

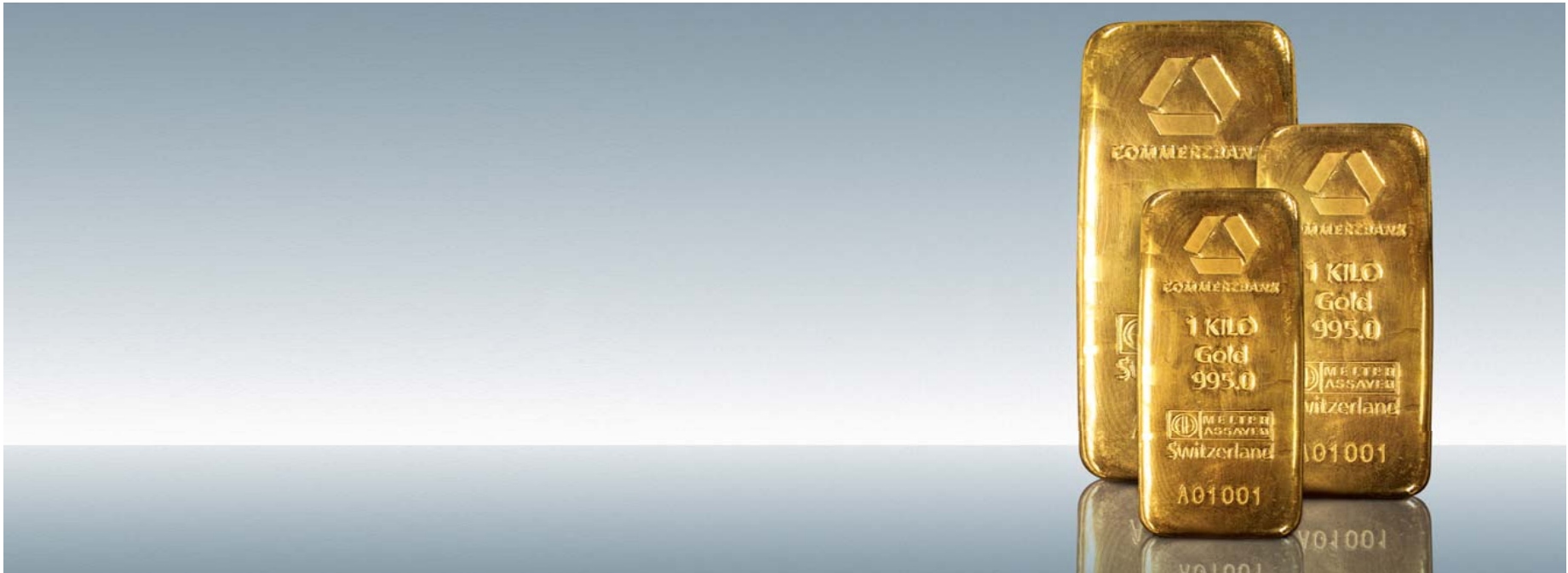
# Bullion Weekly Technicals

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Tuesday, 14 January 2014

## Technical Outlook

**Axel Rudolph**  
+44 207 475 5721  
[axel.rudolph@commerzbank.com](mailto:axel.rudolph@commerzbank.com)



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## Technical Outlook

Precious metals probe key resistance which may well give way, making us medium term bullish

Market	Short term view (1-3 weeks)
Gold:	A daily close above the 1268.28/1272.56 resistance area could lead to a rise to 1327.90/1375.37.
Silver:	Probes key resistance at 20.49/65, a daily close above it will be medium term bullish.
Gold/Silver Ratio:	The break out of the 62.71/60.33 range should determine the medium term trend.
Palladium:	Reached the 750.00 region and may still touch the 759.20/772.11 zone but is losing momentum.
Platinum:	Tries to break through the 2013-14 resistance line and may reach resistance at 1465.57/1486.26.

