

Weekly Newsletter

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Weekly Newsletter from 11-15 June

Dear Members,

Finally the big news arrives "EU agrees to facilitate \$125 Billion to Spanish Banks". This is the news that will give a one day relief rally to the markets and all major markets may rally because the amount exceeds expectations. We don't want to go into all these headline news, let's focus on our work.

From time to time investor's investment strategies change due to the market conditions and trading patterns and they have also changed as per times demands. Too much money is in the hands of banks, hedge funds and traders that move's the markets on both sides. Last year also I mentioned that those who are investing for the longer term should change their trading strategy as the markets are swinging on both sides rapidly. In fact, the time has come that every day is a new day in the markets. On one day the market is sharply higher and next day they moves down. The fundamentals are paralyzed as they are not working and the markets are telling a new story every day.

Investors have to understand the current trading pattern to make money. Currently the stock markets are trading on both sides rapidly; like last year during the EU debt crises. Surprisingly, metals are following the same trend. Let's see how all the different financial markets are trading:

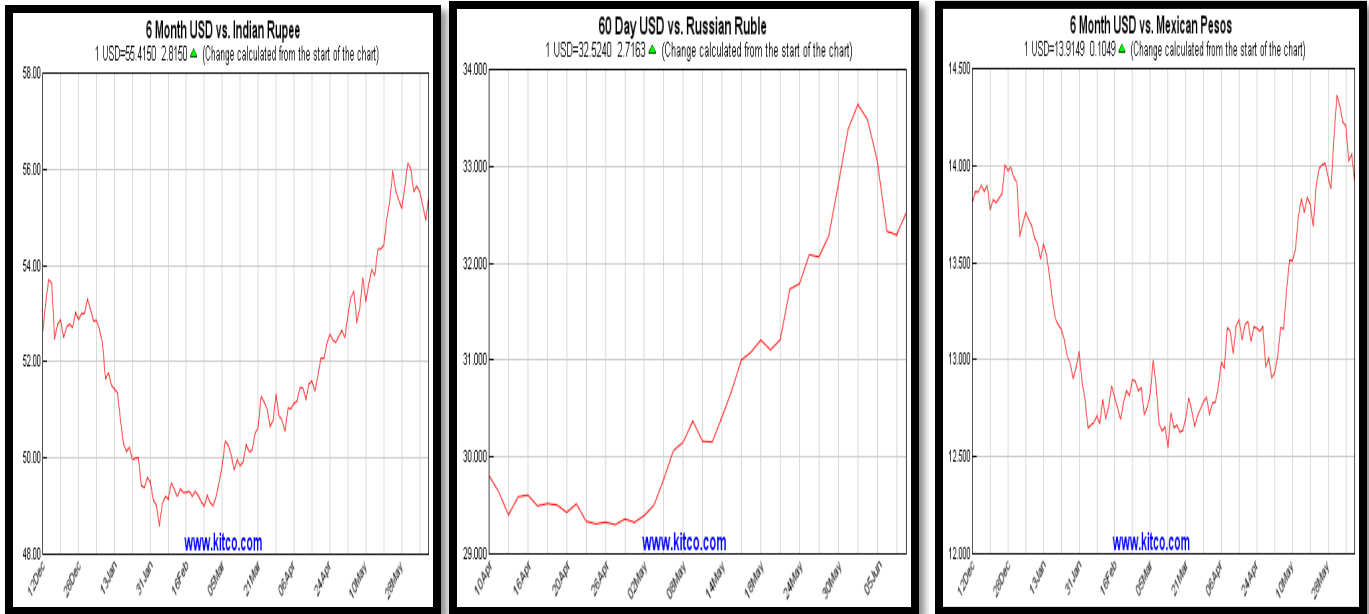
METALS: Trading both sides rapidly. Killing stop-loss with rapid moves so it is clear that stop lose is not working. 10 days ago when gold was at \$1538 and then sharply move up last Friday and within two trading sessions gold went to \$1632. It remained there for a few days and then went down to \$1556 on Friday in Asian markets and went up and closed higher on same day at \$1595.

