



Richard Cluver Predicts

In our 29th year of service to the investing public of South Africa



Volume: 29

30 September 2016

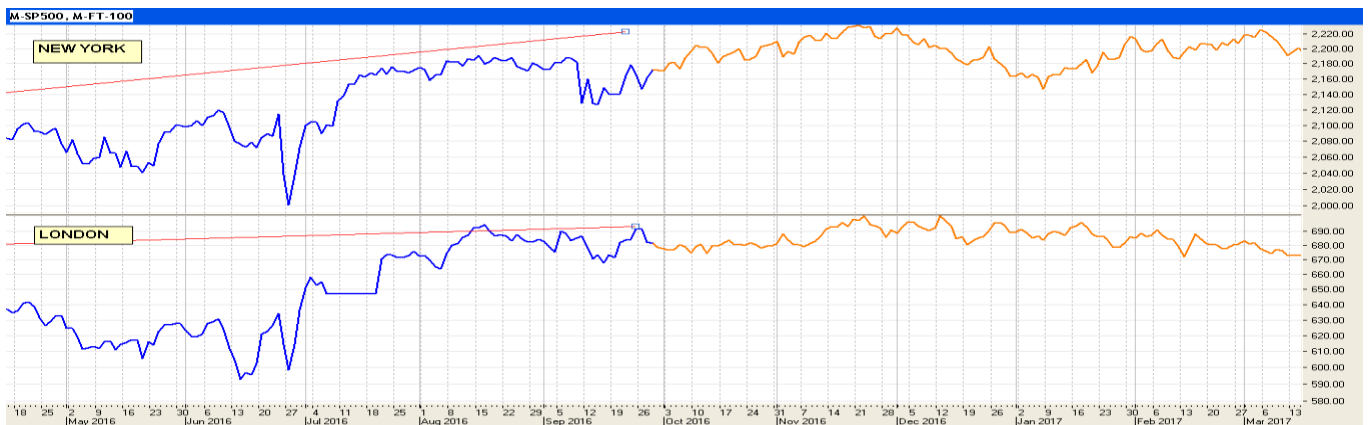
Issue: 26

Its time to take a fresh look at world markets following my recent observations that they seemed to be topping out at the end of a six-year bull run that began with the end of the US Sub Prime Crisis in June 2010.

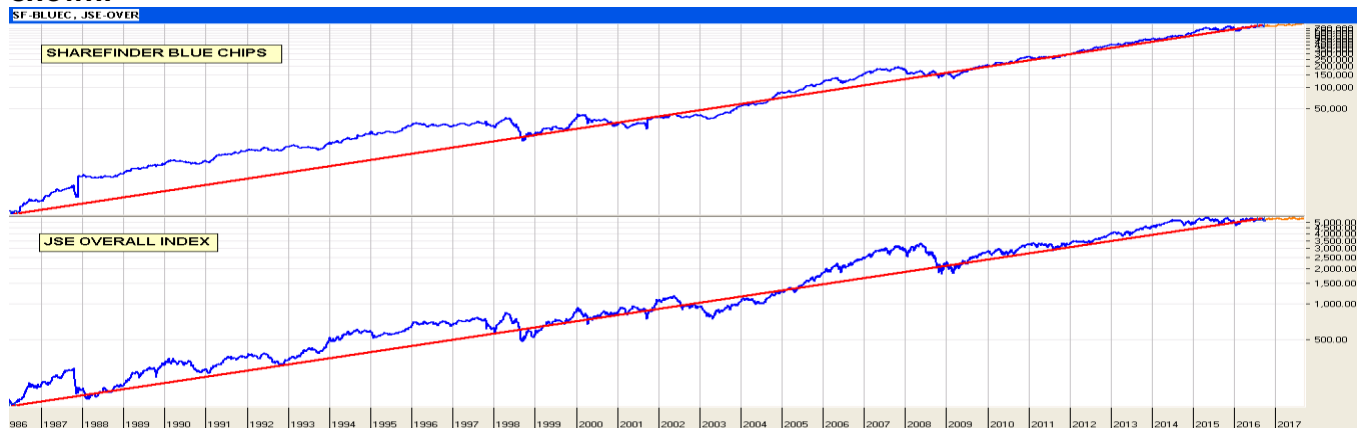
When one steps back and looks at the whole picture, it now begins to look as if there could be a few more months left...but only a few! The graph below illustrates the long-term picture in respect of New York's Standard & Poors 500 Index and London's Financial Times 100 Index, both of which ShareFinder now projects as likely to reach the top at the end of November.