# Gold, Silver, Palladium and Platinum

Precious metals continue to look strong

GOLD SPOT \$/OZ (GOLDS Comdty)

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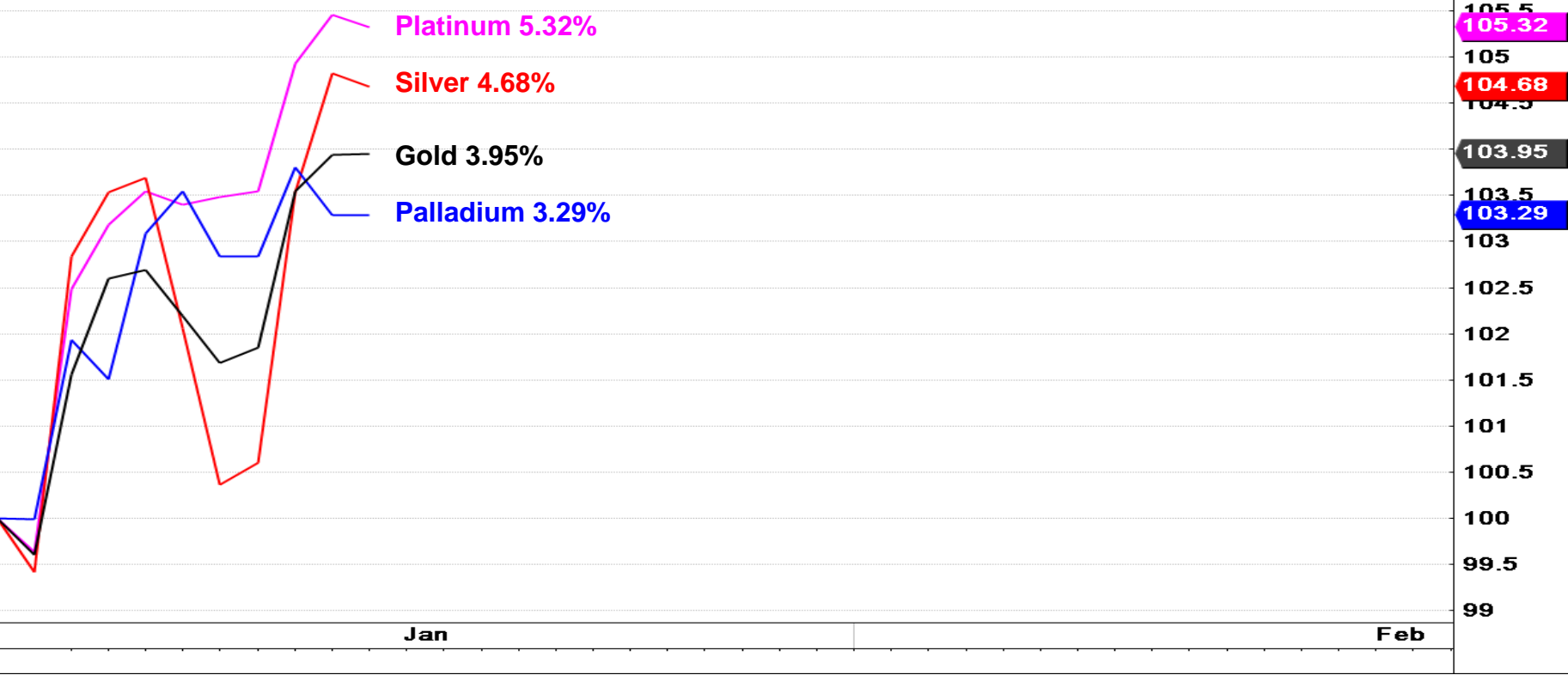
Daily GOLDS Comdty [Rebase PALL Comdty 31/12/13](#) [Rebase SILV Comdty 31/12/13](#) [Rebase PLAT Comdty 31/12/13](#) Ar

Update Professional : Data by Bloomberg

C: 1253.28 -0.94 (-0.07%)

