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SPX – BONDS – Institutional Report

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Executive Summary.

	Current Price	POM Triggered within CZ & Date	Announcement- ST Trend reversal & Risk management	Progress Status	Existing Position / Exposure	NEW ACTION (Trigger to Watch)	Upside CZ Near Term	Upside CZ Mid term	Downside CZ Near term	Downside CZ Mid term	Remark
SPX- 500	2165	POM 14 Triggered @2085	Triggered POM 13 On Election night @ 2035	NEUTRAL To BULLISH	Net Long 30%	Entry at 2045: on election night	Our 1 st target to 2150 has been met Bullish top	Rally to 2200	Pull back to 2135 & rally up	2 nd ABC down to 2040-20 Met exact On election night	

- Based on Trump Scenario forecast depicted in our last Report. Our 2nd ABC down target to 2020-40 was met exact (hit lows of 2028) on election night. We acted on that plan and entered Net long position @ 2045. Currently have 130 points / 5.9% Profit on this position.
- Based on our last Report, our rally target of 2150 from 2028 (Trump sell off point) has been met with Bullish top.

	Current Price	POM Triggered within CZ & Date	Follow up Announcement- Update For ST Trend Reversal & RM	Progress Status	Existing Position / Exposure	NEW ACTION (Trigger to Watch)	Upside CZ Near Term	Upside CZ Mid term	Downside CZ Near term	Downside CZ Mid term	Remark
TLT (BONDS)	122.0	POM 13 Triggered 10/22 CZ 133-130	Triggered POM 14 On Election night @ 2035	BULLISH To NEUTRAL	0%	Stopped out at 127 ; Day after election night (entry @ 132)	Bounce to 127 should fail		Re test of 128-27 Failed to Hold the pull back	ABC down to 118	CZ 128-127 Rejected Bullish bottom

- Based on our last Report. Our Stop loss was placed at 130 but could not exit till the next day and were stopped out at 127 for loss of 3.7%.

Market Overview SPX- BONDS

SPX

Market did exactly what it was supposed to do on Trump Victory election night. Hit our target 2020-2040 CZ and reversed to the upside to 2150 as depicted in the Report. . We were prepositioned for that Net Long trade based on conviction of our target and quick reaction time.

It was quite clear that 2020 would be hit based on PEC-D , increased put volume, Breaking of Head and shoulder target ; while the McClellan Oscillator below 0 in a bearish manner .

Both the trades in SPX and GOLD trades on election night were clearly gift from “Trading God” just like the trades, the night of Brexit.

Currently SPX has reached our 1st upside target at 2150 in Bullish Top and it appears 2200 may be hit in next ABC up. We remain Net long since 2045.

The current Market is bifurcated with Tech lagging and DOW Leading the way. Markets next week should be in consolidation.

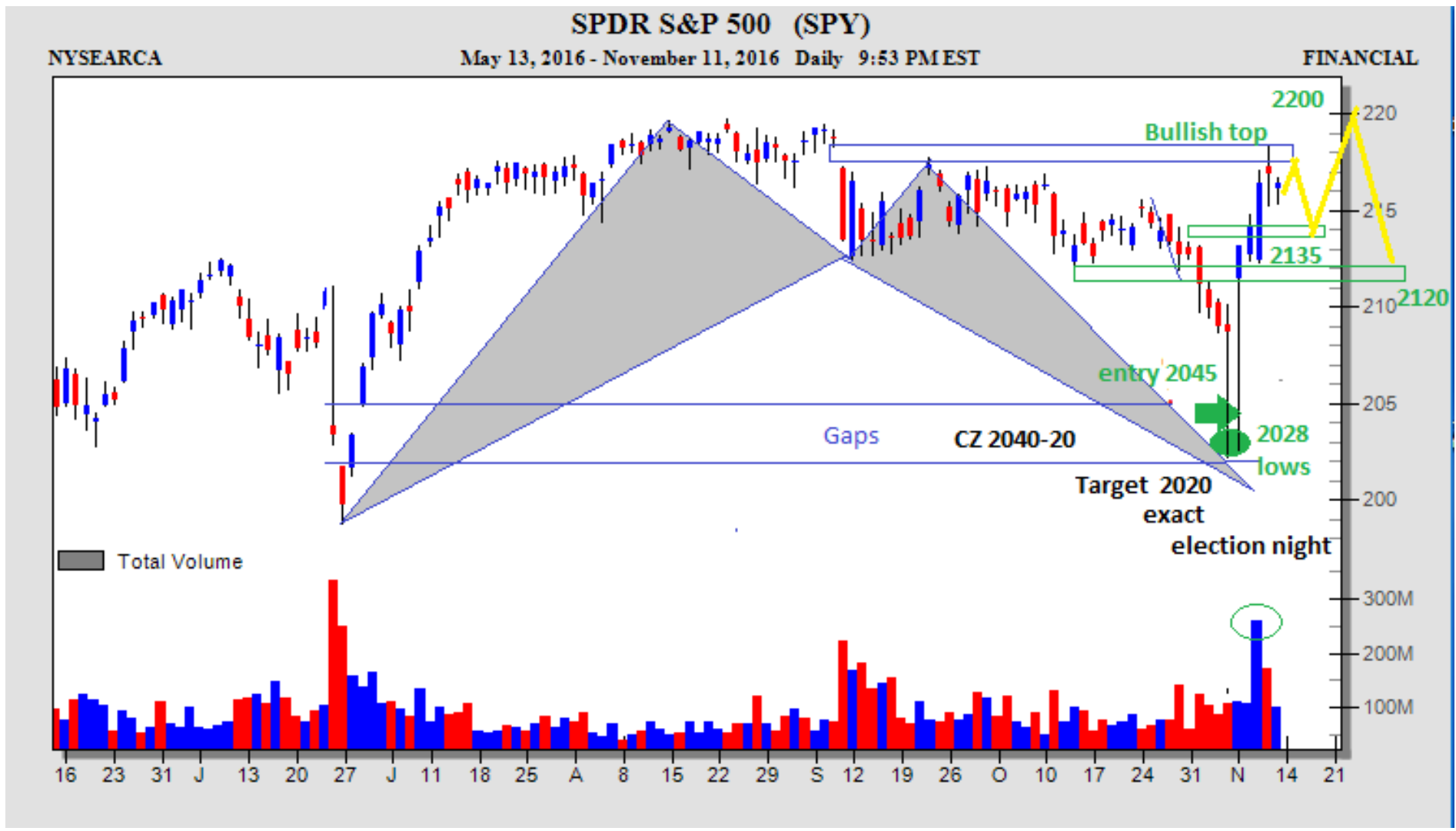
Since the lows @ 2028, SPX has rallied 150 points with tremendous amount of energy dissipated. SPX needs rest.

