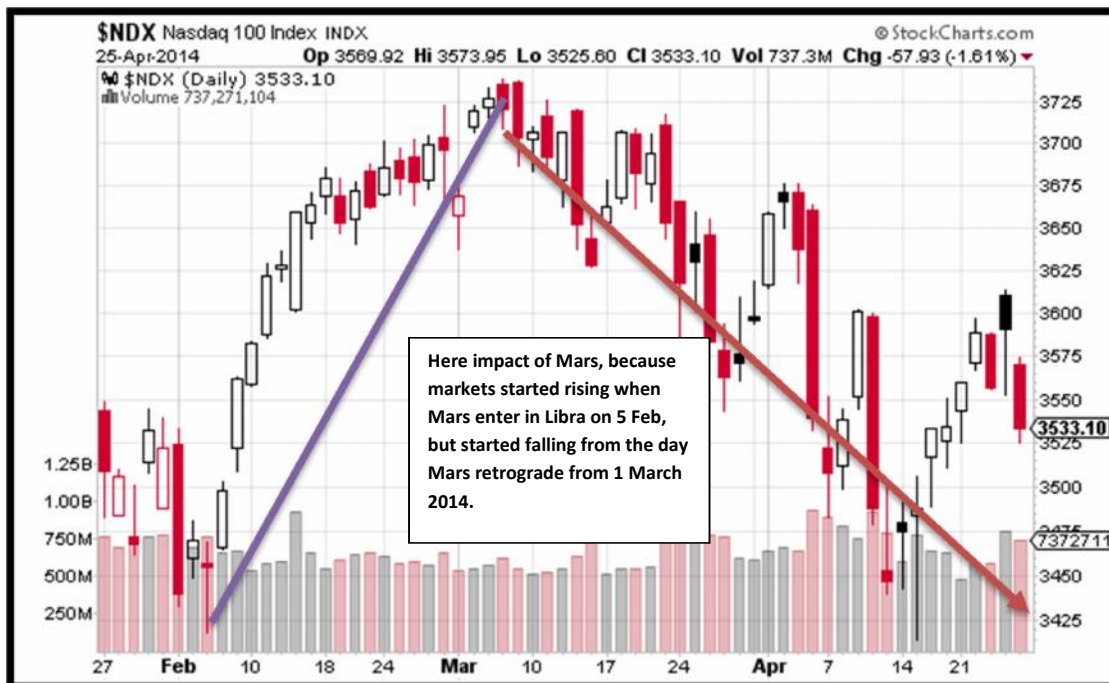
Energy and housing stocks have done well as predicted but we recommend booking profit in energy and mining during this week. Stay long in housing. Bank and financial stocks will trade mixed.



Once again S&P failed to close above 1868 which is giving once again bearish signs but S&P bullish trend is intact until it remains above 1834. As we mentioned above that nothing major astro combinations wise has changed since 2012. One major change that took place which may have 15% impact on the markets trend and that is **retro Mars in Virgo**.

Retrograded Mars joined Saturn and North Node on **5 February 2014** in **Libra** (house of Venus), and the market started pushing higher from same day and went up sharply until it remained in a forward directions in Libra.

Major changes took place when Mars retrograded on **1 March 2014**, which forced these markets to get shaky and volatile. Biotech and tech sectors (ruled by Mars) started falling which were leaders and



responsible for this bull market cycle. As **Mars just holds 15% influence** on market and at this stage 65% power is in the hands of Saturn and North Node so old leaders will try to keep these market stable without any major damage. Yes, Mars will keep punishing high flying stocks like biotech and tech until it remains in retro positions until 20 May 2014. Old leaders which are supported by Saturn and North Node like Microsoft, Walmart, key energy stocks positive trend will remained intact and that is the reason we don't see any major crash or fall in this market even though technically and sentimentally the markets trend has been damaged due to sharp fall in tech and biotech stocks (these stocks are falling even after positive earnings).

Look at the above chart and see the bullish trend in Nasdaq from the first week of Feb and the first week of March the market started falling sharply in a volatile trend, this was purely due to Mars impact.



We see S&P holding **1834 to 1823** levels but NASDAQ will turn more volatile. It will be interesting to watch from now to **20 May** as the market can turn very volatile **but surely Saturn and North Node will take care of this market.** In the **worst case scenario S&P can fall up to 1772 in 2014**, and the **higher side is 2350** so surely we should be ready to take long positions rather than thinking of shorting or fear. The down side in the market is at most 5% and the higher side 25 to 30% in the second half of 2014, which is huge move. Can any other analytic study provide this kind of sure predictions? No, so far in my 30 years of market career I haven't seen something like this so remain focused and we are sure you will be rewarded big. At this stage trade in and out, keep cash on the sideline and invest 100% by the third week of May 2014. Our target of 1450 for S&P got achieved in 2012, and our target of 1850 got achieved in 2013. These targets we predicted in 2011 September. Also at the same time we predicted that in 2014 S&P would reach 2190 to 2350 and we are sure this should achieve as well.

