

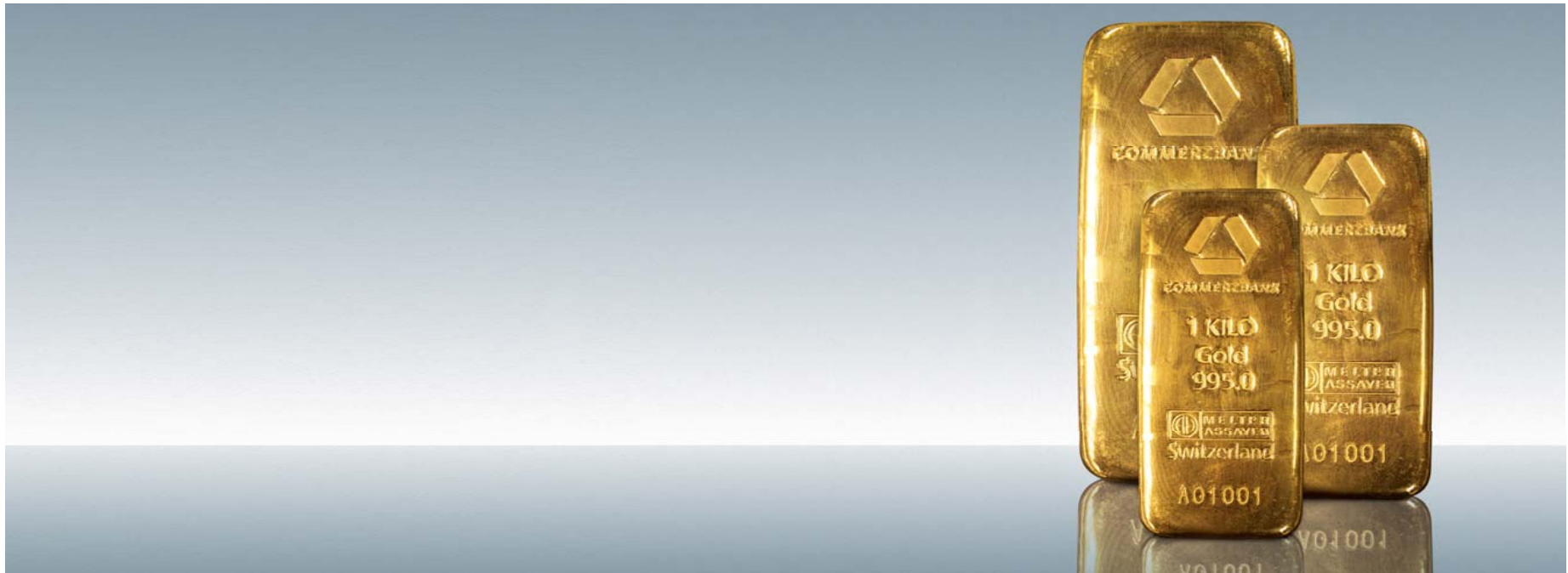
# Bullion Weekly Technicals

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Tuesday, 04 February 2014

## Technical Outlook

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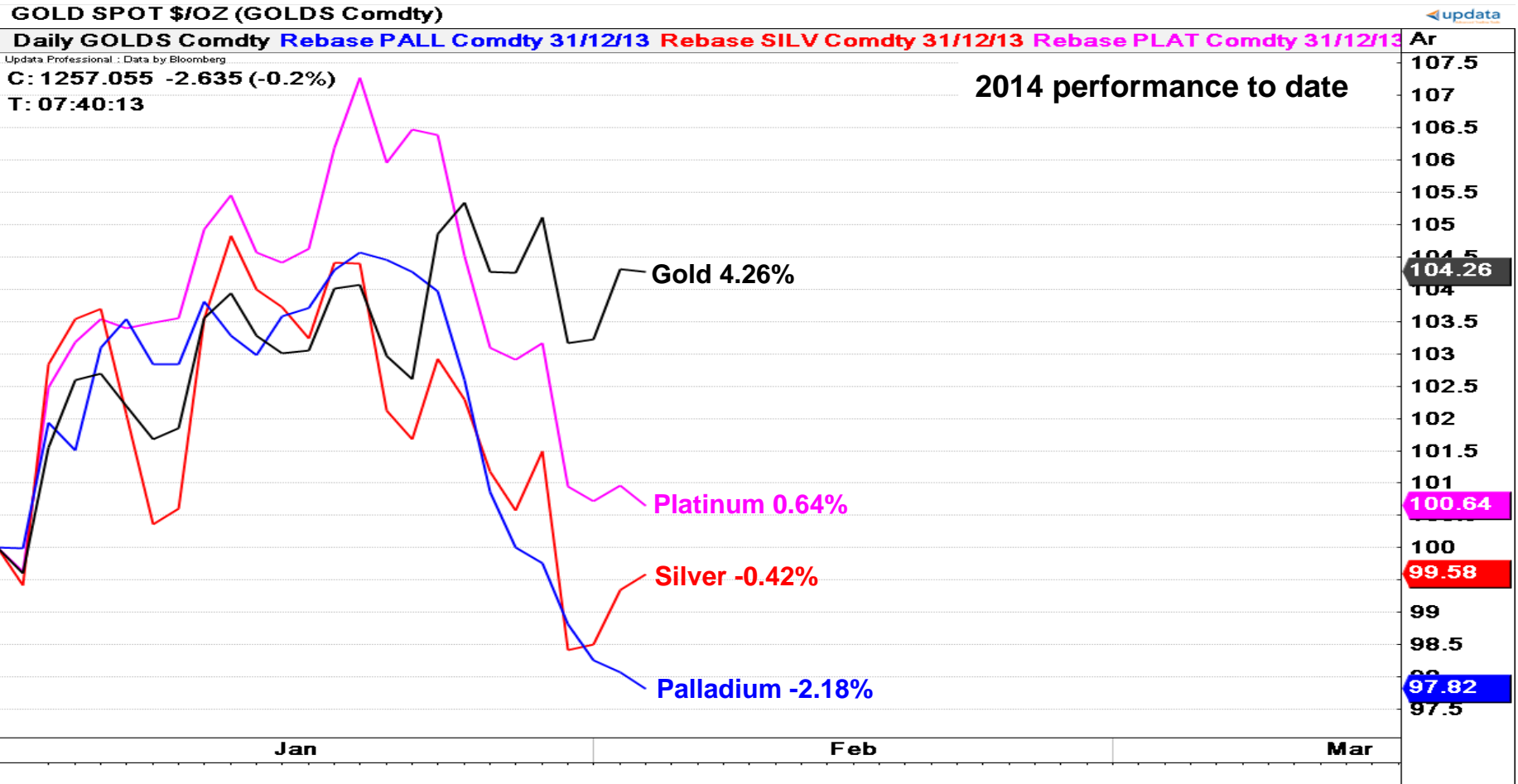
## Technical Outlook

Precious metals are showing a mixed picture but remain essentially sidelined

Market	Short term view (1-3 weeks)
Gold:	While resistance at 1268.28/1272.56 caps on a daily closing basis we will retain our neutral view.
Silver:	Comes off key resistance at 20.49/65 and retests its long term uptrend line at 19.01 which holds.
Gold/Silver Ratio:	Shot up close to the 78.6% Fibonacci retracement where it may lose some upside momentum.
Palladium:	Retests the 699.12/692.30 support zone where downside momentum should diminish short term.
Platinum:	Remains sidelined between the 2013-14 resistance and support lines.

# Gold, Silver, Palladium and Platinum

Gold and to some degree silver are strengthening again whereas Platinum/Palladium stay weak



# Gold - Daily Chart

While resistance at 1268.28/1272.56 caps on a daily closing basis we will retain our neutral view

- › Last week the gold price dropped back to the 55 day moving average from which it has bounced back close to the 1268.28/1279.13 resistance zone which still caps. It consists of the December and January highs and the 2013-14 resistance line.
- › As long as no daily chart close above this resistance zone is being made, we will keep our neutral outlook.
- › Only a daily close above the 1279.13 January high will make us change our forecast to a bullish one.
- › In this case the area seen between the 200 day moving average at 1312.97, the July peak at 1349.31 and the mid-September and October highs at 1362.23/1375.37 will be in focus.
- › While the gold price is being rejected by resistance at 1268.28/1279.13, a retest of the 1225.00/1211.57 (early December low) remains on the cards.

