

Alpesh Patel's August Newsletter

Exclusively for ShareScope Alpesh Patel Special Edition Subscribers

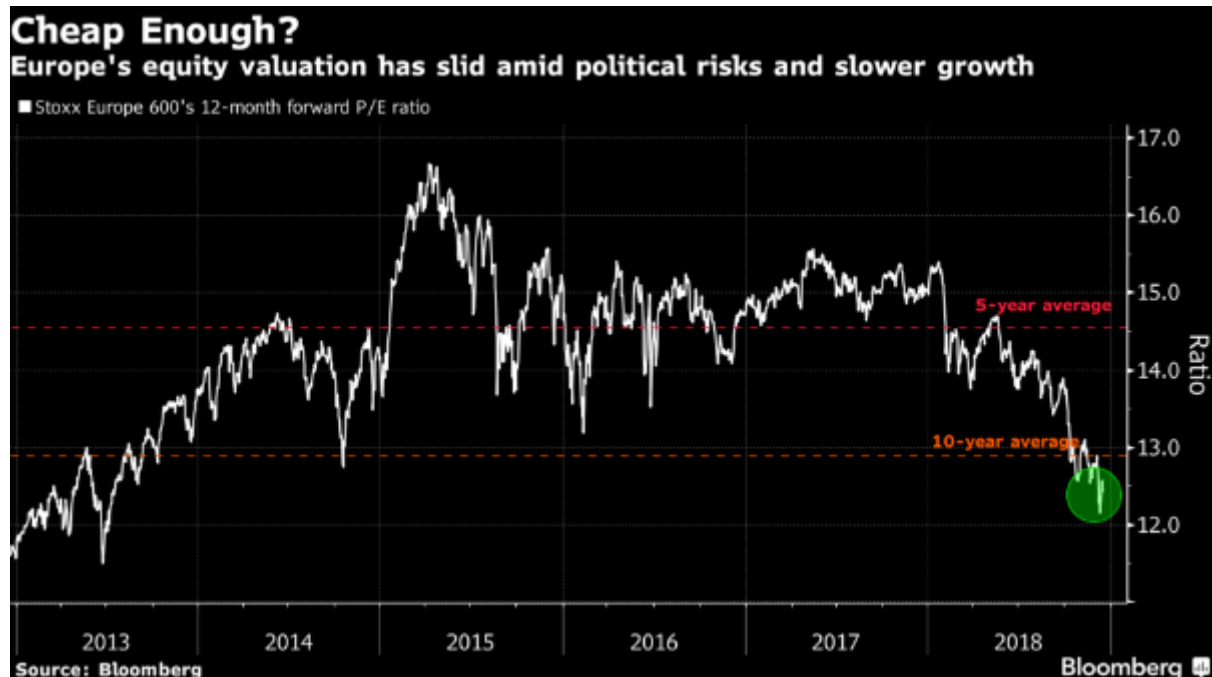
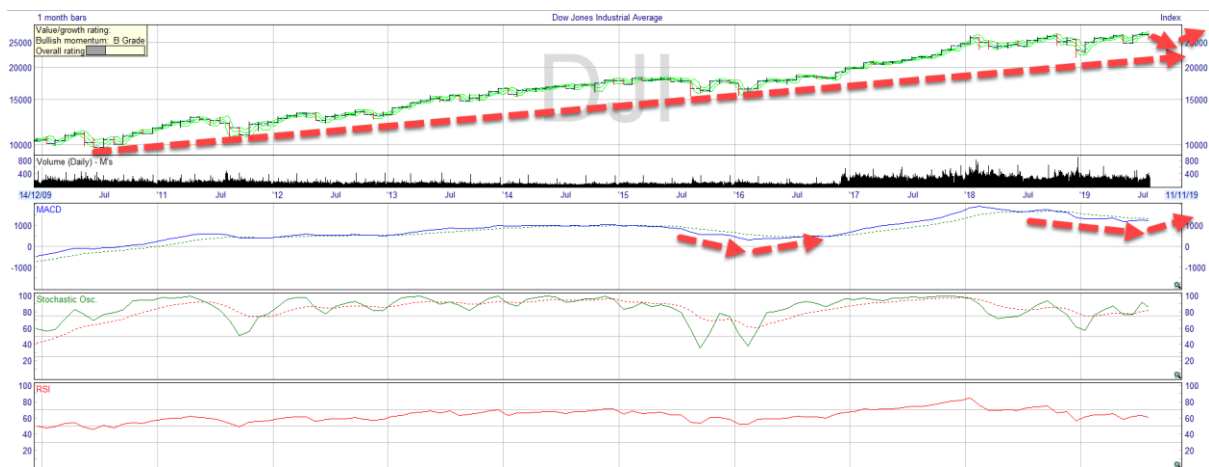


