

TECH FOCUS

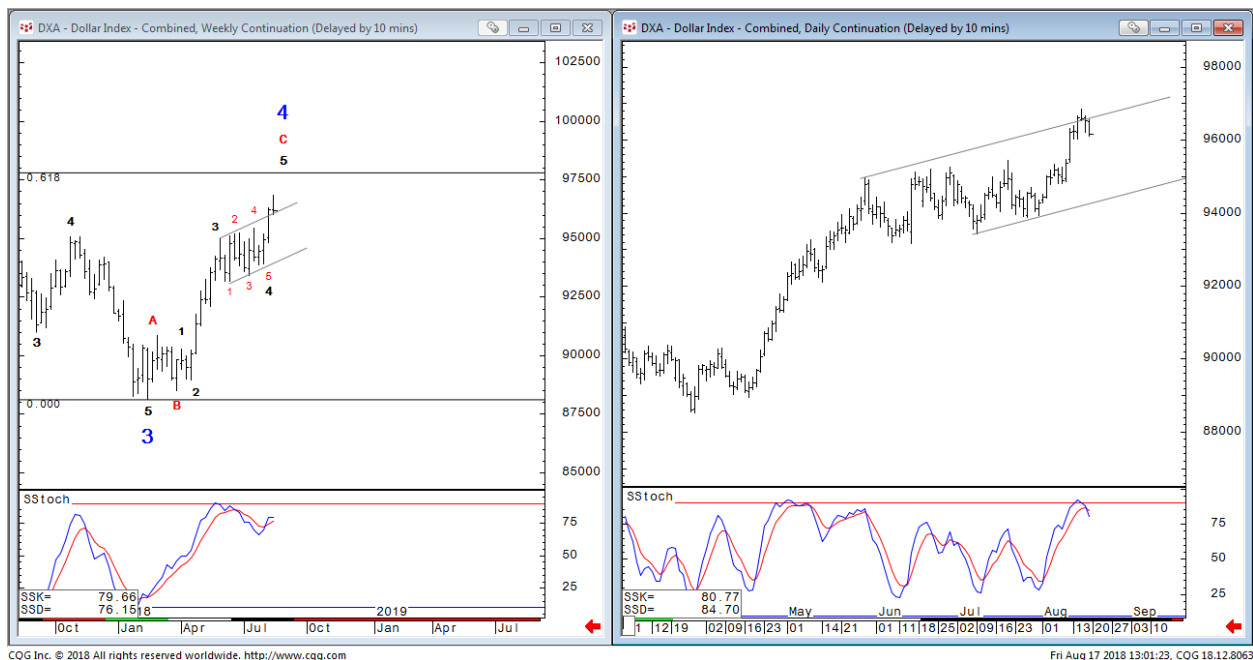
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Daily Guidelines Financial

Friday, August 17, 2018

US Dollar Index** Weekly and Daily Continuation

Support 9320 then 9200 plus/minus. Resistance 9950-9800 range. Our Tech Focus article this week was on the U.S. Dollar. We addressed the small 5 swing triangle on the weekly from which the market broke out one week ago. That pattern dictated fine tuning the upside and for the short term we calculated targets at **9783** and **9785** as explained in the article. Prices traded a marginal new high on Wed up to **9686** and thereafter backed off to retreat and re-enter the larger pattern. They did so on the daily continuation chart but not quite on the weekly. **A momentum crossover on the daily and a potential bearish divergence on the weekly are flashing warning.**



Gold** Weekly and Daily Dec '18

Support 1120-1130 range. Resistance 1205-1210 and then 1237 closing basis. There was a significant expansion of the range to the downside this week which we suspect but cannot prove may have coincided with a possible exhaustion of the move down. Gapping action would be more tell-tale but trading around the clock makes that less likely to happen. We saw a pattern on the weekly chart worth noting. In a big picture decline, prices will often go through a previous important low from the past but hold above a lower and older low. *When that occurs the mid-point area between the 2 lows is the area to focus on.* The 2 lows noted on the weekly chart are 1204 and 1123.9 and the mid-point is 1163.95. The current low this week is 1161.4, close enough to watch very closely. It is late and we have not seen the CFTC positions as yet. We will a bit later and make comments next time around.

