

Investors' Corner

Citiplace, Perth

for ASA, 19th September 2024

Convenor: Mark Dixon

A photograph of a fire hose reel and a fire extinguisher in a hallway. The hose reel is in the foreground, and the fire extinguisher is in the background. The image is partially obscured by a blue geometric overlay on the right side.

Citiplace - Emergency Procedure

- ▶ If smoke is detected, or fire alarm is raised, follow exit signs
- ▶ Upon evacuating the building, meet at ***designated area***
- ▶ Do not use lift in an emergency
- ▶ **Designated area**
 - ▶ Turn right from the Citiplace Centre and proceed over the bridge to the pond area past the Art Gallery, if safe to do so.
 - ▶ Regroup there for head count if safe to do so.
 - ▶ If emergency personnel instruct differently then follow their directions.

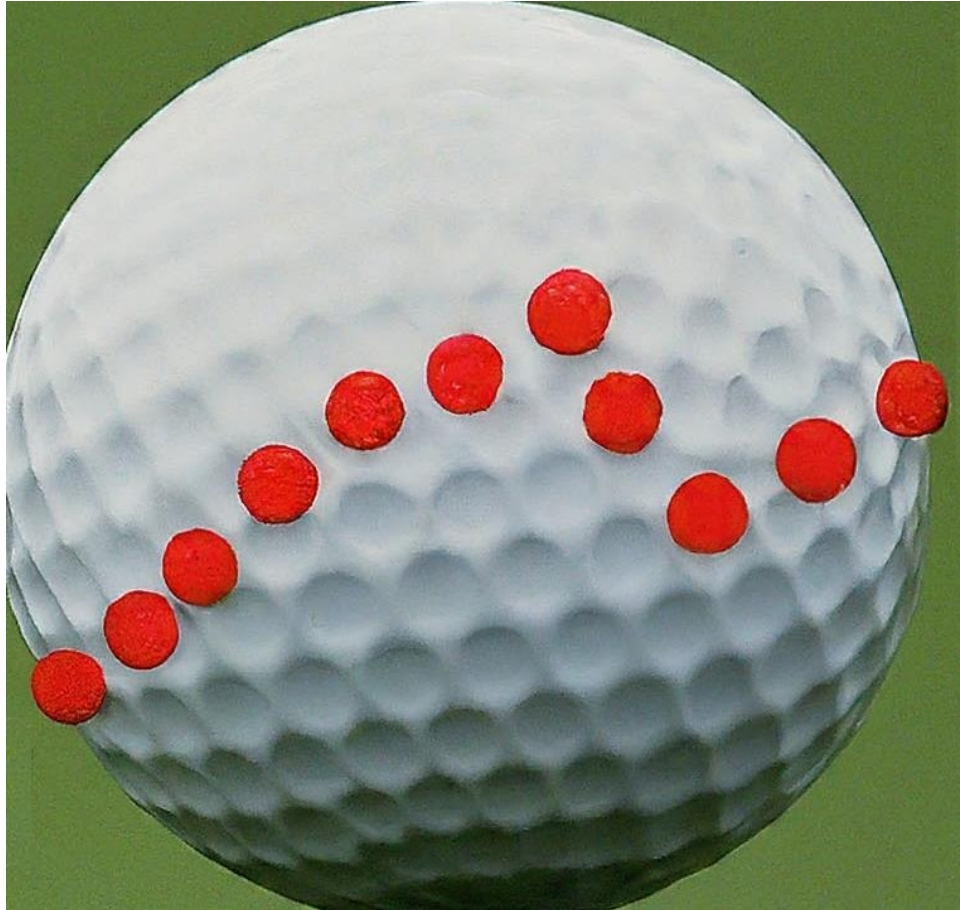
Disclaimer

- ▶ The Australian Shareholders' Association (ASA) has provided the facilities for this meeting to provide general information about the ASA and to stimulate interest in financial markets.
- ▶ The ASA is not licensed to give financial advice.
- ▶ Presentations made here are not designed to provide any specific investment advice to any person present.
- ▶ The ASA does not accept any responsibility to inform you of any matter that subsequently comes to our notice that may affect any of the information discussed.
- ▶ Anyone wishing to act on any matter discussed should seek independent advice from a licensed financial adviser.

Agenda

- ▶ Intro — welcome, emergency procedure, disclaimer
- ▶ **Peter Scales** — Macro-technical, with discussion
- ▶ **Interview with an investor** — Sue Walker
- ▶ **Understanding Jack Corsellis trading system** — Phill
- ▶ **Tax Havens** — Mark Dixon
- ▶ **Open discussion**
- ▶ **Next meeting** — 17th October
- ▶ **Close** ~ noon.





