

2012 FINANCIAL PREDICTIONS



MONTHLY PREDICTIONS FOR

GOLD, SILVER, COPPER, BASE METALS, OIL, GRAINS, CURRENCIES,
TREASURY BOND, MAJOR STOCK MARKETS AND MUCH MORE...



MAHENDRA SHARMA

Dear Friends,

Here below part is taken from currency section of last year book: "2012 Financial Predictions", we highly recommend to go through by every currency chapter as it will help you to plan currency trading in the 2013. Implementing right strategy in your investment planning will surely provide you a great success in medium and longer term. Don't just buy or sell commodities, indexes, stocks or currencies without any strategy, so follow technical, fundamental and add our wave of nature theory in it, we are sure you won't lose money.

Here below part if from our book "2013 Financial Predictions" page 83 to 113, Mahendra Sharma

CURRENCIES PREDICTIONS FOR 2012

Traders are becoming busy around the clock monitoring price movements since computers came into a trader's life and exchanges introduced electronic trading. Thirty years or fifty years back you would have wait for your broker to pick up the phone for your trades and if your broker is busy then you have to wait to get through to him. It was so painful; although I still consider myself as a young generation trader but I used to wait out-side of trading floor or outside of my broker's office to get confirmations from the trading floor guy. I used to try to buy lunch/evening snacks for the floor guy so he can place my order first and give me confirmation. I am talking about this in 1985 when I was 17 and trying to make some money from trading.

Wow, what changes came with computers, and technology made everyone's life very easy and comfortable in each and every area, and particularly for investors and traders. I still remember in early 19th century when people used to sleep outside Wall-Street to make trades for the next trading day, especially during the steel and railway stock bubble. Then Telex used to play key role in sending trading messages from different parts of city or different states, and in those days stock brokers used to be prestigious or respected men and everyone wanted to be close to them. Now times have changed, and people trade via computer, cell phone or Ipad. More facilities are available so it is becoming very easy to invest, and this is how every forth person is invested in the market and trades quite frequently and monitor's their investments everyday.

Currency market is slowly becoming the darling of everyone, as huge volatile, big leverage, trades are available twenty four hours and big volume trades are taking place everyday. In the last ten years frequent or computer trading has taken center place in market. Somehow now traders like volatility and more and more people like to get in or out quickly and that really is killing the fun of being longer term investors. Still more than 50 investors or our members like to invest for longer term but now they are saying that due to high volatility they have to become active traders or get in and out quickly.

Currency trading is slowly taking central place and is playing an important role in the financial market. Those countries that export goods, like their currencies to remain weaker so they can keep competing. Countries that import more would like to see their currency remain a bit stronger. Any country's currency can be affected by war, political uncertainty, fall in economy or outflow/inflow of funds from large institutions.

After World War II, Germany lost its currency's value drastically, in fact when Germans went out to buy bread they used to go with boxes full of money. Before the war started Hitler put all gold into Swiss bank, and holding gold was illegal in Germany during the war period, you have to give your gold to the Government to buy weapons. One of our old member's told me a story that his father kept hidden two gold coins in the garden and after war he bought two stores with those two gold coin. Yes, gold always is treated and respected more than the paper currencies. Before the paper currencies, gold and silver used to play a role like currency and still gold is playing as the backbone in today's world economy.

I don't see paper currencies disappearing from our system in the next 69 years but surely valuations of many currencies will move up and down. High volatility and speculations also brings sharp rise and fall in the currencies. Lately we have experienced this in the Swiss Franc or in 2008 in Australian and Canadian dollars during the crash of the commodities. So many factors are connected with price movement and if you are able to catch any trend even once in a year, you can make enough money to survive for the following few years.

My last fifteen years of research on planetary movement confirms that currencies move rapidly after Full Moon and New Moon, and also that Mercury plays a most important role in its volatility.

2012 highlights for the currency market

There are few important correlations or inverse relations with all different market movements. In general terms commodity rise indicates dollar weakness or weaker dollar is an indication of rising commodities.

In the last century (1900-1999) stock market rise always pushed dollar index higher but in the last ten years a new kind of co-relation has developed and now rising trend of stock market is indicating of weakness in dollar.

Any uncertainty in financial market or currency market globally will push dollar up in the five years but this was not the case before.

Lately emerging market currencies are showing an imbalance pattern, we have noticed in 2008 and 2011 some kind of withdrawal or scarceness of money from outside investors.

Now let's see what planets are indicating in 2012 on these correlations or will inverse relations are to continue or not?

In the last six months in my newsletter and flashnews I kept mentioning that time is coming for dollar to start moving up with stock market trend. In 2012 we will witness that this old relationship between markets and the dollar will take rebirth.

