



Richard Cluver Predicts

In our 32nd year of service to the investing public



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As usual at this time I am heading for Europe and so this is the last issue of Predicts that will contain my input until I return in August when, if ShareFinder has been its usually correct self, the share market will be bottoming out after the ending of its current bear phase.

It is also time for significant change because several things have not been running quite as they should. For a start, there is a high probability that if you are reading this column that you are not actually a subscriber to the Prospects newsletter service; that you are receiving it forwarded from a friend or via other means. Similarly, we are aware that there are now many more users of our ShareFinder software than there are subscribers simply because we invited a few people to join a panel who would assist us to “de-bug” the new SF6 programme and that small panel has soared to many hundreds of users....because we allowed it to happen.

Given that the Prospects Portfolio which I regularly maintain for subscribers is by far the best-performing share market portfolio in South Africa and further, that I will be introducing an International Prospects portfolio once I return from my European break, it is simply untenable that so many people should continue to have access to it without contributing to the very heavy software development costs that have made it possible.

It is, furthermore, quite wrong that those who do subscribe to the services should be completely swamped by freeloaders who rapidly drive prices beyond their reach whenever they try to place a ShareFinder-inspired buying or selling order.

ShareFinder International is currently, on a one on one basis, bringing on board users of the new vastly improved SF6 module which is a “cloud-based” service that has effectively ended the need to download data every day thus bringing to an end the error prone problems of high-speed data processing. As part of this process we will shortly withdraw the “buggy” and error-prone Beta versions of the software which so many have had free access to.

Similarly, we have decided that we have to take action to shut off free access to the Prospects newsletter service and my Friday Predicts column which has long formed a part of it. Regretfully then, subscribers to the service who continue to pass it on to friends and the individual in the USA who sells subscriptions to the service without our permission, will shortly find their access to it terminated.

While I am away subscribers will receive a somewhat simplified “Predicts” column which will offer them a close-up view of the ShareFinder projections of **New York’s Standard and Poors 500 Index** so that you can see whether there is any deviation from the predictions the programme has been making for so many months in advance of the current bear market and, more importantly, whether the predicted bottoming-out timing is likely to change at all. It will look like the following graph:

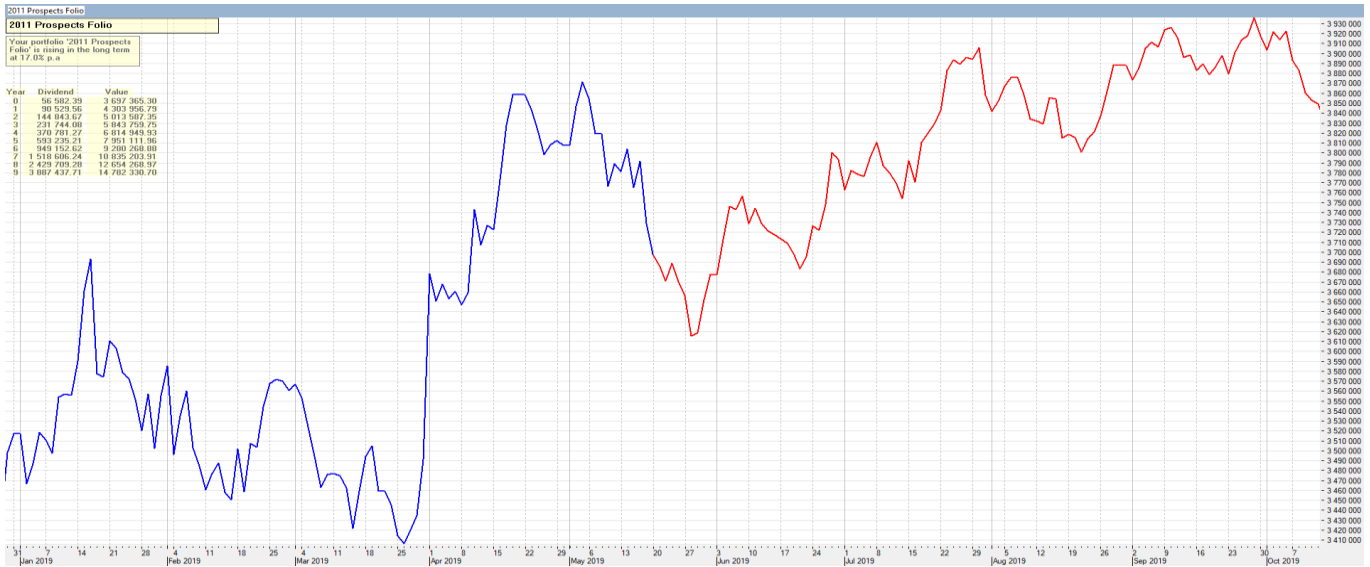


As you can see it continues to project that Wall Street will bottom on or about August 14 following my return from Europe.