Gold Daily Chart



Support	Resistance	1-Week View	1-Month View
1238.83/1231.2	1268.3/1279.1	➔	➔
1218.1&1211.6	1291.6/1300.0		

# Gold - Weekly Chart

The January high at 1279.13 is still key for the medium term trend

## Gold Weekly Chart



# Silver - Daily Chart

Comes off key resistance at 20.49/65 and retests its long term uptrend line at 19.01 which holds

- › The silver price has come off the 2012-14 downtrend line at 20.01 and slid to the 2008-14 uptrend line at 19.01 which underpins at present. We therefore keep our neutral view.
- › This will be the case while the topside is capped by the 20.49/65 major resistance area, made up of the October lows and December peak as well as July highs, and while no daily chart close below the December low at 18.82 is being made.
- › Failure at 18.82 would open the way up for the June and July lows at 18.69 and 18.19 to be reached and make us bearish again. Below these levels 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.
- › A, for now unexpected, rise above 20.65, would turn us medium term bullish and would push the 23.12 October peak back to the fore.

Silver Daily Chart



Support	Resistance	1-Week View	1-Month View
18.99/82&18.69	19.83&20.01	➔	➔
18.19&17.28	20.49/65		

# Silver - Weekly Chart

Retests the 2008-14 uptrend line at 19.01 which still underpins at present

## Silver Weekly Chart



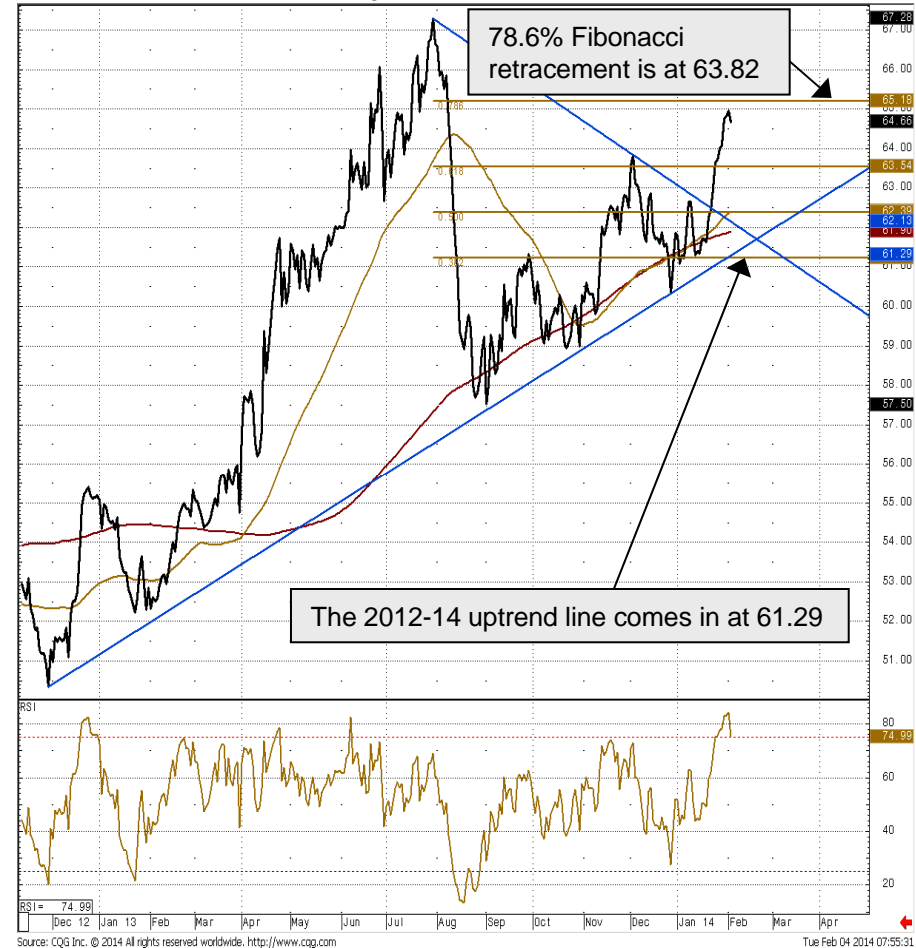
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# Gold/Silver Ratio - Daily Chart

