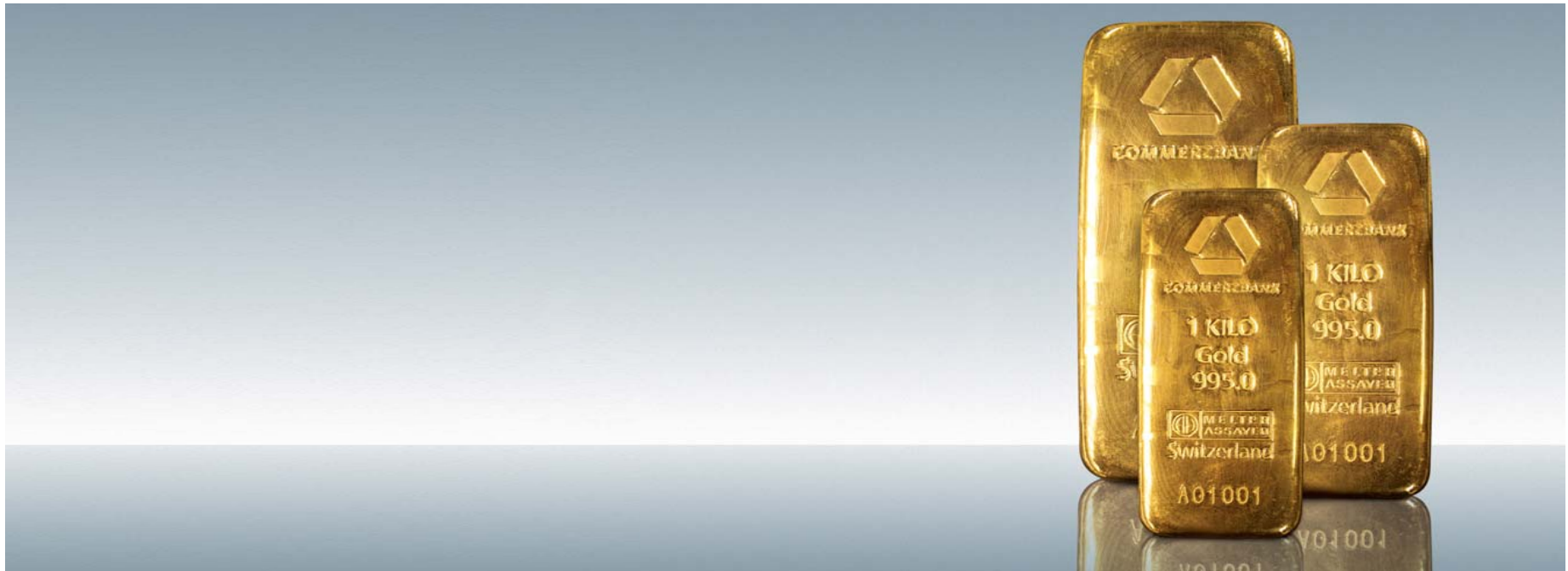


Bullion Weekly Technicals

Tuesday, 18 February 2014

Technical Outlook

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For important disclosure information please see the end of the document.

Technical Outlook

Gold/silver ratio has severed its 2012-2014 uptrend

Market	Short term view (1-3 weeks)
Gold:	TD perfected set up suggests small retracement ahead of further gains
Silver:	Interim target of 21.98 has been met, allow for small retracement ahead of further gains
Gold/Silver Ratio:	The market has severed its 2012-2014 uptrend, look for further weakness
Palladium:	Likely to stall ahead of the 754.15 2011-2014 resistance line
Platinum:	Is rising towards strong resistance at 1455/1465.57

Gold - Daily Chart

TD perfected set up suggests small retracement ahead of further gains

- › The gold price appears to be stalling at the 1333 level very near term. We note the TD perfected set up on the daily chart and this alerts to a small retracement back towards the 1268.28/1279.13 band which consists of the December and January highs. This is reinforced by the 2 month uptrend at 1266.
- › We favour recovery from 1279/68 and rallies will encounter the July peak at 1349.31 and the mid-September and October highs at 1362.23/1375.3. Beyond here lies the 78.6% Fibonacci retracement and August 19 high at 1380.59/1385.00.
- › While underpinned by 1266, our short term outlook will remain bullish even if longer term we still expect the 1225.00/1211.57 early December lows to be revisited at some stage later this year.

