



THE MARKET TIMING REPORT

MASTERING PROFITS

25th February 2021

Identifying Companies and
Countries Destined For Success
AND
A Very Profitable Chart Pattern

SPECIAL REPORT



“Education is our passport to the future, for tomorrow belongs to the people who prepare for it today.”

Welcome to this special report in which we will identify a valuable charting pattern that helps us identify forthcoming moves.

In other words this is predictive. It works in all markets.

It also becomes far more potent when combined with our Profit Finding Oracle Histograms.

Then we shall examine some skill sets that engender great leadership. This is one of the keys to identifying potential success.

This is relevant, not only to companies and countries but also to your own lives, ventures and ambitions.

We will go on to see how you can use these traits to be successful in trading and investing.

The Market Timing Report highlights forthcoming trading and investment opportunities across a series of markets.

We also examine geopolitical opportunities.

Our work is based on cycles repeating or rhyming in history.

Geopolitical patterns repeat like clockwork.

The key to these lies in long term cycles.

Why?

Because human behaviour repeats.

Key cycles include revolutionary change every 83 to 84 years (1765, 1848, 1933, 2017-2020).

Financial markets move in patterns of 45 and 90 years (panics in 1837 -1842, 1884, 1929 and 2020), as well as 50 years and 100 years (panics in 1807, 1857, 1907, 1957 and 2007) to name just two sequences. There are several others.

We can fine tune these macro cycles down to daily cycles and this gives us a distinct edge.

This timing information is very powerful and is further enhanced when deployed with other tools.

In markets, this can include fundamental analysis (difficult to time) - chart patterns, indicators, Commitment of Traders data, seasonality and several other methods.

Seasonality is the average path of the market through the course of a year.

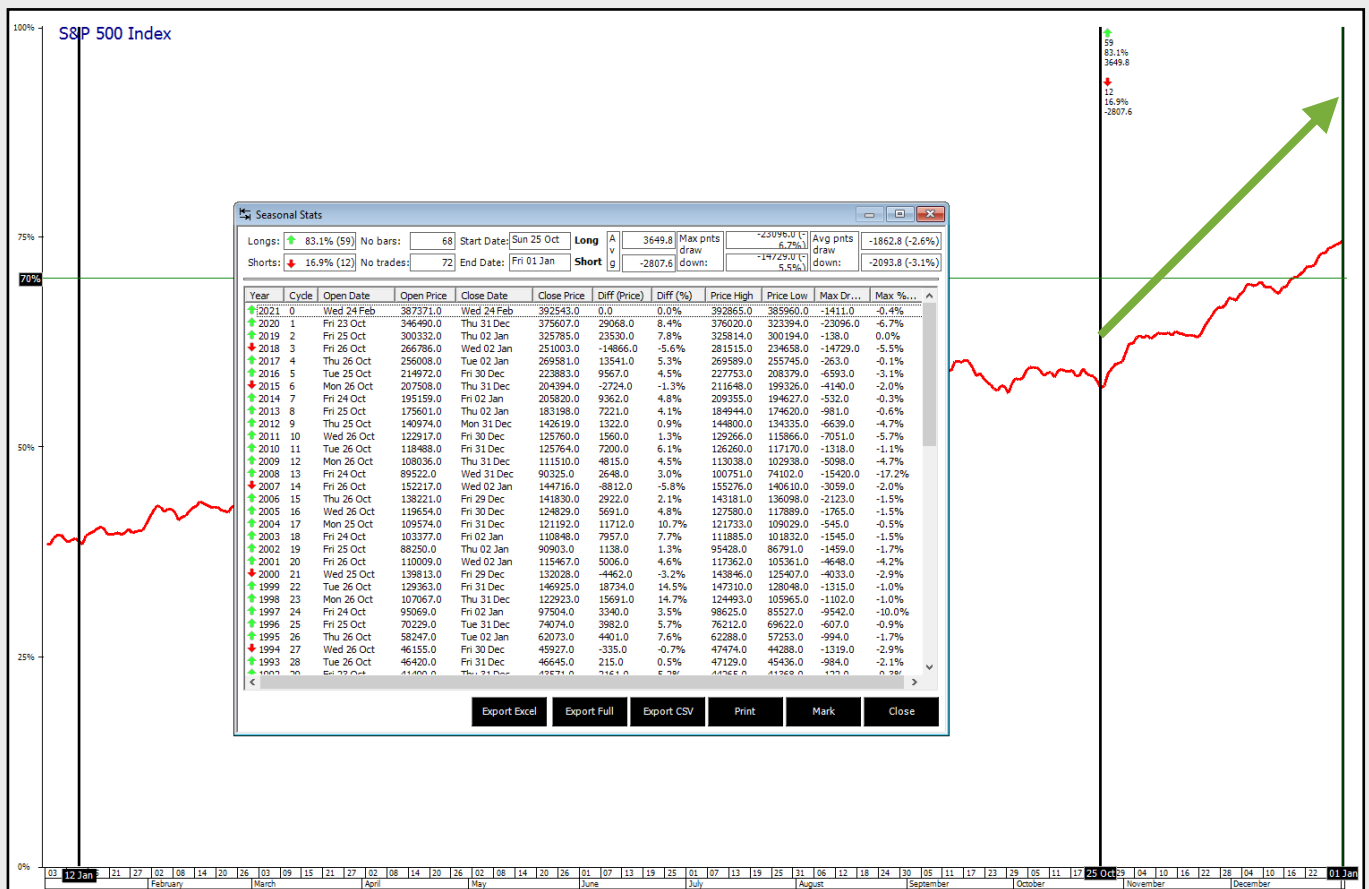
It's a great tool for beginning to get the odds on your side.

