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**SPECIAL REPORT- GLOBAL - BSE**

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## • 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>	20528	CZ 17400-17600- <b>On 8/28 Triggered entry</b>	<b>Bullish</b>  Till projected Double top target is completed  <i>ST pull back once close <u>under 20350</u></i>	n/a	n/a	Double top Target CZ 20750-20400 approaching with Neutral Top	Target 3 <sup>rd</sup> ABC –weekly up –PEC-D 21400  <b><u>Area where Market should Have Final Exhaustion with Bearish Top</u></b>	Pull back to CZ 19950-19450	Pull back to CZ 19450-19200 met exact & held As projected & rally began  Weekly Bullish Bottom	<b><u>Weekly close Below 20350 is required for decline to initiate.</u></b>  CZ 18800-18600 Floor with Bullish Bottom

**Note -** Indian Markets have tendencies to extended in either direction of CZ projection by 150 points

We are on 3<sup>rd</sup> ABC weekly up for the uptrend that was Triggered 17400 . This has resulted in great rally of 3000 points from entry.

## • SIGNALS. - Price Projection CZ , Trading / Investment Conclusion

### BSE Overview - Bullish - ST pull back

In our last Global Report 9/22, BSE was @ 20350 , We had indicated that decline would begin when BSE close under 20100. Sure enough, it happened. Our Pull back target was CZ 19450-19150 which MET EXACT . This was a **900 point drop**.

Our Next call within the Report was that the decline would HOLD within CZ 19450-19150 ., we referred it as “ Best Risk / Reward “ place to enter longs . The target for it was projected to CZ 20750-20400 , double Top ( Refer price path in 9/22 Report) . This is **1000 point rally**. **As we had noted .....**“one pull back of 750 +/- points and one rally of 750 +/- points appears to be is certainly on cards for volume diffusion.

Our weekly 3<sup>rd</sup> ABC up remains at PEC-D – 21400. (BSE @ 17600 – Triggered core entry signal for larger Trend ). We re – iterate - On weekly Chart, the Bullish Bottom CZ 19450-19200 which remains a Bullish floor is very powerful . This may not get easily broken on downside .

Next – . The Double top PEC-D is approaching within CZ 20750-20400 with Neutral Top. The upside volume is still not diffused , it suggests that the BSE after the pullback to CZ 19950-19750 ( stated below ) should make another attempt to test these highs into CZ 20750-20400 possibly to build cause towards the final Projection of PEC-D 21400.

Weekly close of 20350 is Critical , this week is required to initiate the decline for first clue. If not market continue to go higher in direction of volume & trend trend

Once close under is achieved ( since we are at “ Neutral Top” ) the 1<sup>ST</sup> meaningful decline would be limited to CZ 19950-19750 , If this pull back is completed on....two situations. i.e

### Situation 1- If Bullish bottom on pullback

we can see 4<sup>th</sup> ABC up ( On daily) = to 3<sup>rd</sup> ABC up on weekly to be at PEC-D 21400 where this **Market should exhaust itself with Bearish Top** .

### Situation 2 -If On Bearish Heavy bottom

the Market would make higher high at CZ ( TBA) next few weeks with Bearish top and fail on Exhaustion . this would negate the Neutral top . We are on 3<sup>rd</sup> ABC weekly up for the uptrend that was Triggered 17400 . This has resulted in great rally of 3000 points from entry.

## Correlation - BSE v/s INR

INR's Triangulation Top defined its Price path 9/8 Report. INR @ PEC-D 63. is stabilizing area of a Triangular Top, we are currently Trading below it. INR move has been inversely correlated with BSE move in short term

### Conclusion –

If we continue to move below 63 on false break down to 60, it would support BSE going higher to complete out Weekly Projection of PEC-D 21500, where larger correction should happen and Market can exhaust itself out .

On short term basis any rally in INR towards it first Gap to 63 can Trigger the pull back in BSE from 20500 to 19850.

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

Price path as indicated below – Weekly close of 20350 is Critical to initiate the decline as first clue . If not market continue to go higher

**DOWNSIDE** - Pull back to CZ 19950-19750 & rally up to Triple top 20500 . If this potential pull back is completed on

**Situation 1-** If Bullish bottom- we can see 4<sup>th</sup> ABC up ( On daily) = 3<sup>rd</sup> ABC up of weekly to be PEC-D 21400 where this Market should exhaust itself with Bearish Top

**Situation 2** -If On Bearish Heavy bottom

the Market would make higher high at CZ ( TBA) next few weeks with Bearish top and fail on Exhaustion . this would negate the Neutral top . We are on 3<sup>rd</sup> ABC weekly up for the uptrend that was Triggered 17400 . This has resulted in great rally of 3000 points from entry.



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

- Texture – Neutral Top & Bullish Bottom.

**UPSIDE -** . Notes within the chart.

**The weekly** ABC up to Double Top **PEC-D 20500 has been met** . This week close **of 20350** is Critical to initiate decline

**Since last Report – CZ 19450-19200 Bullish bottom was instrumental for 1000 point rally projected CZ lows**



# 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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