Gold Daily Chart

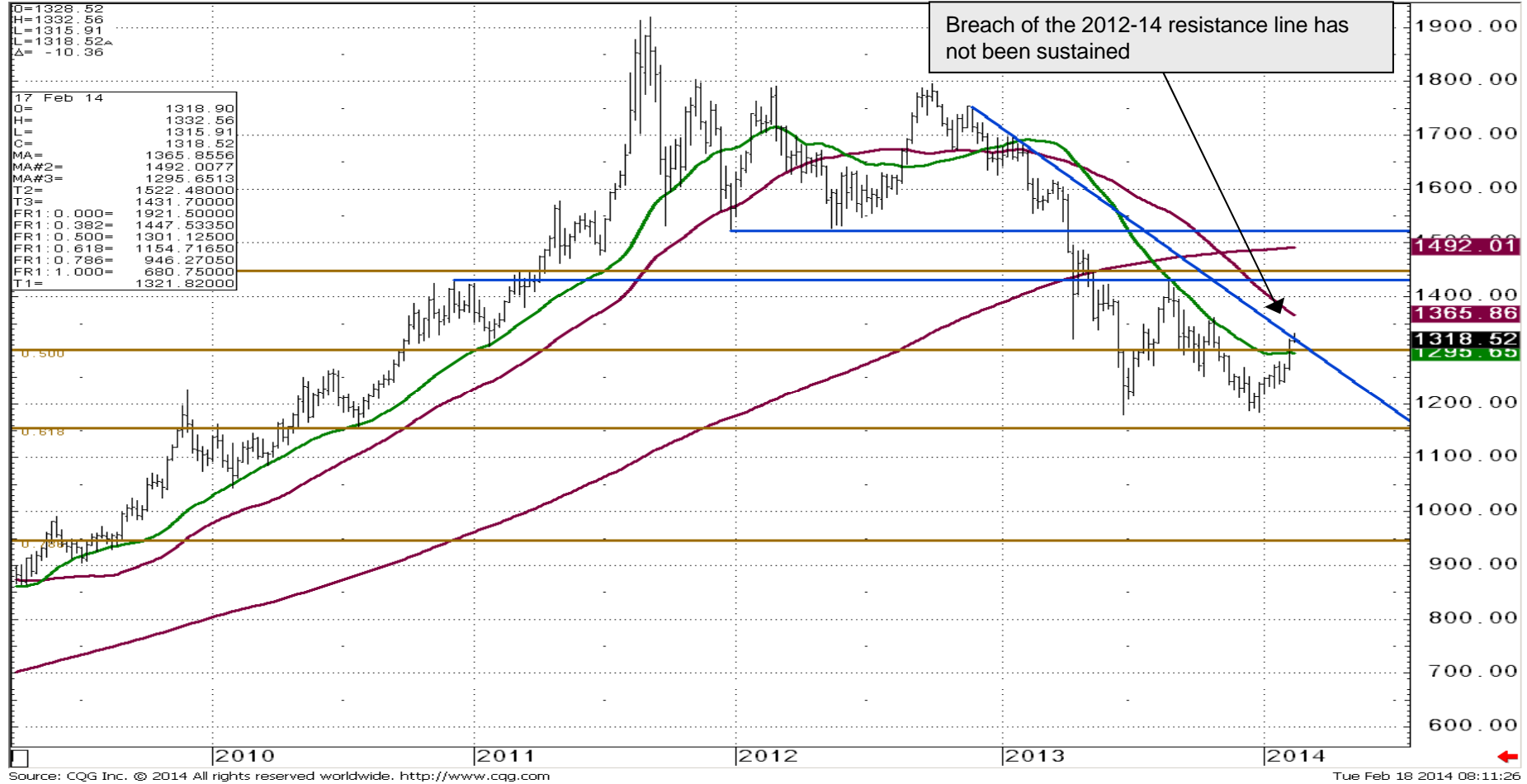


Support	Resistance	1-Week View	1-Month View
1279.1/1268.28	1338.6&1362.2	➔	➔
1266	1375.3		

