



## GOLD Swing Trade Week of July 6, 2015

### 1. Futures prices (GCJ15) - LAST WEEK and PRIOR WEEK

Open	High	Low	Closing
1182.50	1187.60	1155.80	1163.50
<b>PRIOR WEEK</b>			
1199.70	1200.80	1167.10	1173.20

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

	Weekly	Monthly	Yearly
R3	1232.57	1261.57	1760.10
R2	1200.77	1221.27	1497.90
R1	1182.13	1196.53	1341.00
<b>PPT</b>	<b>1168.97</b>	<b>1180.97</b>	<b>1235.70</b>
S1	1150.33	1156.23	1078.80
S2	1137.17	1140.67	973.50
S3	1105.37	1100.37	711.30

### 3. WEEKLY SWING TRADING NUMBERS

	Weekly
<b>2<sup>nd</sup> Sell level</b>	<b>1198.50-1200.50</b>
<b>1<sup>st</sup> Sell level</b>	<b>1189.50-1190.50</b>
<b>Key #</b>	<b>1181.00-1178.50</b>
<b>1<sup>st</sup> Buy level</b>	<b>1149.00-1147.00</b>
<b>2<sup>nd</sup> Buy level</b>	<b>1132.50-1135.50</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

Last week, GOLD made three months' low. But the price quickly rebounded in last day of week as the market awaits an outcome on the Greek crisis this week.

### This week

The value of Gold is usually tied to its use as a hedge against inflation. Now it is being used to hedge against financial instability. The whole Grexit drama has been playing for months in real time, and it is in some ways directly and indirectly influencing GOLD price moves. The sudden Greek referendum and capital control gave the impression that events would spiral out of control and cause GOLD to spike up in response. But this could be a very

short-term move. The price still is in a major downtrend channel. To change the long-term downtrend will be not easy. It takes time and capital to force the trend direction change.

On the weekly GOLD chart, we have drawn a recent sideways range from 1235 to 1140. 1206 is the current major resistance line and 1140 below the current price will act as a support line. 1181-78.50 zone is this week's control zone. A move above 1185 could push GOLD back up to retest last week's high area 1200-1198 again. But a failure to break upside, but instead a break below 1145 could continue pushing the price down toward 1140 or lower to 1130 zone to make new low.

For the long run, the full measurement for the long-term downside target in the 1045-35 zone, which still is a little away from the current price. External events could help to hold up the price and delay the move toward that target.