Let's take a deeper look at this.

For example, the US and western stock markets are known to have rallies towards the end of each year.

This is known as the Santa Claus rally.

From our system, we see that the S&P500 Index has a tendency to start year end rallies around the 25th October each year.



A closer look reveals that over the last 70 years, since 1950, the S&P500 index has closed higher on 31st December on 83.1% of occasions.

This is shown by the green arrow.

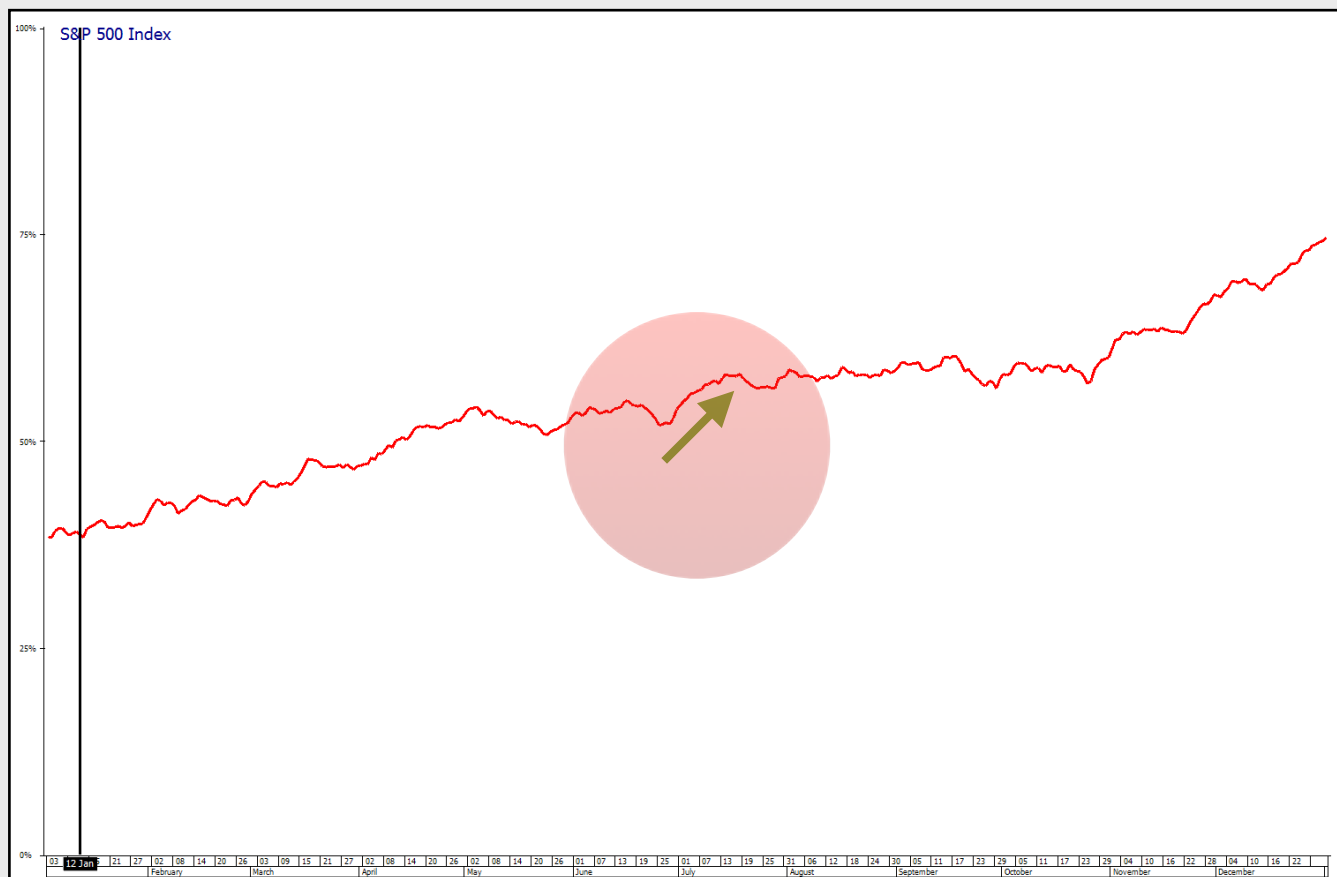
These are tremendous odds.

