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**SPECIAL REPORT- GLOBAL - BSE**

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

## • Executive Summary

	Current Price	Triggered within CZ & date	<u>Last Announcement</u> Update For ST Trend Reversal & RM	Progress Status	Upside CZ Near Term	Upside CZ Mid term	Downside CZ Near term	Downside CZ Mid term	Remark
<b>\$BSE MUMBAI</b>	26200	<b>BSE @ 20050</b> On 2/3 – COR –SPX Model Triggered POM 14 <u>due to</u> Upcoming rally	NONE	NEUTRAL Bearish Bias	Retest of PEC-D 26400 And should Fail With Bearish Top	ABC up CZ 26400-26800 Met	Pull back to PEC-D 25400 CZ 25.3-25.6 Neutral Bottom	ABC down to PEC-D 23700 CZ 23.6-23.8 Bullish Floor	<b>BSE has rallied 6300 point since our last Main signal 2/3</b>

### ACTIONABLE IDEAS -

**For Bulls** – Wait for pull back to CZ 23.8-23.4 with Bullish bottom & Participate in next rally .

**For Bears** - Rally to 26400 is failing with lighter volume Bearish top ) to Trim back position or Hedge some till next opportunity- especially if one has 6300 profit from our 2/3 Signal at 20050 or BETER from our entry trigger @ 17800 on 8/29/2013. ( The final day of mini crash) .

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

### BSE Overview

We have been Bullish this Market since 8/29/ 2013 @ 17800 Trigger, right along and Last Trigger on 2/3 @ 18900 due to Bullish top and Bullish Bottom with several ABC up's . The last ABC up being within CZ 26400-26800 to market the Top ( 3<sup>rd</sup> weekly ABC up)

In our last Global BSE Report 6/14, BSE was trading @ 25200 “ We had indicated Neutral with Bearish bias , expecting first pull back to CZ 24800-24400 & then Rally back to finish its upward projection of 2 – Converged ABC up to CZ 26400-26800.” . ..... BSE has appeared to do just that within 100 points in both direction . Point to Note – PEC-D 26400 upside was achieved on Neutral Top ( From Bullish Top) and PEC-D 24800 on downside on Neutral Bottom . This is change of texture.

We have also Re tested PEC-D 26400 past week on Bearish Top . This is another change of texture for the first time since 2/3 .

**Next –** We think PEC-D 26400 should have 3<sup>rd</sup> test and perhaps exhaust in slightly higher point in that Bearish Top zone ( but certainly Not ABC up) and there after fail.

The 1<sup>ST</sup> pull back to PEC-D 25400 within CZ 25500-25300. Currently we have Neutral Bottom which has likelihood of changing to Bearish Bottom considering several negative divergences noticed along with volume characteristics. Below this CZ with high volume to confirm the bearish turn to 2<sup>nd</sup> ABC down to PEC-D 23700 . **This is Bullish bottom and next rally to begin from here for Best Risk reward.**

### **Note -**

Charts below we do not indicate the volume bars but all our price projection is based on volume analysis done separately.

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

Bearish Bottom & Neutral Top

**DOWNSIDE** – Pull back as expected to CZ 24800-24400 – held as expected .

**UPSIDE** - ABC up to PEC-D 26400 met our projected target almost near CZ 26400-26800. ( Refer notes within the chart)



# CHART 2- BSE ( Mumbai) - CZ/ PEC-D Top - Daily

**Bearish Bottom & Neutral Top**

**UPSIDE** - . Weekly ABC up to PEC-D 26500 is failing

**DOWNSIDE** - ABC down to CZ 23800-23400 - Bullish Bottom.



# 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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