

Weekly Newsletter

By Mahendra Sharma

Edition 38.2011

October 2, 2011

Get ready for most exciting ride

Dear Members,

Volatility is still dominating all the markets. One common thing everyone is aware about is that the sentiment and technical trend has already been damaged in metal, grains and stock markets. Investors and economist are too confused and less confident about fast recovery in stock markets and the economy, but our Astro indicators are signaling a completely different trend and that is **historic bull market to begin**. Our longer term predictions always passed all tests and we are confident they will succeed even this time. You should be getting ready to accumulate S&P calls, options of December 2011, December 2012 and December 2013, plan some serious trades like what I did in 2002 by buying calls of silver.

I am targeting 2500 S&P by December 2013. Currently you can get these calls at such a low price and if I am right you make a fortune, so start planning. First of all let's buy December 2011 call of strike price of 1250. I am confident that S&P will reach 1300 to 1350 in the few months.

We are not that optimistic about commodities until the end of October 28 but after that, a positive trend will start so our members shouldn't be placing any large bets there. Great opportunities for buying in metals and grains are coming by **end of October so wait patiently**. Yes, you can do short term trading whenever the Astro indicators are positive.

Currency market remained volatile, dollar standing rock solid, **many emerging and under-developed countries have fallen drastically, and still dollar will be another great trade for the longer term**. Shorter term other currencies may gain a little in value.

Between 1 to 15 November major planetary positions are changing so new trend had to take birth.

Here is this week's newsletter from 3-7 October 1, 2011

GOLD/SILVER

This week gold and silver will trade mixed. On Monday prices of gold may recover at the end of the day but on Tuesday gold and silver will move on both sides. From Wednesday onwards some weakness will come so buy gold and silver from late Friday as next week the price of gold and silver will move higher.

This week metals will move on both sides but next week looks very interesting so here is a great opportunity to buy on weakness especially on Thursday and Friday.

Gold and silver prices came down sharply, still next one month they will trade directionless. Any sharp rise should be taken selling opportunity as Mars is still in



negative house in metal charts.

Gold bug index has crashed sharply from 620 to 520, avoid metals stocks at this stage.

The trading range of gold will remain from \$1588 to \$1645.

COPPER/PLATINUM/PALLADIUM

This week base metals will remain weak so we don't recommend any buying. However, surely buy copper, platinum and palladium on Friday. Monday to Thursday these metals will move on both sides. On Monday we will see some recovery during end of the day. On Tuesday they will open positive but from Wednesday they will remain weaker, and the weaker trend will continue until Thursday.

Note – One can buy precious and base metals on Friday for the shorter period, most probably for the four trading session from next week.

STOCK MARKET

In simple words I can say get ready for most exciting ride of S&P and Dow. USA stocks move will support all other indexes so this week take your time and start planning to take full advantage of one of the biggest bubble of history.

Most of the stock investors are very nervous at this stage, they must be asking themselves why Mahendra is saying that biggest bubble in history is on the way when the current scenario is so gloomy. Yes I agree with all the arguments but I ignore all fundamental, market news when the planets give powerful indications. If you remember 6 March 2009 we came out with a similar prophecy of the markets bottoming out, we strongly recommended buying and we are doing the same here.

At this stage we advise you buying call options and buy future contracts with small



quantity and keep accumulating on weakness. S&P is a great buy around 1118 and below 1100 is a free buy. In the worst case scenario S&P can hit 1081 but that is a very unlikely case.

I don't think you need anything or any other confirmation other than this. We know our newsletter goes to known banks and many powerful individuals on this planet. When we speak very strongly 5 to 7 billion dollar moves in that directions over a time. So

don't wait anymore from here, start accumulating stocks and indexes from Wednesday of this week.

The World will understand why USA is the most important country on this planet, and without USA taking main driving seat world financial market won't get directions.



Chinese stock index and Hong Kong is trading at two years new low, something is cooking there, may be China got hit hard by accumulating commodities and currency diversification in different countries at higher prices can be reason of China's market fall. Our theory says, best place to put money in USD and USA stocks.

From Wednesday start accumulating stocks and indexes around the globe.

COFFEE/COTTON/SUGAR

Soft commodities are trading as predicted. Our call on avoiding coffee and sugar saved money for many investors. Avoid coffee and sugar but cotton will be a great buy from late Tuesday, wait for our buying indications in these soft commodities. Cotton looks more positive.

COCOA/LUMBER/ORNAGE JUICE

Avoid all these soft commodities at this stage, we will update once we see a buying opportunity.

TREASURY BOND

Sell Treasury bond as it is entering into a longer term bear cycle. Sell December future contracts of thirty year bond on late Tuesday or around 144.00 and hold position. Currently trading range will be 139 to 143.

GRAINS

Our selling recommendations in grains proven very accurate, for last three weeks grain prices have been falling sharply. Soy came down from \$1455 to \$1171, wheat \$800 to \$605 and corn \$780 to \$590. We don't recommend any longer term buying but for short term trading one can buy on late Tuesday but make sure you get out from positions by late Thursday.