14 August 2019

Overview

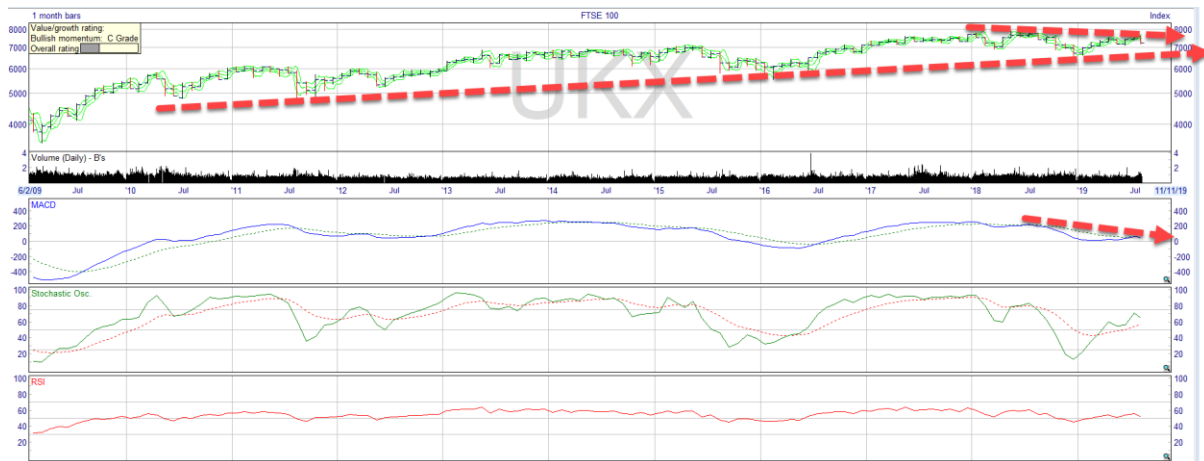
Well that turned around quick. I am not worried about equities.

The chart below is why for Europe alone I remain bullish. I have shown what I think will happen, based on past experience. The long upward trend is the key one. That is not near breaking (or indeed being tested).



As for the FTSE, I could make the case for a negative divergence on the MACD, and this would lead to short term falls, but the longer term trend is intact.