Euro will perform negatively against all major currencies; it means that in 2012 euro won't be able to move with the upward trend of stock markets.

Euro will lose value against commodity currencies in 2012.

Commodity currencies will outperform all other currencies except USD.

Yen will start longer term bear market, and on the other hand Japanese market will keep moving higher.

British pound will remain in confused trend, so we advise you not to follow other currencies when you are trading British pound as it will trade independently. Yes Pound will outperform Euro and Yen.

We don't see any war and uncertainty in financial markets.

Most important point I would like to make here is that for the first time in 11 years, money will remain in USA and USD so outflow of funds from USA to other markets will remain very limited. This will surprise many countries as investment inflow of funds will drop drastically so I highly recommend our readers and advise you to keep money in USA equity, housing market and USD, this will put you on a solid future path.

Let's see what 2012 indicates for all major currencies:

US DOLLAR/DOLLAR INDEX PREDICTIONS FOR 2012

US Dollar is the backbone of the currency market. All major international transactions or any international wire goes through USD and USA. If tomorrow something goes wrong with USD, the whole world banking system will stop immediately so yes USD is the most important instrument in world economy. Yes prices can go up and down as per market conditions for shorter term basis but still longer term basis dollar holds key position in currency market.

In 1972 dollar index was trading around 111.00, and we all are aware that the commodity bubble started around 1974, and then dollar index started falling, and when gold hit \$875 same time dollar index came down to 86.00. We all are aware that from 1981 all commodities started falling and dollar index started rising, and in four years time dollar index moved up from 86.00 to 165.00. This happened due to highly weighted British pound crash from 245 to 108 against US dollar. Also Swiss Franc and Canadian dollar went down 50% in value against Dollar. Only Japanese Yen held well due to growth and Auto boom in Japan.

In early 1985 USD started crashing down hard from 165 levels and by 1987 it came back down to 87.00. This sharp move came due to imports becoming very cheap in USA and exports from USA started suffering, and many countries suddenly diverted their imports from USA to Japan as Japanese goods became far cheaper than USA. This

imbalance created a bubble in Japan and big crash came in Japan in 1987. Biggest threat of USA, Japan started crumbling, financial meltdown, and stocks prices crashed like there is no value left in Japanese stocks, and banks started falling down and bankruptcy became very common.

This whole move in currency market was very interesting, one time in 1985/86 and early 1987 it looked like Japan will take over USA in trade as well in term of economic growth but the crash in Japan market shed the dream of Japan to become an economic super power. They are still struggling from that crash, still Japanese stock market has not been able to recover even 25%.

Yes, when currency imbalance or trade imbalance happens in market or in world economy, it's like being in a sudden wave hit from tsunami and changes whole scenario over night.

I am sure you must be still remembering the oil bubble of 1979 and 2003-07, each bubble crashed very sharply and it always remain mystery what and why they went up and why they fell so sharply. Other name of "mystery" is astrology or planetary movement or you can call wave of nature, yes who even thought in 2001 oil reaching to \$100, but planets gave me signal and I predicted fearlessly without thinking twice when oil was just trading around \$16.00. When oil was at \$120 I started writing that big oil crash is on the way, and when it was at \$145 and I appeared on CNBC channel in India predicting the fall of oil and same time I also predicted in my newsletter that oil could crash and may go below \$50.00. Who believed that even when everyone else started talking about oil going to \$200 a barrel. Yes astrology is amazing, planets give clear signal but many times I fail to read them, but mostly all of my longer term predictions have been accurate.

Those who are following our work will say that, "Mahendra, we are aware about it and why you keep mentioning about old predictions?" My answer is very simple, and it is that old predictions give us confidence to believe in future and the what we see in the coming time, and that is why I always try to remember my accurate and inaccurate predictions.

From 1994-2001, dollar enjoyed riding high again, and it went up from 80.00 to 120 and after that new era started, and commodities started taking center place in market, and money started diversifying in commodities and dollar started falling down against all major currencies. In 2007 dollar index made all time low of 72.20 and at that stage it looked like the story of dollar is over but it went up from there to 89.00. Since then dollar index has been trading from 75.00 to 89.00. At this time when I am writing this book dollar index is trading lower around 77.00.

Let's see the 2012 trend for dollar Index:

First cycle represents positive trend from 2-January-2012 to 18-January-2012

This will be a positive cycle for dollar index, so one should hold dollar position during this period. Before I start writing next cycle I would like to remind you that overall trend in 2012 of Euro will remain weaker against USD so over all dollar won't fall below 75.00 in 2012. Remember our highlight points for currencies which we mentioned above.

Second cycle represents sideways/weaker trend from 21-January-2012 to 27-February-2012

During this cycle dollar will remain bit weaker against Pound but will trade mixed against euro so I call this cycle as mixed trend. During this cycle don't buy US dollar against Canadian and Australian dollar as both these currencies will set upward trend in the next cycle.

