

Forum:[Hack Forums](#)

Thread: [2016 Stock Market Crash](#)

thales - March 1, 2016, 8:07 pm

Stock market crash coming in 2016, no doubt. Here is some factual information to back up my claim.

Unemployment up: In the week ending February 20, the advance figure for seasonally adjusted initial claims was 272,000, an increase of 10,000 from the previous week's unrevised level of 262,000. The 4-week moving average was 272,000, a decrease of 1,250 from the previous week's unrevised average of 273,250.

Source: <http://www.dol.gov/opa/media/press/eta/eta20152015.pdf>

Oil production at a 43 year HIGH (Oil in general is bad): The U.S. pumped an average of 9.43 million barrels per day last year, according to new government figures. That's the highest level since 1972 and represents an impressive growth of 89% since 2008.

Source: <http://money.cnn.com/2016/03/01/investing/us-oil-production-near-record-opec>

Billionaires Dumping Stocks: For example, at the end of the second quarter of 2012, Berkshire Hathaway held 10.33 million shares of Johnson & Johnson. (1) At the end of the second quarter of 2014, it held only 327,100 shares. (2) Over a two-year period, Buffett's holding company sold off 96.8% of its holdings in Johnson & Johnson.

Berkshire Hathaway also culled its holdings in Kraft Foods Group, Inc. (NASDAQ/KRFT). In the second quarter of 2012, Warren Buffett's holding company held 58,826,390 shares; two years later, it held just 192,666 shares. That represents a 99.7% sell-off.

In position number seven, The Procter & Gamble Company (NYSE/PG) is still one of Warren Buffett's top holdings. That said, Berkshire Hathaway currently owns 52,793,078 shares of Procter & Gamble, or two percent of the company. But four years ago, it held 59.6 million shares. In just four years, Warren Buffett has dumped 11.5% of his holdings in Procter & Gamble.

Source: <http://www.profitconfidential.com/economic-analysis/upcoming-stock-market-crash/>

More predictions of well accredited people:

http://www.marketwatch.com/story/why-tom-demark-is-predicting-an-ugly-fall-for-the-sp-500-in-march-2016-02-25?mod=MW_story_recommended_default&Link=obnetwork

<http://thesovereigninvestor.com/exclusives/80-stock-market-crash-to-strike-in-2016/>

China: The Chinese Bubble Has Begun to Pop. All time new lows.

Source:

<http://www.zerohedge.com/news/2016-02-28/china-stocks-crash-down-more-4-fresh-15-month-lows>

Student Loans: The U.S. government backs nearly all student loans, so ratings agencies pin a high credit rating to these debts, even though a student may not have the ability to repay. Right now, the government is on the hook for over \$1.2 trillion in outstanding student loans that need to be paid back.

Patterns before last recession(s):

Retail Sales have dropped the most since before the last recession. The same is true with wholesale sales.

U.S. factory orders fell in December of 2015 by the most in a year, according to the Commerce Department.

Real U.S. GDP growth is slowing.

U.S. export growth has been weakening.

Corporate profits are declining.

Stocks are OVERPRICED:

Chart ([Click to View](#))

[img]<http://static4.businessinsider.com/image/53b14625ecad040764867678-855-586/shiller%20pe%20with%20rates.jpg>[img]

VIEW THIS CHART

S&P 500 Breaking trendlines and LOW volume:

Chart ([Click to View](#))

[img]http://www.profitconfidential.com/wp-content/uploads/2016/02/SP-500-Large-Cap-Index-Chart.jpg[/img]

VIEW THIS CHART

Dow Jones 10 year trendline broken:

Chart ([Click to View](#))

[img]http://moneymorning.com/wp-content/blogs.dir/1/files/2016/02/shah-stock-chart-01.jpg?f30db4[/img]

VIEW THIS CHART

Some ETF's to bet against the market and make money OFF the crash:

VXX: iPath S&P 500 VIX ST Futures ETN
VIXY: ProShares VIX Short-Term Futures
FAZ: Direxion Daily Financial Bear 3X ETF
DWTI: VelocityShares 3x Inverse Crude Oil ETN
SQQQ: ProShares UltraPro Short QQQ
UVXY: ProShares Ultra VIX Short-Term Futures

Small disclaimer:

I am not responsible for losses or gains based on what you've read from this post. This is purely my opinion from my experience and research. I will not be held liable for any monetary issues you stumble upon. All information is property of the sources posted; if no source posted it can be found online. I do not identify or am a certified financial advisor or any sort of economist.