Important note: Just take care of current volatility, don't lose money on any aggressive bets, and hold our most favorite stocks like Apple, FCEL, HZNP, Microsoft. Even after splitting Apple can come back to \$500 in the next two years. **Our astro indicators are too bullish on very small companies like HZNP and FCEL and the reason is purely astrological.** Fuel cell energy Inc. which is currently trading around **\$2.35, can reach towards \$20 or \$30** dollar in the next two years. I won't even be surprised if it reaches to \$50 in the next five years. I have given the same target for HZNP when it was \$2.80. It went to \$18 in six months after our recommendations. We see HZNP going towards \$35 by the end of this year. The Astro chart is very powerful for both these companies.

This section is becoming longer now so I would like to it end here. We will talk more next week. Humble request: **Please don't forward our letter to non-subscribers. If anyone is interested then you can send them the letter on Friday to review if anyone want to subscribe, don't send it to them on Monday.** Always follow all other indicators, but adding astro cycle will make your investment strategy very safe and sound.

Here is Mondays' ranges: (June contracts)

AUSTRALIAN (Cash) – 5510 to 5477

NIKKEI (Sep) – 14475 TO 14230

NIFTY S&P (Spot) – 6814 to 6710

SINGAPORE (cash) – 3265 TO 3250

HONG KONG (cash) – 22290 to 22003

CAC – 4372 TO 4305

DAX – 9410 TO 9335

DEX EURO STOXX – 3113 - 3061



FTSE – 6642 TO 6582

FTSE/JSE – 43955 to 43521

S&P – 1866.00 TO 1848.00

NASDAQ – 3668.50 TO 3500.25

RUSSELL – 1131.90 TO 1109.00

DOW – 16370 TO 16206

THIRTY YEAR



Thirty year Bond traded mixed to positive during last week, and we strongly recommend staying away from any buying but surely many will be betting on bond due to an uncertain trend in equity. It will be difficult for bond to cross 136 level so stay away from any positions.

On Monday and Tuesday Bond prices will trade sideways to a bit positive, but a weaker trend will start from Friday. At this stage trading in and out will be the right strategy. Don't short any new positions here until 20 May. In the second week of May take put options with the target of 125 September and 116 of December 2014.

Monday trading range (June contract):

TREASURY BOND – 135-10 TO 134.10

SOFT COMMODITIES



We are not recommending any trade in soft commodities as all major soft commodities can turn volatile without any clear directions. This week

Coffee Predictions from book "2014 Financial Predictions"

In 2013 book we mentioned that 2013 and 2014 investors should keep positions in coffee as we see one of worst frost hitting crop. 2013 has passed without any damage but 2014 is pending and we strongly recommend taking limited exposure by buying call options. Buy December 2014 call options strike price \$155.

We may see upward move in coffee during the first month of 2014.

Lower side we don't see coffee prices going below \$102 as mentioned above.

April and May month will remain sideways without any clear directions so we are not recommending any positioning trades. Trading and out will be the right strategy so read our weekly newsletter carefully.



looks mixed to negative for Cocoa, sugar and Coffee. Cotton prices will remain sideways.

Once again last week Coffee was never able to close above \$212, so stay away from any buying until it closes above \$212. Including me, many of you must have missed this move of coffee, but nothing to worry because we will catch coffee's move. At this stage buy \$250 call of December and buy \$175 Put of September, invest \$5000 in both these trades and we are sure you will make money in both these trades.

Lumber prices will trade positively during this week.

From Monday to Wednesday soft commodities will trade mixed, but from Thursday we see huge corrections can come in coffee and cotton. Fall will continue on Friday. Sugar prices will remain stable compared to cocoa, coffee and cotton.

Monday trading range: (July 2014 Contract)

COFFEE: \$209.80 TO \$202.05

COTTON: \$94.10 TO \$92.50

SUGAR: \$18.09 TO \$17.71

COCOA: 2970 TO 2025

GRAINS



Last week grains remained mixed, and now Venus is changing house on Tuesday so expect a high to be achieved in grains on Monday and early Tuesday. If our theory is right then expect huge corrections in soy and meal. Hold wheat and corn position against soy sell.

Many of you must be holding selling positions in soy and meal, and buying in corn and wheat. We strongly recommend holding this position as the market will show the

real picture from late Wednesday or Thursday and soy prices can damage the trend of commodity.

Watch our predictions of fall in soy prices from Thursday. Hold your put options positions in soy. Buy wheat on Monday and hold positions against soy. Don't short corn and wheat.

So far our soy predictions have been not up to mark in the last four months, which never happened before so trade with options, and take trade if you see us coming right.