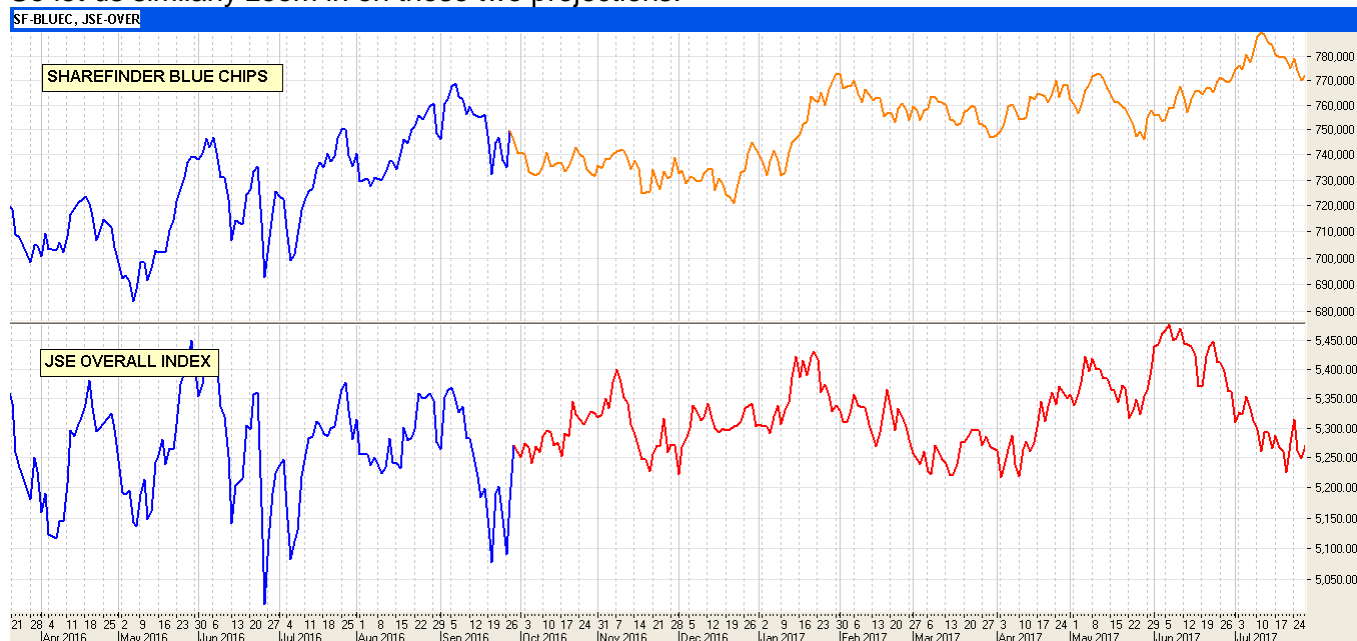
To make the picture clearer, lets zoom in on the last few months and their projection. Here you can see that if ShareFinder is right, New York will top out on November 18 and London on November 23. But don't quote me on those dates as they are likely to readjust by a day or two as we get closer to that time if previous observations hold true:



So what is the outlook for the South African market? The good news is that the ShareFinder Blue Chip index is projected to continue just as it has for the past 30 years rising at a steady 22.7 percent while the JSE Overall Index looks similarly positive to continue with its 30-year growth rate of 12.9 percent as illustrated below. **Here note that it is on the basis of this Blue Chip Index track record that my team is currently creating the software to enable us to launch Blue Chip tracker unit trusts in South Africa, London and New York where similar long-term high growth results have been consistently shown:**



So let us similarly zoom in on those two projections:



So the good news in both respects is that South Africa Pty Ltd currently looks like a good investment bet; far better than the overseas markets!

The next month:

New York's SP500: I correctly predicted gains which I saw lasting until October 17. I continue to see gains ahead but now expect an interim top to occur on October 13.

London's Footsie: I correctly predicted declines which I last week saw continuing until the end of October. Now I see an interim bottom on October 12.

JSE Industrial Index: I correctly predicted a recovery which I now see lasting until October 11.

Top 40 Index: I correctly predicted that a recovery would start at the end of this month and I now see it lasting until October 19.

The ShareFinder Blue Chip Index: I correctly predicted a brief recovery starting last week, then a hesitation and a more sustained recovery lasting well into October.

Golds: I correctly predicted a brief recovery and then a decline until October 11 and I still see that date as the bottom of this market.

The Rand: I correctly predicted volatile weakness. Now I see the end of the recovery phase with a double bump and then a phase of weakness beginning on October 18.

The Predicts accuracy rate on a running average basis over the past 597 weeks has been 83.85%. For the past 12 months it has been 90.71%.

Richard Cluver