K?ng - March 1, 2016, 9:20 pm

Great post, very informative of the current situation of the global markets. To add to your SPX500 chart analysis: There is a bearish divergence between the increasing value and the volume over the past 7 years.

thales - March 1, 2016, 9:45 pm

(Mar 1, 2016 10:20 PM)K?ng Wrote: ([CITE](#)) Great post, very informative of the current situation of the global markets. To add to your SPX500 chart analysis: There is a bearish divergence between the

increasing value and the volume over the past 7 years.Thanks :D I'll add some more tomorrow if I feel up to it. Feeling super lazy now lmao.

K?ng - March 1, 2016, 9:55 pm

(Mar 1, 2016 10:45 PM)thales Wrote: [\[CITE\]](#) Thanks :D I'll add some more tomorrow if I feel up to it. Feeling super lazy now lmao.

As it is right now, it's already superb. I'm not much of a fundamental analysis fan but the info you put together are spot on.

YerMad - March 2, 2016, 1:31 am

It's kind of tough to bet against the market with those stocks you listed because we don't know when (or if) the stock market will crash and they are made for holding short term. Do you know if there's any non leveraged ones that are safe to hold long term?

Ropsled - March 2, 2016, 5:00 am

I just watched 'the big short', great movie. It made me think that if there is another big crash, I doubt it will be in the market which everybody thinks it will be in. More likely a different market that nobody was expecting. SP500 and DJI is simply far too obvious, they might drop some more, but I think the real chaos will be somewhere else.

thales - March 2, 2016, 7:14 am

(Mar 2, 2016 06:00 AM)Ropsled Wrote: [\[CITE\]](#) I just watched 'the big short', great movie. It made me think that if there is another big crash, I doubt it will be in the market which everybody thinks it will be in. More likely a different market that nobody was expecting. SP500 and DJI is simply far too obvious, they might drop some more, but I think the real chaos will be somewhere else.What are you talking about; somewhere else and they are too obvious? The oil and energy industry has already crashed big time and any market that tanks negatively affects the major indexes.

(Mar 2, 2016 02:31 AM)YerMad Wrote: [\[CITE\]](#) It's kind of tough to bet against the market with those stocks you listed because we don't know when (or if) the stock market will crash and they are made for holding short term. Do you know if there's any non leveraged ones that are safe to hold long term?UVXY is super short term. VXX is probably the best bet for long term if you're looking for an etf. Otherwise you'll have to short the s&p500, dow, and nasdaq themselves if you want even longer term.

DubIA - March 2, 2016, 8:12 am

As a business student, great post.

Gives me something to talk about in school lol

thales - March 2, 2016, 11:42 am

(Mar 2, 2016 09:12 AM)DubIA Wrote: [\[CITE\]](#) As a business student, great post.

Gives me something to talk about in school lolThanks and np enjoy haha ?

Aus10 - March 4, 2016, 11:39 am

Well the S & P 500 is at 2k ;)

?thereal - March 4, 2016, 1:00 pm

(Mar 4, 2016 12:39 PM)Aus10 Wrote: [\[CITE\]](#) Well the S & P 500 is at 2k ;)

But for how long? I doubt it will last a very long time, elections will knock this thing

thales - March 4, 2016, 2:07 pm

(Mar 4, 2016 12:39 PM)Aus10 Wrote: [\[CITE\]](#) Well the S & P 500 is at 2k ;)Just wait. It won't happen immediately. I've put 2k into this so far.