Third cycle represent weaker trend from 2-March-2012 to 14-April-2012

During this cycle we see euro gaining first time some value against USD so this is clearly weaker trend for US dollar. I highly recommend not holding any big or small buying position in USD. During this period dollar will lose value against Australian, Canadian dollar, Rupee, Peso, Rand and Real. It means that the emerging market currencies will gain against US Dollar.

During this period dollar will gain value against Yen and Pound so don't buy dollar index but you can buy dollar against Yen and Pound.

Forth cycle represents mixed or small upward trend from 17-April-2012 to 28-May-2012

During this cycle dollar will stabilize and that is reason I said earlier that in 2012 dollar index will not be trading below 75.00 as planets are entering into positive house of dollar Astro chart.

During this cycle one can take position in dollar index around 28 of April as from this date we may see rising trend in USD index. During this period we already predicted end of first strongest bull cycle in commodities. There will be huge volatility in dollar index any time after 28 April and prices will move both sides but you just remember to buy dollar index on any sharp corrections.

Fifth cycle represents positive trend from 1-Jun-2012 to 18-July-2012

During this cycle dollar will start moving up, and will keep moving higher against all currencies, and especially commodity currencies will lose huge value against USD.

During this period dollar will make big gain against Yen and Yen may touch 1.12. Overall 2012 dollar index will remain very positive against Yen and this will help dollar index to hold value of 75.00.

During this period Swiss Franc will make some gain against Dollar but Pound will struggle against Dollar. Euro may lose around five percent value against USD. Overall first time in many years, the dollar index will remain positive in the month of June and July as in the last ten years almost every mid-year dollar fell sharply against all currencies.

Sixth cycle represents volatile trend from 21-July-2012 to 29-August-2012

During this cycle we see dollar index trading above 80.00 mark, so it clearly gives us indications that dollar will gain value against almost all currencies. Yen and Bond ?? may make new lows of 2012 against US dollar. Also commodity currencies will be trading lower side of 2012. Emerging market currencies will be trading sideways without any upward trend.

Euro and Swiss Franc will be trading lower without any solid news. Planets are guiding that dollar will remain in positive trend and many may not understand why dollar is moving higher.

During this cycle there will huge volatility between Yen v/s Dollar, and Australian dollar v/s US dollar. Euro will remain in weaker trend during whole cycle so any rise in Euro should be taken as a selling opportunity.

Seventh cycle represents mixed trend from 1-September-2012 to 03-October-2012

This cycle represents mixed trend even though market will be moving higher, and money will keep flowing into dollar. I don't recommend anyone to sell dollar on weakness, in fact investors should buy dollar on any weakness during this cycle. So far you must have noticed that we predicted strong rising cycle for commodities and stock markets in 2012 but same time we haven't predicted that to be weaker for dollar so it is giving clear signal that dollar will keep bouncing back from weaker trend in 2012 without making new lows.

During this cycle US dollar will gain against Yen and Swiss Franc. Pound will move both sides and Euro will also remain both sides. Our weekly newsletter will be helpful during this cycle. Australian and Canadian dollar will remain weaker against USD during this cycle.

Eighth cycle represents huge volatile but upside trend from 05-October-2012 to 28-December-2012

During this period each and every stock indexes will be making new highs, commodities will be also rocking and keep making highs but dollar will surprise everyone by moving higher with stocks and commodity trend. Many big traders will get trapped during this cycle. We highly recommend not to short sell dollar index during this period. This will be one of best cycle for dollar and this cycle will create mystery about upward trend of US Dollar Index.

We see dollar index moving toward new high of 2012, Yen will crash big way and may come nearer to par value, Swiss Franc will also trade around par value or even below par value.

British pound will be the only currency which will hold gain against dollar but Euro will keep moving down slowly without any major headline news from EURO zone.

Commodity currencies will remain in tight range but these currencies don't hold that much percentage value in dollar index so their move won't affect dollar index trend.

Emerging market currencies will move sideways without any major directions. Overall it is confirming that the dollar will dominate 2012.

We see dollar index trading range from **75.00 to 90.00**.

This below part is taken from "2008 World & Financial Prophecies" Page number

I committed the biggest mistake of my astrological career by going against my own predictions and I know that nature will never forgive me. Through my books in 2002, 2003 and 2004, I stated that the US Dollar would trade weakly until 2007, and it would then move up more than 40%, and this is what happened. However in early 2007, I called a turn around in the Dollar but this was too late. Anyhow, I am now coming back to the original prediction of a rising trend in the Dollar that I talked about four years back.

