



## GOLD Swing Trade Week of Oct. 26, 2015

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

Open	High	Low	Close
1176.90	1181.40	1158.60	1162.80
<b>PRIOR WEEK</b>			
1155.00	1191.70	1151.30	1183.10

### 2. PIVOTS (based on Globex high-low)

	Weekly	Monthly	Yearly
R3	1213.30	1240.30	1760.10
R2	1190.40	1181.50	1497.90
R1	1176.60	1148.00	1341.00
<b>PPT</b>	<b>1167.60</b>	<b>1123.00</b>	<b>1235.70</b>
S1	1153.80	1089.30	1078.80
S2	1144.80	1064.10	973.50
S3	1122.00	1005.50	711.30

### 3. WEEKLY SWING TRADING NUMBERS

	Weekly
<b>2<sup>nd</sup> Sell level</b>	<b>1204.50-1206.50</b>
<b>1<sup>st</sup> Sell level</b>	<b>1193.50-1192.50</b>
<b>Key #</b>	<b>1169.50-1166.50</b>
<b>1<sup>st</sup> Buy level</b>	<b>1146.30-1148.50</b>
<b>2<sup>nd</sup> Buy level</b>	<b>1135.50-1132.70</b>

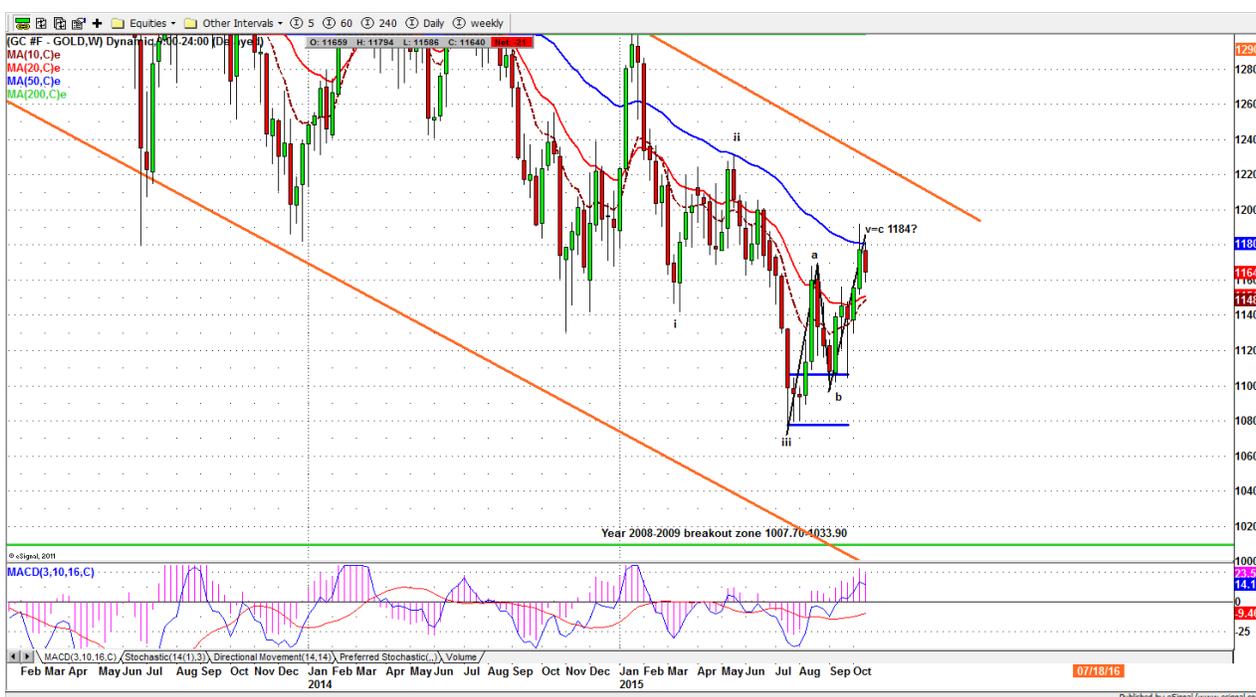
The key # is a control point for up or down moves. When price moves from one side of that line to the other and stays in the new range it often indicates a change in trend and the beginning of a stop run. Look for the price to move toward new support and resistance levels, often at/near our buy or sell 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 had a small retracement last week after it completed a short-term A-B-C bounce. The 50-week moving average line is the intermediate-term resistance line; it will not be easy to break through it.

### This week

The effects of the ECB statements about new stimulus measures have already been factored into the price. Traders' fond hopes that the Fed will not hike in December are also included in the price, so statements from the Fed increasing or decreasing the likelihood of a rate increase will also affect gold.

There is an ultra-short-term overbought condition in gold, and that is likely to produce a pullback of some kind.

This week we are looking at the \$1145-30 area for confirmation about the next move. If that area holds the price up, the price could resume its rally to challenge the 50-week moving average line again. A move below the \$1146-30 level could lead GOLD down in a final decline to form a double bottom pattern or an inverted H&S pattern.

In any case the long-term support lines are listed below. If we reach those levels, buyers are likely to begin accumulating long-term positions there.

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.