K?ng - March 4, 2016, 4:42 pm

(Mar 4, 2016 12:39 PM)Aus10 Wrote: [\[CITE\]](#) Well the S & P 500 is at 2k ;)

It fought with \$2000 so hard today and failed it badly. Can't complain though, it bounced off daily 50 ma and previous support perfectly (within a dollar depending on where you put the line on your chart) so the position reversals profits were almost to the ideal.

Beamer1029 - March 4, 2016, 6:33 pm

Wow awesome post! Thanks!

?thereal - March 4, 2016, 8:20 pm

I'm short 2K worth of 10 x SPDR shorts @ 200 a piece.

Keep it simple.

thales - March 4, 2016, 10:58 pm

(Mar 4, 2016 09:20 PM)The Butterfly Effect Wrote: [\[CITE\]](#) I'm short 2K worth of 10 x SPDR shorts @ 200 a piece.

Keep it simple.\$2k into VXX, VIXY, FAZ, and SDOW for me.

Enronitis - March 6, 2016, 7:35 am

Oil production highs don't have any real correlation to market crashes.

Production has been rising yearly for a long, long time. Part of our strategy to remain top oil producer.

Decent thread.

thales - March 6, 2016, 12:28 pm

(Mar 6, 2016 08:43 AM)Suboptimal Wrote: [\[CITE\]](#) Invest in metals now when they are cheap -> profit when everything goes down like in 2008.You'd make 100x more profit by shorting the market rather than buying metals.

jont - March 6, 2016, 12:28 pm

At the same time, wages are rising, and inflation is looking like the Feds want it too.

(Mar 6, 2016 01:28 PM)thales Wrote: [\[CITE\]](#) You'd make 100x more profit by shorting the market rather than buying metals.

Or you could consider selling puts.

thales - September 24, 2016, 8:23 pm

Posting this here again because I feel this needs to be seen. Information still relevant.

Kallen Kozuki - September 24, 2016, 8:25 pm

... Where is this crash you're talking about? Not going to happen in 2016... maybe 2017.

thales - September 24, 2016, 8:26 pm

(Sep 24, 2016 08:25 PM)Kallen Kozuki Wrote: [\[CITE\]](#) ... Where is this crash you're talking about? Not going to happen in 2016... maybe 2017.I believe the feds/government are putting money in to keep it afloat. The moment feds raise the rates the market will plummet.

Kallen Kozuki - September 24, 2016, 8:28 pm

Actually read your "reasoning"... I'd say the first 7 points are irrelevant... Really? a miss by 10,000? Imao... happens every other month... that's not really surprising... it also beats by 20,000 sometimes.

lol. Do you even follow employment reports?

We are at all time highs on all indices... With still lots of room to run. 50,000 DOW? soon.

Just watch. Stocks will continue to rally, even with a Rate Hike.

(Sep 24, 2016 08:26 PM)thales Wrote: [\[CITE\]](#) I believe the feds/government are putting money in to keep it afloat. The moment feds raise the rates the market will plummet.

Incorrect. They haven't done anything. I'm a finance guy with a B.S in finance. They are not injecting cash into the market at this current moment in time... They are looking to increase rates not inject more cash... They feel the economy has improved enough to the point where low interest rates will no longer stimulate the economy. Complete opposite of what this thread is implying.

Just look at PCLN... 20% sales growth every quarter. Stocks still beating analysts estimates... That's why we are at all time highs. Not because of the FED. lol. Just look at AMZN... Come on man.

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Kallen Kozuki - September 24, 2016, 11:14 pm

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Never said a year or two... just said the DOW will reach 50,000.

? Finance degree doesn't mean anything?

Funny how the statistics of beating the market are less than 10%... Want to know who the 10% who beat the market are? The guys with finance degrees.

Unless you self taught yourself the knowledge of a Finance major... you will lose 100% of the time in the market eventually.

This thread is proof you have no idea what you are talking about, you have no clue about the state of the economy, you have no clue about the FEDs role in the economy, you seriously have no clue, not even a little bit. But, hey, statistics predicted the average person has no clue. :) You're the type of person to sell me a Call option in a bull market. ?

