# THE DARK WINDOW PROFIT BLUEPRINT

Make 10 Years' Worth of Stock Gains in the Next Several Months



# The Dark Window Profit Blueprint: Make 10 Years' Worth of Stock Gains in the Next Several Months

#### By: Harry Dent & Rodney Johnson

Over the next few months, through the spring of 2020 and possibly all the way until the November vote, you have the chance to make 2-3 times the average annual stock market gain. This will allow you to *rapidly* boost your retirement savings, and keep you wealthy, secure, and stress-free during the historic market crash that will follow.

I call this period the "Dark Window," because it's something that most analysts and investors miss. And it happens only once every 90 years. That makes it rarer than a full solar eclipse. And even rarer than the appearance of Halley's Comet. In fact, many people go their entire lives without seeing this market phenomenon.

It last appeared in 1928. Before that, it was 1838. And before that, it was way back in 1748.

And in December 2018, we entered it for the first time in nearly a century.

This Dark Window is a brief moment in the markets where you can make as much as 10 TIMES the average annual stock market gain in the best stocks in just twelve short months.

And it ends with a once-in-a-generation meltdown of the financial markets across the board.

What you do over the next couple months – while the Dark Window is open – could impact your finances more than at any time in your life up to this point.

Make the right moves and you could grow fabulously wealthy like others have in Dark Windows of the past.

Like Joe Kennedy, who used a Dark Window period to create "mega wealth" and establish a dynasty in American politics; or John Jacob Astor, who became the third richest man in history thanks in part to profits he made during a Dark Window period; or the tens of thousands of new millionaires that were minted during the Dark Window

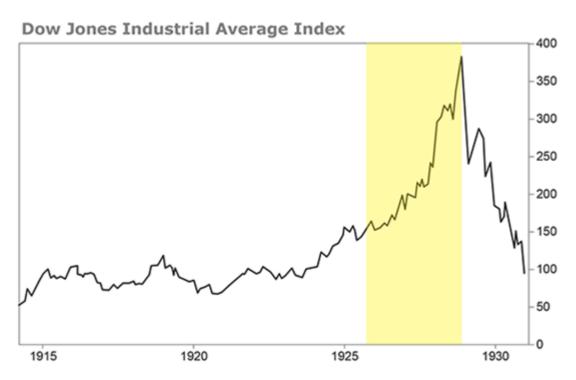
Make the wrong moves and you could see your retirement accounts all but wiped out. The last Dark Window ended with an 89% drop in the stock market.

So, in this report, I'll show you how to grab the gains. Then, in the report entitled *Crash Insurance: Keep Your Dark Window Gains Intact and Make 20X Your Money as the Market Crashes*, I'll show you how to avoid getting crushed when the Dark Window slams shut.

Before I get into the details of what stocks to consider while the Dark Window is open, let me remind you how powerful this opportunity is...

#### During the Last Dark Window, Stocks Almost Doubled

During the last Dark Window, starting in 1928, the Dow Jones went up 76% in just over a year!



Of course, there were bumps along the way.

In the middle of the last Dark Window the market dropped 7.4% in less than a month. So, make no mistake, there will be corrections during this Dark Window too.

Don't let them spook you out of the market, or you risk missing out on the explosive gains on offer. Because, if this Dark Window is anything like the last, certain stocks will go up even higher than the market.

For example, in the last Dark Window General Motors (GM) went up even more than Amazon, Apple, or Netflix have gone up in any of the last two years...

And if you got in early enough, you would have had the chance to make gains of 341%.

GE (General Electric) could have made you 10 times your money if you bought at the right time. And Radio Corporation of America (RCA) – arguably the FAANG stock of its generation – **could have made you 1,008**%!

These weren't penny stocks either. They're some of America's most famous large caps – yet they paid out returns like they were penny stocks! Investors who jumped into companies like this in 1928 had the opportunity to make huge fortunes before the Crash of 1929 and the Great Depression.

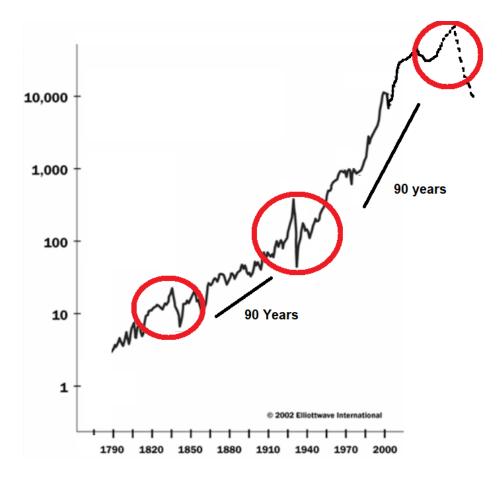
The key is to know WHAT to buy while the Dark Window remains open... and how to avoid getting crushed when it slams shut. And that's the purpose of this report and Crash Insurance: Keep Your Dark Window Gains Intact and Make 20X Your Money as the Market Crashes.