Macro-technical, with discussion — Peter Scales

Interview with Sue Walker



Understanding
Jack Corsellis'
momentum trading
system
-- Phill



Disclaimer

- ▶ There is a very high degree of risk involved in trading.
- ▶ Past results are not indicative of future returns and all individuals affiliated with this meeting assume own responsibilities for their trading and investment results.
- ▶ The indicators, strategies, columns, articles and all other features are for educational purposes only and should not be construed as investment advice.
- ▶ Information for stock observations are obtained from sources believed to be reliable, but we do not warrant its completeness or accuracy, or warrant any results from the use of the information.
- ▶ Your use of the stock observations is entirely at your own risk and it is your sole responsibility to evaluate the accuracy completeness and usefulness of the information.
- ▶ You must assess the risk of any trade with your broker and make your own independent decisions regarding any securities mentioned herein.
- ▶ Use for educational purposes only and not recommended as advice, do your own diligence and seek financial advice

Trading system - Jack Corsellis

- ▶ Daily chart
- ▶ Daily Chart Exponential Moving average (21)
- ▶ above
- ▶ Daily Chart Exponential Moving average (50)

- ▶ Candlestick Pattern

- ▶ Entry - Candle high is broken
- ▶ Stop- Candle low is broken
- ▶ Risk 1% of capital

Candlestick Pattern

1. Hammer



- 20,000 Database Inputs
- Bull Market Reversal Rate 60% (26/103)
- Bear Market Reversal Rate 59% (29/103)
- Frequency Rank 46/103
- Performance Rank 65/103
- >Average Volume Improves Performance
- Tall candles outperform short ones
- Improved performance if within a third of yearly high

2. Doji, Dragonfly



- 20,000 Database Inputs
- Bull Market Reversal Rate 50% (54/103)
- Frequency Rank 44/103
- Performance Rank 98/103
- Tall candles outperform short ones

3. Takuri Line



- 20,000 Database Inputs
- Bull Market Reversal Rate 66% (18/103)
- Bear Market Reversal Rate 63% (21/103)
- Frequency Rank 28/103
- Performance Rank 47/103
- Performance improves if within a third of yearly high
- Green real body performs better

Example - DOW Index

simtrader19a published on TradingView.com, Sep 14, 2024 12:11 UTC+8

Dow Jones Industrial Average Index, 1D, BLACKBULL O41,106.05 H41,544.25 L41,101.05 C41,402.60 +311.18 (+0.76%)
GAPDN & OPENING GAP 40.992K 40.849K 40.427K 38.982K 0

USD

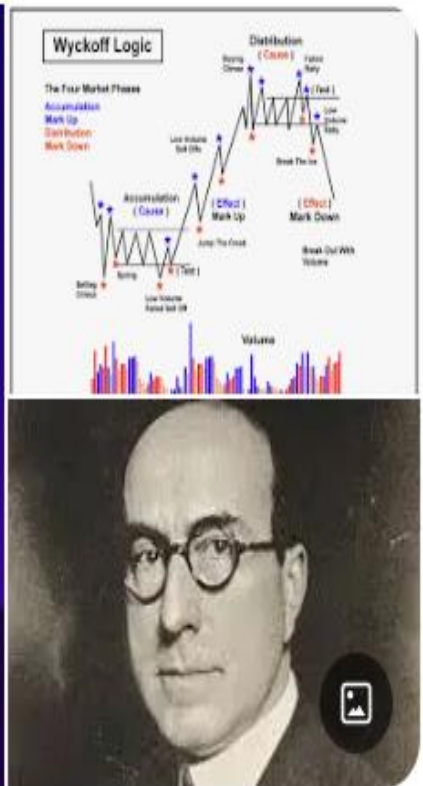


Richard Wyckoff

Richard Wyckoff

American investor

- Overview
- Books
- Videos



YouTube • Pepperstone
Trading with the Wyckoff method ... Wyckoff method. Explore Richard Wyckoff's strategic approach, where...
31 Jan 2024