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2014 performance to date

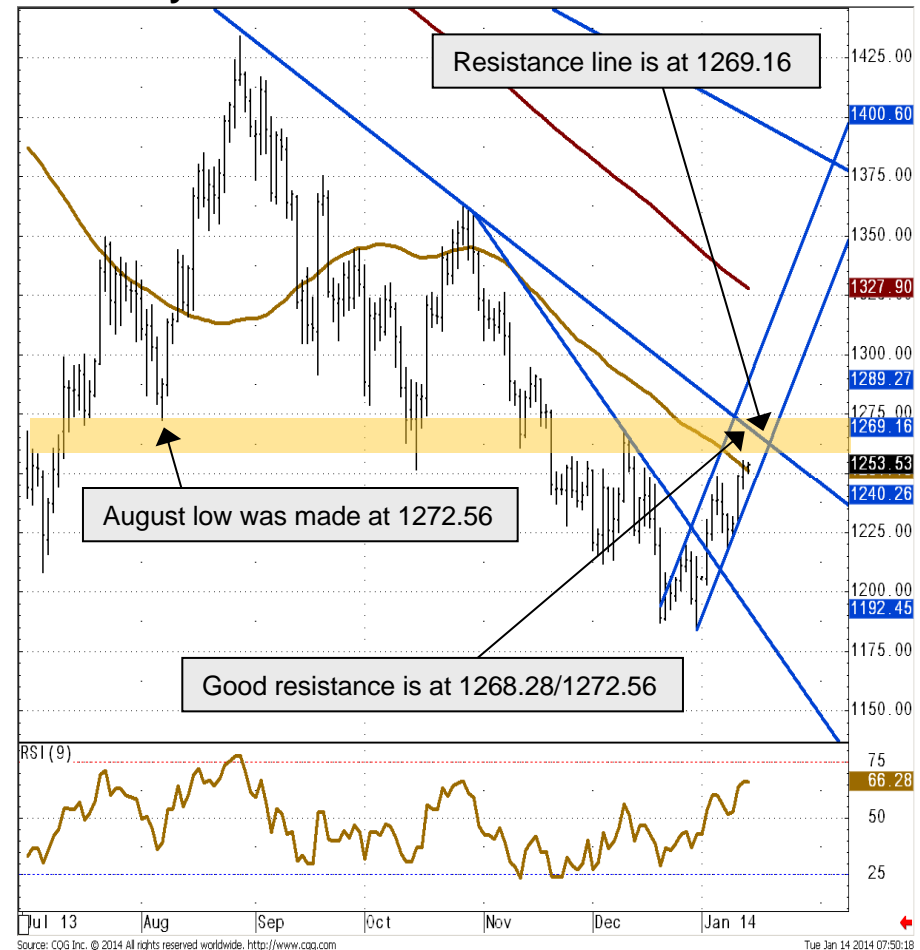


# Gold - Daily Chart

A daily close above the 1268.28/1272.56 resistance area could lead to a rise to 1327.90/1375.37

- › The rally off the December low in the gold price is ongoing and getting ever closer to the key resistance area at 1268.28/1272.56. It consists of the December peak, the 2013-14 downtrend line and the August low.
- › This resistance zone will be key for the next couple of months' trend. A daily close above it will open the way up for the area seen between the 200 day moving average at 1327.90, the July peak at 1349.31 and the mid-September and October highs at 1362.23/1375.37 to be reached.
- › Should the gold price be rejected by resistance at 1268.28/1272.56, a retest of the 1225.00/1211.57 (early December low) looks to be on the cards. At present we do not expect a low below the December trough at 1184.23 to be made, though.
- › Should this be the case and the 1180.04 2013 low give way, the 1156.55/1154.72 July 2010 low and the 61.8% Fibonacci retracement of the 2008-11 rise will be targeted.