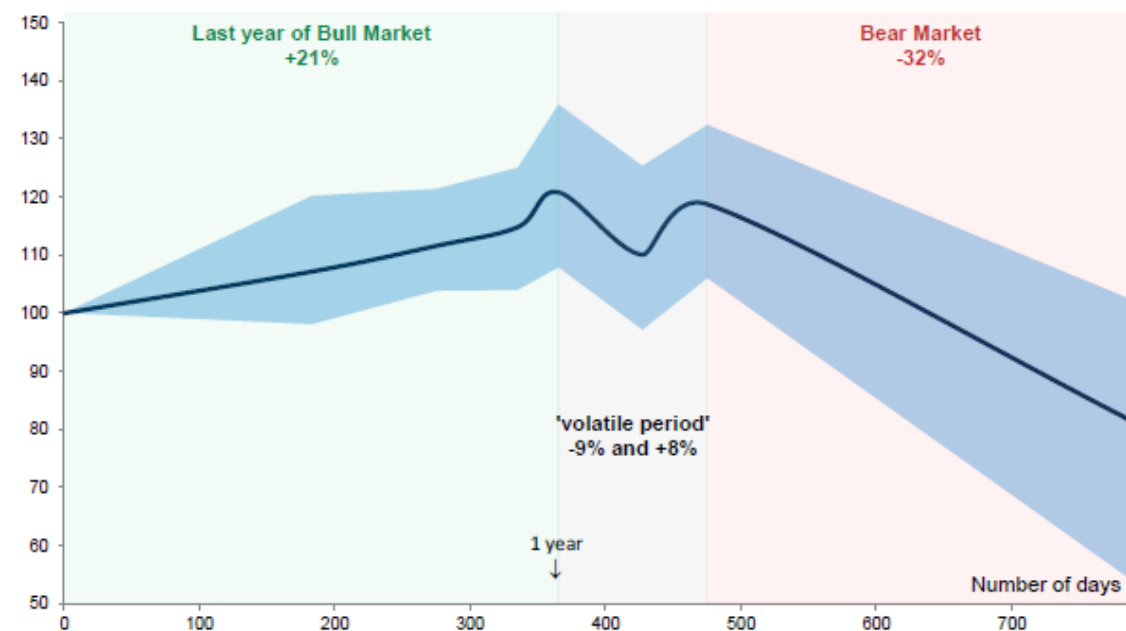
Whilst it could move in the narrow range by the two converging arrows, nicely timed to coincide with Brexit, with an eventual breakout which cannot be guesses yet – but I suspect to the upside because if the £ falls, the FTSE rises and if Brexit is softer, FTSE rises.



This year will be one of the positive ones for the US markets!

Exhibit 5: The 'typical' profile of the 'Bear Market Bounce'

Average returns and length of the S&P one year before and during a bear market (ex 1998)



Source: Bloomberg, Goldman Sachs Global Investment Research

Fear, Hope, and Greed



Equities

I just see so many companies to choose in UK and US markets with an Alpesh Patel 8 or 9 rating, based on our algorithms which analyse income, growth and value.

I'm picking the highest rated stocks on my algorithm which datamines based on valuations, growth of the companies and the income they generate – to make sure I have comings paying out, growing fast and still well valued. What more could we want?

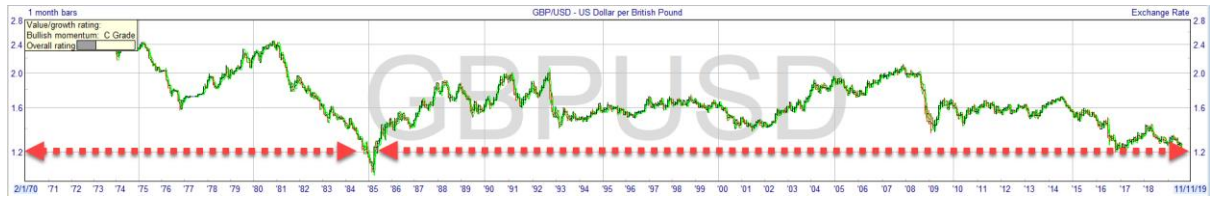
03 List: FTSE 350 - All sectors - Alpesh Table (Linked)		
No.	Name	Alpesh value/ growth rating
1	Aggreko PLC	9
2	National Express Group PLC	9
3	Polymetal International PLC	9
4	4imprint Group PLC	8
5	B&M European Value Retail SA	8
6	BAE Systems PLC	8
7	Barratt Developments PLC	8
8	BCA Marketplace PLC	8
9	Beazley PLC	8
10	British American Tobacco PLC	8
11	ConvaTec Group PLC	8
12	Dunelm Group PLC	8
13	EI Group PLC	8
14	Experian PLC	8
15	Fisher (James) & Sons PLC	8
16	Future PLC	8
17	GlaxoSmithKline PLC	8
18	Greencore Group PLC	8
19	Hargreaves Lansdown PLC	8
20	Howden Joinery Group PLC	8
21	Informa PLC	8
22	Intertek Group PLC	8
23	London Stock Exchange Group PLC	8
24	Meggitt PLC	8
25	PageGroup PLC	8
26	Pets at Home Group PLC	8
27	Rotork PLC	8
28	Spirent Communications PLC	8
29	Wetherspoon (JD) PLC	8

