



# **Weekly Financial Letter**

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## **Weekly Newsletter from 18 to 22 November 2013**

Dear Members,

From Friday evening to Sunday morning my time passes by in just writing the weekly newsletter and flashnews. Almost 80% the time goes into writing the weekly newsletter because in it I try to portrait or reveal a vague picture of future coming time. I was going through the members emails today morning while having tea and it looks like a few of them are concerned with the equity rally, and asking whether the if market falls from here, then will the fall will be 10 to 15%. Many are concerned and they feel that 2000 tech bubble era is back. They wanted my answer and view.

Yes, any sharp rise in any prices (equity, commodity or currencies) always generates many questions in investors' mind and the first one is where to get out, or where to create a short or how to hedge risk. The investor's community is also aware that a bull market takes several years or even a decade's to go towards high but from that to drop back to the bottom it only takes a few months. Fear is the most powerful factor which plays an important role and impacts everyone. In a bull market, many take time to enter the market, and many still don't believe that there will be a rally. The whole bull and bear cycle is a psychological game and that is why the astro cycles plays the most important role to find our bullish or bearish cycle.

Let me comeback to the questions that were asked to me by a few members. Yes, at this stage we clearly see that the market is moving towards a new high every week as markets are holding and they keep moving above the most important astro levels and they are not going back to those levels.

- First most important astro level was 1090 which we predicted in 2011. The market bounced back strongly from this level. (S&P bottomed out 1090 and moved in a straight line to 1287 between forty days)
- Second astro level was 1163, which it crossed easily and never retested. (Market corrected from 1290 and came back to 1163 but never breached this level and bounced back to 1265 immediately)
- The third astro level 1265, which proved to be the most important call and after that the market never looked back.
- Another astro level we provided was 1425. S&P retested it a few times and then the rally started with momentum stocks and hedge funds started pouring money in momentum stocks in early 2013.
- Now two major important support level for S&P are 1643 which we don't see will break in coming few years and second one 1717.
- Very immediate one is 1752 and new one 1789.

The middle of the year analysts and fund managers noticed that the fundamentals and economic outlook is showing strong signs in USA; they started withdrawing money from emerging as well as commodities and putting money in Europe, Japan and USA. Emerging market currencies started collapsing, one time there was so much panic that importers of emerging market countries didn't wanted to see or ask bankers the exchange rates. Anyways, **USA came back in demand after a decade and this inflow of money in USA will remain there for the next three to five years as most of the new companies and big IPO's are coming out of USA. IPO's are making**



**bankers and fund managers richer overnight in USA and fund managers of other countries are just remaining spectators.**

We can't call the **current stock rally in USA a bubble, but surely some momentum stocks are going higher to fast but they are not many so the impact will be not much even if these stocks fall from high.** For example, Tesla already corrected from \$195 to \$135, the same happened with Netflix and a few others but these stocks were never able to impact the market.

Currently stocks that have a good balance sheet, holding big cash in Balance Sheet or those who giving robust earning are moving higher. Biotech, Tech, Transport, cyclical and services stocks are moving higher. Social media, media & advertising, and tech stocks are moving higher to and we are bit nervous about these stocks.

**Banking, housing and financial are staying aside, and they have not yet started participating in current rally, but sooner these stocks will participate and that will be the time when S&P may move 30 to 50 or even 100 points in a day so euphoria era is still pending.**

Yes, we are not too found of social media stocks, especially after mid 2014 so we are not recommending these stocks at all (it doesn't mean that these stocks won't move up from here). At this stage everyone thinks that Social media a great way to reach consumers and we don't doubt that but still our astro indicators are not favoring social media stocks at all and that is the reason **why we see a 90% fall in social media stocks in 2015/16. By 2017 we won't be surprised if Facebook and Twitter goes to \$1.00.** Anyways, we will watch the market closely. Most of our predictions have fulfilled so far in the last 25 years like the tech bubble predictions which played the most important role in my career with astro cycle prediction and we hope our predictions of S&P reaching 3200 will fulfill and history books will write about it. Yes, it needed courage to predict S&P reaching 3200 when it was at 1100; it required 100% belief and trust when we predicted gold reaching \$1600, oil \$100 and silver \$50 when these commodities were struggling in 2001.

