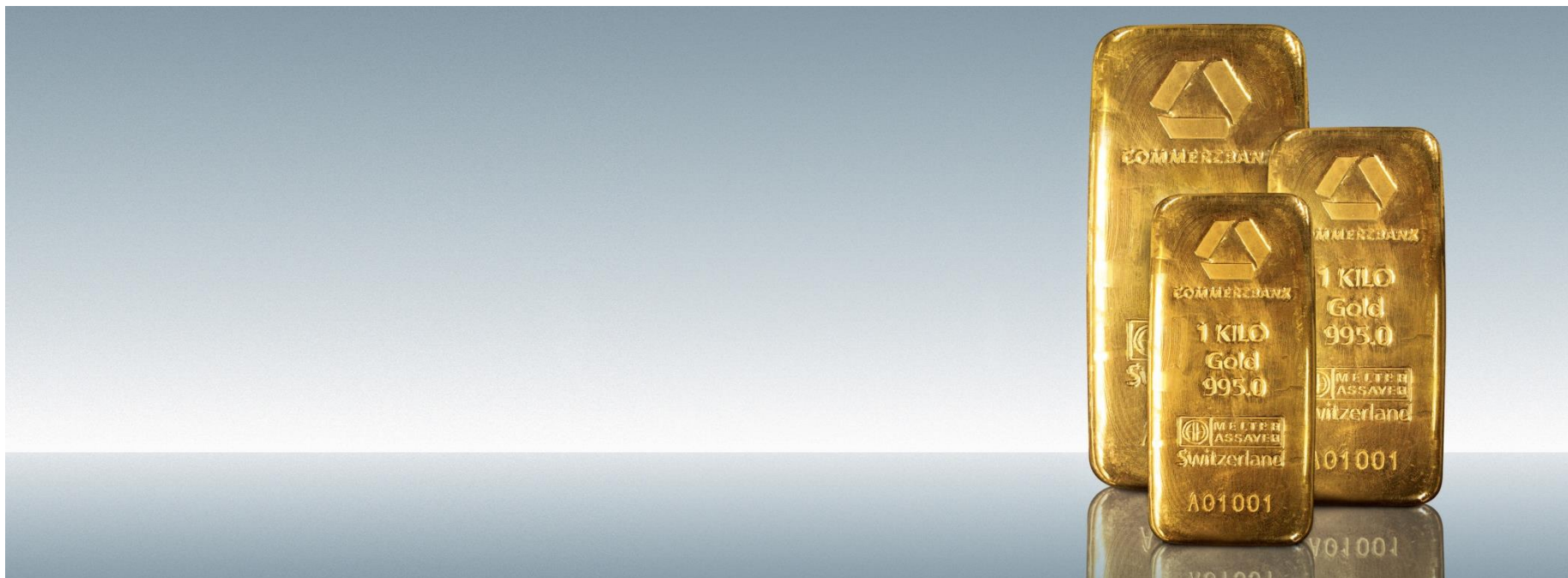


# Bullion Weekly Technicals

Wednesday, 31 May 2017

## Technical Outlook

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# Technical Outlook

Market	Short Term View (1-3 weeks)	Page
Gold	Up move stalling ahead of the 6 year downtrend at 1283.	<a href="#">Click here for chart</a>
Silver	Rally higher is about to encounter the 55 and 200 day moving averages, where it is likely to fail	<a href="#">Click here for chart</a>
Gold/Silver Ratio	Recent failure at the May 2016 high and Fibos at 76.09/44 suggests a neutral to negative bias should be maintained	<a href="#">Click here for chart</a>
Palladium	Strong recovery off the one year uptrend points to a retest of the 831.22 April high	<a href="#">Click here for chart</a>
Platinum	Market is approaching the 2016-2017 downtrend at 982, we would again allow for this to hold the initial test.	<a href="#">Click here for chart</a>

# Gold - Daily Chart

Up move stalling ahead of the 6 year downtrend at 1283.