Gold - Weekly Chart

Targets the 55 week moving average and the October peak at 1362/66

Gold Weekly Chart

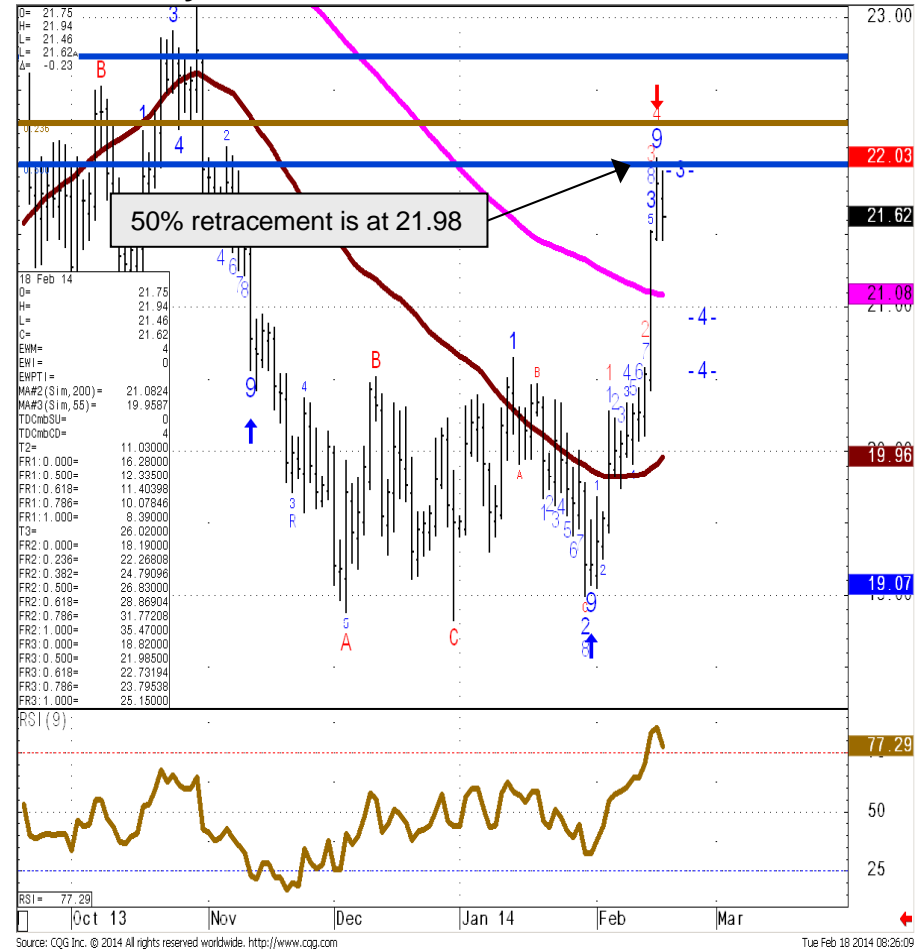


Silver - Daily Chart

Interim target of 21.98 has been met, allow for small retracement ahead of further gains

- › Silver has reached its initial upside target/resistance, namely the 50% retracement of the August-to-December decline at 21.98. The rally has so far reached 22.03, however we note the presence of a TD perfected signal on the Tom de Mark study and this sometimes warns of an impending correction lower. We would therefore tighten stops on longs or lighten the position given that we have also met an interim target.
- › The Elliott wave count is suggesting it is likely to see a retracement towards the 20.92/55 zone, with price expected to stabilise above the 50% retracement at 20.42. This will leave the market well placed for further gains to 22.49/68, the 2011-2014 resistance line and the 22.68 55 week moving average, where the market should struggle.
- › Longer term, while the next higher August peak at 25.15 has not been taken out, the odds still favour another down leg to the December low at 18.82 unfolding.

