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**SPECIAL REPORT- GLOBAL - BSE**

By : Suneil R. Pavse, E : apavse@aol.com

## • Executive Summary

	Current Price	Triggered within CZ & date	Progress Status	Current Exposure / Holding	<b>NEW ACTION</b> ( Trigger to Watch)	Upside CZ <u>Near Term</u>	Upside CZ <u>Mid term</u>	Downside CZ <u>Near term</u>	Downside CZ <u>Mid term</u>	Remark
<b>\$BSE MUMBAI</b>	21190	CZ 17400-17600- <b>On 8/28 Triggered entry</b>	<b>Bullish</b>  <i>ST pull back <u>once close under 21000</u></i>	n/a	n/a	Target PEC-D 20750 <b>met &amp; exceeded</b>  with <b>Bullish Top</b> ( Usually gets extended)	Target 3 <sup>rd</sup> ABC <b>–weekly up –PEC-D 21400</b>  <b><u>This Area where Market should Have Final Exhaustion with Bearish Top</u></b>	Pull back to CZ 20600-20300	Pull back to CZ 19850-19550  Weekly <b>Bullish Floor</b>  <b>Best Risk/Reward to go long (TBA)</b>	<b>Weekly close <u>Below 21000</u> is required for decline to initiate.</b>

**Note -** We are on 3<sup>rd</sup> **weekly** ABC up for the uptrend that was **Triggered 17400** . This has resulted in rally of **3500** points from entry. The Target has been to **PEC-D 21500**. BSE tends to get extended **150** on either direction but volume is critical on move.

- **SIGNALS. - Price Projection CZ , Trading / Investment Conclusion**

## **BSE Overview - Bullish - ST pull back if closes under**

In our last Global Report 10/13, BSE was trading @ 20500. “ We had indicated the strength in the uptrend continued towards our projected upside Target in the Chart indicators. Also noted ONLY if BSE closes under 20350, the decline would begin, which it did NOT happen.”

Our weekly 3<sup>rd</sup> ABC up remains in tact to PEC-D – 21400. (BSE @ 17600 – Triggered core entry signal for larger Trend ).  
We re – iterate - On weekly Chart, the Bullish Bottom CZ 19850-19500 which remains a Bullish floor is very powerful . This may not get easily broken on downside .

**Next –**. Since PEC-D 20750- met with Bullish Top , the upside volume is still not diffused. This suggests that with or without pull back, the target to PEC-D 21400 should be completed . Weekly close of 21000 is Critical this week to initiate the decline as first clue. If not market continues to go higher in direction of volume & trend trend.

If closed under 21000 is achieved , BSE would pullback to CZ 20600-20300 as First Target & should make another rally attempt to test the final Projection of PEC-D 21400 where this **Market should exhaust itself with Bearish Top** .

- Pick up in volume during decline, it would create a next ABC down to CZ 19800-19500 which would provide **“ Best Risk / Reward “** to enter LONGS. .

## Correlation - BSE v/s INR

INR is stabilizing under **PEC-D 63** of a **Triangular Top**. We are currently Trading below it . INR move should continue to have inverse correlation with BSE move.

### **Conclusion** –

On Short term basis **false break down to 60**, would support BSE going higher to complete out **Weekly Projection of PEC-D 21500 to exhaust itself** .

The larger correction in BSE would be Triggered once the INR **rally towards 65**. It can Trigger the pull back in BSE from **21400 to 19850**. Currently INR is building base possibly for next several month for that rally up

# CHART 1- BSE ( Mumbai) – CZ/ PEC-D Top – Daily

Price path as indicated below – Weekly close of 21000 with Volume is Critical to initiate the decline as first clue . If not market continue to go higher to PEC-D 21400

DOWNSIDE - Pull back to CZ 20600-20300 & rally up . to PEC-D 21400

Situation -If Pick up in volume during decline, it would create a next ABC down to CZ 19800-19500 which would provide “ Best Risk / Reward “ to enter LONGS. .



## CHART 2- BSE ( Mumbai) v/s SPX – ROC - Corr - Bigger picture- weekly

- Texture – Neutral Top & Bullish Bottom.

**UPSIDE - . The weekly 3<sup>rd</sup> ABC up PEC-D 21500 should be final exhaustion .** We are on 3<sup>rd</sup> ABC up weekly up for the uptrend that was **Triggered 17400** . This has resulted in **great rally of 3500** points from entry

**DOWNSIDE - CZ 19800-19500** which would provide **“ Best Risk / Reward “** to enter **LONGS.**



# Appendix Content

- Objectives & POM /CZ / PEC –D Guidelines – Refer to detail Annexure
- Full Utilization of “ SP” Report Guidelines & Limitations - Refer to detail Annexure
- POM – “ Price Oscillation Model “ Criteria
- PEC –D “ Pythagoras – Expansion & Contraction Criteria
- CZ- Confluence Zone Criteria
- TEXTURES – Bullish , Bearish , Neutral
- Chart Analysis
  - Trend & Oscillator Analysis,
  - PEC –D Analysis,
  - Poly- Trend Analysis,
  - Pattern / CZ – Price & Volume Analysis.
  - Exterme Indicator Analysis

note – This Analysis in BSE is “**STRICTLY**” with respect to SPX & POM . pinpoints the Tops and bottom. NOTE - POM ‘s of SPX are better actionable points. All other points CZ ( noted) are moves within the move for Risk Management. Actionable point by this methodology is at SPX @ POM 14

## Critical backdrop Notes –

- Price path Analysis is running commentary of the Market’s price behavior , Not a Trade Signal.
- Intermittent CZ’s are Short time out / Risk management for overweight position / rebalancing spots. Unless your own Portfolio objective demands.
- POM’s are Action points. Also at times Action points is at Main CZ’s when specifically announced Triggers.
- Model does not encourage Buying in between unless its false break upside or false break downside soon after POM / Main CZ Trigger and is specifically announced . Model stays with Trend POM to POM Signal.

## Pythagoras Expansion / Contraction – (PEC) Model

- PEC Model is a 2<sup>th</sup> Derivative Timing Tool utilized on core currencies which identifies the turning point, for Tops and Bottoms on “Short & Intermediate term” Trend in the currency market.
- Methodology is based on Mathematical Pattern Recognition with Symmetrical Pythagoras Triangular expansion and contraction ( PEC) in concert with Price Oscillation ( POM) . This has a high probability for greater accuracy on Price projections at confluence when Integrated together.
- Once our POM analysis is complete, it will overlay PEC. The input signals are from tracking rolling Arithmetic Numerical series of Regression utilizing Fibonacci to Identify Triangular patterns of Expansion/ Contraction. Triangular pattern completes at the convergence of 2 separate Fibonacci extension levels and overlay Price Oscillation Model.
- Since the Currency has 2 dimensional pairs, PEC is critical to analyze with 2x2 Fibonacci streams to achieve confluence point D coinciding with POM

## PYTHAGORAS EXPANSION / CONTRACTION –(PEC) Model

The output signal of ABCD price moves preceded by a swing high or low (XA) generates projection point D, which is actionable point derived from 2 connecting triangles with convergence ratio. As with all geometric patterns, a Buy or Sell signal occurs as the pattern completes at point D

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