No.	Name	Alpesh value/ growth rating	EPIC
1	AT&T Inc	9	T
2	Atkore International Group Inc	9	ATKR
3	Atlantica Yield PLC	9	AY
4	Brookfield Asset Management Inc	9	BAM
5	Carlisle Companies Inc	9	CSL
6	Celanese Corp	9	CE
7	Celgene Corp	9	CELG
8	Central European Media Enterprises Ltd	9	CETV
9	Constellium NV	9	CSTM
10	Delek Logistics Partners LP	9	DKL
11	DR Horton Inc	9	DHI
12	Elevate Credit Inc	9	ELVT
13	Encore Capital Group Inc	9	ECPG
14	Enova International Inc	9	ENVA
15	Jazz Pharmaceuticals PLC	9	JAZZ
16	Merck & Co Inc	9	MRK
17	Monotype Imaging Holdings Inc	9	TYPE
18	North American Construction Group Ltd	9	NOA
19	Polaris Industries Inc	9	PII
20	Qudian Inc	9	QD
21	Southern Co (The)	9	SO
22	Spartan Motors Inc	9	SPAR
23	Abbott Laboratories	8	ABT
24	Air Lease Corp	8	AL
25	Air Products & Chemicals Inc	8	APD
26	Akamai Technologies Inc	8	AKAM
27	Alamo Group Inc	8	ALG
28	Albany International Corp	8	AIN
29	Alleghany Corp	8	Y
30	Alliance Data Systems Corp	8	ADS
31	Alliant Energy Corp	8	LNT
32	Alphabet Inc	8	GOOG
33	America's Car-Mart Inc	8	CRMT
34	AmeriGas Partners LP	8	APU
35	Amerisafe Inc	8	AMSF
36	Aptiv PLC	8	APTV

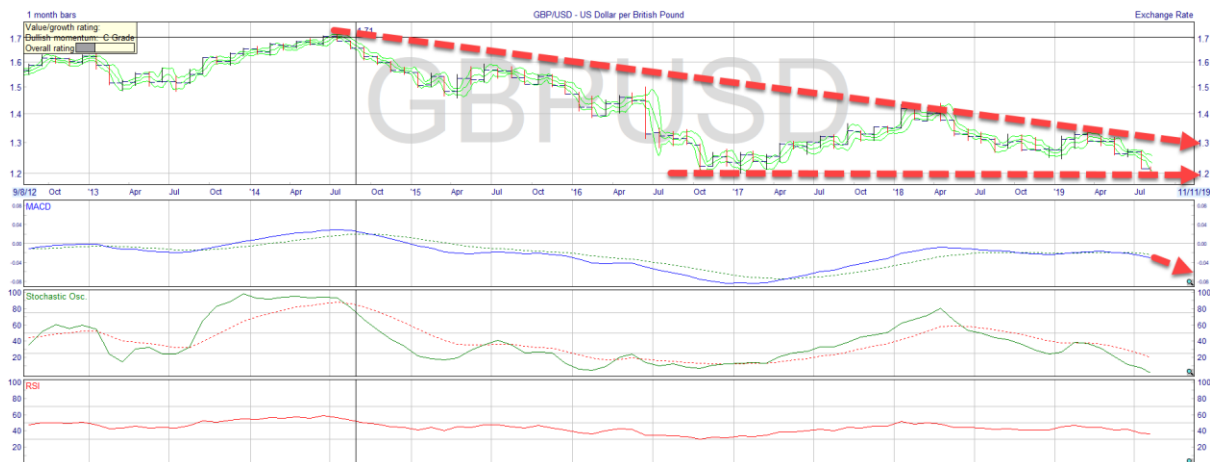
Forex

Some of my views I've shown with arrows.

