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Harshil Mehta,
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FORECASTING THE NEW DAWN

When many big institutions are confused about the current happenings in the global financial markets, they seek advice from **Mahendra Sharma**, a very popular name on Wall-Street. Speaking to our Editor-in-Chief **Praveen Pathiyil**, he shares his journey, his vision for India and Indian stock market along with a few bold forecasts.

Congratulations for making many bold and accurate predictions for Wall Street and for global markets. Could you share with us your journey in making it to the top among Wall Street forecasters?

I started learning the astro cycles from my grandfather when I was nine-years-old. My grandfather was an astrologer. As a young child, I was helping my grandfather, due to the fact that he had a weak eyesight. After his lifetime, people started approaching me to read their chart, and I started to do so and whatever I could forecast was turning out to be true. My passion towards numbers made me correlate these astro cycles with the stock market movements and I found out the 'wave of nature' cycles that drive market prices. Thus in 1987, when I was 20, I started predicting the moves in the financial markets. My major success was recorded when I turned my \$17,000 account into a few million dollars during the tech bubble from 1997 to 1999. I also submitted my work to the 'Guinness Book of World Records' for an achievement of 13,200 percent returns in 2005.

Can you share some insight to your 'wave of nature' cycle? How do you use the theory for making



predictions?

At its core, the 'wave of nature' cycle captures the behavior pattern and actions of the masses. These actions can then be identified by the astro cycles. Astro cycles are the best tools that help us understand the behaviour pattern of investors, and they are a great tool that can be used to provide insight into the events that will occur in the future. I find these cycles and then researches whether the coming time will bring a bull or bear market in a particular business or sector related to the element being researched. When I predicted the internet and telecommunication stocks bull market, I was focusing on the astro cycles related to air, because the

internet and other such technologies are connected to the element air. When I predicted the commodity bull market, I was focusing on the element earth. Similarly, oil and energy are related with fire element. 'Wave of nature' cycle comprises of nine cycles in total. When a wave is born, it is hardly recognized by many, as and when it progresses, people get into it and the higher we move we could see europhic moves in it.

So what lies ahead for our Indian stock market and the Indian economy?

India is going to enter into a positive cycle starting August 2016. When I speak about 'wave of nature' cycle, I can see India entering into wave 5. As I said, these last waves are going to be europhic and I foresee a very strong bull market ahead for India. Sensex would hit 40,000 and Nifty around 13,000 to 14,000 by September 2017, and it can be even higher as it could be a europhic move that we are about to witness. When we speak about numbers, starting August 2016 I am anticipating Nifty/Sensex to gain around 23 percent by March 2017 and thereafter a very strong rally towards 40,000 on the Sensex.

If we are about to witness a strong

bull market, kindly guide us on the sectors that could benefit the most?

When we speak about the sectors, I think it will be the tech sector, FMCG (because it involves a lot of people) and banking that are going to gain the most.

Is it going to be private sector or public sector banks?

Both private banks as well as public banks are likely to register considerable gain. I foresee public sector banks being supported by the government. We can see many policies going to be laid down to support public sector banking in India. I see banking as a whole to bottom out in July 2016 and thereafter the rally commences. Realty and infra could also participate but not to the extent of other sectors.

When you speak about policies, the Indian government appears to be struck in passing key reform bills. Do you foresee a major turnaround?

Times are changing, and changing for the better; especially starting August 2016. As I said earlier, India is going to enter a positive cycle and we can see many positive events taking place. This also includes the passing of many reform bills by the Modi government.

I firmly believe that even the much discussed GST bill will also be passed this year (2016). Many good changes are going to take place. It will be interesting years ahead for the Modi government.

One prediction that made you so

popular on the Wall Street was the forecast of the Bull Run in gold. What do you anticipate in gold in the coming years?

Yes, when I predicted gold would hit \$1800 from the current levels of \$272, people hardly believed it and now when I anticipate a multiyear bear run for gold, people are worried. I am too bearish on gold. Gold cannot go above \$1348 this year and in fact, by next year gold would hit \$778. I cannot fix a final bottom for gold as it is going to enter a multi-year bear cycle. In India, it is going to be even worse, as gold has hardly corrected in India due to the rupee effect, this time the Indian rupee is going to become stronger and thus gold in India would fall harder.

Do you expect the Indian rupee to gain strength in the coming years? What are the levels that you are anticipating?

I expect the Indian rupee to hit 64 by end of 2016 and around 59.80 in the year 2017.

The key event that everyone across the globe is keenly watching out for this year is the U.S. presidential election. What is your take on the elections and the U.S. stock market?

It is going to be Hillary Clinton. She has the most positive chart and when she comes to power, the stock market would be benefitted the most. There is a correlation between the stock markets globally, and the U.S. stock market acts as a front runner. After she gets elected as the next President, I anticipate S&P

500 to move towards 3200. Globally, all markets have entered the fifth bullish cycle from 12th February, 2016 and the markets will remain bullish till the sixth and seventh cycle. According to my theory, the last two cycles will create a euphoria during which the markets will go unbelievably high without any reason.

What do you have to share with the retail investors in India?

I love India, and the Indian people. Indian retail investors are going to witness one of the most beautiful and profitable years ahead. All I have to say is to remain invested for the next few years without giving too much importance to short-term fluctuations and to exit at the right moment. Exit becomes the key in protecting the wealth that one will create over the next few years.

We find the uncanny story of a common man who faced an incredible amount of challenges, who made his theory very riveting to the main street. His journey so far has been very interesting, but like Nostradamus, he is a man who is only concerned with predicting the future. He states that the second half of 2016 and the year 2017 will be the testing time for him and his theory. It absolutely will be so, and we have to wait and watch to see how the future unfolds: whether S&P hits 3200, BSE 40,000 and Gold below \$1000 or not. You can subscribe to his books and updates through www.mahendraprophecy.com.

MAHENDRA'S PROPHECY - PAST & FUTURE

Predictions that turned to be accurate:

1. Tech Bubble from 1997 to 2000
2. Commodity bull era from 2001 in which he predicted that gold would reach \$1800, oil over \$100 and silver \$50
3. Fall in US Dollar from 2001
4. Fall in the housing market (US) from 2007 - 2008
5. Housing bubble creating ripples in the financial market and banking industry in 2008

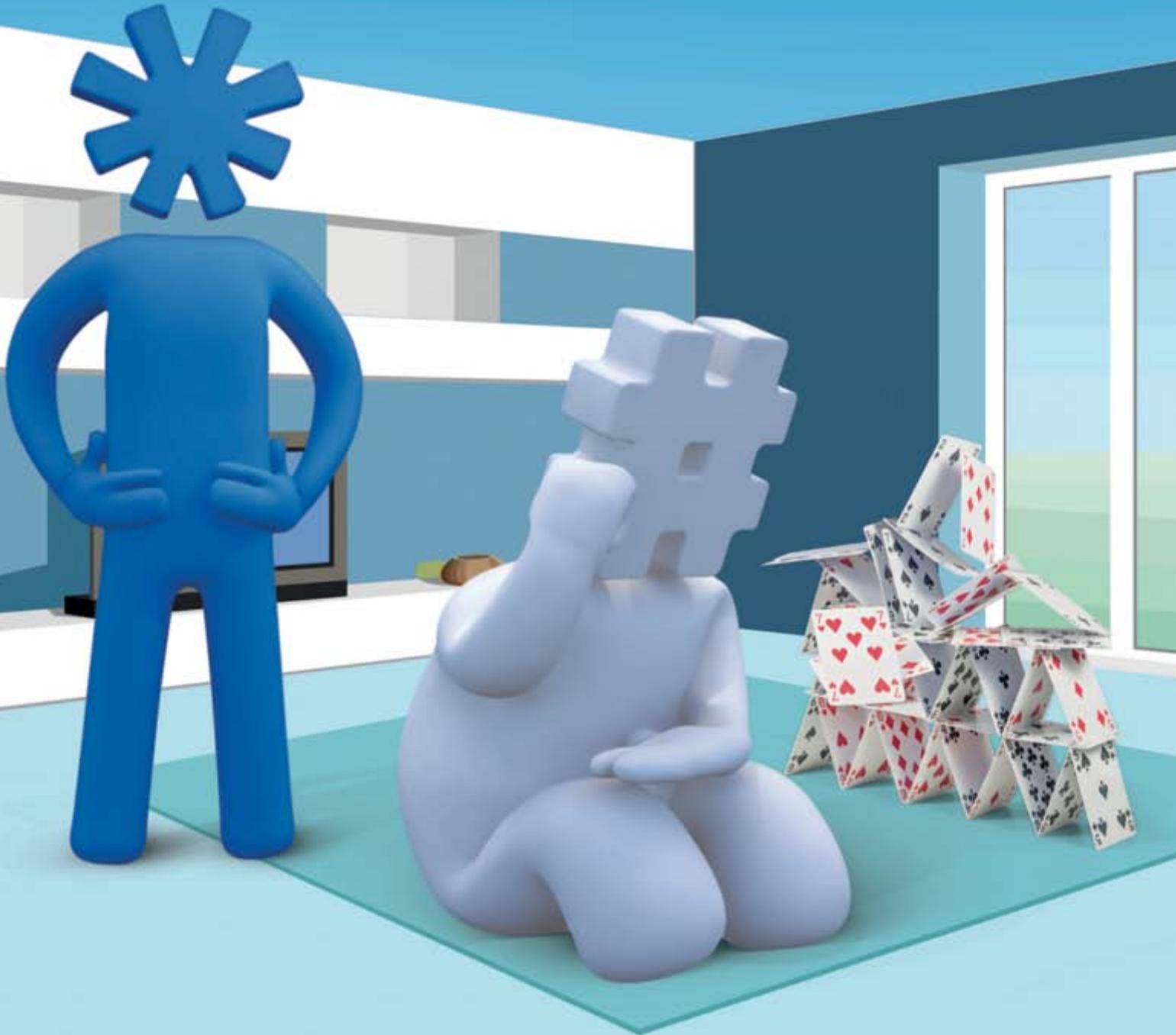
Predictions for the future:

1. S&P would hit 3200 by the end of 2017
2. Sensex to hit 40,000 and Nifty 12,500 by the year end of 2017
3. Gold to hit \$778 in 2017
4. Indian Rupee to hit 64 in 2016 and 60 in 2017
5. GST bill to be passed in 2016

Mahendra Sharma, an Indian born Santa Barbara resident has gained a reputation in advising many institutions across the globe over the last two decades. You must be thinking he is a technical chartist, or a market researcher, but the path chosen by him is very different.

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