Anything that gives us an edge increases our chances of profitability.

A closer look at the seasonality profile shows that there are several other opportunities showing in the seasonality pattern.

We sometimes see tops around the beginning of May and the first part of July often sees rallies.

In fact, since 1950, the S&P500 has closed higher on 11th July than it was trading on the 1st July. Take a look at the next chart.



It is not just the stock market that shows these tendencies.

On the next page you will see that gold tends to sell off in the month of February.

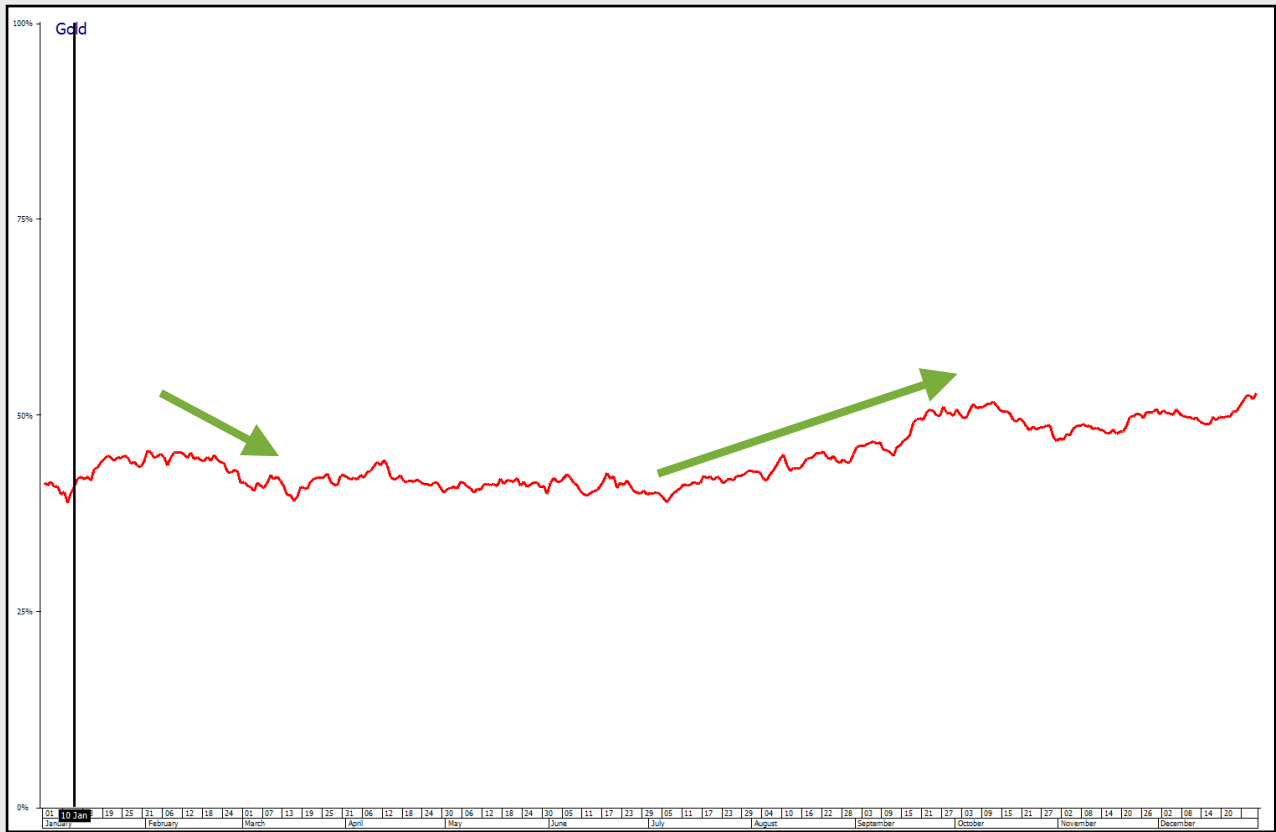
The precious metal also tends to rally from July into late September/October.