Shot up close to the 78.6% Fibonacci retracement where it may lose some upside momentum

- › The gold/silver ratio overshot the significant resistance area at 63.54/98 (61.8% Fibonacci retracement and the December peak) which we expected to cap at least in the short term.
- › The next higher 64.91/65.18 resistance zone is thus being tested instead. It is made up of the early July high, mid-July low and the 78.06% Fibonacci retracement.
- › We expect this resistance zone to take the wind out of the current advance's sails but have changed our medium term outlook to a bullish one in view of visible recent strength.
- › Good support comes in between the 63.82 December peak and the 61.8% Fibonacci retracement at 63.54.
- › A daily close above 65.18 would make us short term bullish as well and lead to the June 2013 high at 66.07 being targeted next, followed by the July peak at 66.35 and the 2013 peak at 67.28.

Gold/Silver Ratio Daily Chart



Support	Resistance	1-Week View	1-Month View
63.82/54&62.86	64.91/65.18	➔	➔
62.63&62.39	66.07/35		



# Palladium - Daily Chart

Retests the 699.12/692.30 support zone where downside momentum should diminish short term

- › Palladium's recent decline has taken it to the 699.12/692.30 support zone which consists of the 50% retracement of the June-to-August rise, the 2008-14 uptrend line and the October and December lows. Here the precious metal should find at least short term support.
- › Were a daily close below the October low at 692.30 to be made on a daily chart closing basis, though, we would change our forecast to a bearish one and target the September low at 618.99 in the first instance and then the 78.6% Fibonacci retracement at 659.44.
- › While 699.12/692.30 holds, though, a bounce back towards the 55- and 200-day moving averages at 722.84/724.08 could be seen, though.
- › For now we expect to see further range trading between the October low at 692.30 and the August high at 768.50. Were the next higher June high at 772.11 to be overcome, the 783.75/786.50 March/April highs would be targeted.