*I see a steady rise in the US Dollar from **February 2008**, and this trend will continue **for the next three years**. There will be some downward trends in between, which is part of the natural pattern, but it will be positive overall.*

I predict that the US Dollar will rise strongly against commodity currencies and European currencies. It will however be stable against the Japanese Yen and the Chinese Yuan as they gain against major world currencies.

*In 2008 the US Dollar will gain around 12%, meaning **from \$75.30 to \$84.90**, which is a big move for anyone trading currencies. I recommend buying and holding the Dollar without much trading.*



EURO PREDICTIONS FOR 2012

During 2011 Euro came under attack due to debt crises within EU countries. Our longer term outlook remains very negative on Euro. Planets are clearly indicating that from 2010 onwards uncertainty will keep coming in Euro and eventually in 2015 it will bring earthquake in currency market when Euro will crash more than 50% in a year.

2012 will be a mix year for euro but it won't be able to perform well against any currencies so overall trend in Euro will remain weaker except that few times in the year it may bounce back technically.

Euro is highly weighted in dollar index so its weaker trend will help the dollar index. Euro will also not be able to take advantage of weaker trend in Yen so Euro and Yen will trade in same range for the whole year without much change.

Yes Euro will lose charm against commodity currencies as well as Pound, and that tells us that money will keep flowing out from EU zone.

On some occasion Euro will gain against Swiss Franc during 2012.

Trend of Euro in 2012

First cycle represents weaker trend from 1-January-2012 to 07-February-2012

During this cycle Euro will trade weaker, but trading range will be very tight, so any sharp rise should be taken as selling opportunity in Euro against US Dollar. During this period Euro will gain very little against Yen and Swiss Franc.

Second cycle represents positive trend from 9-February-2012 to 26-May-2012

This will be overall positive cycle for Euro but prices won't move very high. Any weakness should be taken as buying opportunity in Euro. This will be final positive cycle for Euro of 2012. Five to seven percent gain will come in Euro price.

Euro will gain against almost each and every currency during this period but dollar index will keep performing well against Swiss Franc, Yen and Pound so dollar index won't fall that much. Surely Euro will gain against US Dollar currency but not the dollar index.

Third cycle represents mixed trend from 2-June-2012 to 09-July-2012

This will again be negative cycle for Euro as currency and it won't be able to perform though no negative news from EU but still it will remain sideways or weaker.

Euro will lose value against US dollar, British Pound and Swiss Franc but will gain against Canadian and Australian dollar.

Forth cycle represents mixed trend from 16-July-2012 to 27-August-2012

This will be positive cycle for Euro, and Euro will gain against Dollar, Yen, and the emerging market currencies. On weakness buy Euro and keep booking profit on any sharp rise. As I mentioned that longer term trading or investment strategy won't work from 2011 in currency market except February 2012 to May 2012, this will be bull market in all financial instruments and Dollar and bond prices will move down.

Fifth cycle represents weaker trend from 2-September-2012 to 29-December-2012

This will be interesting cycle as stock market and commodities will remain in bullish trend but Euro will lose its shine. We clearly see Euro continuously moving down during this period and it may hit new low of 2012. Any short term rise in Euro should be taken as a selling opportunity.

Euro will lose value against all currencies except Rupee and Yen.

In 2012 the trading range of **Euro will remain from 1.17 to 1.43**, it can also fall below because overall planets are not supporting Euro's trend for shorter, medium and longer term.

This below part is taken from "2008/9 World & Financial Prophecies" page 38

In 2001 I expected the Euro to move up to \$1.38 when it was at \$0.83, but it went above that and has almost touched \$1.49. The Euro will begin giving negative signs from the middle of February and a bear market will begin from the middle of March.

*Overall, the trend of the Euro will remain down to the end of 2008 with little upward trends. I however don't see it rising above the **January 2008** prices. Indeed, I see it coming down to **1.3280 by end of the year**. If it however breaks this level and trades below it for more than seven days, then it will be confirmation that the Euro will go to 1.28 against the US Dollar.*

*2009 will be the worst year for the Euro as it will fall more than **12% and could fall to 1.14 against the US Dollar**. A problem will develop in the Euro-Zone that will bring fears of a breakup of the European Union. Eventually, this could happen before 2012.*

The Euro will lose value against USD and Yen.



BRITISH POUND PREDICTIONS FOR 2012

In the year 2012 British Pound will gain against Euro, Franc and Yen but will lose value against Australian and Canadian dollar. Pound will perform mixed against US dollar.

Big investors from EU will keep flowing money into pound, since last year European investors lost huge sum of money when they invested in Swiss Franc during EU debt crises thinking that Swiss Franc is a safe haven currency. We all are aware that in the month of September and October Swiss Franc fell more than 30% before you could make any decision, and for many the fall of Swiss Franc has proven to be a nightmare. So this is why the EU investors will keep money in Pound compared to Swiss Franc and this may help Pound to perform well against all currencies in the year 2012.