Crude oil tends to make lows in January and rally into the end of April.

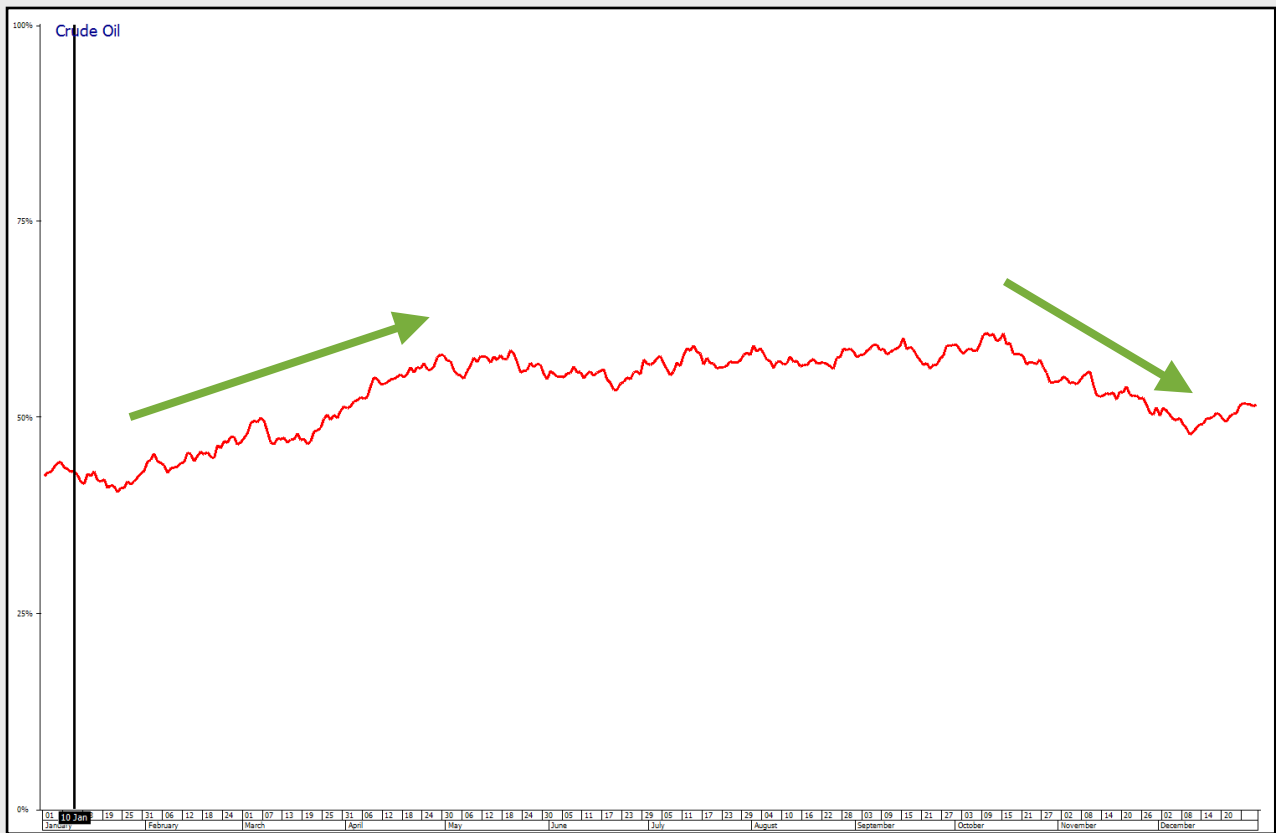
We often see highs in oil during the month of October with a sell off into mid December.

Such knowledge can provide us with a distinct advantage.

Gold



Crude Oil



Seasonality is a good but coarse indicator.

It doesn't always work.

And therefore, we can look to add other tools.

Commitment of Traders data shows us what the smart money is doing. This gives us an idea of what direction a market may move in.

It can also give us clues as to when a market may be reversing.

But it is imprecise.

Our "Profit Finding Oracle" turning points are strong indicators. They are created from the DNA of each individual market.

When we get these PFO's overlapping in different time frames we get high probability set ups.