Gold Daily Chart



Support	Resistance	1-Week View	1-Month View
1219.5/1211.57	1268.3/1277.7	➔	➔
1184.2/1180.04	1291.6/1300.0		

# Gold - Weekly Chart

The long term downtrend at 1269.16 and the August low at 1272.56 are key for the near future  
**Gold Weekly Chart**



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# Silver - Daily Chart

Probes key resistance at 20.49/65, a daily close above it will be medium term bullish

- › Silver bounced off its late December low at 18.82 and has so far risen to 20.53, right within the significant resistance area at 20.49/65. It contains the October lows, December peak, the 2012-14 downtrend line and the July peak.
- › While it caps on a daily chart closing basis, a fall through the December low at 18.82 remains on the cards which would open the way up for the June and July lows at 18.69 and 18.19 to be reached.
- › Below these sit the 78.6% Fibonacci retracement of the 2008-11 uptrend at 17.28 and the May 2010 low at 17.06. At least some of these levels are expected to be reached in the first half of 2014 even if a rise were to be seen first.
- › As stated before, we cannot exclude a rise above 20.65 in which case we will turn bullish. We could then see a recovery all the way towards the 23.12 October peak before another medium term down leg is being made. While trading below 20.65 we will stay neutral.

Silver Daily Chart



Support	Resistance	1-Week View	1-Month View
19.57/30&18.88	20.49/65	➔	➔
18.82&18.69	21.19&21.61		

# Silver - Weekly Chart

Remains above the 2008-13 support line at 18.90 and the psychological 20.00 mark

## Silver Weekly Chart



# Gold/Silver Ratio - Daily Chart

The break out of the 62.71/60.33 range should determine the medium term trend

- › The gold/silver ratio's bounce off its December low at 60.33 took it to the 62.65 level before swiftly coming off again.
- › We will keep our neutral outlook as long as the ratio trades within the confines of the 2013-14 resistance line at 62.71 and the 2012-14 uptrend line at 60.76 and December low at 60.33.
- › A rise above 62.71 will put the significant resistance area at 63.54/98 (61.8% Fibonacci retracement and the December peak) back on the map, whereas a drop below 60.33 will lead to the October low at 58.95 being targeted.
- › While the ratio stays above the 60.33 December low, we will favour the upside once the current consolidation has run its course.
- › Should a rise above 63.54/98 be seen, the 64.91/65.18 resistance zone will be back in play (early July high, mid-July low and the 78.06% Fibonacci retracement).

Gold/Silver Ratio Daily Chart



Support	Resistance	1-Week View	1-Month View
61.23&60.76/33	62.39/71	➔	➔
59.80&58.95	62.9&63.54/98		