We trust our theory 100% and that is why we were able to make these predictions. If we were doing fundamental, macro economy or technical charts then we won't have been able to predicted what we predicted for financial the market in the last 20 years. That is why we always says "make astro indicators a most essential part of your investment strategy", add all other indicators after you find the astro indicators answer and your investment decisions will become so easy and prudent.

**Anyway let's talk about this week, weekly newsletter from 18-22 November 2013:**

### **GOLD/SILVER/BASE METALS**



So far precious and base metals have been trading as per the planetary movements. Monday and Tuesday are negative days and if metals trade positively on both these days then for the next ten days metals will remain positive. If metals trade negatively on both of these days than we expect weakness to continue on Wednesday and Thursday.

On Friday we see metals recovering sharply so take buying positions on Thursday around the lower side predicted levels or on Friday morning.

Metal stocks may trade sideways to positive so one can take small buying positions in metal stocks.



**Important note:** at this stage the final ten supportive days are pending so trade carefully. Any sharp rise should be taken as a selling opportunity during next week because the worst time cycle is pending for metals which shall start from anytime in the first week December.

Our target for medium term or by mid-May gold may reach toward \$880 so May put options in gold and silver may bring windfall according to what I see astro indicators. At this stage we see strong astro support point at \$1170 and if it break this level then \$880 is easily achievable target.

This week Friday is buying day for metals so short term traders can take buying positions in metals. Monday to Thursday one should trade in and out. Silver will follow gold during this week, but base metals will trade in a tight range. Anyway focus will be on gold. If on Monday it trades sideways to negative, stay away until Thursday.

**Here is Monday's range: (Dec 2013 contract):**

**GOLD: \$1295.10 to \$1275.20**

**SILVER: \$20.90 TO \$20.51**

**COPPER: \$320.10 TO \$315.20**

**PALLADIUM: \$740.30 TO \$727.10**

**PLATINUM: \$1454.80 TO \$1435.00**

## INDEXES



Last week USA market remained the best performing market with S&P, Russell, Dow reached all-time high and NASDAQ reached 14 years high. Once again USA has become the darling of investors, internationally all other markets are moving higher without having confidence in their economy but USA has a completely opposite story. Housing market, Job market and earnings started showing better signs and investors like these signs so just imagine what will happen to the USA market when a real strong recovery starts. Our astro indicators are very positive for USA, USD and USA market so a great time for

USA is still pending. We just started recovering from the worst depression, and people are still not confident but once they start believing that USA is on a solid recovery path then what will happen! Can't S&P move towards 3200 to even beyond which will create euphoria, money will be everywhere.

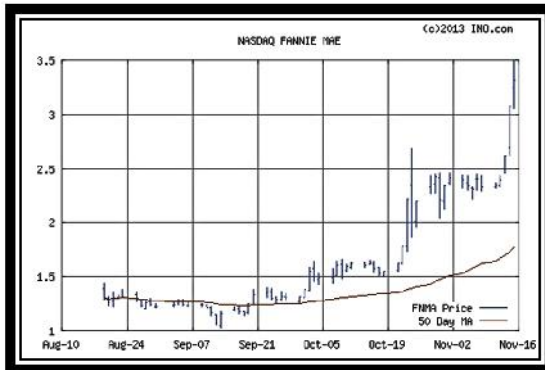
In each and every weekly newsletter I have been writing these kinds statements because our astro indicators are showing amazing signs and that is why we recommended investors to take solid bet in market in the end of 2011 and 2012. We also mentioned that "Risk takers will make money due to combinations of Saturn and North Node". Our advice may have sounded a bit risky at that time because we recommended people to take risky bets in USA equity as we were writing very bullish comments about USA equity. Anyway there was a reason as to why we kept recommending buying or investing in US equity and other assets in USD.