As we have mentioned that metals will remain uncertain or a bit weaker during most of June and July so don't expect anything exciting from metals.

ENERGY/SOFT COMMODITIES: Oil and soft commodities are trading in one direction, and that is downwards.

STOCK MARKETS: All major markets are trading on both sides and may trade on both sides with rapid moves for the next month before they adopt a one side cycle like from “December 2011 to April 2012”.

CURRENCIES: Moving both sides but dollar is still gaining momentum against all major currencies. Look at the charts of Ruble (almost 15% fall in the 60 days), Rupee, Rand and Real. These currencies have been contently trading downwards. It looks like that they are part of EU or are susceptible to the EU’s problems. Dollar will remain in an upwards direction for the shorter, medium and longer term against EURO.



I highly recommend that you read last week’s newsletter one more time and you will gain knowledge as well as insight on the market behavior in the coming time.

Let’s see what this week indicators from 11-15 June 2012

GOLD/SILVER



Last week the trading pattern and the weekly predictions with the trading range came very accurate. We have already predicted that June will be an uncertain month; so investors shouldn’t be holding any positions. If you are buying on sharp falls then immediately book profit if you are making money (Don’t hold positions).

This week looks mixed for metals. As per this week’s Astro cycle gold and silver should recover from any fall but if they fail to do so; it will reconfirm that gold may hit new low of 2012.

So far our predicted Astro support looks like a solid barrier or wall for gold/silver which so far is not breakable “\$1530 for gold and for silver \$26.30”. Let’s see if gold and silver hold these levels during the next two weeks. These levels were holding well in the first half of 2012 due to a positive Astro time cycle of metals but unfortunately a negative Astro time cycle has started for metals.

Don’t buy precious and base metals, energy and coal stocks but buy uranium and rare earth metals during the next two months to have natural resources investment in your portfolio.

We are aware that it is hard to sell or get away when you love something, but you have to and if time demands it then you need to sell your metals portfolio as better buying opportunities will come in a few months.

On Monday we see weakness coming in precious metals even though there was **great relief news from EU central banks for Spain**. We will advise you to take the opportunity of selling on any rise. We don’t see any major upside move and surely if they remain up in the electronic markets in Asia then they will fall after New York opens and will close lower. **We don’t see gold trading above \$1612 in the nearer term.**

On Monday and Tuesday a mixed trend will remain in the precious metals. From Wednesday to Friday metals will trade on both sides. In the case of normal planetary movements I would have predicted a positive week for metals but I am too concerned about the move of Jupiter and Saturn so we will witness the volatility. If metals remain weak then they will crash very hard.

I will be watching the trend closely and keep guiding you in our daily flashnews but our advice is to remain away from any buying.

This week gold range will remain between \$1612 and \$1545, silver will hold \$27.21 and on the higher side \$29.28.

Note – If gold and silver trade weaker during this week then we may see gold coming down \$1428 and silver \$26.21.

Here is Monday’s range:

GOLD: \$1609.75 to \$1582.10

SILVER: \$28.99 TO \$28.25

COPPER/PLATINUM/PALLADIUM



Base metals have been trading weaker and so don’t invest a single dollar in base metals; better opportunities will come. Our

job is to give directions of a particular market, and currently base metals don't have any support from Astro indicators.

Those who are holding shorts can hold their positions as we may see new lows of 2012 for copper, platinum and palladium.

If you are a longer term buyer in these metals then also sell 70% of your position and create cash. Keep the cash on side as great buying opportunities are coming. You can also trade in and out as our flashnews trading range is working very well.