TLT

This trade did not work out. Now Bond Market clearly suggests the rates have gone higher and will continue to higher. Hawkish tone will be the name of the game.

SPY / Volume Analysis – C Z- PEC- D Daily

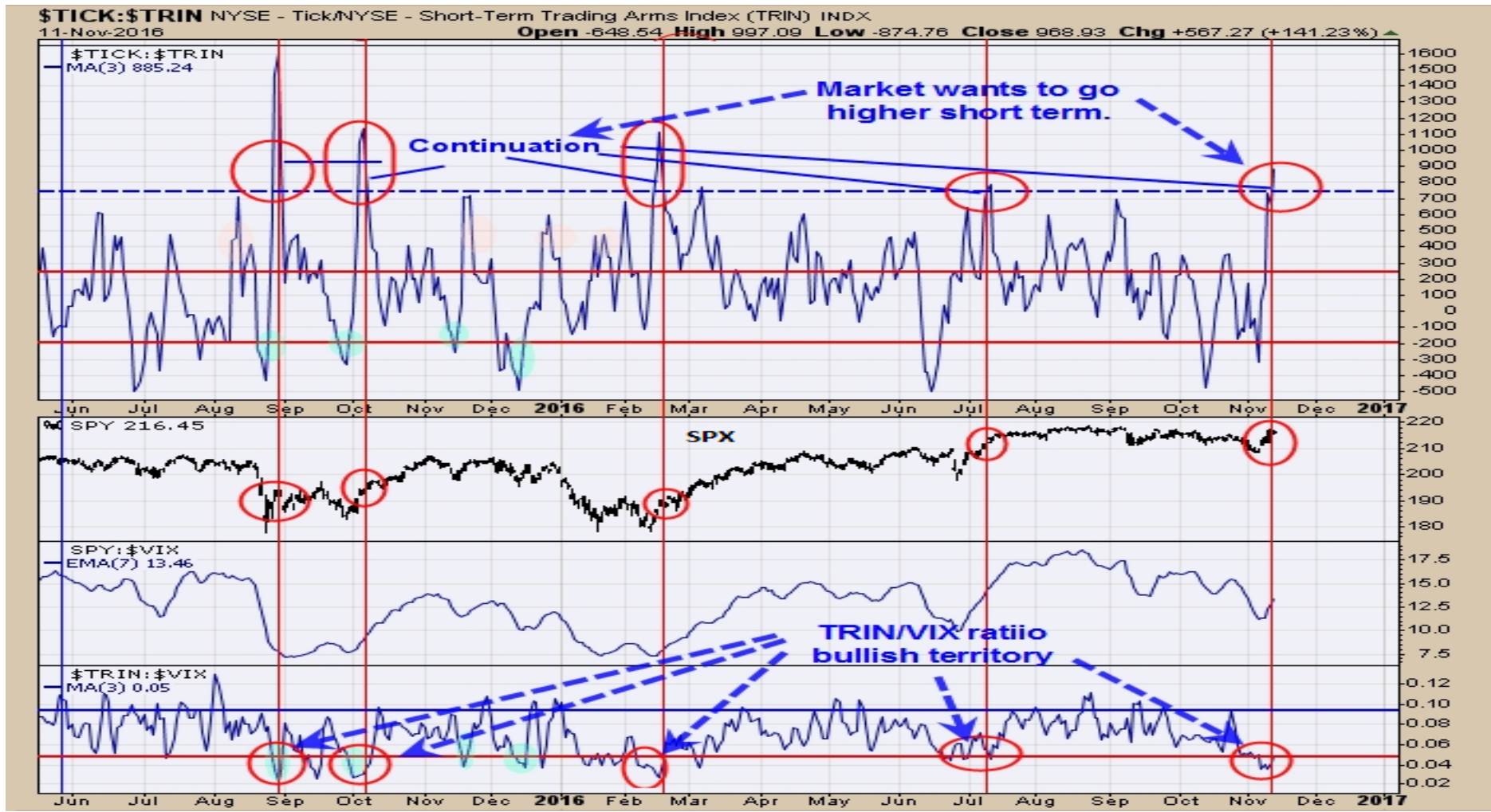
SPX hit the downside target 2020-2040 CZ on election night and reversed to our upside target to 2150 in Bullish Top and it appears 2200 may be hit in next ABC up. Year ends are Bullish. We remain Net long since 2045.