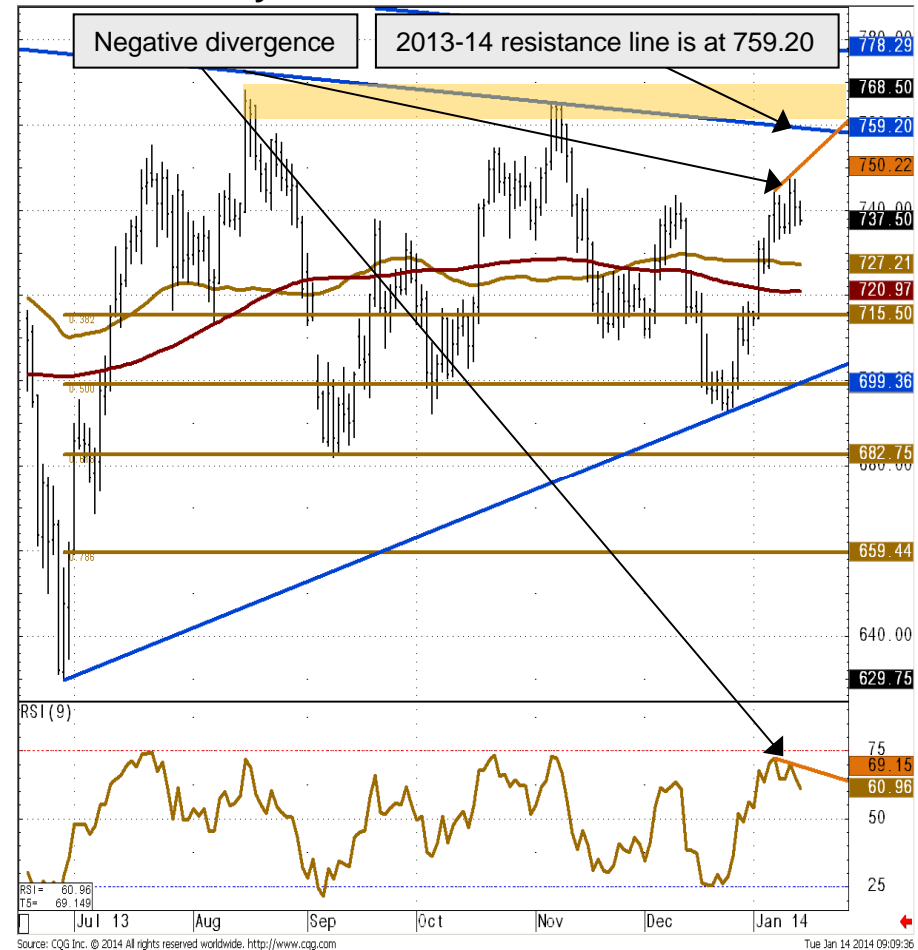


# Palladium - Daily Chart

Reached the 750.00 region and may still touch the 759.20/772.11 zone but is losing momentum

- › Palladium's bounce off the December low at 692.50 briefly took it to the 748.25 level last week before slipping back into the 738.00/745.14 resistance area which is where the September, mid-November and December highs are seen.
- › This rise has been accompanied by negative divergence on the daily RSI and a loss of upside momentum. This could be a precursor to another down leg being made but a daily close below the 725.25 January 3 low would need to be seen for this scenario to become more probable.
- › Unless such a decline occurs, the odds will continue to favour the upside in the short term with the 759.20/772.11 resistance area (2013-14 downtrend line and the June, August and November highs) being targeted on a rise above the current January high at 748.25. If reached at all, we expect this resistance area to cap again.
- › We expect to see further range trading between the December low at 692.5 and the August high at 768.50.