Silver Daily Chart



Support	Resistance	1-Week View	1-Month View
20.65/55	22.03	➔	➔
19.57&18.99	22.49/653		

Silver - Weekly Chart

Targets the downtrend line and 55 week ma at 22.49/68

Silver Weekly Chart



Gold/Silver Ratio - Daily Chart

The market has severed its 2012-2014 uptrend, look for further weakness

- › The gold/silver ratio has sold off aggressively, taking out the 200 day ma and the 2012-2014 uptrend. We thought that this would at least hold the initial test, however with its demise the market has entered a renewed narrowing phase.
- › The initial leg lower has halted at 60.80, the 38.2% retracement of the move up from the November 2012 low. We look for rebounds from here to struggle at the 61.98/62.41 55 and 200 day ma and while capped here the market will remain directly offered.
- › We look for losses to the 60.33 end of December 2013 low and then 58.82, the 50% retracement of the same move. We suspect the ultimate goal now is the 578.50 September 2013 low.

Gold/Silver Ratio Daily Chart



Support	Resistance	1-Week View	1-Month View
60.80	61.98/62.41	➔	➔
58.82	63.54/82		

Palladium - Daily Chart

Likely to stall ahead of the 754.15 2011-2014 resistance line

- › With a TD perfected set up on the daily chart and the tough 2011-2014 resistance line cutting in at 754.15, we would tighten stops on longs/lighten the position. The market has been contained sideways in a large contracting range for some time.
- › Above 754.15 sits the August high at 768.50 and were the next higher June high at 772.11 to be overcome, the 783.75/786.50 March/April highs would be targeted.
- › Slips should find support between the 200- and 55-day moving averages at 724/725 and the 38.2% Fibonacci retracement at 715.50. While this support area underpins, we will keep our now bullish forecast in place. Below 715.50 would trigger a slide back towards the 696.50 recent low. We also find the 2008-14 uptrend line and the October and December lows in this vicinity.

Palladium weekly Chart



Support	Resistance	1-Week View	1-Month View
724/725	754.15	➔	➔
715.50&700.00	768.50		

Platinum - Daily Chart

Is rising towards strong resistance at 1455/1465.57

- Platinum is about to encounter much stronger resistance at 1455/1464, namely the 2013-2014 resistance line and the 55 week ma.
- Directly above here lies the significant 1465.57/1486.26 resistance area which is made up of the 61.8% Fibonacci retracement of the August-to-December decline, the July, mid-September and October highs.
- We suspect that this will provoke failure and while this resistance area caps, the long term uptrend line at 1328.46 could be retested. Initial support lies at the 1357 February low and we look for the market to remain well supported here.
- 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 still neutral one.

Platinum Daily Chart



Support	Resistance	1-Week View	1-Month View
1360.0/1357.0	1455	➔	➔
1335.5&1311.2	1465.6/1486.3		

Platinum - Weekly Chart

Is once again gunning for the 2013-14 resistance line at 1455

Platinum Weekly Chart



Technical Analysis Research **COMMERZBANK**

Daily Market Technicals
FX Outlook



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Technical Analysis Research **COMMERZBANK**

Strategic Technical Themes
Weekly Outlook and Technical Highlights



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FX Emerging Markets Weekly Technicals
Technical Outlook



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Bullion Weekly Technicals
Technical Outlook

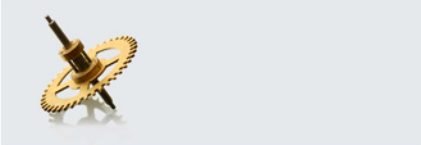


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Commodity Currencies Weekly Technicals
Technical Outlook



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Asian Currencies Weekly Technicals
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Fixed Income Weekly Technicals
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- Tuesday:** Daily Market Technicals (FX), Commodity Weekly Technicals;
- Wednesday:** Daily Market Technicals (FX), Commodity Currencies Weekly Techn., Strategic Technical Themes;
- Thursday:** Daily Market Technicals (FX), Asian Currencies Weekly Technicals;
- Friday:** Daily Market Technicals (FX), Fixed Income Weekly Technicals.

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