



GOLD Swing Trade Week of Oct. 5, 2015

1. Futures prices (GCZ15) - LAST WEEK and PRIOR WEEK

Open	High	Low	Closing
1145.00	1147.80	1103.80	1136.60
PRIOR WEEK			
1138.70	1156.40	1121.10	1145.60

2. PIVOTS (based on Globex high-low)

	Weekly	Monthly	Yearly
R3	1217.40	1307.03	1760.10
R2	1173.40	1217.23	1497.90
R1	1155.00	1174.87	1341.00
PPT	1129.40	1127.43	1235.70
S1	1111.00	1085.07	1078.80
S2	1085.40	1037.63	973.50
S3	1041.40	947.83	711.30

3. WEEKLY SWING TRADING NUMBERS

	Weekly
2nd Sell level	1176.70-1172.20
1st Sell level	1162.50-1160.70
Key #	1146.70-1148.50
1st Buy level	1109.50-1110.50
2nd Buy level	1097.50-1099.50

The key # is a control point for up or down moves. When price moves from one side of that line to the other and stays in the new range it often indicates a change in trend and the beginning of a stop run. Look for the price to move toward new support and resistance levels, often at/near our buy or sell range.

How to trade the weekly swing trade focus numbers:

Enter at or close to the focus numbers. The stops are activated by a close above (below) the stop. In that case place an order to exit the position at or near your entry as soon as the overnight session opens. Maintain the order in the day session if it is not hit overnight, and use a supplemental stop set for your maximum allowable daily loss. If you enter the trade and the market moves in your favor, take profits at 3, 5, 10, 15 or 20 point intervals. If the price does not approach the entry levels, stand aside.

4. OUTLOOK FOR GOLD

Weekly chart



Last week

Gold surged on weak jobs data Friday and erased the four-day loss from earlier in the week. The early decline was largely due to confusion about the Fed's plans for a possible rate hike in October. But on Friday both the Non-farm Payroll and the Factory Orders were bad, and failed to support tighter monetary policy. Fed comments in the financial press about further easing gave convinced traders a rate increase is not imminent.

This week

FOMC minutes will be released on Thursday. All eyes will focus on whether Fed members will support a hike rate at the end of October or not. If not, the gold price will continue moving up.

Based on the weekly chart, the sub-wave 4 of last primary wave 5 still is going on. As long as GOLD price doesn't go under 1095.50 level, the C top still should be expected for next upside target area.

The 1148.50-1146.70 zone will be a key zone for this week. A move above it will be bullish. A further rally up to 1162.50-1156 or higher up to 1173.00-1176.50 zone should be expected to form the C top.

We may see a pullback later if the Fed does decide to raise the interest rate, but we doubt that will happen. Therefore, traders should continue to focus on the buying side if there is a pullback move in the coming days or weeks. All the short-term and long term support zones below the current price are expected to hold the price up.

LONG-TERM SUPPORT at 1007.7-1033.90 - Yearly breakout level from Year 2008- 2009

LONG TERM Trend line SUPPORT at 1009.50 this week.

INTERMEDIATE TERM SUPPORT at 1045-1035 zone

SHORT-TERM SUPPORT at 1072-1095 zone.