SPY / Volume Analysis – C Z- PEC- D Daily

Internal strength remains intact since 2028 lows.

- TICK: TRIN Ratio 800 suggests continuation higher.
- TRIN; VIX Ratio is in Bullish territory.
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SPX – Cyclical Model

- SPX - Seasonality

Fourth Quarter “Power Periods”

Power Period 1 (4 Days)

Last 2 trading days of October

First 2 trading days of November

Power Period 2 (9 Days)

Last 6 trading days of November

First 3 trading days of December

Power Period 3 (7 Days)

Last 7 trading days of December

Total Trading Days: 20

- SPX - Geomagnetic / Lunar Cyclic Model

None

- SPX - Sentiments Model

AAll Weekly Sentiment Survey – Bullish

SPX – Internals Model

Midterm - TICK / TRIN - Bullish

AD Oscillator, Ratio's – Bullish

Appendix Content

- Objectives & POM /CZ / PEC –D Guidelines – Refer to detail Annexure
- POM – “ Price Oscillation Model “ Criteria
- PEC –D “ Pythagoras – Expansion & Contraction Criteria
- CZ- Confluence Zone Criteria
- TEXTURES – Bullish , Bearish , Neutral

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.*

POM criteria for Implementation on SPX

- POM is rated from 10 to 15
- POM 14 , 15 (is Sell Signal) and 12 , 11 (is Buy Signal) both are the Actionable Area whereas POM 13 is A Neutral Signal for Risk management
- On way UP move, POM 13 signifies to STOP executing additional “New Buys” that was initiated at POM 12 or POM 11 levels
- On way DOWN move, POM 13 signifies to STOP executing additional “ New Short Sells” that was initiated at POM 14 or POM 15 levels
- (Bear Markets) POM 15 is for - Net Short & POM 14 is for - Hedge Longs
- (Bull Markets) POM 15 is for -Hedge Longs & POM 14 is for - Partial Hedge
- POM 12 & 11 is for Net Long
- POM 10 is Climatic Crash low Buy Signal to add to Net long position (Rear event)

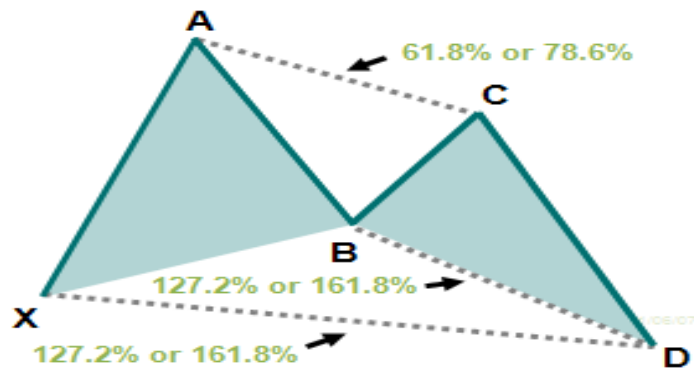
Pythagoras Expansion / Contraction – (PEC) Model

- PEC Model is a 2th 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 steams to achieve confluence point D coinciding with POM

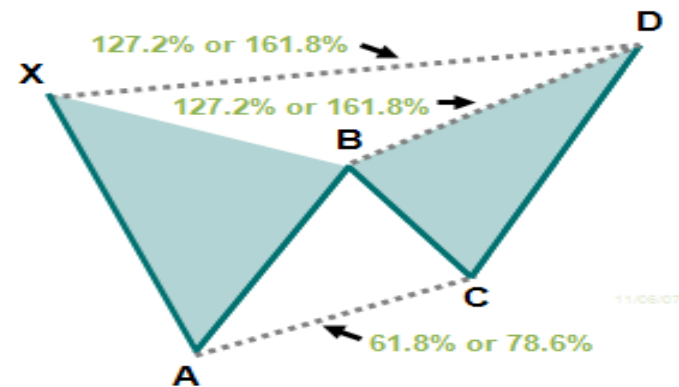
PYTHAGORAS EXPANSION / CONTRACTION –(PEC) Model

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

Buy Pattern (bullish)



Sell Pattern (bearish)



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