**Palladium Daily Chart**

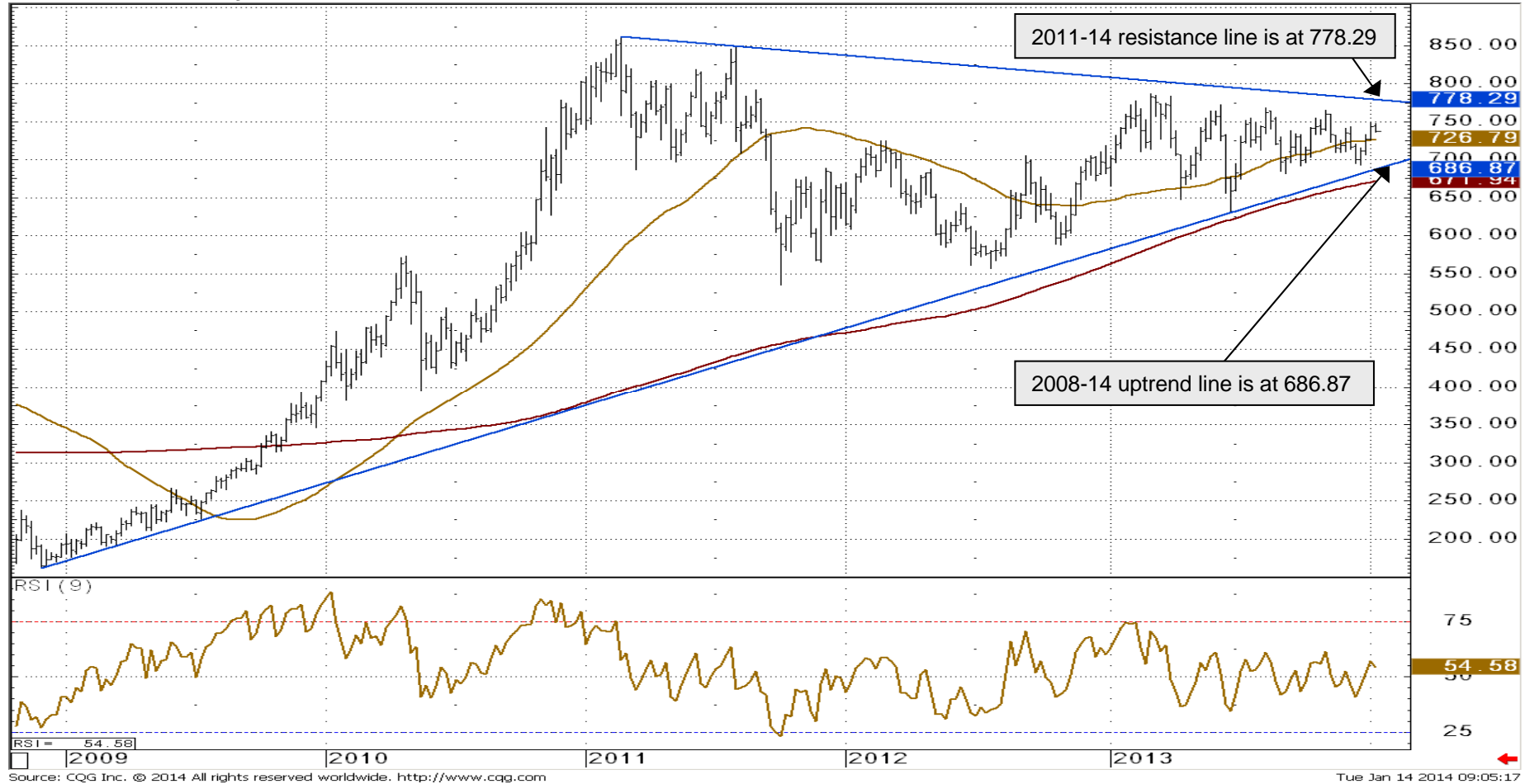


Support	Resistance	1-Week View	1-Month View
727.19/720.97	759.20/764.76	➔	➔
709.63&696.91	768.50/772.11		