- › **Near term the market outlook is neutral – it is stalling ahead of the 1283 downtrend and is likely to consolidate .** Spot Gold in early May sold off towards and recovered just ahead of the 50% retracement at 1210. It faces overhead the 1283 6 year downtrend. This will need to be overcome on a closing basis to confirm further upside potential and this does not look likely currently. We suspect that the market will now range/consolidate.
- › **Where are we wrong?** Only failure at the 1181 mid January low will de-stabilise the chart and introduce scope for a retest of the 1123 mid December low, but we look for longer term trend lines circa 1127 to hold the downside. This support is reinforced by the 78.6% retracement of the move from 2015 to 2016, this is located at 1116/17.
- › **Our longer term our bias is bullish,** but this will only be confirmed on a break and weekly close above the 6 year downtrend at 1285. This will introduce scope to the 1375.53 July 2016 high.

Gold Daily Chart



Support	Resistance	1-Week View	1-Month View
1254, 1241	1270.76	➔	➡
1210, 1194.85	1283, 1295.79		

# Gold - Weekly Chart

The 2011-17 downtrend line at 1283 continues to hold.



# Silver - Daily Chart

Rally higher is about to encounter the 55 and 200 day moving averages, where it is likely to fail.

- ▶ **Near term outlook is neutral to negative.** Silver's rally higher will shortly encounter the 55 and 200 day ma at 17.48/59, and currently this is indicated to be corrective – ie likely to fail in this vicinity. It will need to regain the 200 day ma at 17.59 in order to negate downside pressure and re-target the 18.69 April high.
- ▶ **Longer term outlook is neutral to slightly positive:** Below 15.62 will allow for a slide to the 78.6% retracement at 15.23/24. We suspect that the downside is now limited however and these supports will hold.
- ▶ **Where are we wrong?** The market will need to regain the 200 day ma at 17.59 on a closing basis to retarget the 18.69 April high.

Silver Daily Chart



Support	Resistance	1-Week View	1-Month View
16.99, 16.46	17.48/59	➔	➔
16.05, 15.62	18.58/69.		

**Silver – Monthly Chart.** Is this basing longer term?? Possibly?? Need further confirmation. Currently prices are pinned down by the 55 month ma at 19.13



# Gold/Silver Ratio - Daily Chart

Recent failure at the May 2016 high and Fibos at 76.09/44 suggests a neutral to negative bias should be maintained

- Near term bias is neutral to narrowing.** The gold/silver ratio has recently failed just ahead of the 76.09 May peak as expected. It is interesting to note that the move higher is still indicated to be the end of wave '4' i.e corrective in nature and we believe has topped short term. The 73.05 November high has been eroded and we look for the 71.80/70.60, 55 and 200 day moving averages to be tested. Failure here will trigger losses to the 6 month support line at 68.10.
- Longer term we remain neutral to negative:** The 76.09 resistance is reinforced by the 61.8% retracement at 76.44 and it should struggle here and for now we remain neutral to negative.
- Where are we wrong?** Above the 76.09/44 May peak and Fibos will signal further strength to the 78.6% retracement at 79.38.

Gold/Silver Ratio Daily Chart



Support	Resistance	1-Week View	1-Month View
71.80/70.60	73.05, 76.09/44	➔	➔
68.10	79.38		



# Palladium - Daily Chart

Strong recovery off the one year uptrend points to a retest of the 831.22 April high

- › **Near term outlook is now positive:** Palladium has seen a strong rebound from just ahead of the one year uptrend at 738.29 and the market has closed above the 55 day ma and in doing so suggests that it is capable of re-testing the 831.22 recent April high and the 833.65 March 2015 high
- › **Where are we wrong? Below the 738.29 uptrend.** Failure here would retarget the 200 week ma at 715.06.
- › **Longer term – neutral to positive:** The 833.65 2015 high is tough overhead resistance and we again look for it to hold the initial test, what is not clear to us is whether the market has the legs to take out this resistance longer term and tackle to the 911.81 2014 high, however the risk has now increased.