In last 35 years British Pound traded in four waves and always moved huge up and down during Saturn cycle. First negative cycle started when Pound fell from 220.00 to 155.00 against US Dollar in 1975/76.

Second positive cycle started from last month of 1976 and by 1980 pound reached 245.00 from 155.00 against US dollar, this was most powerful Saturn cycle like the 2004-2007 commodities and currency bubble, again Saturn was solely responsible for both this bubble.

Third cycle brought negativity, crash happened, and all commodities and currencies crashed from 1981 to 1984, British pound fell from 245.00 to 107.00 against Dollar and same time all other currencies and commodities crashed, many went bankrupt

overnight. This was worst cycle for commodity traders as most of them lost more than they made. Same cycle took place in 2007/08 when commodity and currencies crashed and again Saturn was solely responsible for this as it was moving identical in 2007-2008 to the way it moved from 1981-1984.

Forth cycle brought positivity again, and British Pound went up from 107.00 to 190.00 from 1985 to 1987. During that era computer had entered in the market but still all trades were taking place mostly by brokers and what a huge volatility we saw. In fact during 1974 to 1990 commodity markets remained more volatile than current market.

Fifth cycle brought negativity again, and Pound became headline, and George Soros hit jackpot by trading against Pound. Pound crashed overnight and fell from 200.00 to 143.00.

After fifth cycle was over, Pound remained in sideways trend for the next ten years.

Again first cycle started from 2001 and ended in 2007, Pound went up steadily from 140.00 to 212.00 but this cycle took longer than any cycle because mostly as per my Astro calculations any cycle turns back to the opposite way after five years so it looks like that another bull cycle for Pound will start only after seven years from 2007.

Second bear cycle started at the end of 2007, and Pound prices crashed from 212.00 to 137.00. If you remained in longer term trade in any cycle then one always make money with 1000% guarantee. In 2001 we predicted huge up move cycle for metals and oil and if people remained invested in that period and held position they would have made huge money.

Now the time is completely different, for the next four years one market will move in one direction and that will be S&P and Nasdaq, and on other hand currencies and commodities will have short term cycle by moving both sides except few huge moves within the year, and its these short term cycles that I have tried to predict in this book.

Let's see 2012 trend for British pound:

First cycle represents weaker trend from 1-January-2012 to 27-February-2012

This will be a negative cycle so during this period British pound will fall sharply against USD but it will gain against Euro and Yen. You must have noticed that Yen will be starting bear trend and continuously moving down so in 2012 Euro and Yen two currencies will have weaker trend but other currencies will have mixed trend so when you are trading cross currencies you can hedge your currencies trade with Yen and that will provide you safe returns.

Second cycle represents positive trend from 2-March-2012 to 27-May-2012

During this cycle Pound will gain value with all currencies against USD and Yen so trade accordingly. This will be one of the best cycles for Pound and commodities.

Third cycle represents volatile trend from 6-June-2012 to 27-August-2012

This will be most volatile cycle in which first forty days will fall and in last forty days pound will move both sides. There will be huge volatility in all currencies, so trade in and out and any huge rise and fall.

Forth cycle represents mixed trend from 1-January-2012 to 27-February-2012

During this cycle British Pound Astro chart is not providing any clear signal so I won't take risk of predicting trend for Pound. Yes dollar will remain in positive trend during this period so we assume that British Pound will trade weaker. Our newsletter will guide you during this period.

During 2012 British Pound range will from **1.69 to 1.45**.

This below part is taken from "2008/9 World & Financial Prophecies" page 38

In 2003 I expected the British Pound to move to 2.00 against the US Dollar and it finally did in 2007. Unfortunately I was unable to focus well on currencies in 2007 and therefore could not guide you properly. Nevertheless, my calculations show that the British Pound is nearing major weakness. There will be a short, medium and longer term bear cycle, and it will not be surprising for the Pound to fall below par value against the US Dollar in the next five years.

*2008 has started on a weak note for the British Pound and I see it moving down during the whole year except in **June and July when there will be a counter-trend**. However, you should keep in mind that the overall trend will be weak.*

*I expect the Pound to reach **1.72 against the US Dollar in 2008**, but 2009 will be worse. During this period, the Pound will lose more value within one year than has ever happened before and it will **break \$1.50**. Currency traders will lose a fortune if they trade in favor of the Pound in 2008 and 2009.*



SWISS FRANC PREDICTIONS FOR 2012

2011 has proven to be very volatile for Swiss Franc, in the first eight months it went up 35% from 1.05 to 1.42, and in the next six weeks it fell from 1.42 to 1.07. The planets gave us great indication of crash or coming back to 1.10 from the middle of 2011 and we advised our members to start buying put options of December 2011, strike price of 1.15 and 1.10 when it was trading around 1.25 and we mentioned by year end 2011 it would touch 1.10, and it did so well before that time.

In the last few years we have learnt that best strategy in volatile times is trading with puts and calls. In 2012 we won't recommend any puts or calls as Swiss Franc will remain in nice trading range of 1800 pips during the whole year.

Also many countries are demanding and getting information of hidden money parked in Swiss banks from their citizens. This is becoming very open now, and big people or those who hold black monies are aware about this so it looks very difficult for Swiss Bankers to get money from outsiders from now onwards due to the tainted trust factor.

New policies and regulations will stop people from putting money into Swiss accounts. In the next ten years the charm of Swiss bank will be over so we don't see great future of Swiss Franc as the whole Swiss economy depends on financial services.

First cycle represents weaker trend from 1-January-2012 to 12-March-2012

This cycle will remain weaker for Swiss Franc, and may even break par value as overall trend of Swiss Franc doesn't look that encouraging. During this period Swiss Franc will fall against commodity currencies as well as Pound.

Second cycle represents rising trend from 19-March-2012 to 23-May-2012

This will be positive cycle for Swiss Franc so one can buy and hold position, and sell if it rises more than six percent. I see Swiss Franc going down in the longer term period and my go to 0.73 in the next four years so one should be buying Put option of December reaching 0.95.

Third cycle represents volatility with bear trend from 1-Jun-2012 to 27-August-2012

This will be weaker cycle for Swiss Franc, so any rise should be taken as selling opportunity. Also one can buy put options for shorter period targeting prices to fall five to seven percent.

Forth cycle represents mixed trend from 1-September-2012 to 27-December-2012

This will be mixed cycle so avoid any small position trading during this period, our weekly newsletter will guide you for shorter term trading. You should be out of call or put options before this cycle starts as this cycle represents mixed trend.

Trading range of Swiss Franc will remain from 0.93 to 1.19.



JAPANESE YEN PREDICTIONS FOR 2012

During last four years YEN moved from 83.30 to 1.33 against USD, one of the best performing currencies which was not volatile during 2008 and 2011, and it kept moving up since 2007.

Yes, 2012 onwards we see downhill movement for Yen, we don't recommend any buying in Yen. In 2012 Yen will still remain in sideways or in 1000 pips range. Major fall will come from 2013. On many occasions we will see sharp drops and then bounce back again.

After Tsunami we mentioned that 24 years of negative cycle ended in March 2011, and from here onward Nikkei stock market will perform extremely well for the rest of 2011 and 2012. We confirm this here again that Yen will start losing value and this may help their car exports.

Yen will lose value against US Dollar, Canadian and Australian dollar. Emerging market currencies will gain against Yen. Pound will also gain against Yen in year 2012. Swiss Franc will remain in small range against Yen as both trends will remain identical.

Note- In the last twenty five years Japanese Yen went up constantly. In 1984 and early 1985 it bottomed out at 0.39 and then started going up, by early 1994 it touched 125.00. In the ten years it went up three folds which never happened before in currency market (I am taking third world currencies here into account).

From 1995 to 1997, it crashed from 124.00 to 71.00 and after that again started moving up and it has been constantly going up. In the early November 2011 it made all time new high of 133.00. Now we see that Yen will never again see 133 in the coming time so if you see early 2012 that Yen is hanging around 129.00, you should start building up longer term puts of December 2012, or December 2013. We see that in a few years time Yen will be trading below par value.

First cycle represents weaker trend from 1-January-2012 to 21-February-2012

This will be weaker cycle for Japanese Yen. Sun passing through negative house is giving clear indications of weakness. During this cycle we see Yen coming down around five percent.

Yen will remain weaker against Pound and Dollar and will trade sideways against commodity currencies.

Second cycle represents weaker trend from 1-March-2012 to 27-April-2012

During this cycle Yen will remain weaker due to announcement of some new policy from Japanese government. During this period Yen will lose value against all currencies like Canadian, Australian, Euro, Pound and Swiss Franc.

I highly recommend not buying Yen for shorter, medium or longer period as from 2013 onwards Yen will keep moving lower without any recovery.

Third cycle represents mixed trend from 3-May-2012 to 27-July-2012

During this period Yen will trade slow with very small movements. I don't recommend any trading in Yen during this period.

Forth cycle represents up trend from 1-August-2012 to 27-September-2012

This will be positive cycle for Yen so one can take small buying position during this cycle, or you should cover short before this period starts if you are holding any. During this period Yen will gain against all currencies so you should do few hedging trade if you are trading with high stakes.