Many times we mentioned in the past that 2012 to 2014 will be the most unique period for Wall-Street, and we still believe that the best has yet to come. This kind of time we won't see again in our lifetime so get ready to plan your equity investment well. Call options will be great bet, though I missed a few big ones in the past; also this year coffee bet proven the worst but out of 10, nine longer term advice's proven very right.

You clear about investment strategy and Investment, once you hear from us about the overall picture of the future, so please devote serious time to this market if you really want to make good money as this kind of opportunity won't come again.

Tech stocks recommendations made fortunes for many of my close friends but **FNMA** and **FMCC** looks like



another great recommendation. No one wants to buy FNMA and FMCC, and neither did anyone have great interest in both these government owned companies but we strongly recommended our members to start accumulating both these stocks last year and early this year around \$0.21. Now William **Ackman** and **Fairholme** came out publicly about both these mortgage companies. Mr. Ackman declared last Friday that he bought 10% in these companies. On the other hand Fairholme offered to buy insurance business of both these companies at 52 billion dollar. Our recommendations was purely based on astro cycle of these companies and we were sure that our members can make fortune. According to emails I received from investors, I can say hundreds of our members have taken positions in both these stocks. In our members we have billionaires as well as common men and we treat everyone equally and we provide information equally. **Yes only our personal client have a little bit higher accessibility to our information because they communicate with me on daily basis about the markets and stocks.**

Since our recommendations FNMA and FMCC have done amazing well, and currently both these stocks are trading above \$3.00, our first target \$5.00 already go achieved a few months back, and now once it breached \$5.00. Our next target will be \$12 to \$14.

During last week world equity market traded in a tight range but the trend remained up and closed at all-time high. This week equity markets will remain positive because **1752 proven to be the most solid astro support level, and now 1789 should be watched closely.** On Friday S&P closed above 1789 which clearly gives the most bullish indications **but it has to close above 1789 for three trading sessions which can push S&P towards 1855 or even \$1900 by the end of the**





year but before we make any 100% commitments we would like to see S&P behavior pattern for the next two days.

Astrologically short term planets are giving mixed signals for this week but surely from late Thursday Stocks can move higher and on Friday the market can go up crazily. From Monday to Thursday we recommend trading in and out as per the mentioned ranges in the daily flashnews.

**Microsoft, Starbucks, Apple, Intel, Qualcomm, AT&T, DiskTV, DirectTV, US Steel, Yahoo, AOL, many big industrial name, Banking, Mortgage and housing stocks are sleeping giants** and they will be on fire in coming time. Starbucks and Apple will remain positive. Book profit or take some selling positions in social media stocks as they may get volatile during this week so sell on any sharp rise. **Keep adding call options in Microsoft, Starbucks and housing stocks on any weakness. Few small cap stocks we still like and these are HZNP, GALE, ZYNGA, FNMA, FMCC, OFFICE DEPO, RADIOSACK, SIRI, GTAT and JCP on weakness. Our buying call in all these stocks have done very well in the last one month.**

We are adding 15 stocks in the daily trading ranges list of stocks investment report and once we are satisfied by the results then we will add more key stocks to that list.