We can fine tune this using chart patterns.

In our Market Timing Report Trading Course we show you how to enter and exit trades and most importantly, manage risk, using geometry and chart pattern.

However we can also use chart patterns that can help us to identify **MARKETS THAT ARE ABOUT TO MOVE UP.**

Let us take a look at a simple pattern that appears from time to time.

THE CUP AND HANDLE PATTERN

According to Thomas Bulkowski in his book “An Encyclopaedia of Chart Patterns” this pattern is around 75% accurate in identifying potential moves to the upside.

It is called a cup and handle for obvious reasons.

It consists of two half or semi circles.

The first one is larger and represents the cup.

The second one is smaller and represents the handle.



The chart below shows exactly such a pattern on the gold market. The first purple bowl represents the cup and the second smaller one represents the handle.

From a charting point of view this tells us several things.

The cup shows a pattern of the sellers running out of steam as they reach the bottom



of the cup.

Then the right side of the cup shows the buyers coming.

Initially the rise is shallow and then it rises more steeply.

We then pull back in the handle and the same thing occurs again except the price does not fall as much.

The bottom of the handle makes a higher low and hence the beginnings of an uptrend.

We then look to enter a long position as the top of the cup and handle are exceeded.

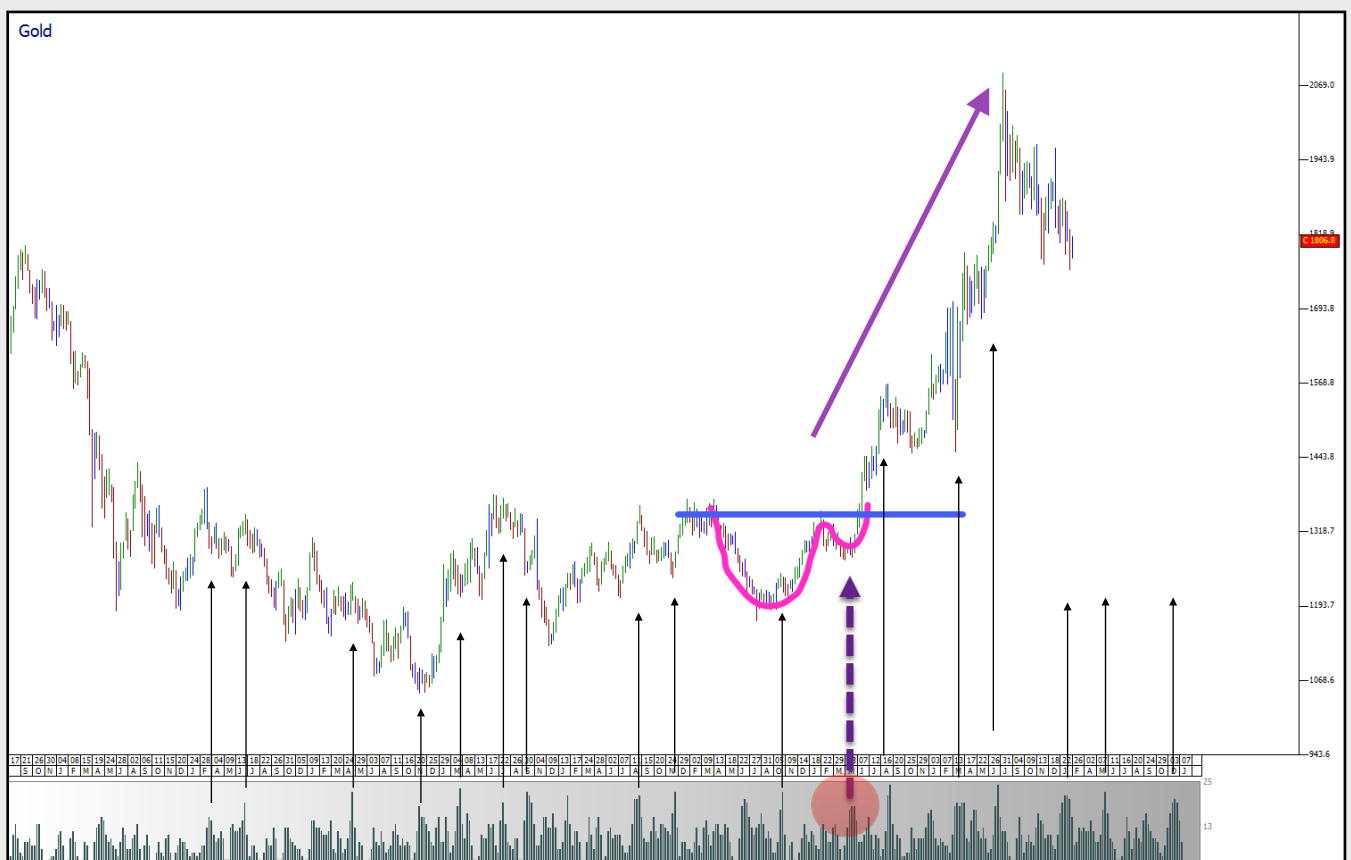
The chart below is a weekly chart of gold - the previous page showed a daily chart.