Fifth cycle represents mixed or weaker trend from 1-October-2012 to 27-December-2012

During this cycle one can start building up sell position as well as one can start accumulating put option in Yen. We see Yen falling around five to six percent during this period.

During 2012 Yen will trade from range of 1.12 to 1.2990.

This below part is taken from previous book "2008/9 World & Financial Prophecies" page 39

The Yen will attract a lot of attention because it will hold steady against the Dollar onslaught while other major currencies will be losing value. For 2008 and 2009, the Yen is my second favorite currency after the US Dollar.

The Yen will trade in the range of \$103 to \$128 against the US Dollar; therefore it will surely lose value. However, it will advance against the Euro and Pound, therefore cross currency traders should buy it against the Euro, Pound, Canadian and Australian Dollar. I see the Yen gaining more than 30% against these currencies in the next two years.



AUSTRALIAN DOLLAR PREDICTIONS FOR 2012

During 2012 Australian dollar will perform extremely well against Yen, Swiss Franc, Euro, Rupee, Peso and Real. Main reason will be commodities (oil and gold) performing extremely well will help the Australian dollar.

From 2001 Australian dollar kept moving higher for the seven years and went from 0.50 to 95.00 in 2007 and then it crashed very hard. In the short span of time of three months it reached 0.60 due to crash in commodity and stocks. After that from 2008 again it started rising and made new high of 1.10 in mid 2011 but again went down sharply on EU debt crises.

Australian dollar won't be able to take complete advantage of rising trend against US dollar in 2012 and this again confirms that US dollar will be able to remain overall very steady against commodity currencies even after mini bubble of commodity and stocks in 2012.

In addition, an interesting relationship will develop between the Yen and Swiss Franc because the two will trade in a similar pattern.

Let's see 2012 trend:

First cycle represents mixed or weaker trend from 1-Januray-2012 to 2-March-2012

One can sell Australian dollar as from 2012 it is starting weaker trend for longer term. This cycle will be weaker and price of Australian dollar will fall more than six percent. Cover all shorts by end of February as rising trend will start in cycle but that will be the final rising cycle for Australian and it may go down for the next three to five years.

Second cycle represents rising trend from 5-March-2012 to 27-May-2012

During this period we see sharp move up in Australian dollar, and it may perform extremely well against US dollar as well as emerging market currencies. It will also outperform Canadian dollar, Yen and Euro. Don't trade pair of Pound and Australian as they will walk together.

Third cycle represents mixed or weaker trend from 1-June-2012 to 30-September-2012

During this cycle there will be sharp corrections in Australian dollar, and we won't be surprised at if it falls more than ten to twelve percent during this cycle. Australian dollar will be the worst performing currency during this period.

Forth cycle represents recovery trend from 1-October-2012 to 30-December-2012

This cycle will remain a bit positive because commodities will be moving higher, as well as this is mixed period for US Dollar so Australian Dollar will gain value after crashing in third cycle. We see half recovery in Australian dollar from the third cycle fall.

Trading range of Australian Dollar will remain from 1.08 to 0.86.

This below part is taken from previous book "2008/9 World & Financial Prophecies" page 37

This is one of the currencies that will fall heavily against Asian currencies and the US Dollar from mid 2008, and this weak trend will continue even in 2009. In early 2008 the currency will be stably or positively, but only until the end of February, after which we expect an unrelenting weak trend beginning from March.

*The Australian Dollar will fall from **\$0.91 to \$0.61 in the next 18 months**, therefore trade carefully. As a matter of fact, don't buy even when you see lower prices.*



CANADIAN DOLLAR PREDICTIONS FOR 2012

During 2012 Canadian Dollar will perform far better than Euro, Pound, Swiss Franc, Yen and the emerging market currencies. We highly recommend buying Canadian Dollar against all these above mentioned currencies.

Canadian Dollar will perform far steadily against USD, so we won't recommend building any big buying against USD, except between March to May and end of the year when it will move higher.

Dollar 2012 Canadian Dollar will make historic high against many currencies so watch Canadian Dollar or invest in real estate in Canada as well as stocks in Canada.

Let's see Canadian Dollar trend for 2012

First cycle represents mixed trend from 3-January-2012 to 2-March-2012

During this cycle like other currencies, Canadian dollar will remain weaker but it will gain against other world currencies so you can sell Canadian Dollar against US Dollar and you buy it against Yen and Euro.

Second cycle represents rising trend from 3-March-2012 to 31-May-2012

During this cycle Canadian Dollar will gain handsomely as oil and metal trend will be supporting commodity currencies. One can take buy position and hold for two months during this period and I am sure you will make good sum of money.

Third cycle represents mixed or weaker trend from 1-June-2012 to 12-August-2012

During this cycle Canadian Dollar will remain bit weaker. I recommend any rise should be taken as selling opportunity, or one can sell before this cycle starts and hold position during cycle.