Your thread is called "2016 Stock Market Crash" as 2016 is coming to an end at RECORD highs ? if that isn't proof enough that you're as dumb as a sack of rocks, then idk what to tell you.

You have no clue. First point (Jobs missed by 10,000) xD used a monthly jobs report to predict a 2016 crash? where is the logic behind that? Do you know what the jobs report means? Did you take Econ 101? If you did, you'd know how unreliable those numbers are in the first place xD did you even know how they got that number in the first place? LMAO.

? Come on Jr. You don't belong in the field of finance... Go back to PPD/CPA... don't make bogus threads about shit you don't have a clue about. Just because you're getting SMOKED in your short positions have nothing to do with us. Should of hedged your shit, dumb ass.

thales - September 24, 2016, 11:24 pm

(Sep 24, 2016 11:14 PM)Kallen Kozuki Wrote: [\[CITE\]](#) Never said a year or two... just said the DOW will reach 50,000.

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2. Not getting smoked at all.
3. I didn't teach myself.
4. I average returns of 20%+ per year. Not sure where you got a low return for my holdings which you don't even know.
5. Not a bogus thread + I am hedged bud.
6. I'm not the average person.

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Claims to generate a return of 20% year over year when the best hedgefunds in the world on average bring in about 20 - 30% a year.

? yeah... okay. How many years are we talking about exactly ?

Tell me again, how you pulled those number out your ass? ?

For someone predicting a crash in 2016 should be down significantly. Unless of course, you know this thread is pure bullshit and you're long stocks ;) Something isn't adding up here?

?

thales - September 24, 2016, 11:32 pm

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?I'm not long stocks at all. I see some short term potential in a few.

Kallen Kozuki - September 24, 2016, 11:34 pm

(Sep 24, 2016 11:32 PM)thales Wrote: [\[CITE\]](#) I'm not long stocks at all. I see some short term potential in a few.

So you were short in 2016, meaning you're pretty much getting smoked? Or did you somehow slip away by shorting TSLA ?

thales - September 24, 2016, 11:48 pm

(Sep 24, 2016 11:34 PM)Kallen Kozuki Wrote: [\[CITE\]](#) So you were short in 2016, meaning you're pretty much getting smoked? Or did you somehow slip away by shorting TSLA ?I never was shorting tesla? Also, who says I've held stuff more than a week at a time?

Kallen Kozuki - September 25, 2016, 7:10 am

(Sep 24, 2016 11:48 PM)thales Wrote: [\[CITE\]](#) I never was shorting tesla? Also, who says I've held stuff more than a week at a time?

So you're a day trader and claim 20% a year? ? now we both know that isn't true. The probability of being a profitable day trader is about 5%

thales - September 25, 2016, 3:15 pm

(Sep 25, 2016 07:10 AM)Kallen Kozuki Wrote: [\[CITE\]](#) So you're a day trader and claim 20% a year? ? now we both know that isn't true. The probability of being a profitable day trader is about 5%I'm

not a day trader no.

Kallen Kozuki - September 25, 2016, 7:23 pm

(Sep 25, 2016 03:15 PM)thales Wrote: [\[CITE\]](#) I'm not a day trader no.
I'm on to you Thales... You can't outsmart WallSt.

thales - September 25, 2016, 7:24 pm

(Sep 25, 2016 07:23 PM)Kallen Kozuki Wrote: [\[CITE\]](#) I'm on to you Thales... You can't outsmart WallSt.

go for it

jujuger - September 25, 2016, 7:27 pm

I think you are forgetting about the interests rates bubble that is gonna pop in the US.

If they raise it too quickly people are going to pull out of stocks (to buy bonds) and the market is going to crash.

Though I think you guys are playing up the fear. I will keep my positions and stay optimistic.

The only thing I'm worried about is China and their shitty loans, and the US and the rates.

lol u amateurs are so directional when it comes to the trading

Kallen Kozuki - September 25, 2016, 10:29 pm

(Sep 25, 2016 07:27 PM)jujuger Wrote: [\[CITE\]](#) I think you are forgetting about the interests rates bubble that is gonna pop in the US.

