

# Flash News

By Mahendra Sharma

Edition 1954.2012

May 03, 2012

## Friday's trading range of all major markets

Dear Members,

Thursday all metals, oil, soy and coffee traded weaker and they will trade weaker until next mid-week, oil may fall to \$93.30 and S&P may come to 1342. Currently oil is around \$103.35 and S&P 1395. Natural gas, rice, and lumber, sugar and corn remained in positive territory. Australian dollar fell sharply and rest of currencies traded mix.

Stock markets suffered setback and we calling mini crash, so keep taking advantage by selling at higher predicted levels. Bond prices remained mix.

### **METALS**

In yesterday's update I clearly indicated that all is not well in metals Astro chart, yesterday I was too concern about metals trend from Thursday to next week Wednesday. I am still concern as metals Astro chart will remain uncertain and negative until next Wednesday. I highly recommend that buy metals on the next Wednesday rather than taking risk at current level or on current fall.

Avoid all metals, those who are holding big position should watch our stop-loss level which I mentioned yesterday and get in back on next Wednesday, as metals can have mini crash.

Here is Friday's range:

GOLD: \$1645.9 to \$1627.80

SILVER: \$30.32 TO \$29.75

COPPER: \$376.75 TO \$370.15

PALLADIUM: \$666.9 TO \$655.80

PLATINUM: \$1544 TO \$1525

## SOFT COMMODITIES

Coffee prices fell due to 50% fall in stock call Green mountain coffee from \$50. To \$25. Here below 5 days and one year chart for Green mountain coffee, it looks like company is having some unclosed problems with fundamentals. At this stage Coffee is one of the best commodity to invest in but I will recommend you to wait for few more day before you get in. Avoid all other soft commodities for the next three days before you get in.

Our weekly and daily flash will guide you.

Friday's trading range, all July contract:

COFFEE: \$175.00 TO \$179.05

COTTON: \$88.78 TO \$89.73

COCOA: \$2356 TO \$2271

SUGAR: \$20.48 TO \$20.78

ORANGE JUICE: \$124.10 TO \$129.90



## INDEXES

Thursday USA and European market fell sharply, Asian market also went. I don't recommend any buying in market, in fact any rise should be taken as selling opportunity in markets.

In short, don't hold any position in market until next week Wednesday as we may have huge volatility or mini crash is looming on markets so don't buy on weakness until our Astro cycle recommends buying.

Indian stocks are making lows, and they may keep falling down except few from food industry. Don't buy anything in Indian and other emerging market. Europe looks very negative as well.

Here is Friday's trading range, sell indexes on higher range predicted prices as great time to make money.

AUSTRALIAN (Spot) – 4515 to 4485

NIKKEI – 9211 TO 9315

NIFTY S&P (Spot) – 5201 TO 5145

SINGAPORE (Spot) – 2986.7 TO 3003

HONG KONG (Spot May) – 20870 to 21095

CAC – 3163 TO 3102

DAX – 6738 TO 6630

FTSE – 5753 TO 5696

S&P – 1396.50 TO 1377.50

NASDAQ – 2718.5 TO 2679

RUSSELL – 809.75 TO 795.75

DOW – 13225 TO 13092

## **GRAINS**

Grains traded weaker as predicted, more weakness is still pending in grains so avoid any position. Rice went up yesterday, buy rice by end of the day or around \$14.98.

Here is day trading range for Friday (All July Contracts):

CORN: \$606.75 TO \$618.75

WHEAT: \$624.25 TO \$609.5

RICE: \$15.08 TO \$15.33

SOY: \$1460.75 TO \$1482.75

SOY MEAL: \$423.1 TO \$430.10

SOY OIL: 53.95 TO \$54.65

## ENERGY

Avoid oil trading as ready to tank or ready to trade below \$100, natural gas moved up sharply on Thursday. Outlook is positive for gas, buy gas and sell oil, this will be great hedging trade.

Friday's trading range for energy **June contracts**:

OIL: \$103.98 to \$100.83 June contract, sell oil

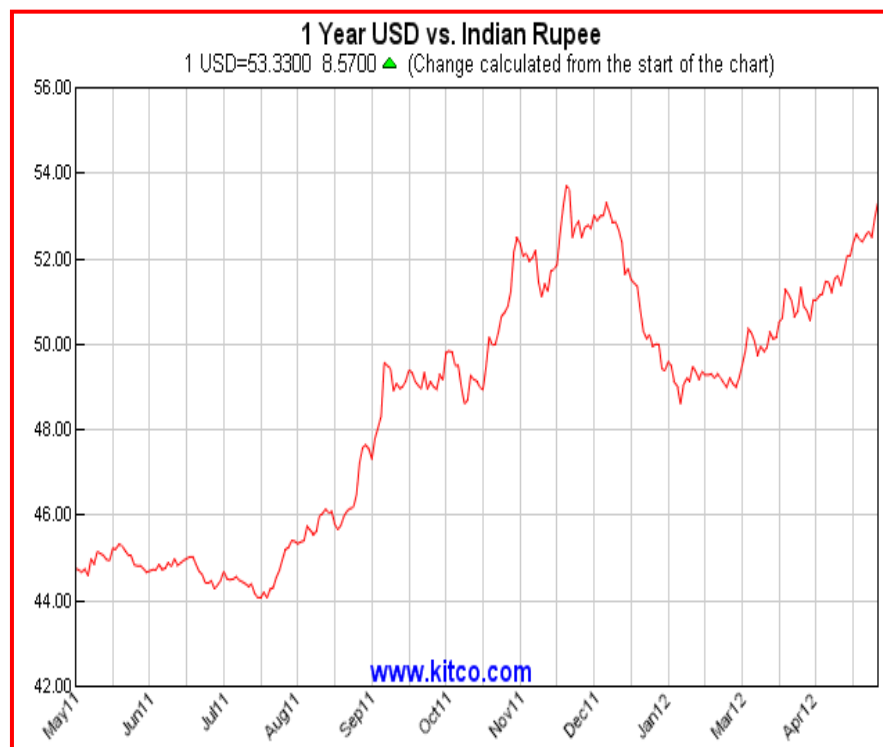
NATURAL GAS: \$2.237 to \$2.389 June contract

TREASURY BOND – 142-11 TO 143-14

## CURRENCIES

Time has come to acquire dollar on Friday after Job reports. Add dollar against Australian, Euro and Pound.

Emerging market currencies are trading weaker. Indian rupee is nearer to low, and may hit historic low against USD. Our next target is 55.75. Stay away from any buying in Rupee as it is worst performing currency in 2012. Also this indicates that all is not well with India as Indian equity market as well as Rupee is remained most underperforming in the 2012.



**I would like to recommend buying US dollar because our shorter, medium and longer term Astro/wave of nature outlooks is most favorable for US Dollar and US dollar assets.**

Friday's trading range is here:

DOLLAR INDEX – 79.14 to 79.53 (buy at lower levels)

AUSTRALIAN DOLLAR – 1.0239 to 1.0165

CANADIAN DOLLAR – 1.0129 to 1.0077

BRITISH POUND – 1.6228 to 1.6108

EURO – 1.3204 to 1.3089

JAPANESE YEN – 1.2498 to 1.2423 (sell at higher level)

SWISS FRANC – 1.0989 to 1.0888

RUPPEE – 52.98 TO 53.57

RAND – 7.73 to 7.82

**Best trade for Friday:**

**I volatility to continue in financial market but we still will recommend buying coffee, dollar index and CORN at this stage, please don't go high leverage.**

**This is what we mentioned yesterday, and we are keeping same opinion until next Wednesday.**

**MOST IMPORTANT NOTE FOR METALS & MARKETS** - In most of our Flashnews and weekly newsletter in the last six months we have been repeating again and again that you should keep your money in USD and investment in USA and same we mentioned in our book "2012 Financial Predictions" as well. I don't know that if anyone on the planet advised that six months back. I not trying to praise our theory but we have noticed that what we said for the broader picture market and investment strategy is working very well so far.

Yes, most disappointing is gold and silver trend as per we recommended. Yes, I am worrying now, though down side is limited but today I will advise you to stay away from any big investment in metals at this stage. **I am not changing my predictions but concern that most exciting period in which all major Astro indicators were favoring gold/silver in the last two month have been passing without any excitement.**

Everyone predicted crash in gold and silver in the last three months but still both these metals held very well. Money kept going out from metals and went into stocks and bonds but still metals held well. (These both the pointed to be noted)

My concern is that what will happen to metals when negative cycle start from June 2012, I am sure gold and silver will face tough time.

If you still like to hold your trade in metals then you should protect with buying **September 2012 put** options in gold and silver to hedge your risk. Next four trading session is not that positive for all markets which is starting from late Friday. Next week Monday, Tuesday and half Wednesday can be proven most negative so trade carefully, don't hold any position in any markets except US DOLLAR INDEX.

Most exciting news will be - If next five trading session passes smoothly without any damage in metals then gold and silver will surprise global investor's community because they move up none-stop from the next late Wednesday and our previously targets can easily achievable so let see how they trade for the next five days.

**Please don't forward this flashnews to anyone or none subscriber.**

Thanks & God Bless

Mahendra Sharma,

Thursday 4.30 PM, 3 May 2012 Santa Barbara