I believe we're looking at the exact same situation today as we saw in the previous Dark Windows. That means by late as early as June, the Nasdaq could soar as high as more than 11,000

## Why the Dark Window is Open Now

There are several cycles and demographic trends I use to make our accurate forecasts. The one that drives the Dark Window is a 90-year cycle that goes all the way back to the 1700s, when Harry (Capitalism) met Sally (Democracy) and birthed the Industrial Revolution.

See for yourself:



As you can see, every 90 years like clockwork, you get a run-up in stocks followed by a huge generation-defining market crash. The end of this Dark Window but could come as late as just after the election if Trump finds a way to give payroll tax cuts or send checks or in the mail to consumers. Understanding this lets you position yourself in advance to make a ton of money as stocks soar higher. And you can make money even as they crash too, provided you know the specific investments that do well in times of crisis (and we'll detail several of these in *Crash Insurance: Keep Your Dark Window Gains Intact and Make 20X Your Money as the Market Crashes*.

### **But This Dark Window Will Be More Dramatic Than Any Before It**

Every bubble that appears during the Dark Window has the same catalyst that leverages already strong fundamental trends: low interest rates and cheap credit.

Every time interest rates are held too low, cheap money floods the market.

In the Dark Window of the 1830s, the cheap credit came from regional banks that didn't regulate money lending properly. Instead of giving out actual gold and silver like

they were supposed to, they gave out money in the form of paper notes. In other words, they "printed" money.

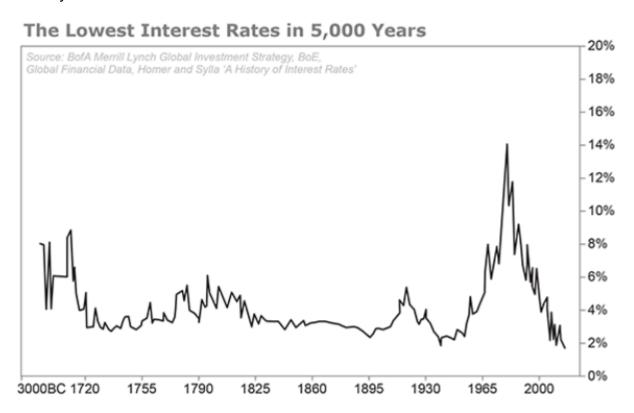
Subsequently, loans became very cheap. This cheap money bid up stocks and real estate, resulting in sky-high asset prices and the resulting crash.

By the 1920s, America had the Federal Reserve controlling the interest rates of the country's money supply. They made a similar mistake. They held interest rates too low, flooding the economy with cheap credit. This cheap money fuelled "the Roaring 20s" – and several bubbles in stocks, real estate, and consumer credit.

If cheap credit – and low interest rates – created the conditions for each Dark Window in the past, the foundation for today's iteration is totally unprecedented.

#### In 5,000 years of human history, interest rates have <u>never</u> been so low, for so long!

See for yourself...



As you know, low interest rates are like throwing gasoline on a fire when it comes to creating stock bubbles. And even though the Fed began raising rates in 2018, over the

last 10 years we've had the lowest period of interest rates, not just in American history, but in all of world history.

That means this Dark Window is set to be explosive. So, let's look at the stocks our *Boom & Bust* Portfolio Manager, Rodney Johnson, believes could help you ride the end of this bull market to even bigger gains.

Before that though, one important point to note: this is my prediction, and while I've based it on the same method I used to make all my accurate calls of the past, even the best of us can be wrong. But just imagine what could happen if I'm right and you make the right moves during this Dark Window...

### Make 10 Years' Worth of Gains in the Next 12 Months

Dark Window Profit Opportunity #1 to consider is Medtronic PLC (NYSE: MDT). Medtronics creates and sells medical devices throughout the world, with a focus on heart-related issues. The company blew out earnings estimates in the third quarter, posting strong sales in cardiac and surgical units.

The company also provided favorable guidance for future earnings based on its fast-growing diabetes sales, which includes insulin pumps and glucose monitoring systems. Sales in this area jumped 26%, propelled by the MiniMed 670G system in the U.S. This product is referred to as an artificial pancreas because it's the first device to deliver just the right amount of insulin to people suffering with type 1 diabetes.