Monday's trading range (July 2014 contracts)

CORN: \$516.50 TO \$506.00



WHEAT: \$714.00 TO \$695.00

SOY: \$1502.00 TO \$1479.00

SOY MEAL: \$483.90 TO \$477.00

SOY OIL: \$43.45 TO \$42.71

ENERGY



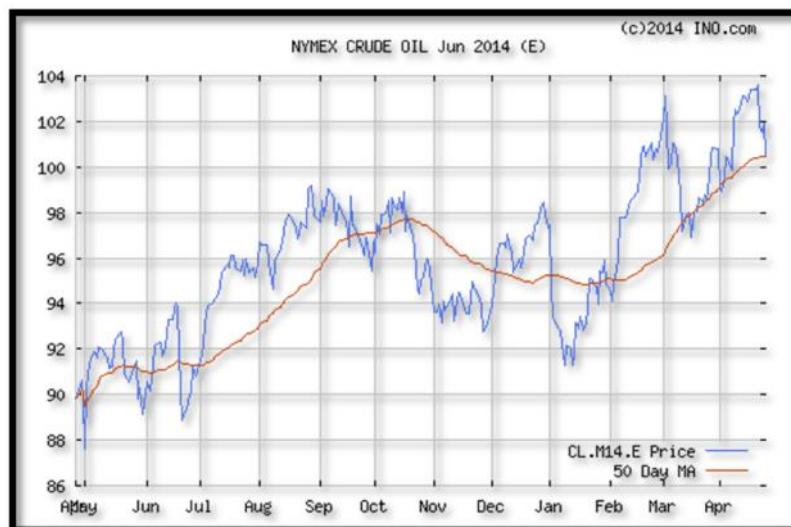
Last week oil failed to cross \$104.55 a most important level on the higher side. At this stage \$98.80 will remain the support line. At this stage oil will trade in both these ranges. Any either side move can only occur if prices breaks either side and remain in that directions for two days. At this stage we recommend buying oil around \$99.00 level and holding positions. Last week energy stocks outperformed and they will keep moving higher in the coming days. Saturn and North node helped these stocks move higher and will help them

in the coming time so hold positions in energy stocks.

Heating oil and RB gas will follow oil so trade in both these energy product based on oils move. Natural gas will hold value on the down side around \$4.55, and gas will remain in a positive direction until its remains above \$4.55 but also the higher side is very limited for gas so trading in and out will be the right strategy at this stage.

On Monday we see oil remaining in a mixed direction, but from late Tuesday one can take some buying positions as from Wednesday onward prices will start rising. At this stage we don't see oil crossing above \$104.55 in the next two weeks but after that oil can move higher.

Soon we may recommend buying call options in oil but at this stage trading in and out will remain the best strategy.





By June oil can move towards \$112.00 and on the down side watch \$99.00 level. The next two weeks look mixed but after that a bullish trend may take place in oil.

Monday's trading range (All June 2014 contracts):

OIL: \$101.70 to \$99.88

NATURAL GAS: \$4.70 to \$4.59

HEATING OIL: \$3.0030 TO \$2.9630

RB GAS: \$3.0470 TO \$2.9930

CURRENCIES



A few of our members asked us why I was not writing detailed predictions for currencies these days? My answer to all that is that we see dollar and most currencies remaining in a mixed directions until Jupiter changes and that will happen in mid-June and until then currencies will trade on both sides without any clear directions. It doesn't mean that we have changed our bullish USD predictions, our outlook is still very bullish for USD for the medium and longer term. We strongly recommend

buying December Puts in Euro and Franc or calls in USD index.

Yes, in the shorter term we don't see any major move coming which can be worth a bet. As we mentioned all major currencies including emerging and commodity currencies will trade mixed for another one month. One should start blocking money from June in currency trades.

This week looks mixed for most of the currencies so trading in and out on a short term basis will remain our strategy. On Monday we see USD gaining value against most currencies but from Tuesday again USD will lose some value.

From late Wednesday and onwards USD will gain value but still the higher side will remain limited. In the last two months currencies have not done anything special and the same kind of trend we see for the next month.

Emerging market currencies have gained value against USD but from this week these currencies will start giving up gains once again so stay away from any new buying in emerging market currencies. You must have bought some positions in the last two months in emerging market currencies then one should book profit on Monday. We see around 2% weakness in emerging market currencies in the next two weeks.

Japanese Yen will gain some value during this week, so buy Yen positions in Pound and Euro. Yen will also gain against USD during this week.



Swiss FARNC and Euro will keep trading mixed or on both sides during this week. On Thursday and Friday both these currencies will lose value. On Monday they will trade on both sides.

British pound will remain mixed to a bit positive against most currencies during this week. One can buy Pound during this week.

Monday's trading range: (June contract)

DOLLAR INDEX – 80.00 to 79.60 (BUY)

AUSTRALIAN DOLLAR – 0.9270 to 0.9198

CANADIAN DOLLAR – 0.9080 to 0.9030

BRITISH POUND – 1.6829 to 1.6750

EURO – 1.3880 to 1.3798 (SELL)

JAPANESE YEN – 0.9830 to 0.9761

SWISS FRANC – 1.1389 to 1.1325 (SELL)

RUPPEE – 60.80 to 60.40 (Spot)

RAND – 10.72 to 10.57 (Spot)

Final note: Trade carefully, watch our astro levels in commodities, indexes and currencies as some volatility is expected but the future looks very bright for the markets. Commodities and currencies will remain in a sluggish trend.

Thanks & God Bless

Mahendra Sharma

27 April 2014, 3.00 PM Santa Barbara

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>