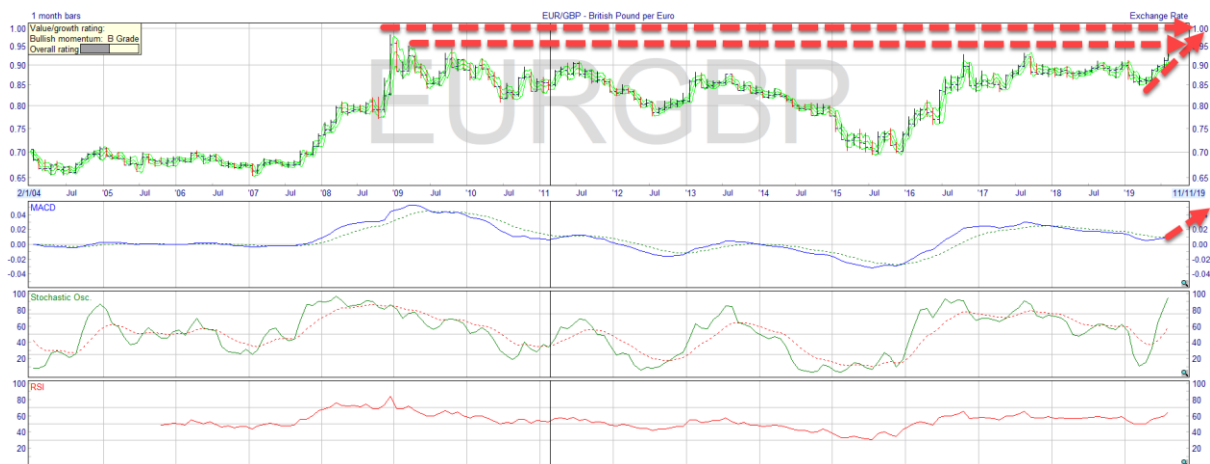
Well – GBP does look like lows comparable to 1985 are possible. It cannot be taken off the table.



Usually such triangle formations lead to a fall below the horizontal support:



For EURGBP – I am afraid you have to put your money on parity.



ETFs

To get away from the Brexit risks, take a look at these Exchange Traded Funds.

No.	Name	Price% 3 months ago ▼	Alpesh overall rating
1	ETFS 3X Daily Long Nickel	▲ 114.85	<div><div></div></div>
2	XBT Provider Bitcoin Tracker Euro ETF	▲ 99.23	<div><div></div></div>
3	ETFS Leveraged Nickel	▲ 69.05	<div><div></div></div>
4	Boost Gold 3x Leverage Daily ETP	▲ 67.51	<div><div></div></div>
5	Boost Natural Gas 3x Short Daily	▲ 59.64	<div><div></div></div>
6	Boost Silver 3x Leverage Daily ETP	▲ 57.95	<div><div></div></div>
7	iShares V plc - iShares S&P Commodity Prodi	▲ 55.89	<div><div></div></div>
8	Boost Gold 3x Leverage Daily ETP	▲ 55.41	<div><div></div></div>
9	L&G Gold Mining UCITS ETF	▲ 55.38	<div><div></div></div>
10	ETFS 3X Daily Long Gold	▲ 55.07	<div><div></div></div>
11	ETFS 3X Daily Short Natural Gas	▲ 50.16	<div><div></div></div>
12	Boost Natural Gas 3x Short Daily ETP	▲ 48.21	<div><div></div></div>
13	Market Vectors Junior Gold Miners A Shares	▲ 47.23	<div><div></div></div>
14	ETFS 3X Daily Long Silver	▲ 46.68	<div><div></div></div>
15	Boost Silver 3x Leverage Daily ETP	▲ 46.67	<div><div></div></div>
16	ETFS 5X Long USD Short GBP	▲ 45.36	<div><div></div></div>
17	Market Vectors Gold Miners A Shares	▲ 44.85	<div><div></div></div>
18	iShares V plc - iShares S&P Commodity Prodi	▲ 44.78	<div><div></div></div>
19	L&G Gold Mining UCITS ETF	▲ 44.28	<div><div></div></div>
20	Boost EuroSTOXX Banks 3x Short Daily	▲ 43.64	<div><div></div></div>
21	ETFS 3X Daily Long Wheat	▲ 41.68	<div><div></div></div>
22	Lyxor ETF Turkey €	▲ 39.95	<div><div></div></div>
23	ETFS 5X Long EUR Short GBP	▲ 39.73	<div><div></div></div>
24	ETFS 3x Long JPY Short GBP	▲ 37.62	<div><div></div></div>
25	iShares MSCI Turkey	▲ 37.57	<div><div></div></div>
26	HSBC MSCI Turkey ETF	▲ 36.71	<div><div></div></div>
27	Boost Brent Oil 3x Short Daily ETP	▲ 35.84	<div><div></div></div>
28	Leverage Shares PLC 2x Visa ETP	▲ 35.11	<div><div></div></div>
29	Boost Gold 2x Leverage Daily ETP	▲ 35.06	<div><div></div></div>
30	ETFS Leveraged Gold	▲ 34.69	<div><div></div></div>
31	Boost Natural Gas 2x Short Daily ETP	▲ 34.28	<div><div></div></div>
32	ETFS Leveraged Precious Metals DJ-AIGCI	▲ 33.80	<div><div></div></div>
33	ETFS Nickel	▲ 32.29	<div><div></div></div>
34	UBS AG ETC (CMCI Nickel) \$	▲ 32.17	<div><div></div></div>
35	Boost BTP 10 Year 3x Leverage Daily	▲ 31.56	<div><div></div></div>