Meanwhile the **JSE All Share Index** is similarly projected to bottom on or about August 19 as my following graph suggests:



The Prospects portfolio is nearly over its brief phase of weakness and is likely to continue rising from May 28 onwards:



Meanwhile your JSE Blue Chip buying opportunities this Friday are:

Name	Close	3 Month Price Gro...	5 Year Price Gro...	Dividend Growth	Grade	Risk	Total Return	Rating
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The following shares, combine exceptional fundamental quality with high historic dividend growth rates:

ITLTILE	14.16	4.01	11.85	62.99	1 198.5	-26.63	14.26	Fair.
SABVEST	49.00	-42.17	2.46	51.17	5 761.0	27.04	3.57	Costly.
MONDIPLC	302.94	-38.50	11.70	43.77	746.4	-12.62	14.87	Cheap.
MONDILTD	302.83	-42.76	11.58	43.76	746.2	-14.18	14.75	Cheap.
RICHEMONT	104.17	3.92	-1.30	40.32	825.2	-23.33	-1.30	Fair.
ASSORE	358.54	-0.56	-1.67	34.93	1 264.9	142.00	3.24	Costly.
JSE	142.15	-34.71	7.47	24.50	374.7	2.70	11.12	Cheap.
ADAPTIT	5.90	5.04	-5.06	24.22	844.0	37.43	-2.74	Very cheap.
AFRIMAT	30.45	27.07	12.92	23.37	402.1	-7.23	14.52	Fair.
AECI	96.31	40.75	-4.02	21.87	420.5	-13.70	0.26	Fair.

Though the following shares may carry a greater degree of risk, these have achieved the highest historic dividend growth rates:

TRANSCAP	20.20	97.78	27.70	1 273.19	12 906.6	-9.33	29.92	Fair.
TRADEH	12.80	136.65	-2.42	96.25	6 446.4	33.17	0.19	Cheap.
ASTRAL	182.15	62.33	14.12	82.36	2 353.1	66.67	20.82	Cheap.
MERAFE	1.22	-43.67	1.46	74.91	706.8	47.14	10.61	Very cheap.
ACCELERAT	3.44	-39.96	-7.75	68.40	775.6	-7.78	8.54	Very cheap.
SAFARI	5.00	40.77	-11.36	60.02	674.3	-31.78	0.44	Fair.
FINBOND	3.98	-56.23	6.79	53.04	1 097.4	38.82	8.63	Fair.
DELPROP	2.64	-74.84	-20.38	47.52	443.9	29.47	13.80	Very cheap.
NUWORLD	45.50	20.04	18.40	37.27	550.8	9.44	24.16	Fair.
MAS	21.02	-16.64	1.48	33.23	7 968.9	-13.10	6.30	Cheap.

The following shares, combine exceptional fundamental quality with high historic rates of price growth:

AFRIMAT	30.45	27.07	12.92	23.37	402.1	-7.23	14.52	Fair.
CAPITEC	1 329.00	27.15	42.98	20.49	551.0	40.57	44.03	Costly.
CLICKS	195.54	53.45	25.41	16.57	440.4	-5.11	27.03	Fair.
NASPERS-N	3 210.00	10.15	24.03	11.69	4 638.7	7.95	24.19	Fair.

Though the following shares may carry a greater degree of risk, these have achieved the highest historic price growth:

TRANSCAP	20.20	97.78	27.70	1 273.19	12 906.6	-9.33	29.92	Fair.
ASTRAL	182.15	62.33	14.12	82.36	2 353.1	66.67	20.82	Cheap.
FINBOND	3.98	-56.23	6.79	53.04	1 097.4	38.82	8.63	Fair.
NUWORLD	45.50	20.04	18.40	37.27	550.8	9.44	24.16	Fair.
PSG	247.41	-8.86	19.57	31.87	366.0	26.80	21.04	Fair.
WILDRNESS	8.00	364.91	14.86	29.52	828.5	11.20	16.89	Fair.
KAP	7.22	-32.69	12.87	25.75	384.3	-18.95	15.42	Very cheap.
MARSHALLS	5.90	73.93	29.67	25.08	417.2	-5.08	30.84	Costly.
CMH	22.81	44.42	11.31	24.73	420.7	25.75	17.49	Cheap.
FAIRVEST	2.05	-19.29	7.17	22.99	348.8	-15.01	17.40	Fair.

The month ahead:

New York's SP500: I correctly predicted a brief gain, another decline on May 20 and I continue to predict a recovery from May 28 to June 11 before the decline resumes until mid-August with a probable double bottom in mid-September before a recovery begins till the end of the year.

London's Footsie: I correctly predicted a final recovery to peak around May 16th and now I continue to see it sliding until late September with a second bottom around the end of January.

Hong Kong's Hangsen: I correctly predicted that Hong Kong would lead the pack down with the current decline likely to continue down until the end of June. Thereafter I see gains until mid-December.

JSE Industrial Index: I correctly predicted a brief recovery followed by another decline which I still see lasting until May 29. Thereafter I see a brief recovery until June 13 before the next decline begins running down until mid-August.

Top 40 Index: I correctly predicted a decline until mid-August and I continue to see a brief interim recovery from May 30 to July 8 before the final run to the bottom around August 19.

ShareFinder Blue Chip Index: I correctly predicted a volatile sideways trend which is likely to establish a ceiling around the 945 000 level and I still see a brief sting in the tail between July 10 and August 12 before a fresh bull market is established to a November peak followed by declines until mid-April.

Gold shares: I correctly predicted the beginning of a recovery which I expect to last until mid-December.

Gold Bullion: I correctly predicted a long declining trend that I continue to predict will last until the first quarter of 2020. Additionally I correctly predicted the start of a brief interim recovery which has now begun and should last until early June followed by declines into the first week of July followed by a brief recovery until July 24 and then a resumption of the decline until late November.

The Rand/US Dollar: I correctly predicted a recovery which I continue to see lasting at least until September with a final peak likely to occur around mid-December.

The Rand/Euro: I correctly predicted that the Rand would continue strengthening relative to the Euro until mid October and I still foresee an interim phase of weakness between mid-July and mid-August.

The Predicts accuracy rate on a running average basis over the past 708 weeks has been 85.13%. For the past 12 months it has been 94.06%.