Shown below the chart are our weekly PFO histograms. See histogram peak in red circle.

The existence of the histogram cycle peak helps to identify the potential turn. The cycle peak is an early warning/alert. This gives us an advantage over those without this timing information.

Remember there PFO windows are predictive and are known ahead of time.

Previous and future histogram peaks are highlighted - note the predictive alignment showing future turns. Past peaks aligning with market highs and lows are also shown.

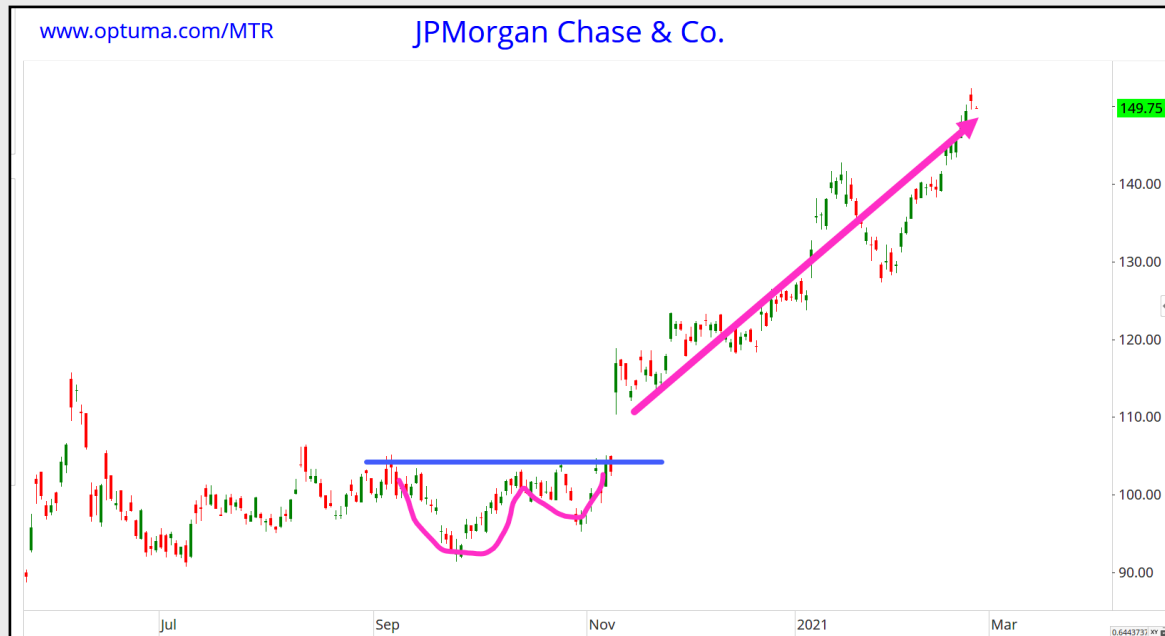


We can see that the “cup and handle” pattern is a great predictive pattern.

We can enhance it further using our timing histograms.

It works with all markets.

Here are some further examples of the pattern - one on stocks and the other in commodities.



Above is an example on the stock JP Morgan.

To the left is a chart for soybeans.

Followers of our grain reports were alerted to the forthcoming bull market in grains.

Both pattern and time cycles confirmed the breakout.

In these examples both cases see a 50% increase in price.

Identifying Companies and Countries Destined For Success

For the most part, The Market timing Report focusses on technical analysis and cycles forecasting.

This information can always be combined with fundamental analysis for enhanced results.

Regular followers of the MTR know that we also look at geopolitical trends. We use cycles to identify what may be the next hot areas. This, in turn, allows us seek opportunities.

One of the keys to knowing which corporations and nations are likely to succeed lies in examining the styles of their leaders.

Leaders demonstrating certain qualities are likely to achieve better results.

If we can identify those leaders who are deploying the best skills then their companies or countries are likely to do well.