**Palladium Daily Chart**

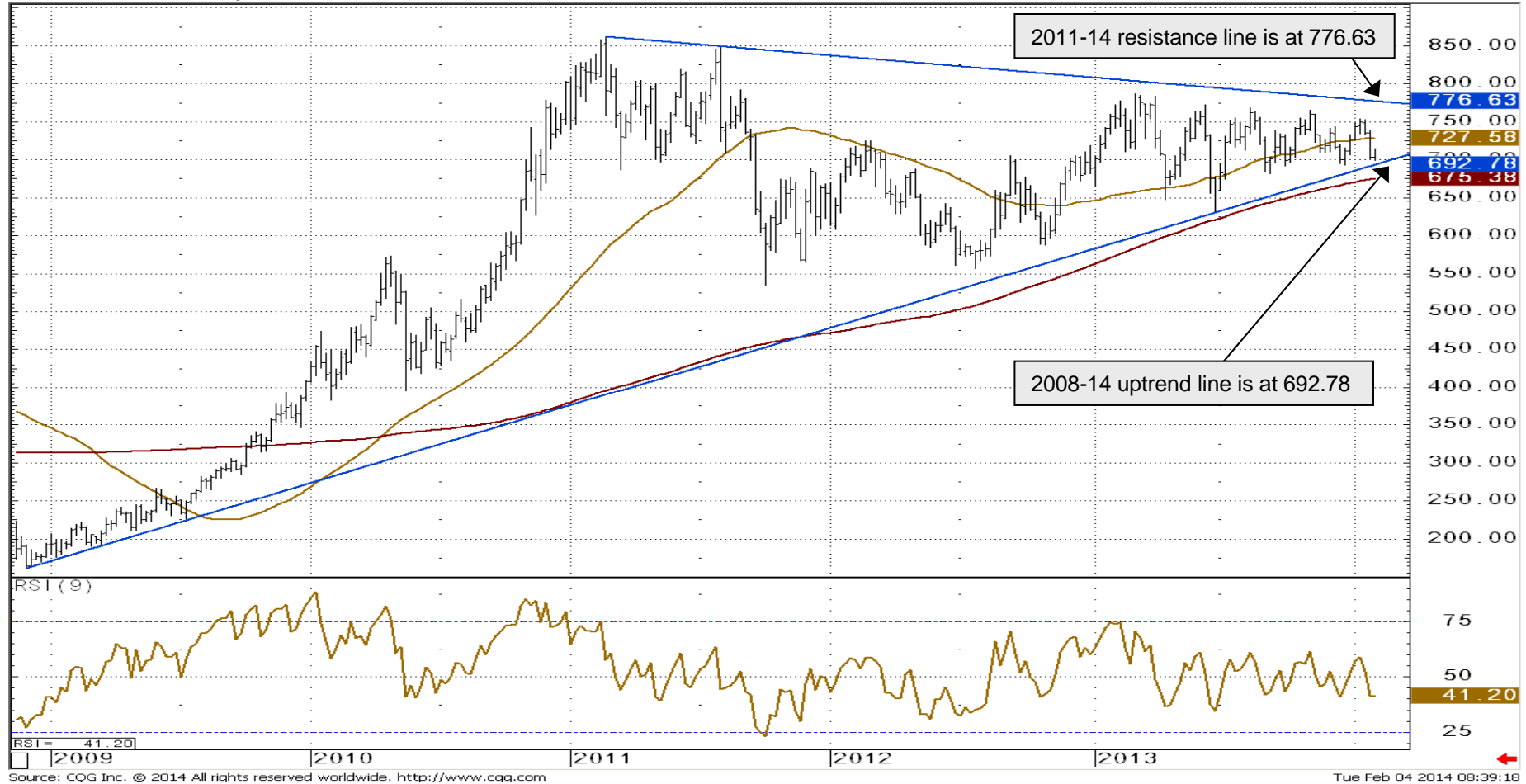


Support	Resistance	1-Week View	1-Month View
699.12/692.30	709.63/715.50	➔	➔
681.99/677.00	722.84/724.08		

# Palladium - Weekly Chart

Is once again approaching the 2008-14 uptrend line at 692.78

Palladium Weekly Chart



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# Platinum - Daily Chart

Remains sidelined between the 2013-14 resistance and support lines

- Platinum's rejection by the 1465.57/1486.26 resistance area has taken it back to the 1360.00/1356.00 support zone where the October lows were made. For now it seems to be stabilising above this support area.
- While resistance at 1465.57/1486.26 continues to cap, the long term uptrend line at 1326.30 could be retested.
- The 1465.57/1486.26 resistance area is made up of the 61.8% Fibonacci retracement of the August-to-December decline, the July, mid-September and October highs.
- If it were to be overcome, the August peak at 1561.00 and the minor psychological 1600.00 region would be back in sight. Only in this scenario would we revert to a medium term bullish forecast instead of our neutral one.
- While trading below 1486.26 but above the 1311.19 December trough we will remain neutral. Failure there and at the June low at 1288.63 would eye 1200.00/1186.51.