**Monday's trading range (December contract):**

**AUSTRALIAN (Cash) – 5430 to 5382**

**NIKKEI (Sep) – 15418 TO 15152**

**NIFTY S&P (Spot) – 6119 to 6060**

**SINGAPORE (cash) – 3229 TO 3201**

**HONG KONG (cash) – 23310 to 23000**

**CAC – 4312 TO 4269**

**DAX – 9229 TO 9159**

**DEX EURO STOXX – 3079 - 3042**

**FTSE – 6730 TO 6650**

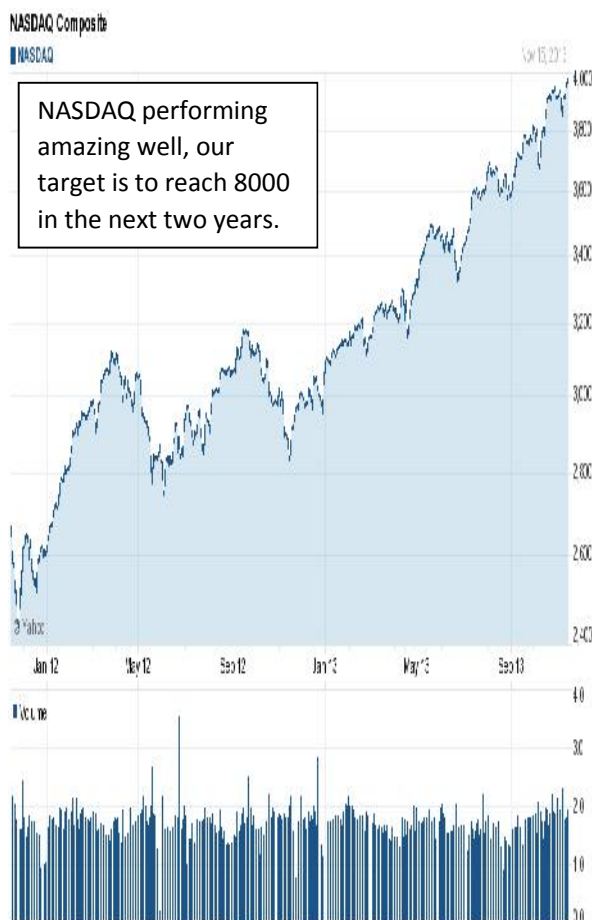
**FTSE/JSE – 40479 TO 39920**

**S&P – 1801.00 TO 1788.25**

**NASDAQ – 3430.25 TO 3197.25**

**RUSSELL – 1119.90 TO 1108.90**

**DOW – 15963 TO 15865**





**TREASURY BOND**



This week thirty year bond will trade mixed, but there is still a possibility that thirty bond may move towards new lows so avoid any new buying positions. Our major target got fulfilled during this year and many made big killing; yes I missed this trade in my trading account

because I was trading coffee which never remained helpful.

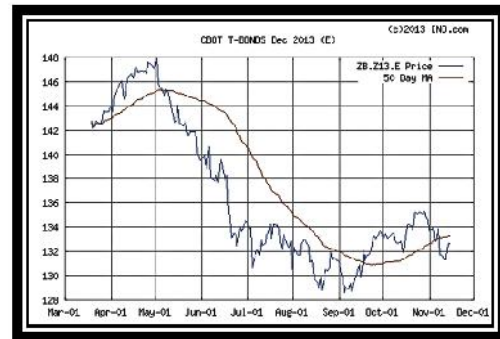
We have small positions in S&P so that is helping but I want to remind that I don't write predictions in favor or against anything according to our investment. I bought coffee because our view on coffee was very bullish.

Anyway, I want to forget about the coffee mistake as most of other predictions came very accurate so I want to feel satisfied as an advisor.

This Tuesday and Wednesday Thirty year bond will trade very volatile, and on both of these days we also have market moving events. On Thursday and Friday prices will move down. The best advice will be to trade in and out in bond rather than taking any side trade at this stage.

**Monday's trading range (Dec contract):**

**TREASURY BOND – 133-01 TO 132-02**



**SOFT COMMODITIES**



It looks like coffee is bottoming out, 15 November supported coffee so now one can start taking positions in coffee. One can start buying call options of next year as now you may get very cheap. I don't know what will trigger coffee price during next year but we are confident that prices will suddenly go through the roof so better to put 1% capital allocations to coffee.

Last week Orange juice traded positively, but the rest of the softs like sugar, lumber, cotton remain weaker. Cocoa traded in both directions.

This week looks mixed for soft commodities, and we are still not recommending any buying in softs so stay away from softs at this stage. Trade in and out in the predicted ranges here below or in the daily flashnews.

Coffee and cotton should be on your buying list on Thursday morning.