These traits can also help you, not only in your own ventures, but also in all areas of your life and interpersonal relationships.

Some of these traits and behaviours ARE VITAL FOR SUCCESSFUL TRADING and INVESTING.

Let's look at the big picture first.

Situational Leadership is where a person is able to change their leadership style in order to deal with different types of event.

For example, if a situation is not time critical, then they will allow their team/board or cabinet to work together to constructively resolve matters. This makes people feel more valued.

However, should a more urgent situation arise then they are likely to be more directive.

Their ability to be successful in either of these situations depends on their "Emotional Intelligence" also known as EQ. This concept was popularised by Daniel Goleman in his book "Working With Emotional Intelligence."

So what is Emotional Intelligence? EQ?

EQ is the ability to recognise ones own and other peoples emotions. It is also the ability to discriminate between different types of feelings. This emotional information is then used to guide thinking, behaviour and manage their teams.

It is really about understanding people in order to get the very best out of them.

Goleman shows that people with high EQ have greater mental health, way above average professional performance and with that comes more potent leadership skills.

Goleman also advocates that **EQ accounts for 67% of the abilities deemed necessary for superior performance in leaders**, and matters twice as much as technical expertise or IQ!

So what are the constituents of EQ?

“The main principles of Goleman’s work are:

Self Awareness....knowing how you feel and are likely to react. Why do we need to know this? We cannot possibly manage our behaviour if we let our emotions rule us.

Self Management....knowing how we feel, we can choose to manage our reactions, so that we avoid ineffective behaviour.

Social Awareness....empathy! How will the other person feel, or be likely to react. By pre-empting this, we can make our behaviour as effective as possible.

Relationship management....by combining these skills we can be much more effective in leading the team.

People who score highly in these areas get the very best out of the people in corporations and countries that they lead.

Historically many corporations were driven by male dominated assertive energy.

We are now seeing many successful global multinationals headed up by females. Much of this is due their ability to understand Emotional Intelligence and work with it at high level.

The same is true for countries with elected female leaders. For example, New Zealand had one of the lowest incidences of Covid19.

Let us now take a practical look at how EQ works on a practical basis.

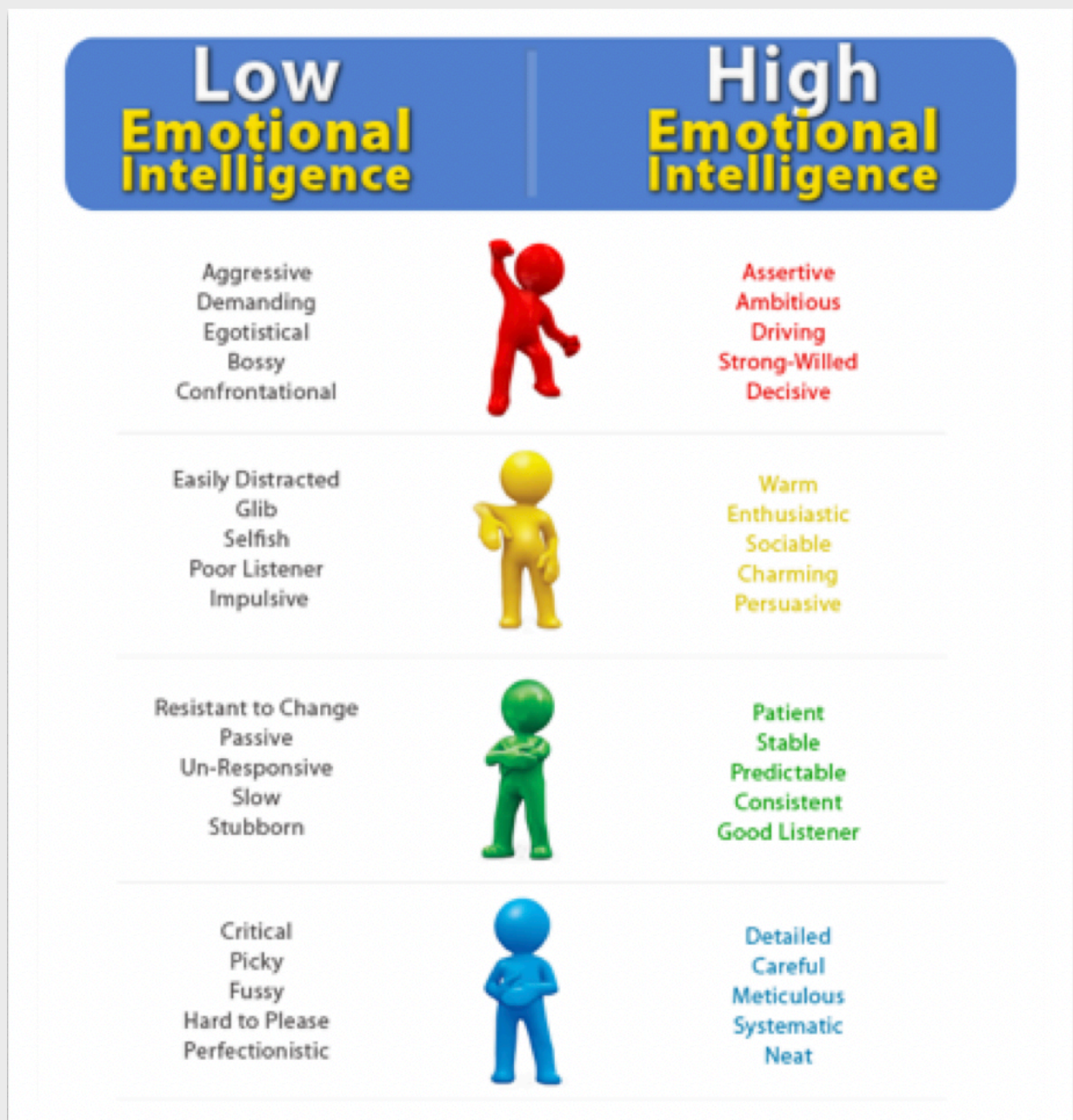
It is split into the four sections as listed above.