For Your Personal Perusal

Some interesting things you might like:

Beginners and Experts

This is the difference between beginners and experts



■ Big Wins (10.00%) ■ Small Wins (38.00%)
■ Small Losses (38.00%) ■ Big Losses (14.00%)

Beginners

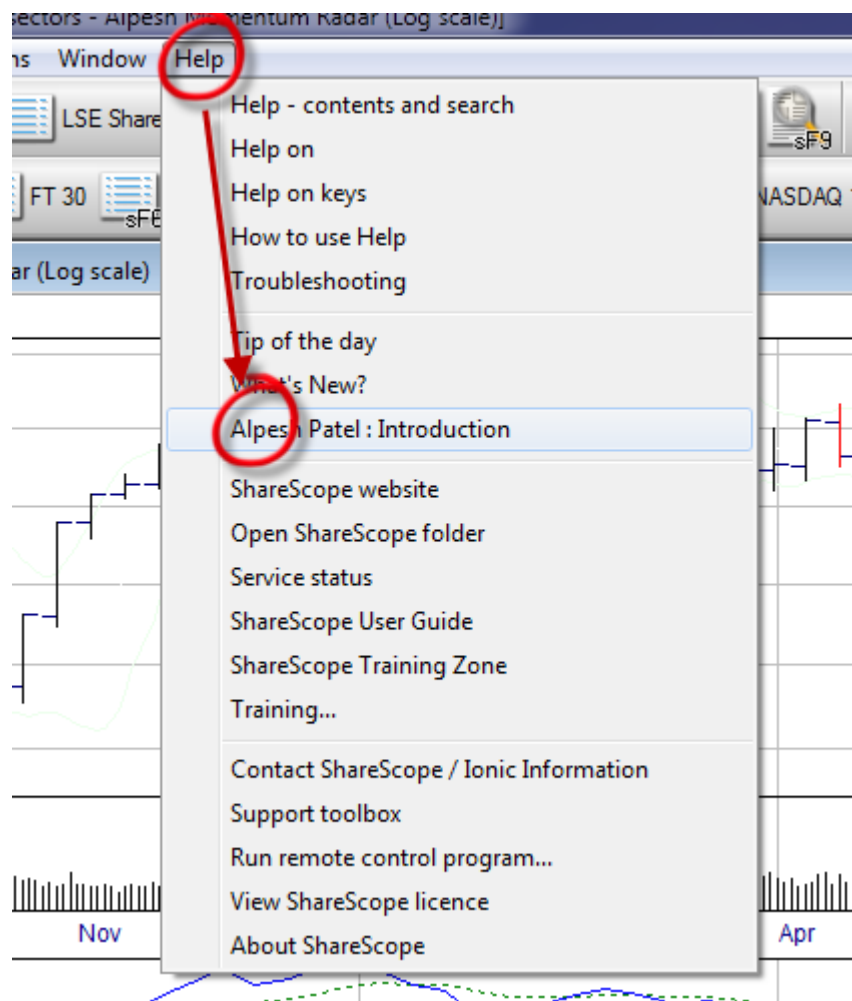
Most lose money because of their big losses



■ Big Win (14.00%) ■ Small Win (43.00%)
■ Small Loss (43.00%) ■ Big Losses (0.00%)

Experts

10% of private investors and all hedge fund managers are in this group - and they are profitable



Personal Thoughts

Another fantastic month. This time speaking about algorithms and AI in investing to the London Stock Exchange.