Platinum Daily Chart

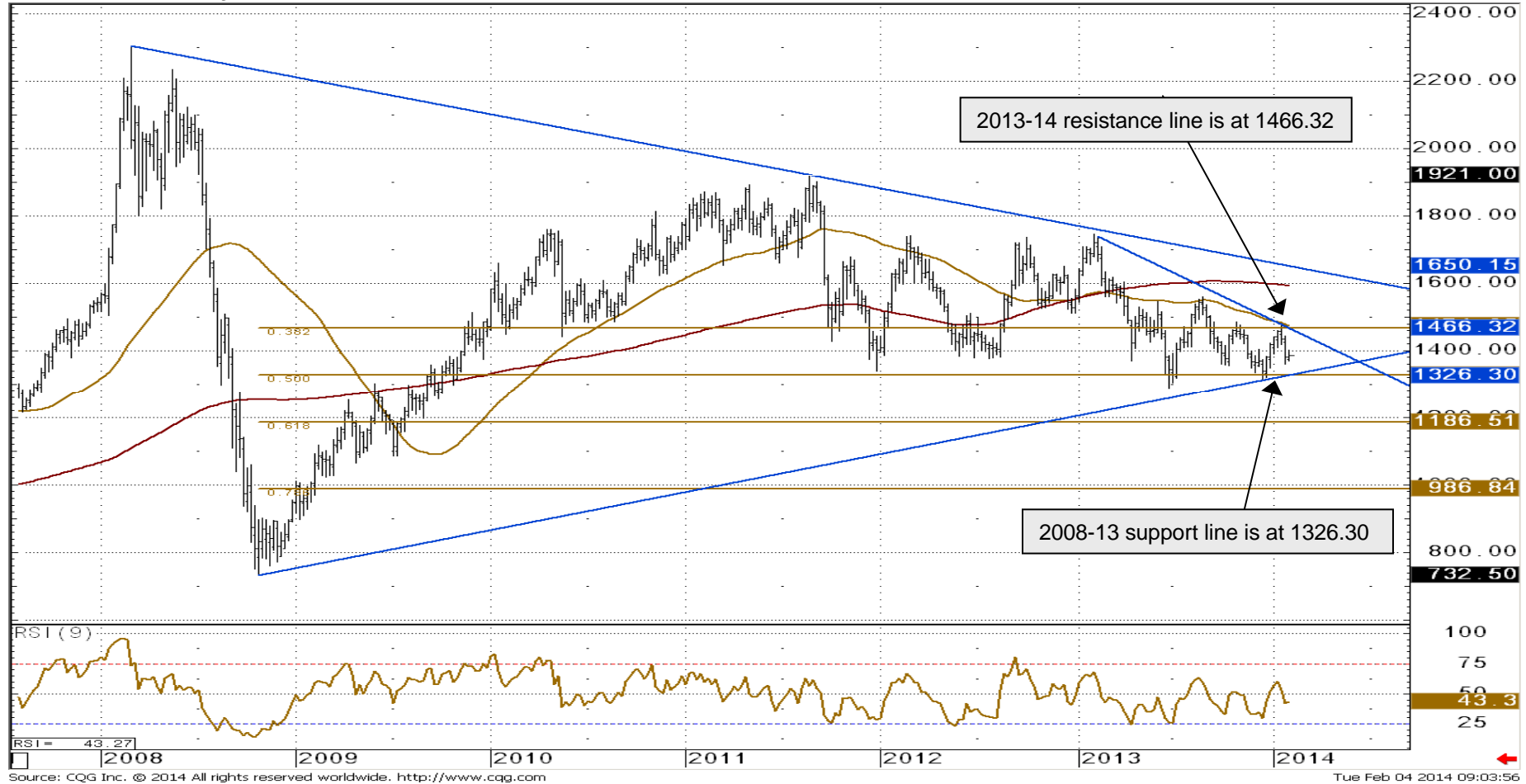


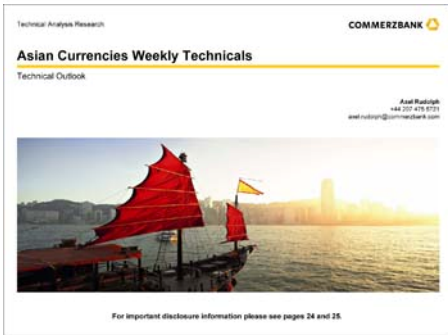
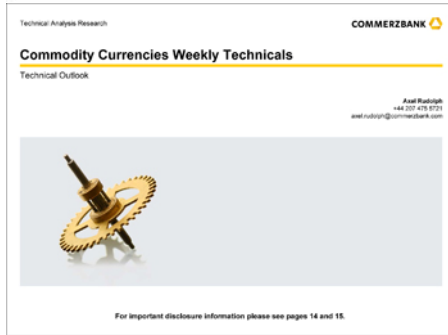
Support	Resistance	1-Week View	1-Month View
1360.0/1356.0	1410.0&1436.1	➔	➔
1335.5&1311.2	1464.9/1486.3		

# Platinum - Weekly Chart

Trades back below the psychological 1400.00 level

## Platinum Weekly Chart





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