The company has completed a number of acquisitions that will drive higher sales, but surgical and cardiac products are the bread and butter today, while diabetes treatments are the wave of the future. With millions of people across the developed world in the prime age range for diabetes and needing more healthcare in general as they age, Medtronics is well-positioned to outpace the markets over the next several years.

**Dark Window Profit Opportunity #2** to consider is Advanced Micro Devices (NYSE: AMD), which is one of the two main developers of the processing chips used in many artificial intelligence (AI) applications. Nvidia (Nasdaq: NVDA) controls roughly 80% of the graphics processor unit (GPU) market, while AMD mops up the rest. Between them, they occupy an enviable position in the tech world. They have want everyone wants.

As we integrate more Al our lives through robots, cars, vacuum cleaners, and just about everything else, we demand more computing power. And it all flow through these two companies, making them quite valuable, even though both have suffered setbacks in recent months.

In addition to AI, GPUs are also critical when mining cryptocurrencies. As bitcoin mania swept the world at the end of 2017 and beginning of 2018, investors looked to AMD and NVDA as a way to buy the makers of picks and shovels without having to invest in the gold mines. That was a great idea, up until it wasn't.

As cryptocurrencies fell out of favor, AMD noted lower sales in that industry, which weighed on results and its stock price. Investors have kicked the company to the curb, driving it down more than one-third from its recent high, and they're wrong. Based on the tectonic shift to Al applications going on right now, AMD stands to reap incredible profits, even if it earns nothing from crypto mining sales.

#### Action to Take: Consider adding shares of Advanced Micro Devices (Nasdaq: AMD) to your Dark Window portfolio.

The fourth quarter of 2018 has been weird. Typically, the holiday or "Santa Claus" rally drives consumer discretionary stocks higher as investors gauge increased Christmas shopping. 2018 sales appear on track to increase by more than 4%, and yet consumer discretionary stocks were smacked around. This doesn't make sense!

It's as if investors were throwing out the baby with the bathwater. U.S. economic growth is slowing down as it comes off the sugar-high from tax reform, but so far it doesn't look like we're headed to a recession. We're simply falling back to the weak rate of growth we've had for a decade. But that's OK, as investors trample on good companies, they give us an opportunity to buy quality names at beaten down levels.

Instead of trying to identify one or two in this area, it's best to buy a basket of stocks through an exchange-traded fund (ETF). We like the Consumer Discretionary Select Sector SPDR ETF (NYSE: XLY).

Just over 20% of this fund is Amazon (Nasdaq: AMZN), the e-commerce giant that is down by almost 25% off of its recent high. XLY also holds significant positions in Nike (NYSE: NKE), Home Depot (NYSE: HD), McDonald's (NYSE: MCD), Starbucks (Nasdaq: SBUX), and Bookings Holdings (Nasdaq: BKNG), formerly known as Priceline. XLY is a

who's who of retail companies that are doing well, but are suffering in the current riskoff environment.

As the markets turn around, these companies should make up a lot of lost ground and drive XLY higher.

Action to Take: Consider adding the Consumer Discretionary Select Sector SPDR ETF (NYSE: XLY) to your Dark Window portfolio.

#### And When the Dark Window Slams Shut...

Remember, as profitable as this Dark Window could be, when it slams shut, it can be devastating.

In the final part of the bull market, as stocks soar way higher, most people will begin to *stop* fearing a crash as much as they do now. In fact, at the top of the market, everyday folks will be more likely to panic *into* the market, fearing they'll miss out.

During the last Dark Window, Joe Kennedy said he knew it was time to sell when he received stock tips from a shoe shine boy. It will be the same again this time.

Right at the point where main street investors become extremely bullish again – the bottom will fall out of the market. And most people will get totally wiped out.

After the last Dark Window slammed shut in 1929, stocks declined 89%! And they didn't bottom until three years later, in 1932. Even worse, the Dow Jones didn't return to its 1929 highs until 1954 – 25 years later!

If the same thing happens at the end of the Dark Window we've just entered that would put the Dow at just 3,500 in 2023. I see 5,500 as the minimum target.

That means stocks would slide for three straight years... and wouldn't return to their previous highs until 2045.

That's why it's important to have a sell strategy. Set stop losses at a point that makes sense for each security. On AMD, which is more volatile, we suggest 25%, while on MDT a 13% stop loss makes sense, and a 10% stop loss on XLY is appropriate. Then, for more details on what to do to prepare for when this Dark Window slams shut, turn to the report entitled *Crash Insurance: Keep Your Dark Window Gains Intact and Make 20X Your Money as the Market Crashes.* 

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