**Monday trading range: (December 2013 Contract)**

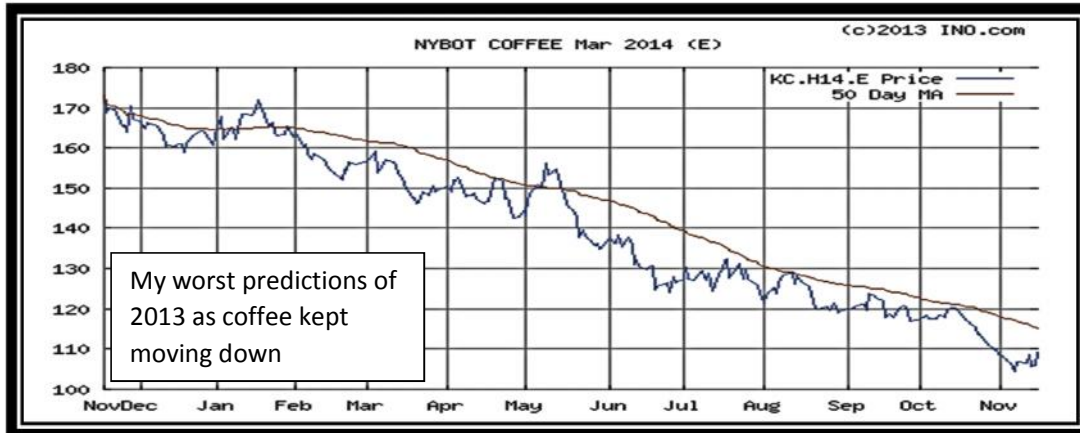


**COFFEE: \$107.05 TO \$104.05**

**COTTON: \$78.02 TO \$76.55**

**COCOA: \$2755 TO \$2607**

**SUGAR: \$17.68 TO \$17.35 March 14**



## GRAINS



On Friday grains crashed sharply as predicted. In the last twelve years, overall in grains our advice remained very beneficial to our members. We strongly recommend staying away from any buying positions in grains at this stage. Trading in and out will remain the best strategy at this stage,

From 8 of December we see some positivity starting in grain prices so one can start accumulating grains around the end of the first week of December 2013. One can start buying corn, wheat and soy but at this stage

for the next two weeks avoid any buying positions in grains.

Remind us to write a details predictions on grains in the first week of December.

On Monday and Tuesday grains prices will fall from the higher side so trade in and out by selling around the higher sides. Wednesday will remain a mixed day but weakness will start in grains again on late Thursday and prices will move down on Friday as well.

**Monday's trading range (December 2013 contracts):**

**CORN: \$426.50 TO \$415.75**

**WHEAT: \$650.50 TO \$640.25**

**SOY: \$1291.75 TO \$1268.75 Jan 2014**





**SOY MEAL: \$414.90 TO \$405.10**

**SOY OIL: \$41.00 TO \$40.15**

**ENERGY**



We enjoyed predicting in oil in the last 15 years, only early part of 2008 from April to 15 August we came wrong but our predictions of big crash came true after 15 August 2008. From April to August we kept recommending not buying oil and oil prices kept moving higher. In 2001 we predicted oil going towards \$100 and in early 2008 when it reached \$100 we thought that our prices have achieved and now it will fall and it fell, but after 5 months. In August we finally predicted that oil would fall any day and it may go back to \$52 or \$32 and it reach \$32 within three months from

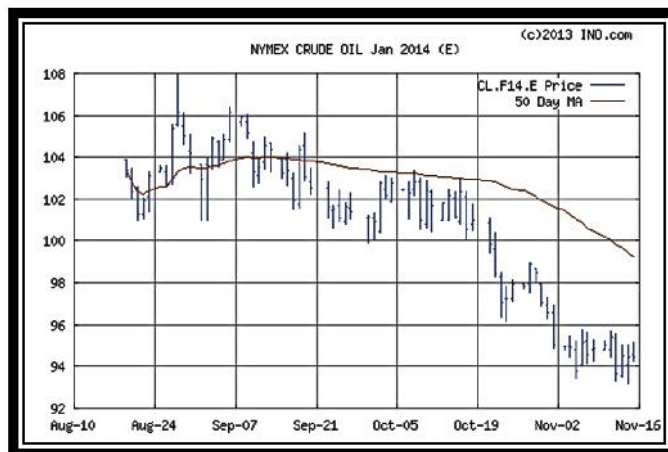
\$145.