Self Awareness

Self Management

Social Awareness

Relationship management



In a nutshell, people who display the qualities on the right hand side of the chart will be more successful.

Think about how this has played out recently in politics.

Think about how this has played out in corporations?

Which of the worlds richest players are demonstrating the highest level of positive indicators? They will be the strongest of the pack.

Bringing this to a personal level...

How do these factors play out in your life?

How do they play in your work environment?

Your personal relationships?

If you have a quality on the left hand side, then how can you move it to the right hand side?

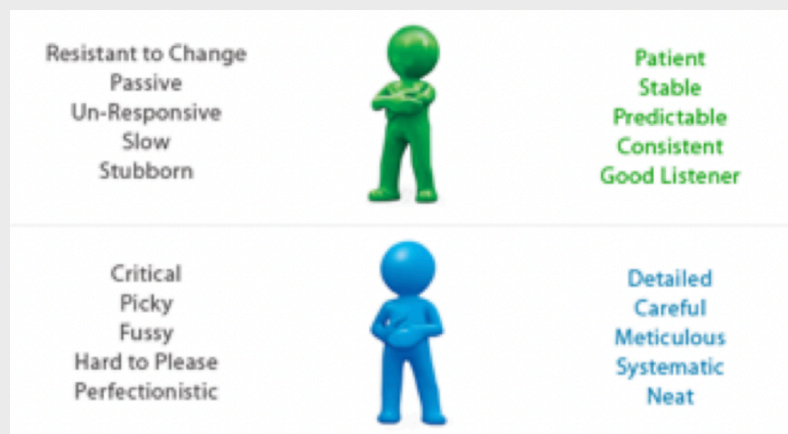
The key points for investing and trading lie in the bottom half of the graphic.

Let's take a closer look.

Looking at the green section anyone displaying the traits on the left hand side is destined to fail in speculation.

The market always leads the way.
We cannot control it.

As Keynes said "markets can remain irrational for longer than your account can remain solvent."



Therefore being stubborn, slow, unresponsive and resistant to change will not deliver success for you.

However being consistent, patient and stable will put you on the path to success.

What about being a good listener? How does this play out in markets?

"Listening" to the market is not necessarily about the news - it could be. In my opinion it is about "listening" to the market chart pattern and what is that telling us. We explain how to read these factors in our trading course.

If we now look at the blue section then we must adopt the right hand side.

Being detailed, meticulous and careful helps us to overcome “hope, fear and greed” which are the three drivers of the market.

Being systematic is about having a trading plan with entry and exit points combined with risk management.

Risk management is the key to success.

Take time to reflect on all the principles of EQ as shown in the chart on page 12.

Apply it to all the different areas of your life including your business or profession as well as your personal life.

Doing this will provide you with great returns all around.

I hope that you find this special report to be beneficial not only in terms of improving your own world but also by looking out for the cup and handle pattern that will afford you many excellent opportunities.

Thank you again and we look forward to continue to serve you.

Best Wishes

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