

**WEEKLY JAPANESE NIKKEI STOCK
MONDAY, MARCH 28, 2022**

Review: The Nikkei closed last week at 28,149, up 1332 points from the prior week. The low of the shortened week was 27,076 on Tuesday, March 22, and the high was on Friday, March 25, at 28,338. The close was above last week's resistance, which is bullish again. The close was also above the weekly TIP (Trend Indicator Point) for the 2nd week, which means it remains "neutral."

Preferred Primary Cycle Labeling: This begins the 3rd week of a newer 12-20 week primary cycle off the low on March 9 at 24,681, which may also have been the longer-term 25-month MA.

If this is the 3rd week of both the primary and 25-month cycle, then, as stated last week, "... the Nikkei will be bullish for at least 8 weeks. It will likely test or make a new yearly high. If it is a new primary cycle and not the end of the 25-month cycle, the Nikkei is apt to be bearish and top out in the next 4 weeks, or weeks 2-5 of the new primary cycle. It would not make a new all-time high."

Shorter-term, the Nikkei is rallying to the crest of its first major cycle, after which a corrective decline is due to its major cycle trough in weeks 4-7.

Alternate Primary Cycle Labeling: There is none. The only question is whether the low of March 9 was also a longer-term 25-month cycle trough. If so, it is bullish. If not, this rally would likely end within the next two weeks and turn down again.

As stated last week, "... the Nikkei is still declining to its 25-month cycle trough, due April 2022 +/- 4 months. It will need to close above the 36- and 54-week moving averages to confirm the low is in (see "Technical" section below)." My bias is that this is a new 25-month cycle too and begins the second 25-month cycle phase of the greater 4.17-year cycle. The test to its bullish or bearishness will come as prices challenge the 30,795 high of September 14, 2021.

Geocosmics: The new cycle low of 24,681 on March 9, can now be confirmed as a primary cycle trough as it was within three trading days of our March 4-7 three-star CRD.

The 3-star CRD of March 18-21 +/- 3 trading days of last week has coincided with a "breakout to the upside," which is one of the ways markets react under strong Uranus aspects. March 19 and 22 found first Venus, then Mars, making a square to Uranus. Instead of reversal, the Nikkei "gapped up" entirely above the prior week's trading range.

Now we have several factors to consider in regard to geocosmics and their correlation to critical reversal dates. First, we note that Venus and Mars are about to conjoin Saturn on March 29 and April 4-5. That coincides with a reversal, near its midpoint of April 1. We could also consider the entire period of Venus and Mars square Uranus and both Venus and Mars conjunct Saturn, which lasts from March 19-April 5, and gives a midpoint of March 27-28 (now). With the Saturn

aspects coming up March 29-April 5, there is reason to think stock markets could have a pull back then.

Yet the greatest aspect underlying this rally is the Jupiter/Neptune conjunction of April 12. This is an aspect of euphoria and irrational exuberance, or hysteria and panic. It appears it is behaving more in alignment with the former. If so, this rally could gain even more momentum until it peaks April 12 +/- 1 week.



Price Objectives and Patterns: The 25-month cycle low in the Nikkei is due April 2022 +/- 4 months. The low of March 9 at 24,681 was in the price objectives ranges as given before as “23,576 +/- 1020 or 24,711 +/- 708.” Last week’s report stated, “Those levels are now being achieved with last week’s low of 24,681. The decline from the high of Sept 14 has now been 19.85%, which is now the steepest decline since the ... low of March 2020 was 32.16%. A close above 28,750 would probably be needed for that confirmation.” It’s close to confirming as the close of last week was 28,149.

That low of March 9 was also in the downside price target for the final primary cycle trough, based on the second half-primary cycle pattern, at 24,536 +/- 573. Previously we stated, “If so (March 9 was the low), a sharp 2-5 week rally is due for the crest of the next primary cycle if the 25-month cycle low is also still ahead, or 8-13 weeks if the 25-month cycle just formed too. In the first case of a 2-5 week corrective rally, the price target would be back to 27,738 +/- 721. In the second case (that this is a new 25-month cycle), the rally would likely be back to 30,000 or more.” We are now in the upper part of the first price target, so there may be some resistance here.

Last week was also a “gap up” week at 26,862-27,076. That is not support. A close of this gap will become a bearish signal. If there is a weekly close below the close of the prior week at 26,827, that is a stronger bearish signal that at least a major cycle crest, if not a primary cycle crest, has been completed.

If last week’s high is a trading cycle crest, then we could see a corrective decline back to 26,510 +/- 432, perhaps into the end of the week when Venus conjoins Saturn. Any market making a low then is a candidate to buy.

Last week's close of 28,149 is *above both* the 13-day moving average (MA) of 26,291 and the 39-day MA at 26,663, and the shorter MA *remains below* the longer MA, which means this study remains "neutral." If the Nikkei falls back below both, it will be downgraded back to "bearish." If prices remain above both MAs with the faster MA also above the slower, it will be upgraded to "bullish."

The weekly MA study also remains "bearish." The closing price was slightly *below* both the 36-week moving average at 28,198 and the 54-week MA at 28,459, and the shorter MA is *below* the longer MA, which is "bearish." If prices close above both MAs now, it will be upgraded to "neutral." If prices can close above both MAs, with the shorter moving average turning back above the longer, it will be upgraded to "bullish."

The 15-day slow stochastics start this week with K at 98.64% and barely *above* D at 98.02%. They are way overbought, which means a pause or a decline may be readying this week., but that by itself won't necessarily be bearish for the primary cycle. It is more likely a buying opportunity.

The weekly stochastics have also turned up higher and now read K = 41.16% and above D at 25.02%. As stated last week, "*If they can get above 25% with K widening its distance above D, it will be a bullish sign.*" That is happening.

Technical Support and Resistance: Weekly support is 27,951-27,953, 27,782, **27,371-27,518**, and 27,290. A weekly close below **27,371** will be bearish. A trade below 27,371 and a weekly close back above **27,518** would be a bullish trigger. Weekly resistance is now 28,343-28,345, **28,633-28,781**, 29,052, and 31,457. A weekly close above **28,781** will be bullish. However, a trade above 28,781 followed by a close back below **28,633** would be a bearish trigger.

The weekly trend indicator point (TIP) is now at **26,448**. The TIP will be upgraded to a trend run up if the Nikkei closes up this week.

Another new bullish crossover zone just formed at 27,386-27,518 to go along with the one that formed the prior week at 25,682-26,006. Others remain in effect at 24,777-24,862, 23,289-23,679, 22,649-22,868, 20,749-21,192, 17,266-17,847, 15,546-15,882, 14,813-14,919, 11,761-11,949, 10,544-10,622, 10,114-10,193, 9164-9247, 8697-8738, 8280-8441, and 8123-8167. These are all support zones now. It closed below others recently at 29,211-29,305, and **29,651-29,925**, so these are now resistance.

Bearish crossover zones remain in effect at 29,352-29,466 and **29,638-29,897**. The Nikkei closed above another bearish crossover zones that had formed the prior week at 25,682-26,741 and other previously at 23,289-23,399, 22,160-23,078, 22,276-22,579 and 16,069-16,347, and 14,813-15,024, so these all act as support now.

Strategy for this week: Position traders are flat and may buy at 27,500 +/- 60 with a stop-loss on a close below 24,681 or 25,682 depending on your risk allowance.

Aggressive traders are flat and may buy at 27,500 +/- 60 with a stop-loss on a close below 25,682.

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