In September we call \$109.88 top for oil and since then oil prices have been falling. Now it is at the most important level of \$93.21, and if oil trade's below \$93.21 for two days then prices will easily move towards \$88.61. We recommend staying away from any buying at this stage as the overall trend in oil will remain weaker, and maximum on the higher side it can move to \$96.39.

December looks like a horrible months for crude oil so stay away from any buying.

This week from Monday onwards weaker trend will continue in oil but we recommend trading in and out until oil remains above \$93.21. RB gas and heating oil will follow oil at this stage and natural gas will remain mixed to weaker so follow our daily flashnews.

Late Thursday or around low of Thursday one should buy oil aggressively or one can cover all short positions in oil for the short period and same apply's for heating oil and RB Gas on Friday and next Monday oil prices will move up sharply.



**Monday's trading range (December contracts):**

**OIL: \$94.68 to \$93.07**

**NATURAL GAS: \$3.71 to \$3.59**

**HEATING OIL: \$2.9590 TO \$2.9090**



**RB GAS: \$2.6900 TO \$2.6300**

## CURRENCIES



Currencies have been trading sideways without any clear directions for the first two days. Ben Bernanke and the Fed Minutes will bring volatility in the currency market though we are not expecting any major move in currencies during the next month.

Last month we mentioned that Dollar Index would bottom out or won't see it trade below 79.50 and that has proven to be accurate so far. We also mentioned that a similar trend of bullish dollar can start like what happened during the tech bubble so watch dollar trend closely. The best strategy will be keep adding call options at this stage for June 2014 and December 2014, take strike price 83.50 for June and 85.00 for December.

The next one month Japanese Yen will remain weaker or sideways so trading in and out will be the right strategy. On Monday yen will remain weaker to sideways but from late Tuesday we may see some buying coming back in the market in Yen and rising trend will continue on Wednesday and early Thursday. Friday and mid Thursday weakness will start and on Friday Yen will trade weaker. On Thursday Japanese Central banks will announce rate decisions. On the same day Australian Central bank will announce rate decisions. Both these currencies will lose value on Thursday as well as Friday. Japanese Yen predictions remained one of the best trading call of 2013. We recommended selling Yen at 1.33 and targeted par value.

Euro and Pound will remain weaker, so selling on higher side is highly recommended in both of these currencies. Swiss Franc will follow Euro.

Canadian dollar will gain against most currencies during this week so we recommend buying in Canadian dollar against Yen, Australian dollar Euro and Pound.

Emerging market currencies will remain positive to sideways on Monday and Tuesday but weakness in emerging market currencies will start so buy USD against emerging market currencies on Tuesday and hold positions for this week.

Buy USD against most currencies except Canadian dollar on Tuesday and hold positions tightly through-out this week.

**Monday's trading range: (December contract)**

**DOLLAR INDEX – 81.05 to 80.71**

**AUSTRALIAN DOLLAR – 0.9393 to 0.9302**

**CANADIAN DOLLAR – 0.9599 to 0.9550**

**BRITISH POUND – 1.6157 to 1.6045**

**EURO – 1.3548 to 1.3450**



**JAPANESE YEN – 1.0019 to 0.9950**

**SWISS FRANC – 1.0975 to 1.0883**

**RUPPEE – 63.45 to 62.68 (Spot)**

**RAND – 10.15 to 10.00 (Spot)**

Important note: The overall trend for commodities looks horrible so any rise should be taken as a buying opportunity in put options as this will give limited exposure and huge money making opportunity.

Stocks and Indexes still looks great so any weakness should be taken as a buying opportunity.

Watch our recommended stocks closely and if you are not a subscriber of our stock investment report then you should subscribe quickly as we will send a daily stock trading strategy and ranges.

Please support our work by not forwarding it to anyone. You can only forward this letter one time if someone is seriously interested in it. Also we never market our work, so it will be great help if you can buzz about our work in the social media.

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

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**Thanks & God Bless, Mahendra Sharma**

**Sunday, 17 November 2013, 3.00 PM Santa Barbara**

**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).

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