OIL

This week oil will remain weaker. On Monday oil will trade sideways in the morning and some corrections will come again in late trading.

On Tuesday any rising trend in oil prices should be taken as selling opportunity.

On Wednesday weakness will remain in oil.

On Thursday and Friday some positive movement will come but the overall trend in oil will remain weaker or sideways.

The Trading range of oil will remain from 81.95 to 77.10.

Natural gas remained weaker, negative Mars is not supporting gas so avoid buying any position at this stage until MARS changes house. Another two weeks we see Gas moving between \$3.55 to \$3.82.

CURRENCIES

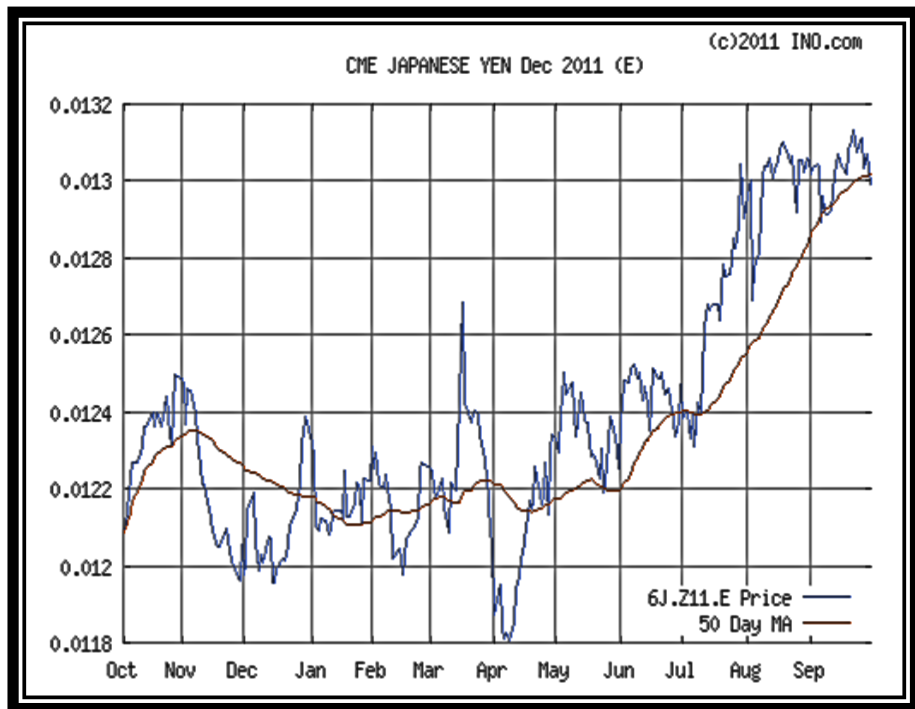
US Dollar remained favorite of currency traders, this time dollar gained handsome value against under developed countries currencies as well as emerging market currencies. Overall the rise of Dollar against these currencies between twelve to twenty percent. In fact my home country Kenya's finance minister never understood the upwards move in dollar against local currencies so he call investigations on falling of local currency "Kenya Shilling". In the last five years property/real-estate prices

move up more than five folds in Kenya but looks like bubble which was created by international investors pulling back money. Yes, longer term investment in underdeveloped countries will provide handsome returns.

Anyway, if the indications that the planets are giving come true, then USA will be back in the front seat and this will make dollar move even higher. Once again dollar will become the darling of all investors as the money will flow back into dollar.

This week dollar will remain positive on Tuesday, Wednesday and Friday. A mixed trend will be there on Monday and Thursday. This week looks like dollar index will cross 80.00 mark and on the down side 78.30.

The best trade in currencies market is selling Yen and Buying Franc. We recommended both these trades last week and we still recommend entering in these trades. Yen has come down but huge down side is on the way so hold trade there. Here is chart of Yen.



Fall of Swiss Franc is still it looks like a dream to me, I never thought fall of Swiss Franc predictions will fulfill so soon. Here again I am putting three months chart of Swiss Franc. Now from here Swiss franc will gain momentum and we don't see Franc going below 1.1021 and on upper side it may touch 1.1375.

Australian and Canadian will remain weaker so any

rise should be taken as a selling opportunity. On the Higher side Canadian dollar may touch 0.9638 and on the lower side it may hit another low of 0.9490. Australian downside is still pending, higher side 0.9780 to 0.9480.

Euro will trade weaker, followed by US Dollar prediction for euro. Higher side is limited for euro but this week planetary movement indicates range bound trading range from 1.3365 to 1.3589.

BEST TRADES

Add Swiss Franc, and sell Japanese yen.

Start accumulating index from the middle of this week but don't go aggressively, plan to finish buying by end of October.

Avoid, metals, grains, energy and soft commodities

Note - Don't forward or edit this letter in any form

Thanks & God Bless

Mahendra Sharma

Predicted on 2 Oct 2011