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You have some of the smartest people in the world working for the FED. They won't be like, hey tomorrow interest rates will be 6%...

They will more than likely implement a .05% increase every year until it reaches a cap... just like \$15 minimum wage that is at an increment of \$1 a year until it reaches 15.... ?

;) the BULLS ARE COMING! We've always been in a bull market!!! Even the recession couldn't stop the BULLS!

Like Cramer says! there's always a bull market somewhere. :D In finance you know the worst 5 sectors will become the best performing sectors and the best performing sectors will become the worst. :) remember that ;) The DOW 50,000!!!! coming soon! Even with the crap election soon, stocks will continue to RALLY!!!! No one can stop the ever evolving world... come on, GO PRO MADE A DRONE!!!! :D 360 cameras!!!! VR!!!! Education with TECH!!!! SELF DRIVING CARS!!!! HYPERLOOP!!!

STOCKS WILL RALLY!!!! You've heard it here first!

thales - September 25, 2016, 10:38 pm

(Sep 25, 2016 10:29 PM)Kallen Kozuki Wrote: [\[CITE\]](#) You have some of the smartest people in the world working for the FED. They won't be like, hey tomorrow interest rates will be 6%...

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STOCKS WILL RALLY!!!! You've heard it here first! 0.5% per year? Bud they almost raised it 2% in september.

\$15 minimum wage will hurt the economy a lot.

Also, are you sure you have a finance degree? You act like you're 14.

Kallen Kozuki - September 26, 2016, 5:32 am

(Sep 25, 2016 10:38 PM)thales Wrote: [\[CITE\]](#) 0.5% per year? Bud they almost raised it 2% in september.

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Also, are you sure you have a finance degree? You act like you're 14.

You're stupid. lol they didn't "almost" raise it in september... the proposal was an increase of 2%... they wouldn't just raise it 2% don't be stupid... ?

BTW... if you've been following they've "almost" raised it pretty much every month in 2016 ? fucking dumb ass. You don't belong in this thread... you don't even follow the news in the first place, and it's clear you have no idea how things are rolled out by the feds...

Do you think when they say we will stimulate the economy by injecting \$1 trillion in the market... do you think the next day they buy \$1 trillion in T-Bills? lol.... they will do that over the next year(s)

(Sep 25, 2016 10:38 PM)thales Wrote: [\[CITE\]](#) 0.5% per year? Bud they almost raised it 2% in september.

\$15 minimum wage will hurt the economy a lot.

Also, are you sure you have a finance degree? You act like you're 14.

Also, again, you have no idea how the economy works do you? ... \$15 minimum wage means more lower middle class people have more money, with more money they can buy more things, and with the multiplier effect the economy can grow...

BTW it's already been increased \$1 and due for another \$1 in January...

it increased \$1 and markets are at record highs, unemployment is at record lows... what do you have to say about this? shouldn't it be the opposite based on your theory? You have a degree in Econ now? or are you just talking out your ass? lol... you're stupid, this thread is stupid, you don't even have a college degree.... ? You're just a stupid HF member who is NOT making money in the markets..

AAA+ - September 26, 2016, 5:40 am

ah don't sweat about it 'Merica can just go and print mo' money + fixing the crash

qqhf - September 26, 2016, 9:08 am

Deutsche Bank has hit an all time low - and it looks like it could impact the Euro heavily if things keep going bottom.

Blowpt1 - September 26, 2016, 9:09 am

you're correct with those points but the crash won't come for at least 1,5 years

alomarciano - September 30, 2016, 5:26 pm

This looks great mate. Thanks.

MrPip - October 5, 2016, 12:30 pm

My tip to all, don't try to pick lows or highs. Get in the middle of the action and take the side that's obviously winning.

thales - October 5, 2016, 12:34 pm

(Oct 5, 2016 12:30 PM)MrPip Wrote: [\[CITE\]](#) My tip to all, don't try to pick lows or highs. Get in the middle of the action and take the side that's obviously winning.
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