# Palladium - Weekly Chart

Once again flirts with the 750.00 region

## Palladium Weekly Chart

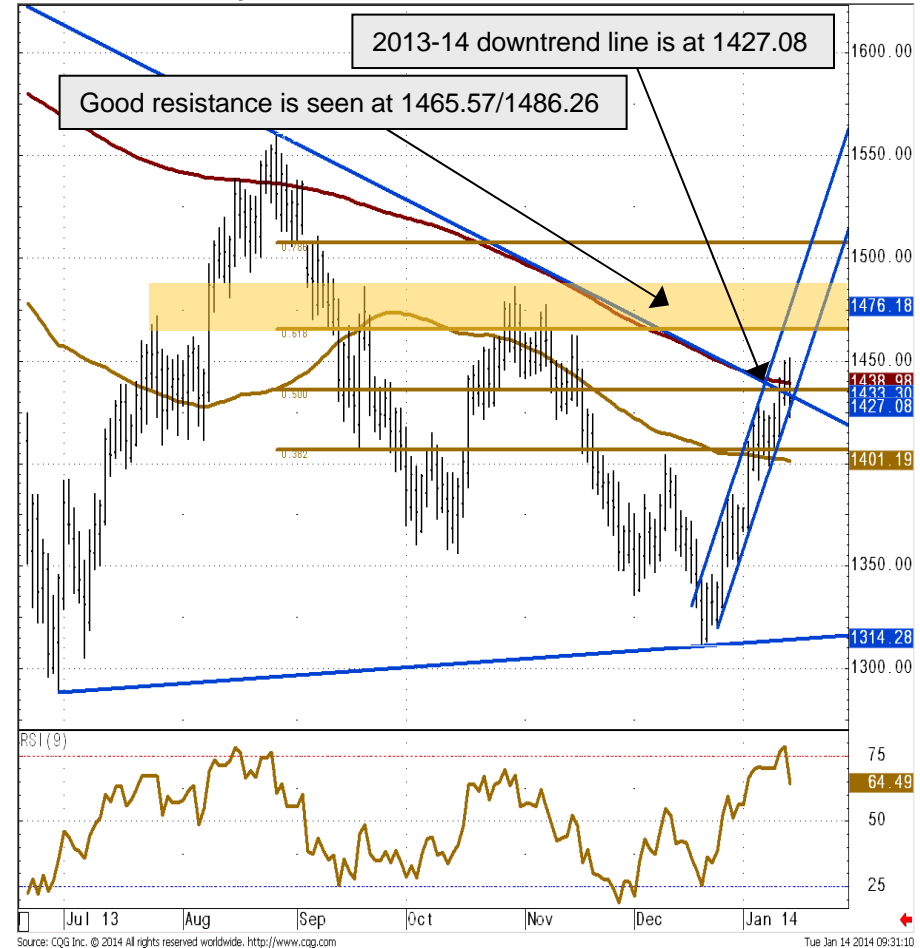


# Platinum - Daily Chart

Tries to break through the 2013-14 resistance line and may reach resistance at 1465.57/1486.26

- Platinum has been trying to break through the 2013-14 resistance line at 1427.08 and the 200 day moving average at 1438.99 over the past few days.
- Should this week's high at 1451.45 be exceeded on a daily chart closing basis, we will have to allow for the next higher 1465.57/1486.26 resistance area to be revisited. It is where the 61.8% Fibonacci retracement of the August-to-December decline, the July, mid-September and October highs were all made. We would expect this resistance zone to cap, if reached at all, though.
- If 1465.57/1486.26 were to be overcome, the August peak at 1561.00 and the minor psychological 1600.00 region will be back in sight. In this scenario we will revert back to a medium term bullish forecast instead of our neutral one.
- Slips should find support between the 38.2% Fibonacci retracement at 1406.62 and the 55 day moving average at 1401.25. While below 1486.26 we will remain neutral.