Forth cycle represents mixed or weaker trend from 14-August-2012 to 17-December-2012

This cycle will remain positive for Canadian Dollar and it will gain against all key currencies. We see Canadian Dollar gaining around seven percent during this period. You should get out from it before 17 December as sharp fall in all currencies will occur any time after 17 December and all currencies can fall sharply in the last two weeks of December.

2012 trading range of Canadian dollar will remain from 0.86 to 1.02

This below part is taken from previous book "2008/9 World & Financial Prophecies" page 37

*In 2008 and 2009, the Canadian Dollar will trade weakly. It will however rise sharply against all major currencies between **August and early November 2008.***

*At the time I am writing this book the Canadian Dollar is trading around 1.01 or par value against US Dollar and this is a life time opportunity to sell this currency. By the end of 2009 the Canadian Dollar will reach **\$0.77.***



INDIAN RUPEE PREDICTIONS FOR 2012

In 2011 compared to all other currencies, the emerging market currencies remained very weak, and Indian rupee was one of them. Indian rupee Astro chart is not that encouraging in 2012 but surely in 2013 it will gain handsome value.

2011 year remained mixed for Indian equity as well as currency due to scandals and inflations. Also economic data indicated slowdown in growth rate. In the year 2012 two of the world biggest democratic countries will hold elections, one is India and second one is USA. Indian really doesn't depend on export as they depend on local economy and the middle class.

Longer term I see Indian rupee performing very well against major world currencies but in 2012 we see weaknesses coming in Rupee and on many occasions it will fall drastically. Follow our weekly newsletter for shorter term outlook in Rupee.

First cycle represents mixed or bit positive trend from 1-January-2012 to 27-March-2012

From January 2012 to March 2012 Rupee will remain stable without much move so any sharp fall in Rupee against Dollar should be taken as a buying opportunity. During this period Rupee will perform far better compared to all other currencies.

Second cycle represents positive trend from 31-March-2012 to 2-June-2012

During this period Rupee will make handsome gain against US Dollar and other currencies but again it will fall in the next cycle so book profits and get out from buying position if you are holding any.

Third cycle represents mixed or weaker trend from 12-June-2012 to 27-october-2012

During this cycle Rupee will remain weaker against all currencies. It may touch a historic low like 53.00 against USD, also it will fall against all key currencies like Euro, Yen and Pound.

Forth cycle represents mixed trend from 30-October-2012 to 27-December-2012

This cycle will provide mixed result for Rupee; I recommend covering all short positions and staying away from market. Don't trade Rupee during this cycle.

Trading range of Rupee will remain from 46.05 to 53.80.



SOUTH AFRICAN RAND PREDICTIONS FOR 2012

In 2001 when South African Rand was trading around 12.00 against US Dollar, we came out with our first prediction on Rand, and we predicted Rand will reach 6.00 against Dollar or it would gain fifty percent. It was hard to believe for traders and even many bankers in South Africa but when Rand started getting stronger, people started watching our work very closely specially in South Africa. South Africa gave me a lot as this country has played a key role in my success story.

In 2012 Rand will outperform many global currencies. Analysts may come out with two reasons, rising interest rate and rising commodity prices specially gold and other metals.

Rising Rand will hurt gold investors as gold companies won't be able to cash in the rising value of gold prices. This has been the case in the past and this year again same will happen. Rand will be the only currency among emerging market currencies that will perform extremely well.

I don't recommend selling or shorting Rand when you see other main currencies including emerging market currencies going down against USD. Few times during the year there will rapid movement in Rand so trade carefully and keep adding Rand position during weakness.

Let's see 2012 trend for Rand

First cycle represents consolidate trend from 16-January-2012 to 27-May-2012

Early January Rand will bottom out, and slowly it will start moving up, and this will be best performing currency in the first half of 2012, it will not only gain against all major currencies but it will also gain against US Dollar, so it will be great time to accumulate position in Rand.

Second cycle represents mixed or weaker trend from 1-June-2012 to 27-July-2012

During this cycle Rand will lose value but surely it won't fall as all other currencies will do. By the end of this cycle one should buy Rand position against any currency, like Dollar, Euro, Pound or Yen.

Third cycle represents upwards trend from 1-August-2012 to 17-December-2012

During this period Rand will start moving up again and will gain handsome value against all major currencies. This will be a time when Rand may move toward a historic high.

Keep money in Rand and enjoy interest rate appreciation as well as currency appreciations.

Trading range of Rand will remain from 6.50 to 9.27 against USD.

Note: For short term trading our weekly newsletter will be very helpful to you in making short and medium term trading decisions. Also, daily Flashnews will be very helpful for those who do day trading.