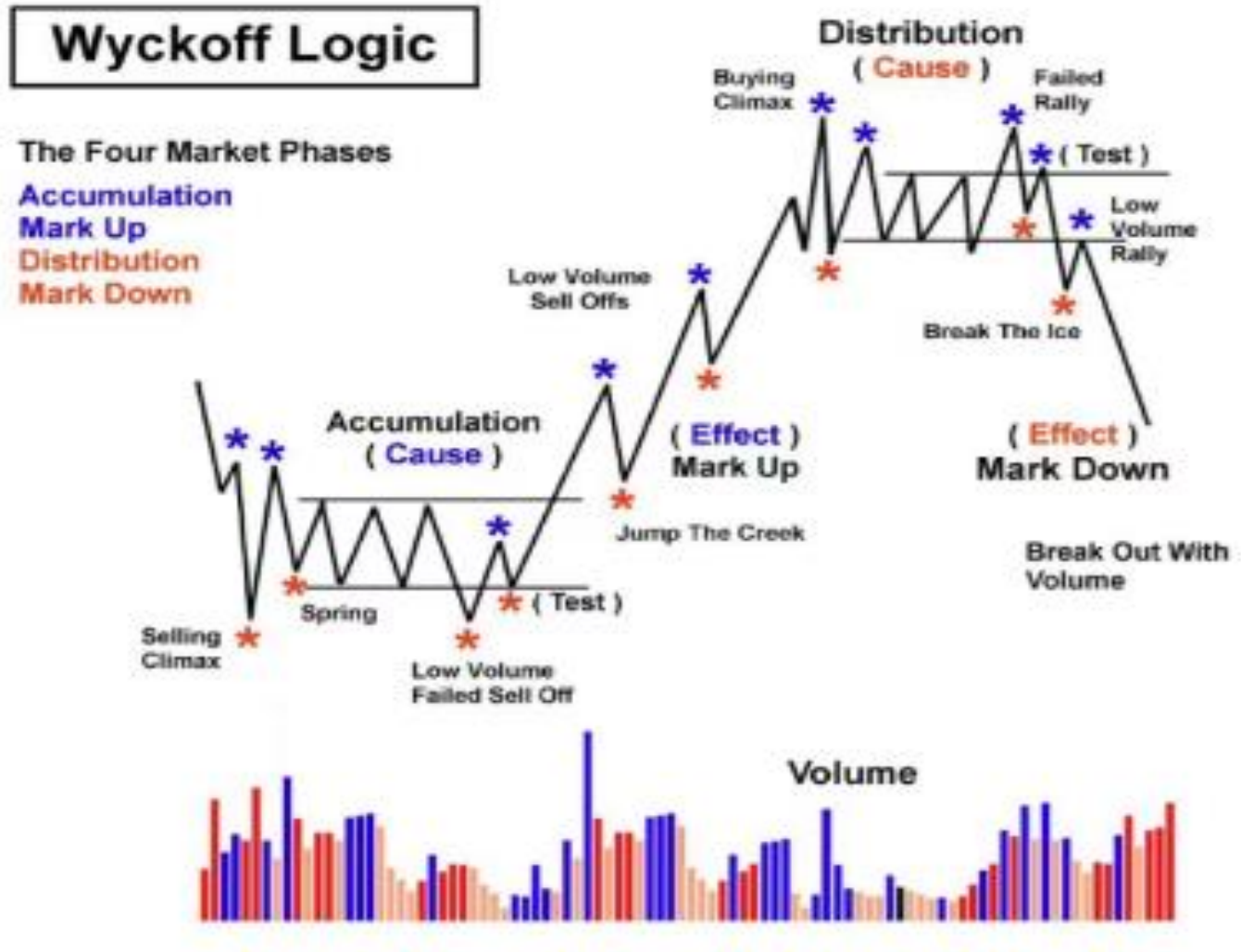
Born
2 Nov 1873

Died
March
1934
Sacramento, California,...

Medium
Price Action Analysis Using the Wyckoff Trading Method
18 Sept 2023

A small line chart titled "Wyckoff Accumulation" showing price fluctuations between horizontal lines.

WYKCOFF Diagram



Example

simtrader19a published on TradingView.com, Sep 14, 2024 12:12 UTC+8

Dow Jones Industrial Average Index, 15, BLACKBULL O41,391.60 H41,404.60 L41,375.60 C41,402.60 +10.25 (+0.02%)
Vol · Ticks 674



Example

simtrader19a published on TradingView.com, Sep 14, 2024 12:15 UTC+8

Dow Jones Industrial Average Index, 1D, BLACKBULL O41,106.05 H41,544.25 L41,101.05 C...
GAPDN & OPENING GAP 40.992K 40.849K 40.427K 38.982K 0

USD

42,200.00
42,000.00
41,800.00
41,600.00
41,412.03
41,402.60
41,200.00
41,000.00
40,922.92
40,917.95
40,600.00
40,400.00
40,200.00
40,047.23
40,012.98
39,800.00



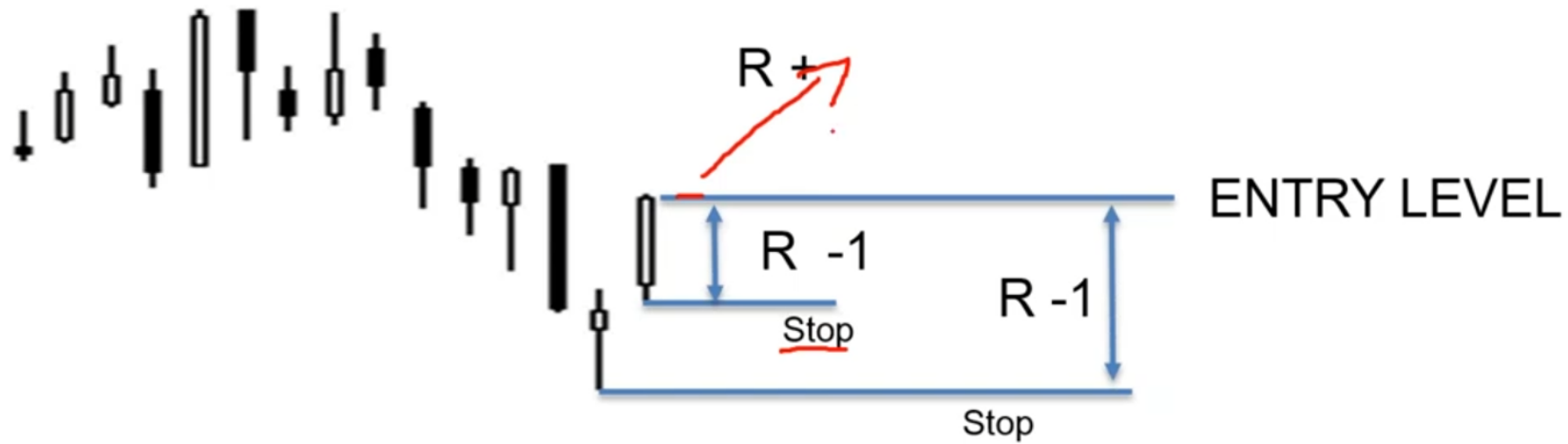
Dow Jones Industrial Average Index, 15, BLACKBULL O41,391.60 H41,404.60 L41,375.60 C...
Vol · Ticks 674

USD

42,000.00
41,750.00
41,500.00
41,402.60
41,250.00
41,000.00
40,917.95
40,750.00
40,500.00
40,250.00
40,047.23
39,750.00
39,500.00
39,250.00
39,000.00



Risk management



Risk management

R Money Management as % of account size.

\$100,000 Decision to Risk = 1% = \$1000

Nominate the distance to stop loss in \$ and cents.

Distance to stop = 32cents (1R)

Divide \$1000 by 32 cents = position size.

\$1000 divided by 32 c = Position of 3125

ASX:AMP



ASX:CSL

simtrader19a published on TradingView.com, Sep 02, 2024 21:42 UTC+8

CSL LIMITED, 1D, ASX O306.75 H307.16 L302.85 C305.74 -1.42 (-0.46%)
EMA21+SMA50 GAPDN 307 304

AUD



ASX:AGL

simtrader19a published on TradingView.com, Sep 03, 2024 15:04 UTC+8

AGL ENERGY LIMITED., 1D, ASX O11.51 H11.71 L11.43 C11.70 +0.03 (+0.26%)
EMA21+SMA50 GAPDN 11 11

AUD

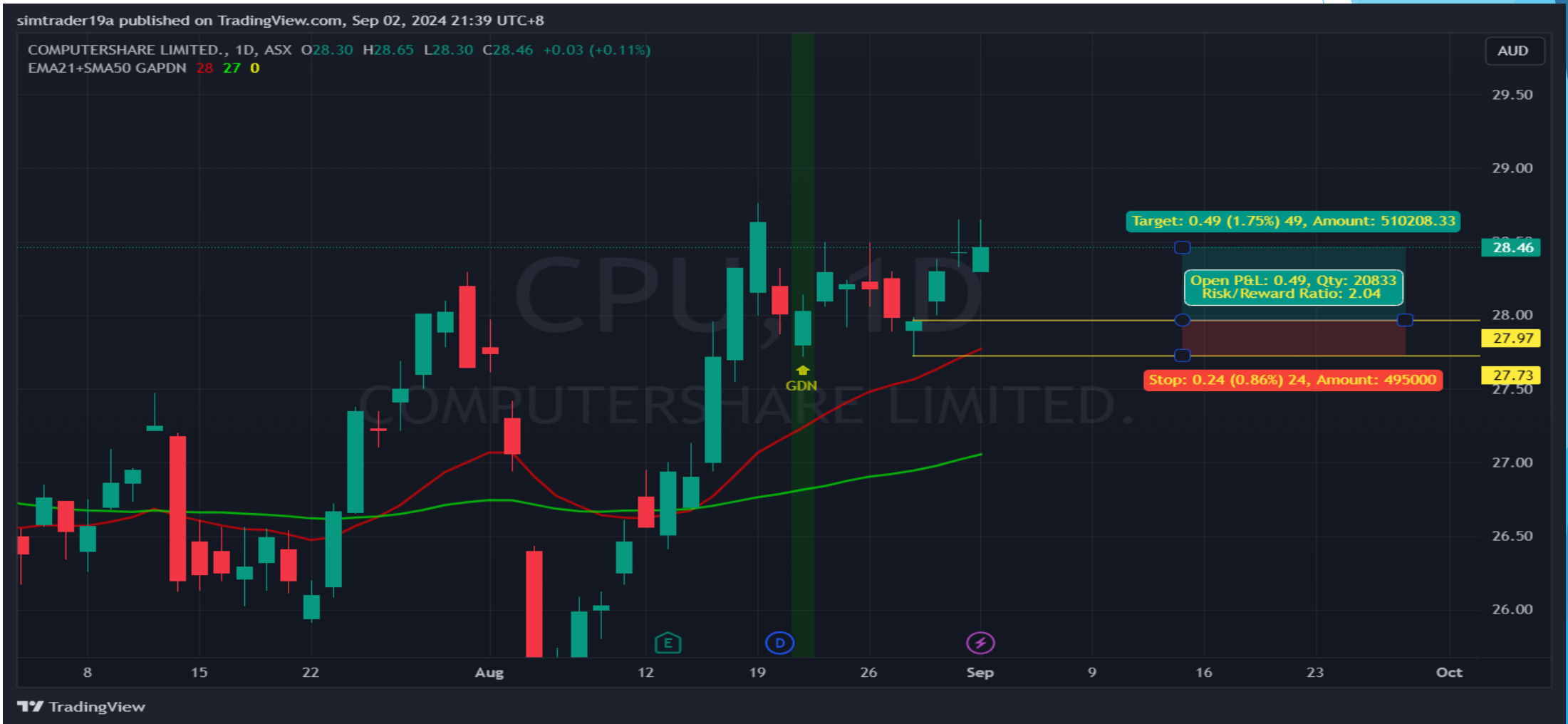


Target: 0.38 (3.36%) 38, Amount: 506785.71

Open P&L: 0.39, Qty: 17857
Risk/Reward Ratio: 1.36

Stop: 0.28 (2.48%) 28, Amount: 495000

ASX:CPU



ASX:QAN

simtrader19a published on TradingView.com, Sep 02, 2024 21:31 UTC+8

QANTAS AIRWAYS LIMITED, 1D, ASX O6.65 H6.87 L6.58 C6.87 +0.16 (+2.38%)
EMA21+SMA50 GAPDN 6 6 0



Target: 0.45 (7.01%) 45, Amount: 509782.61

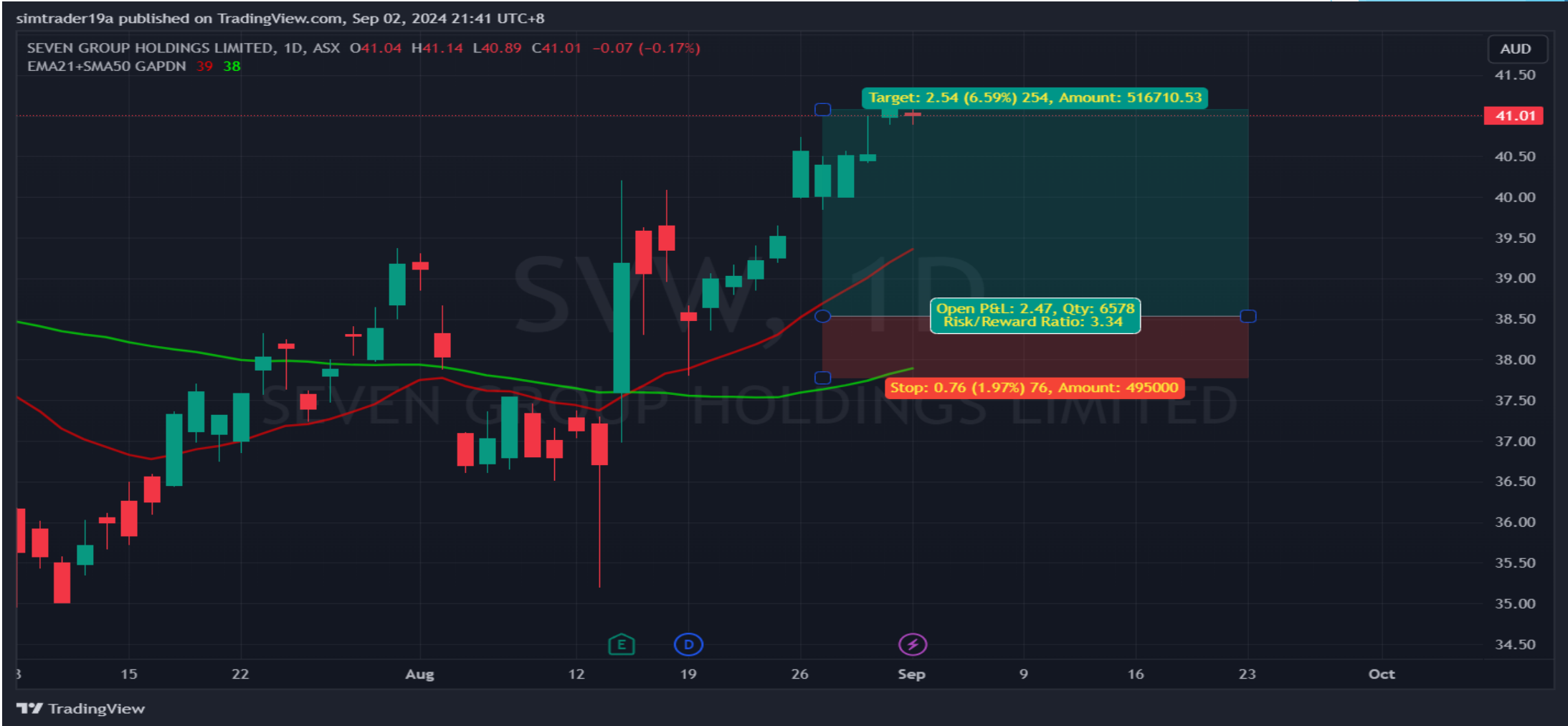
Open P&L: 0.45, Qty: 21739
Risk/Reward Ratio: 1.96

Stop: 0.23 (3.58%) 23, Amount: 495000

ASX:REGIS



ASX:SVW



References

- ▶ Trading system
- ▶ <https://www.youtube.com/watch?v=xUx9UyWe-jc>
- ▶ <https://jackcorsellis.com/>

- ▶ Risk Management
- ▶ https://www.youtube.com/watch?v=6lamj_WVc3s

- ▶ Richard Wyckoff
- ▶ <https://3commas.io/blog/the-wyckoff-method-explained>



▶ Questions



Generated by DALL-E 3

Tax Havens

Mark Dixon

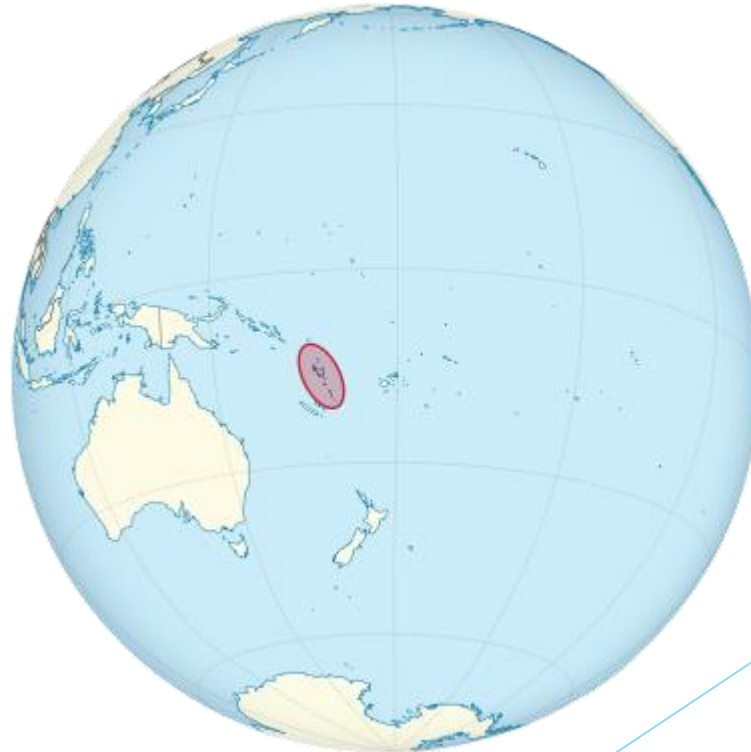
September 2024

Disclaimer

- ▶ **This presentation does not in any way recommend the use of offshore tax havens or false declarations to the Australian Tax Office.**

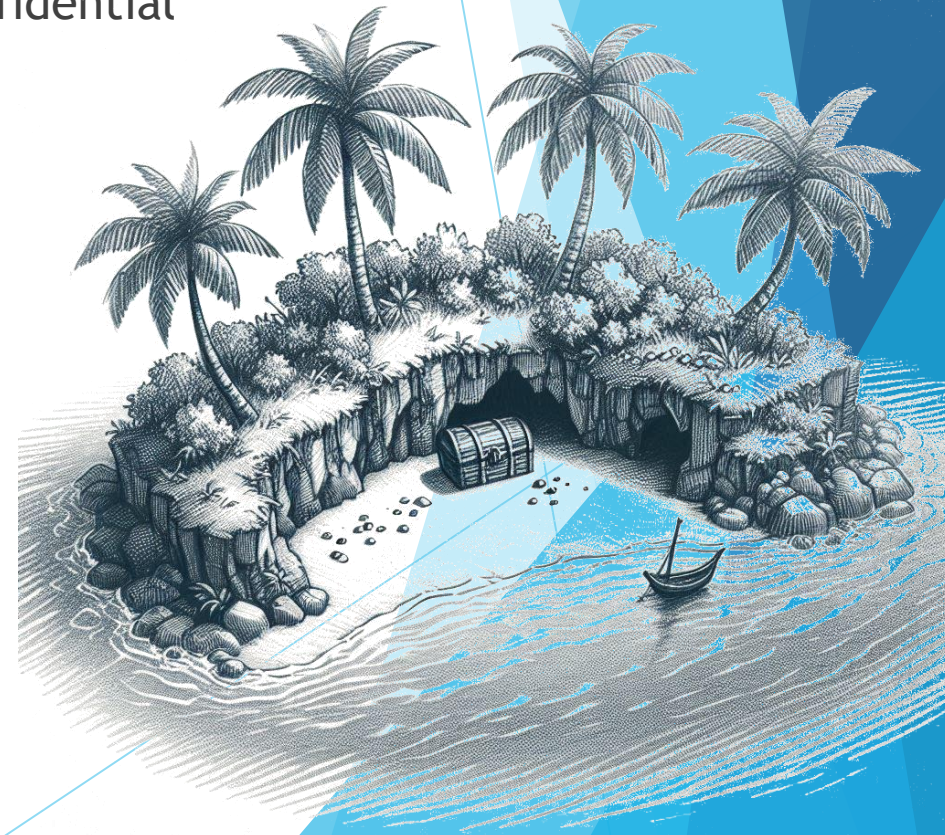
What is a Tax Haven

- ▶ **Tax Haven** - a place with very low, or zero, tax rates for non-domiciled investors, even if the official rates may be higher; and which has limited reporting of financial transactions to other jurisdictions.
- ▶ E.g Vanuatu:
 - ▶ No tax on dividends
 - ▶ No company tax
 - ▶ No GST / Value Added Tax
 - ▶ No Stamp Duty
 - ▶ No estate tax
 - ▶ No inheritance tax

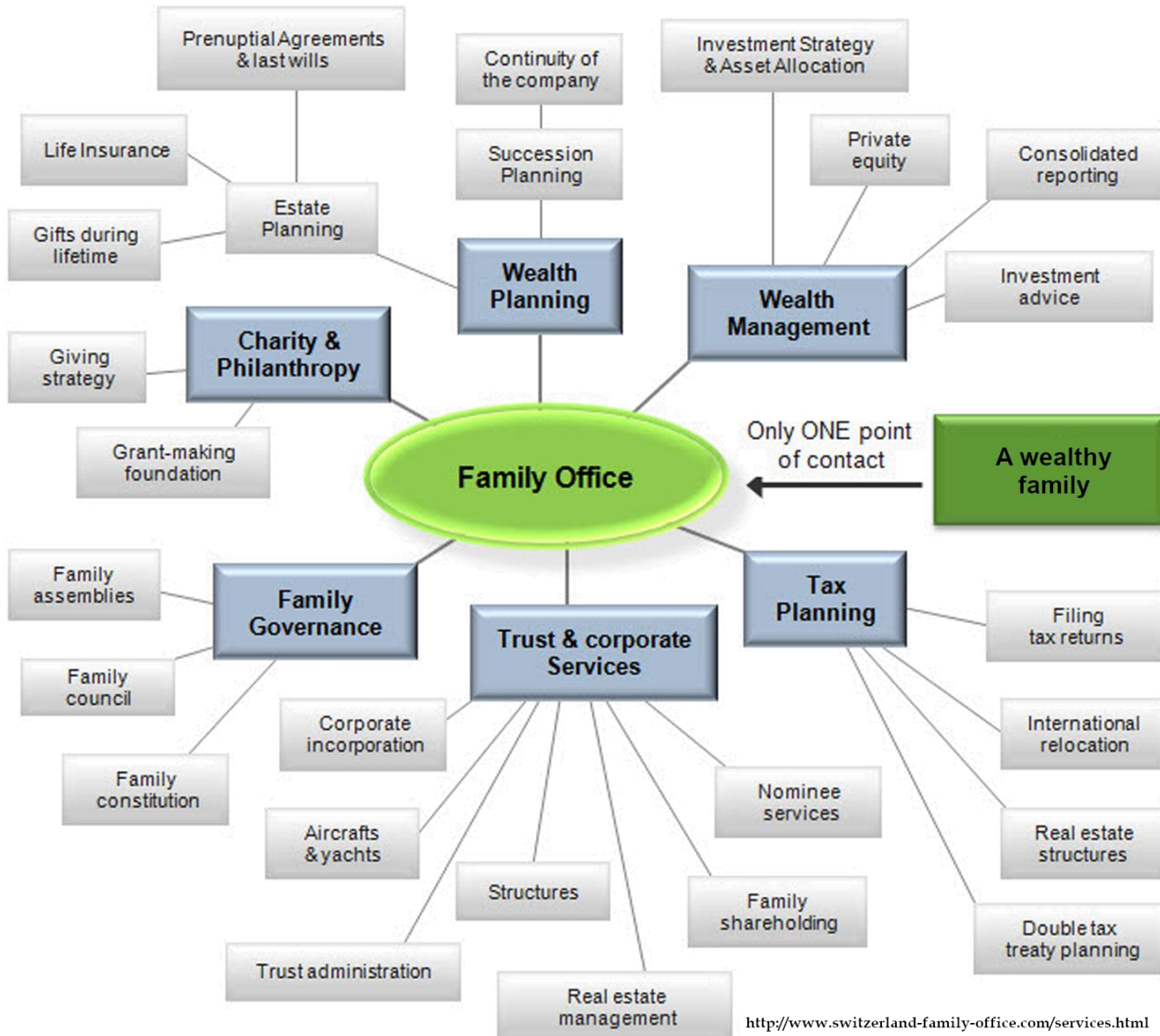


What services do they offer?

- ▶ Usually have a stable economic and political environment
- ▶ Often no need to submit financial accounts, annual returns or arrange audits
- ▶ Company might not need to declare its beneficial owner
- ▶ Name and Details of beneficial owners and controllers kept confidential
- ▶ ... often ensured through local financial statutes
- ▶ Corporate directors and shareholders are permitted
- ▶ Sole Member ownership is often available
- ▶ Some are on the OECD 'white list' (e.g. Vanuatu)
- ▶ Usually have a quick incorporation process
- ▶ Exemption from local taxation
- ▶ Nominee services



How do Tax Haven clients organise assets



family office - a privately held company that handles investment management and wealth management for a wealthy family, usually with over \$AUD75 million in assets.

nominee - a company that is nominated to hold assets on behalf of another entity.

Structures - companies, trusts, partnerships

BTW: most of this arrangement is legal, its just that some arrangements use some of the elements in the chart to control assets that have been moved to a tax haven.

Source: Wikipedia, "Family Office"



Hong Kong's Offshore Profit Tax Claim allows businesses to exempt income earned outside the territory from local taxes.

#1
Hong Kong
\$2.8T
 OFFSHORE WEALTH HELD

— TOP 10 —

TAX

HAVENS

in USD

Tax havens are jurisdictions with little to no taxes, making them attractive places for people and businesses to park their money.

Source: Atlas of the Offshore World, As of 2022



Source: Visual Capitalist

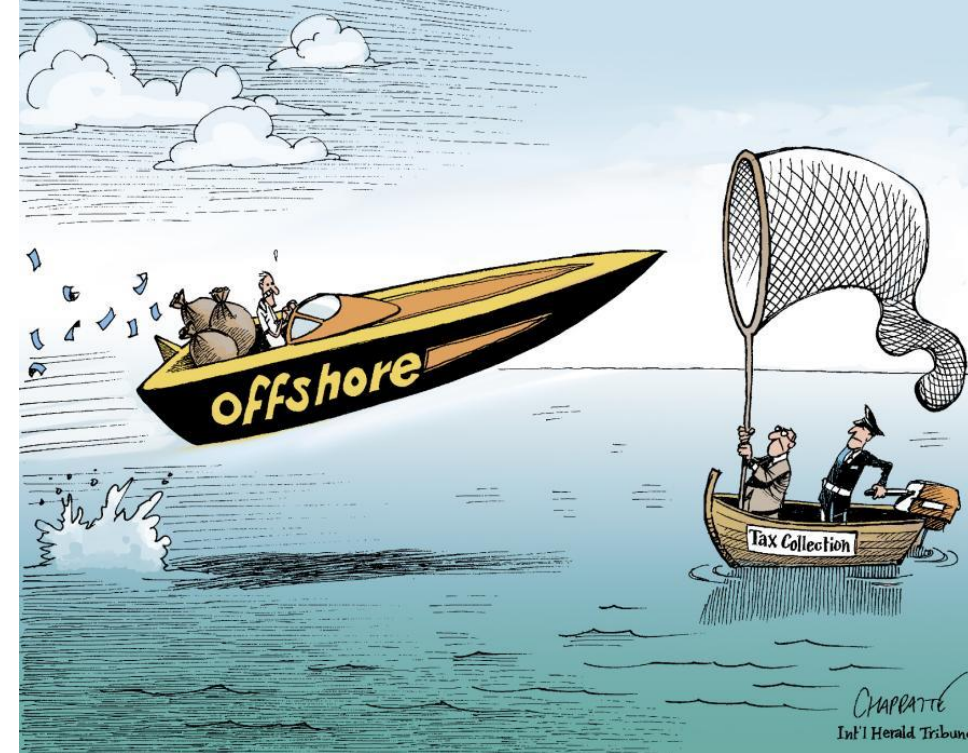
Top Ten Tax Havens

(by estimated assets held)

| Rank | Country | Offshore Wealth (\$ USD) |
|------|----------------|--------------------------|
| 1 | Hong Kong | \$2.8 Trillion |
| 2 | Switzerland | \$2.6 Trillion |
| 3 | Singapore | \$1.6 Trillion |
| 4 | Luxembourg | \$629 Billion |
| 5 | Jersey | \$281 Billion |
| 6 | Bahrain | \$270 Billion |
| 7 | Cayman Islands | \$239 Billion |
| 8 | Panama | \$187 Billion |
| 9 | Macao | \$147 Billion |
| 10 | Isle of Man | \$142 Billion |

ATO stance on tax havens

- ▶ Australian residents are taxed on their worldwide income.
- ▶ Most offshore dealings are legitimate and comply with Australian tax laws.
- ▶ “Offshore tax evasion (OTE)” is the avoidance of tax by either holding money and assets offshore or by not declaring their offshore income.
- ▶ ATO considers OTE a form of financial crime.
- ▶ ATO has resources, sophisticated data matching and analytics capability, and intelligence sharing relationships to uncover even elaborate offshore dealings.



Chappatte for *International Herald Tribune*

ATO methods for offshore tax evasion

- ▶ The Serious Financial Crime Taskforce (SFCT) deals with offshore tax evasion. The **SFCT is ATO-led but multi-agency**.
- ▶ ATO also **collaborates with governments and organisations around the world** to identify offshore tax evasion. For example, the Joint Chiefs of Global Tax Enforcement (J5) which includes Australia, UK, USA, UK and Netherlands, hence “J5”.
- ▶ Australia has a network of **international treaties and information exchange agreements with over 100 jurisdictions**. They also regularly receive **information from informants and third parties**.
- ▶ They **also identify “enablers”** including tax professionals, lawyers and financial advisors who promote or facilitate offshore tax evasion arrangements. They can & do use formal access and information gathering powers to obtain information about their clients.



If you don't get caught today, just wait

2021 ProPublica's Secret IRS Files: ProPublica obtained a vast trove of IRS data on the tax returns of thousands of the wealthiest Americans, revealing how they legally avoid paying significant amounts of income tax.

2021 Pandora Papers: 11.9 million documents from 14 different offshore service providers, exposing the secret offshore financial dealings of politicians, billionaires, and celebrities.

2020 FinCEN Files: 2,100 documents from U.S. Financial Crimes Enforcement Network (FinCEN), revealing how major banks allowed trillions of dollars in suspicious transactions to flow through the financial system.

2019 Mauritius Leaks: 200,000 documents from a Mauritius-based law firm: multinational companies avoid taxes in Africa & Asia.

2018 Football Leaks (2015-2018): Exposed the financial dealings & avoidance strategies of top football players, clubs, and agents.

2017 Paradise Papers: 13.4 million documents law firm Appleby: exposing politicians, celebrities, and business leaders.

2016 Panama Papers: 11.5 million documents from the Panamanian law firm Mossack Fonseca: individuals and public officials.

2015 Swiss Leaks: HSBC's Swiss private banking arm: bank helped clients evade taxes and hide millions of dollars.

2014 LuxLeaks: This leak involved documents from PricewaterhouseCoopers, revealing Luxembourg offered tax rulings that allowed multinational companies to reduce their tax bills significantly.

2013 Offshore Leaks: 2.5 million files from offshore financial service providers: individuals and companies in over 170 countries.

2013 Bahamas Leaks: 1.3 million internal files from the Bahamas: politicians, business leaders, and criminals.

Close

- ▶ **Our next meeting:** Thursday, 17th October, 10 am, Citiplace.
- ▶ **Other ASA groups:**
- ▶ 26th September, Thursday, 10 am — Nedlands Discussion, contact [Kevin](#)
- ▶ 27th September, Friday, 10 am — Perth South of the River (Bull Creek), contact [Peter](#)
- ▶ 1st October, Tuesday 10:15am — Perth Member's Meeting & Investors Forum in State Library auditorium, contact [Kaye](#)
- ▶ 15th October, Tuesday, 10 am — Stirling Discussion (Tuart Hill), contact [Chris](#)
- ▶ 16th October, Wednesday, 10 am — Busselton Discussion, contact [Bernie](#)

<https://www.australianshareholders.com.au/learn-connect/local-meeting-groups/>