I also through my online courses educated over 4,000 students in July on finance.



I was on the BBC to speak about Amazon, the markets, the new PM, and tech:



You can see it on my Twitter @alpeshbp

I reposted an article by myself and the now Home Secretary:

Let's embrace the new opportunities for prosperity Brexit has opened up

AUTUMN we were on opposing sides of the Brexit debate, one the employment minister and the other an investment minister in London, there is one thing we are in absolute agreement on: Britain has opportunities ahead and there is a job to do to ensure the country becomes as great as it can be.

We have no time to waste imagining what might have been. It's time to get on and seize the day.

We are not purely talking up Britain and extending the world that the country is open for business: the UK has, one of the most highly skilled workforces in the world, opportunities for phenomenal growth, from infrastructure to life sciences, the best research facilities, the greatest global brands, world-class business centres, and is one of the easiest places in the world to do business. We are highlighting the new opportunities that may be overlooked in the post-independence scenario.

Think, if you're an investor or have the potential to support, you have a once-in-a-lifetime opportunity to take advantage of an overnight growth in demand for your skills globally for Britain, a trading nation, a boost in our exports will help balance our trade deficit but more importantly will create new British exports and increase the sales and profitability of existing ones. Investors will have higher costs imposed on them for a time, and it would be able to say there will be productivity gains as a result, but that is the opportunity.

Of course we have to be mindful of employees and businesses concerned about uncertainty, but the best thing about the new opportunities is to embrace the best thing businesses can do is to act on opportunities that have opened up in this new environment. The support that was available from government agencies before the vote will end - please see it, whether as a member of the workforce or a business person.

Brexit must also be used to establish global trading connections with fast-growing markets to enhance our future prosperity. More than that, our liberal free trading partners should see us become a confident and assertive proponent of global free trade in international fora such as the World Trade Organisation. We are already seeing our friends in the Anglosphere sending us positive messages on future trade deals, and it is clear that the US wants us at the front of the queue rather than the back.

As a beacon of global free trade and enterprise, we should go into our negotiations with the EU with confidence that we can achieve full terms of withdrawal, securing a continuation of our bilateral trade between the countries of the EU and the UK should be the utmost priority for negotiations in particular. However, and where capital rules across Europe. As the German equivalent of the UK has made clear, trade is mutually beneficial and investment in the UK's withdrawal from the EU should not stand in the way of doing what is best for business and consumers.

The stock market fall will give those fortunate enough to be part of our shareholding democracy a chance to share in the success of a new

Priti Patel & Alpesh Patel



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business landscape by investors since it was introduced in 2013, for instance. And in the future, without EU restrictions on their mobility, the government will be able to support businesses suffering from short-term decline with financial assistance.

In the wake of the vote, we are already seeing our efforts to bring new global investment into all parts of the United Kingdom by giving the message out around the world about the new opportunities emerging in Britain. If you're an overseas investor, you've got a choice to make: choose to invest in Britain at a higher price because of the exchange rate. By investing here, you also tap into a highly talented workforce, access incredible intellectual property and facilities for world-class R&D.

Our vision is to make doing business in Britain easier than in any other country, creating value growth and more jobs. All sides of the debate know that it is a worthy goal. And if you want to see this at work in its early stages, look at the positive comments in the Indian press about the prospects for a future trade deal with Britain outside the EU. Make us one of the largest investors in Britain, and deepening our ties with rapidly growing markets.

We need a calm, stable, open and robust economy in which all sectors of society share in our prosperity. To achieve this, both politicians and business must move forward with a common vision to make the most of the opportunities that are opening up for Britain outside the EU.

© Priti Patel MP is Minister of State for Employment. Alpesh Patel is Chief Executive of Producers Partners, a UK-based global asset manager.

And I was working in the Middle East, raising funds for my new hedge fund:

