

# **Weekly Financial Letter**

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### Weekly Newsletter from 29 – 2 February 2018

It is time regain money so follow these three trades...

Dear Members,

Last week the market performed amazingly well, and S&P closed above 2880. US Dollar lost value as Dollar index tested 88.42 and is very close to our lower side predicted level of 88.21. Grains and softs held value. Energy prices moved higher, and oil is trading around and above \$65.68. Thirty Year Bond lost value as predicted, and Base Metals traded in a very volatile trend. Most of the currencies gained value, and Emerging Market ETF's were on fire. Traders lost interest in Crypto currencies and are back to markets.

There is no doubt that billions of Dollars of wealth, and the market cap value is going up every day in developed world markets, what an amazing bull market this is.

If you were Mahendra Sharma, and predicted one of the greatest bull markets in S&P starting in 2009 when S&P was at 675, and then predicted that it would reach 3200 but then made an error in 2017, how would you feel? Like killing yourself. No one on this planet predicted that S&P would reach 3200, and no one saw this kind of bull market, and now we are very close to 3200. I know you will be depressed and regretful of the error of 2017, but I think it time for most of you to forget about that error. I already rectified my mistake, so lets focus on the future from here onwards, because our theory has made fortunes for people over the last thirty years, and we are sure it will help you make great trading and investment decisions from here onwards. If you keep talking about my error of 2017 then you won't be able to make any great trading decisions in 2018, and we want traders and investors to not only regain their money, but to make returns in multifold's in 2018. There a reason behind me saying that you will make a fortune in 2018, and that is because there are a few trades in 2018 which look like clear winners, so let talk about those. I sincerely announced a 50% discount on my all services, and I am sure you must have taken advantage of that to extend your services or to subscribe to a new one. I don't think I will ever offer such a discount in the future coming time, so this is the last chance, and this offer is only valid for up to six months subscriptions. Read about this offer below at the end of this section, as this offer will be ending this week.

I am sure you must have a clear view about what will happen in 2018 after reading the "2018 Financial Predictions" book. I am watching my books predictions closely so lets talk about this, this week.

I stated on numerous occasions in 2015/16 that the time will come when S&P will move 50 to 100 points in a day, and it looks like we are not very far from this time cycle. Don't focus on currency



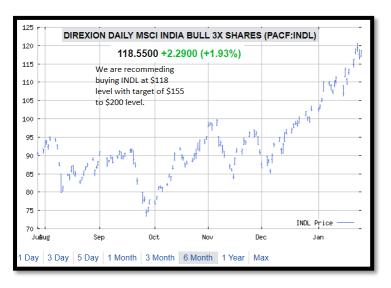
movements too much, because we expected Dollar Index to come down to 88.21 and expected it to form a strong bottom **before it rises back to historic highs**.

From this week, in every weekly newsletter we will provide you with a few trades which may make you money in multi folds, so let get ready and start making money back if you remained on the sidelines or lost money in the markets.

#### Here are the three best trades for this week:

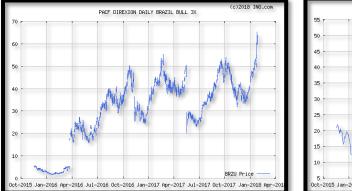
#### • INDL trading at \$118 - Biggest percentage gain is coming in INDL (Indian market ETF)

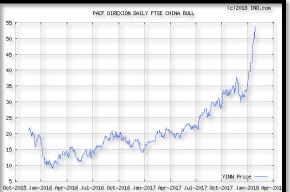
In the last two years three of our recommended ETF's have done very well, and they are YINN (recommended at \$11.00 and now it is at \$50), BRZU (Recommended at \$7.00 and now \$50 plus) and LBJ (recommended at \$10 and now it close to \$50). One ETFs did perform well and that is INDL, and



we have been recommending buying this for the last year. I strongly recommend buying INDL on Monday, and adding more Tuesday positions on and Wednesday, as from Thursday onwards it will rise 20%, so expect minimum 20% move with in the next two weeks. Currently it is trading around \$118, and we have already provided a target of \$155 by the end of February. INDL represents the Indian equity market. This is one of the greatest ETF to make a bet in and one can

make some aggressive bets. One can hold **YINN**, **BRZU**, and **LBJ**. We won't be surprised at all if INDL moves towards \$200 very soon. Those who don't want to take risks with calls can just buy INDL. **Those who want to take some leveraged trade can buy call options of the 16th of March, strike price \$115** 







### trading around \$10.50. It is worth it is as we are expecting it move towards \$155 by March, which can push this call towards \$40.00.

I have been keeping very quiet and reading people criticize me about how I was wrong about my predictions for the market in 2017. Those who never bought our services and bought our book, I would like put a small part from last years book "2017 Financial Predictions", what exactly we stated: From page number 40 to 43 of "2017 Financial Predictions":

### ASIAN MARKETS trend in 2017:

#### Shanghai/China:

The Shanghai market had one of the best rallies from January 2006 to September 2007. It went up from 1000 to 5000 in a non-stop rally. No other market has ever moved in five folds in the span of just 19 months. This was the era of commodities, and investors were not only buying commodities, but also stocks that were in the top list. Many short sellers were burnt very badly during this time. After that rally the Chinese/Shanghai market came down with the rest of the world during the global crisis and tested 1650 again. Since then the market has been trading stable, and yes it doubled in value from the lows by following the international markets.

We are predicting that a new era will being for China from September 2017. The Chinese/Shanghai Market will start marching up and will keep moving higher. This time the Chinese market will move independently without any major participation from international investors because the investors will be stuck in the US and European markets bear trend.

I want you to follow the Wave of Nature because the wave is going towards China and India. Keep investing money in YINN if you are not able to buy stock in the Chinese market. Allocate a certain amount of money every month to keep adding positions in the Chinese market. In the first half of 2017 the Chinese equity market will perform positively. We recommend adding some serious money in the Chinese market as a major bull trend in Shanghai will start from September. Keep buying on uncertainty if any comes in October, as November and December will be the best months for the Chinese markets.

On the higher side Shanghai will test 3825, and on the lower side we see it holding 2815 so watch these ranges closely.



The rally will be non-stop and Shanghai will test 5000 in 2018. Many Chinese companies are listed in the US and European markets, so you can buy these ADR's, or simply buy indexes if you don't want to pick individual stocks. I recommend buying Indexes are there is less risk involved in doing that then picking individual stocks.

Final Note - Shanghai is one of our top three picks for investment in 2017.

Here 2017 trading ranges for Shanghai Index:

China (Shanghai): 3808 to 2978

#### INDIAN MARKET

The Indian market had a few headwinds over the last 16 months due to weakness in rupee and no clear RBI (Reserve Bank of India) policy. The RBI committee seemed very confused over the last 18 months during the Governor Rajan era. Prime Minister Modi decided to demonetize, and discontinued the Rs. 500 and Rs. 1000 currency bills on the 8th November which created a lot of panic for the short term. This move created a cash crunch in the country where more than 80% of the people's daily lives run on cash transactions. 90% of people from the lower middle-class and below depend on cash transactions. Neither do they know how to use electronic transactions, nor do they depend on bank transactions.

Surely during the last quarter of 2016 many companies will have bad earnings, especially in sectors which are directly connected with consumers like auto, cement, retailers, telecom, consumer goods, etc. Anyways, we are not an economist, so we shouldn't be focusing on all this, let's see what 2017 has in store for India.

Indian Subscribers to our daily report are aware that our view for 2017 is very positive for India, but the masses are not aware as a large crowd in India just buys our book because they feel that our services are too expensive.



I am putting China and India on the same level, both these markets are on our top list. The Chinese market will perform stable but the Indian market will face some volatility in the first quarter and mid 2017 when all the other markets will be suffering a huge setback.

There is no doubt that Saturn transiting in Sagittarius will bring a fortune to China and India, but the start will be slow and then the momentum will catch up.

The Indian market will start disconnecting 100% from the global equity market from the month of February. Currently the Indian market is not following the international market due to weakness in the Rupee, but we don't see the Rupee remaining above 68.75 in the coming time, and it will move towards 64.18 or even 62.55 in 2017, which will play a major supportive role for the Indian market.

In 2017 we predict that Nifty will gain at least 25% and move significantly higher in 2018. The era of a Bubble is on the way for the Indian market so investors should be well prepared for this amazing rise. We see Nifty moving towards 9570, and by the end of 2017 we won't be surprised if Nifty moves towards 10000. On the lower side, we do not see Nifty going below 7711. If something drastic happens to all the major markets then there are chances that Nifty can test 7225, but the chances of this happening are very less.

In 2018 we are predicting Nifty moving towards 15000 to 17000. It will be the most powerful move due to the North Node being in Cancer and Saturn in Sagittarius.

During the months of January and February the Indian market will trade in a mixed direction, but in March, April, and May we see the positive momentum continuing and Nifty will trade positively. Any sign of weakness should be taken as a buying opportunity from March to May. Ignore the international markets trend, and don't pay any attention to what S&P or the European markets are doing.

At the end of June 2017, we recommend booking profit in the market, as from mid-July we see a lot of volatility coming in the international markets which may impact India as well. This period of volatility will be short lived so get ready to load up on stocks again in the month of September, because after August the Indian market will have a non-stop rally. Avoid buying



the Indian markets in the months of July and August as major falls and corrections may occur in most of the global markets. There will be a very uncertain scenario developing during these two months so holding cash will be the best thing to do from June onwards.

A positive trend in Rupee, better economic numbers, and an aggressive RBI policy will be the key factors behind this rally. From all angles, the positive news will keep flowing, and why not, when Saturn is in Sagittarius. A positive astro cycle always does that, even in our lives, when the time changes, everything suddenly starts falling into place automatically.

**Banking, Technology, Housing, Cement, and the Pharma Sectors** will do well during 2017. Energy stocks will struggle but **Reliance Ltd.** will keep moving higher. In 2016 Reliance was one of our top picks, and we see it doing well in 2017 as well. Our target for Reliance is Rs. 1400.

Most of the tech stocks should remain in your buying list. INFOSYS, WIPRO, TCS, TATA ELXSI, GEOMATRIC, KALE, TANLA SOL, TAKE SOL, KELLTON, A2Z INFRA, CYBERTECH, TRIGYN, GM BREW, VADILAL IND, KWALITY KIRI IND, BODAL CHEM, JET AIRWAYS, & SBI. Many private banks and housing finance stocks will perform very well.

Overall, we are recommending every investor to have some exposure to the Indian equity markets. International investors can buy INDL, or many ADR's and GDR's that trade abroad. We are strongly recommending every Indian investor to just focus on the equity markets. Buy quality socks and avoid short term speculation. We are not recommending any buying in commodities so avoid them, and do not speculate in them. You must build wealth by protecting capital, and that only happens if you focus your investing on the longer term. I always stated that no one can build a fortune by speculation, gambling, or short-term trading.

#### Here 2017 trading ranges for Nifty Index:

India (NIFTY): 9897 to 7655

Also, in the yearly cycle of the USA market section we mentioned on page 37, in "2017 Financial Predictions", that the market would be recovering strongly.



#### NINTH CYCLE

From **27th October to 1st December 2017:** During this period the market will start behaving much better and there will be nice recovery in all major markets, after the volatile spell during mid-2017. We strongly recommend focusing all positions on Tech, biotech, banking, home builders, and construction stocks from the middle of this cycle. The international and emerging markets will make handsome gains during this period, so buy some aggressive positions in emerging market ETF's.

USD may start losing aggressive value which will help many commodities and emerging market ETF's. Keep adding positions in **LBJ**, **INDL**, and **YINN** during this cycle, and if you make a nice gain, do not forget to book profit and close positions by the end of this cycle.

#### Second trade of this week is MSFT:

In 2012/2013 we recommended buying AMAZON at \$300 with a target of \$1550 or \$2000. Apple already moved seven folds since our recommendation; Google moved more than two folds; Microsoft moved from our first recommendation at \$18.00 to \$93.00. Many stocks which we recommended moved in multi folds, for example we recommended BABA at \$60, and it is already above \$200; Walmart is above \$100 from our recommendation at \$60.

This week AMZN, MSFT, GOOGLE, FB, APPLE and many others will announce earnings. Our favorite is MSFT and also AMZN, and we are recommending buying MSFT or call options in MSFT of \$95.00, if you like to take leveraged bets; if not then just simply buy the stock of MSFT. We are targeting \$107 to \$115 in the coming month of February.