Platinum Daily Chart

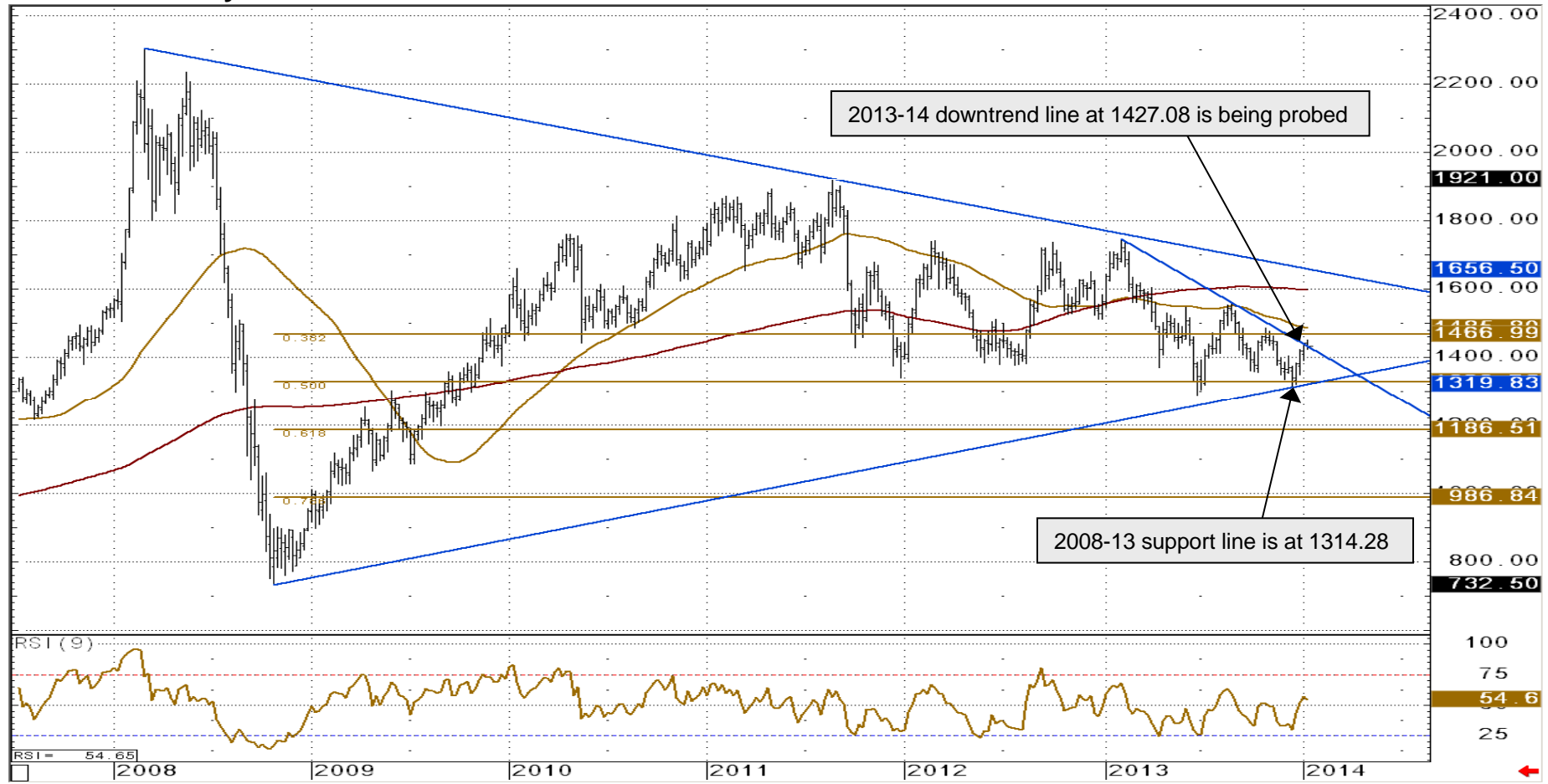


Support	Resistance	1-Week View	1-Month View
1406.6/1401.25	1465.6/1486.3	➔	➔
1360.0/1348.00	1561.0&1600.0		

# Platinum - Weekly Chart

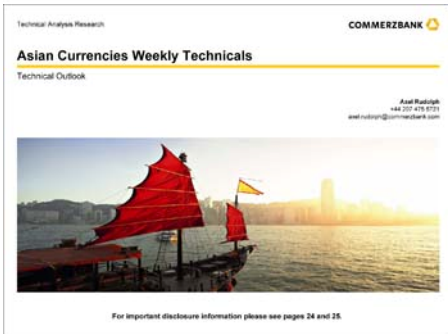
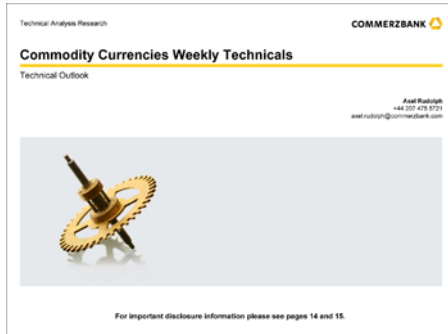
Is trying to break through the 2013-14 downtrend line at 1427.08

## Platinum Weekly Chart



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Tue Jan 14 2014 09:28:27



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DLZ - Gebäude 2, Händlerhaus Mainzer Landstraße 153 60327 Frankfurt	PO BOX 52715 30 Gresham Street London, EC2P 2XY	2 World Financial Center, 32nd floor New York, NY 10020-1050 Tel: + 1 212 703 4000	71 Robinson Road, #12-01 Singapore 068895  Tel: +65 631 10000	29/F, Two IFC 8 Finance Street Central Hong Kong  Tel: +852 3988 0988
Tel: + 49 69 136 21200	Tel: + 44 207 623 8000			



**Karen Jones**  
Head of FICC Technical Analysis

Tel. +44 207 475 1425  
Mail [karen.jones@commerzbank.com](mailto:karen.jones@commerzbank.com)

**Axel Rudolph**  
Senior Technical Analyst

Tel. +44 207 475 5721  
Mail [axel.rudolph@commerzbank.com](mailto:axel.rudolph@commerzbank.com)

Zentrale  
Kaiserplatz  
Frankfurt am Main  
[www.commerzbank.de](http://www.commerzbank.de)

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Postfachanschrift  
60261 Frankfurt am Main  
Tel. +49 (0)69 / 136-20  
Mail [info@commerzbank.com](mailto:info@commerzbank.com)