On Monday base metals will rise but give up gains by the end of the day so book profits or sell after the USA markets open. **From Tuesday to Friday they will remain in range so watch our daily trading range. If they trade weaker from Tuesday to Friday then don't buy base metals at any level until the end of July 2012 as they can reach any level on the lower side.**

Here is Monday's range:

COPPER: \$337.10 TO \$331.80

PALLADIUM: \$606.00 TO \$622.80

PLATINUM: \$1445 TO \$1416

INDEXES



All major markets are trading with a lot of volatility. Don't remain over invested as great buying opportunities will come by mid July and from August 2012 the most unique bull market will start so save your money and get ready to move in.

Short term traders should trade in and out and just keep our overall picture in mind which we provided you with in December 2011 for the year 2012. We predicted:

1. S&P will dominate the trend in 2012, and it will outperform all major markets. S&P and USA stocks are traded in USD (US Dollar), and dollar remaining strong will provide extra returns in USA equities. (This prediction has proven to be 100% accurate). Keep this prediction in mind and keep investing in quality American stocks.
2. Emerging stock markets and emerging market currencies will be underperforming. We were negative about India and China until July 2012 (So far this has proven to be accurate as well). India and China are struggling to keep high GDP, and more negative news may pop-up but both these countries Astro outlook will change from August 2012.

3. The EU debt is creating an uncertain environment, we recommended avoiding Euro, investments in European financial institutions (We have witnessed this). Only USA's positive outlook from August 2012 will bail out Europe and emerging market sentiment.

We feel very happy when we able to guide our members accurately, and sometimes I depressed when I am wrong for the short term outlook.

This week on Monday we may see the stock markets giving up gains before closing so any rise should be taken as a selling opportunity in indexes.

From Tuesday to Friday the markets will trade on both sides so trade in and out without taking any one side trades. Investor communities are aware about the upcoming elections in Greece this weekend so there is no need to take any risks by buying positions. Currencies, Treasury Bonds, index options and future contracts of June 2012 will be expiring so we may notice sharp up and down moves. Banks, hedge funds and big traders may try to push the markets in their directions so it will be interesting to watch these cats and dogs or bulls and bears fight.

Here is Monday's trading range:

DAX – 6265 TO 6162

AUSTRALIAN (Spot) – 4165 to 4109

FTSE – 5517 TO 5446

NIKKEI – 8695 TO 8573

S&P – 1345.5 TO 1321.75

NIFTY S&P (Spot) – 5065 TO 5119

NASDAQ – 2587.5 TO 2543

SINGAPORE (Spot) – 2740.7 TO 2769.00

RUSSELL – 781.50 TO 763.25

HONG KONG (Spot May) – 18723 to 18399

DOW – 12675 TO 12509

CAC – 3112 TO 3059

TREASURY BOND



This week's Astro indicators are giving positive indications so get ready to move into short term trading. For the medium and longer term thirty year Bond prices will move down so take a put of September targeting 140.00. On the higher side it can touch even 155 in the next two weeks time.

Monday will be a great day to buy bond before USA's closing and hold positions or trade in and out but don't short Treasury bonds for the next two weeks.

Monday's trading range:

TREASURY BOND – 149-19 TO 148-05 (Sep contracts)

COFFEE/COTTON/COCOA



Coffee prices are very close to bottoming out, and this is the final stage before prices move in one direction. Yes, coffee prices will remain in uncertainty before it will move up rapidly in the months of July so this is a great time to build call positions of December 2012. Load up future contracts any time after 2 July.

On Monday and Tuesday we may see some positivity but again prices will come down.

Cotton will move sideways on Monday and Tuesday but will fall from Wednesday and will move towards lows again.

Cocoa prices will remain directionless so avoid any one side trades, just trade in and out as per the daily flashnews.

SUGAR/LUMBER/ORANGE JUICE



This week we may see lumber prices moving up, but orange juice and sugar will remain directionless. We are still not recommending any one side trades; so trade in and out in sugar and orange juice. Yes, buy Lumber on Monday and hold positions and within a few weeks it may hit new high of 2012.

GRAINS



Last six months soy trading call worked very well. I highly recommend one to avoid trading in grains during this week but surely we won't recommend any short position in Soy and meal.