AMZN, and Google can also move higher. We are not betting on Apple and Facebook, though these stocks can move higher due to a positive trend in the market, but they won't be able to move up with their own strength. Watch the negative cycle of 2018 in our "2018 Financial Predictions" book because in that cycle FB and APPLE can come down significant.

#### Third trade of this week is buying TMV/TBT/TTT:

All these trades are Thirty-Year Bond trades. We see Thirty-year Bond adopting a historic bear cycle, and we have recommended selling Thirty Year bond at 170-00 and it is now trading around 149-00. Our target is far lower in 2018 so stay short and start adding some sizable positions in all three of these ETFs.

Let's take about the markets trend this week and from here onwards:



It is clear that S&P will hit 3200 and the Indian market will move up like fire so these are the two markets that should be on your watchlist. Last month we already predicted that Japanese Nikkei can move towards 32000 to 35000, so watch that closely.

As per my detailed study and analysis it looks like S&P can achieve the highest level in 2018, because as mentioned in this years book, we don't see any major negative cycle. Yes there are a few short term ones and most of you must be aware of them by now if you have bought the book "2018 Financial Predictions". Yes, 2019 will be a challenging year but why discuss about 2019 now, when 2018 is such an important year for us.

Many must be thinking that I favor the Indian market because I am an Indian. No, that is not the case at all. The Indian market is ready to make a historic move as per my theory, and we also mentioned that in the "2017 Financial Predictions" book. If you are an Indian trader then you must subscribe to our "Indian Market Newsletter, in the last six years we recommended many great stocks that moved up in multi folds.

This is a bullish cycle, and we will be entering one of the most powerful euphoric cycles where investors will be scared to make any trade, and the markets can keep moving higher. Don't short the market at all. Yes, if you would like to take small bets as insurance then buy some UVXY.

This will be the final update which I am not locking on the website, so everyone can read, so subscribe to the current offer with **100% extra time.** This offer is valid for **"Update and News sections"**, **Weekly Newsletter, Daily Flashnews, Daily Stock Market Report, and Daily Indian market report**. Here is our offer, and one must take advantage of buying this series.

<u>Offer is ending soon:</u> Only once in my career, I have offered 50% discount on my all subscriptions, and that was during last year on turning 50-years-old. After taking my members requests into consideration, I have once again decided to offer a 50% discount in a way giving the same extra time free on your subscriptions on most of my services, except for the Personal Client and the Books (No discounts offered on the books, and I don't take any new personal clients).

Our offer will work as follows:

A three months subscription will give three months extra, so you will get a total of six months.

A six months subscription will give you six months extra, so you will get a total of one year.

A one-month subscription will give you one month extra, so you will get a total of two months services.



This offer is not valid on yearly subscriptions, <u>so please don't subscribe</u> <u>yearly subscriptions of any of our services as you will get only 33% extra</u> time if you subscribe one year subscriptions.

Must have book (no discount offer on book):Those who are still thinkingabout buying the "2018 Financial Predictions" can order by clicking here orontheorderpageofourwebsite:https://www.mahendraprophecy.com/2018-financial-predictions-book.php



So far we received great response from buyers, I hope and pray that this will change traders life on better sides.

I would like to write in detail in every section, so lets talk about **metals**, **energy**, **currencies**, **Indexes**, **grains**, **softs**, **and bonds** trading pattern for this week and medium term trade from the 29 January to 2 February 2018, **here is our weekly newsletter**:

Click here to subscribe complete weekly newsletter: <u>https://www.mahendraprophecy.com/weekly-newsletter-subscription.php</u>

Thanks & God Bless

Mahendra Sharma

Sent – 28 January 2018, Sunday 3.00 AM Santa Barbara

Chart are taken from ino, kitco and Trading charts websites.

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

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Traders should consult their own financial advisors regarding any securities transaction, and be responsible for their own investment decisions. Past performance is not indicative of future results.

**<u>Reading daily range</u>**: When we predict a **weaker trend** it means that prices can break on the lower side and can trade below the predicted lows.

When we predict a **positive trend**, it means that the daily price can break on the upside and can trade higher than the predicted price.

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