**Palladium Daily Chart**

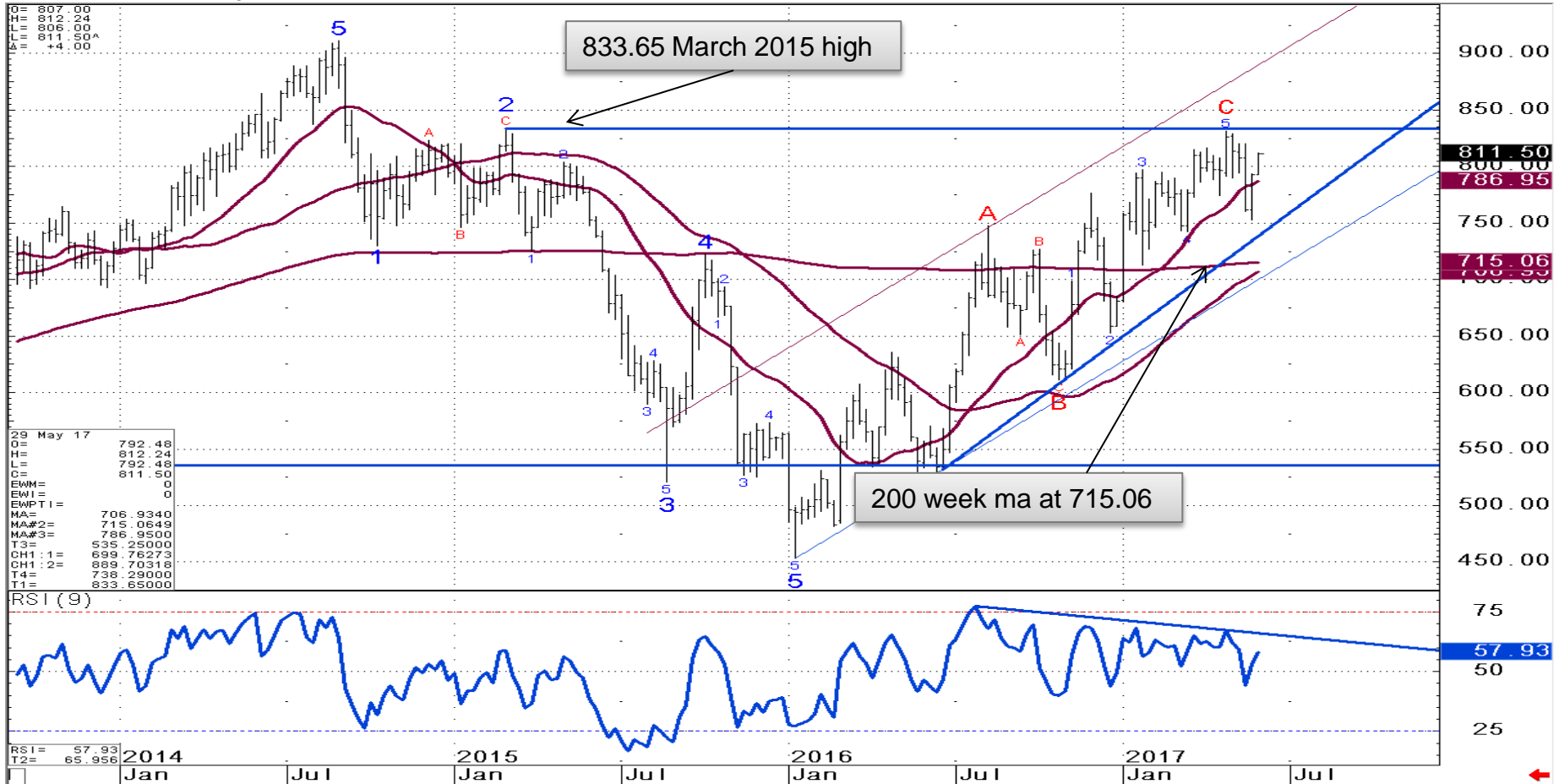


Support	Resistance	1-Week View	1-Month View
786.95	820.25/50	➔	➔
752.50/742.49	831.22/833.65		



# Palladium - Weekly Chart. Capable of retesting the 831.22/833.65 major resistance

Palladium Weekly Chart



# Platinum - Daily Chart

Market is approaching the 2016-2017 downtrend at 982, we would again allow for this to hold the initial test.

- › **Near term outlook is neutralising:** The market continues to recover off 886/887 (December 2016 lows), but is approaching the 200 day ma and 2016-2017 downtrend at 975/82 where it is likely to struggle.
- › **The longer term outlook is neutral/stable while above 891/886:** A close above the 975/82 resistance would imply recovery to the 1042.75 Fibo and the recent high at 1050.51. Longer term we suspect that it is basing, but will only be confirmed on a close above the 982 downtrend
- › **Where are we wrong?** Below 886 will introduce scope to the 807.50 January 2016 low.