One can take small positions in wheat and corn. Avoid Rice and soy oil. From mid Wednesday we may see some upwards move in corn and wheat.

I am doing a detailed study on wheat and it looks like wheat is ready to move up big time. We will let you know our answer within next 48 hours so get ready to take some positions in wheat. We may come out with target of \$1000 from the current price \$630.

Here is the trading range for Monday:

CORN: \$605.75 TO \$590.25

SOY: \$1436.25 TO \$1414.75

WHEAT: \$638.25 TO \$623.5

SOY MEAL: \$438.25 TO \$424.00

RICE: \$14.14 TO \$14.00

SOY OIL: 50.11 TO \$49.28

ENERGY



Since 1982, for the first time oil prices closed weaker constantly for six weeks. We don't see oil trading above 88.80 for the next one month. We are also we close to our predicted lower-side target of \$78.80. OPEC will be meeting but any announcement won't have a major impact on oil prices.

This week looks mixed for oil, so just trade in and out without taking any one side trades. The daily trading range of flashnews worked like a miracle. This week oils trading range will be \$80.90 to \$86.28 (Sell on the higher side).

Natural gas will remain in the both side trends, but the lower side is limited. Get into gas if it moves toward \$2.19. This week the planetary movements are giving mixed signals so better trade in and out.

Monday's trading range:

OIL: \$85.95 to 82.78 July contract

NATURAL GAS: \$2.356 to \$2.23 July contract

CURRENCIES



Don't short US Dollar at this stage because, EU approved \$125 billion to Spanish banks. I don't find any reason to buy Euro at this stage. **Any sharp rise should be taken as a selling opportunity in Euro which you may get on Monday.** The fundamentals of EURO have been shaken, and the technical charts are bearish. European economic data from different countries are giving different signals and Astro indicator's have been very negative since 2008 before the

EU debt crises even started. For the last four years Euro has been hanging in the range of 1.20 to 1.45.

All emerging market currencies are losing value and it is partly due to Euro, as many of these currencies diversified from US Dollar. I am still surprised about why any trader or any central bank will buy EURO? Euro is the most dangerous thing for the world and USA will play a card if they see major problems arise. The history of USA shows that they can make anything fall to survive. Ignore all short term positive news.

This week buy dollar on any weakness, and sell Euro, British pound and Australian on any rise on Monday and Tuesday. All these currencies have a very limited higher side so this is a great time to make money in these currencies. **We don't see dollar index going below 81.50 for the medium term in any circumstance.**

Dollar index is heavily weighted against Euro so dollar index can move up sharply if euro crashes.

Last week Japanese yen traded as predicted. We recommend on to just trade in and out and surely soon we will take longer selling trades in Yen targeting Yen going below 1.10. Yen is currently trading around 1.26.

Trading strategy: Add dollar index on any weakness, and sell Pound, Euro and Yen on any rise from here.

Monday's trading range is here:

DOLLAR INDEX – 82.79 to 81.80

AUSTRALIAN DOLLAR – 0.9978 to 0.9847

CANADIAN DOLLAR – 0.9789 to 0.9705

BRITISH POUND – 1.5551 to 1.5380

EURO – 1.2668 to 1.2469

JAPANESE YEN – 1.2611 to 1.2515

SWISS FRANC – 1.0506 to 1.0375

RUPPEE – 55.79 TO 55.01

RAND – 8.28 to 8.43

Warning - Due to EU supporting Spanish bank with \$125 billion, we may huge pop-up euro, stock indexes and commodities but you have to very careful because everything can back after USA open and by end of the day so take opportunity of selling Euro, gold and indexes on late Monday during

mid-session of USA market. We highly recommend flashnews subscriber to read weekly newsletter carefully as it is so important to know overall trend patterns.

This week's key trades are:

Sell precious, base metals and currencies after USA opens on MONDAY

Buy emerging markets (Indian market) currencies and stocks

Avoid grains at this stage.

Thanks & God Bless

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