Platinum Daily Chart

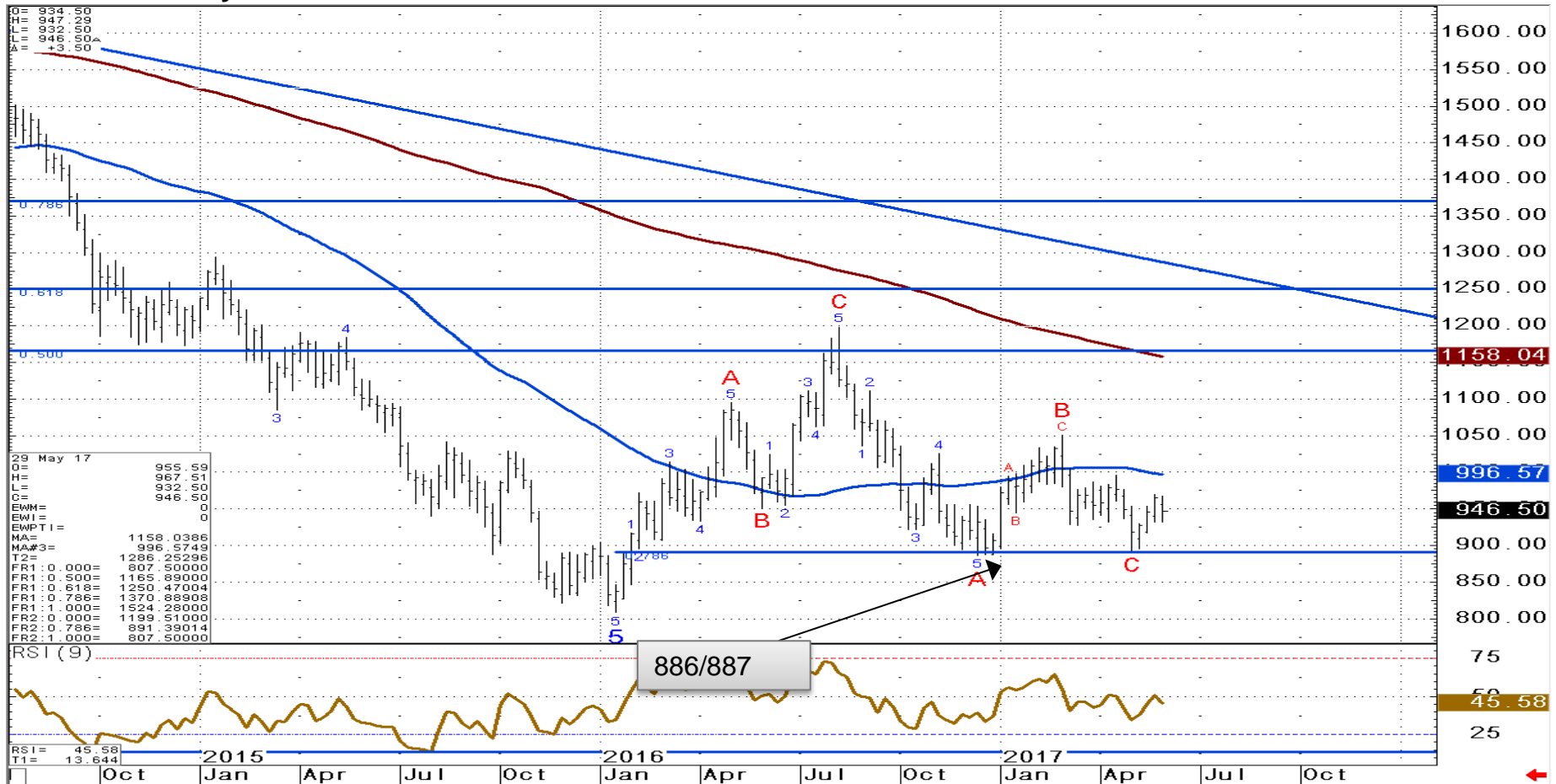


Support	Resistance	1-Week View	1-Month View
927.49	979.38, 987	➔	➔
885.99/886.99	992.16, 1050.51		

# Platinum - Weekly Chart

Holding over the 886/887 December low

## Platinum Weekly Chart



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FX Outlook

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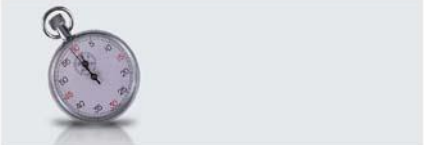
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**Fixed Income Weekly Technicals**  
Technical Outlook

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