



# JIM WYCKOFF'S Metals Commentary

Thursday, October 22, 2009



## December GOLD

December gold futures closed up \$0.50 at \$1,059.10 yesterday. Prices closed near mid-range yesterday. Higher crude oil prices and a solidly lower U.S. dollar did not help the gold bulls much yesterday, which is a somewhat bearish clue for gold and suggests the bulls may be tired at higher price levels. The gold bulls do still have the near-term technical advantage. Gold bulls' next upside price objective is to produce a close above solid technical resistance at \$1,100.00. Bears' next downside price objective is closing prices below major technical support at \$1,000.00. First resistance is seen at yesterday's high of \$1,065.70 and then at this week's high of \$1,069.00. Support is seen at yesterday's low of \$1,048.10 and then at last week's low of \$1,043.70.

**Wyckoff's Market Rating: 8.0.**

## December SILVER

December silver futures closed up 9.2 cents at \$17.65 an ounce yesterday. Prices closed nearer the session high yesterday. The key "outside markets" were in a fully bullish posture for cattle yesterday, as crude oil prices were sharply higher, stock indexes higher and the U.S. dollar index solidly lower. Silver bulls still have the overall near-term technical advantage. Bulls' next upside price objective is closing prices above solid technical resistance at \$19.00 an ounce. The next downside price objective for the bears is closing prices below solid technical support at \$16.50. First resistance is seen at yesterday's high of \$17.835 and then at this week's high of \$17.955. Next support is seen at \$17.50 and then at this week's low of \$17.27.

**Wyckoff's Market Rating: 8.0.**

## December COPPER

December N.Y. copper closed up 875 points at 301.95 cents yesterday. Prices closed near the session low yesterday and hit a fresh 12.5-month high. Prices also scored a bullish "outside day" up on the daily bar chart yesterday. The key "outside markets" were in a fully bullish posture for copper yesterday, as crude oil prices were sharply higher, stock indexes higher and the U.S. dollar index solidly lower. Copper bulls have the solid overall near-term technical advantage and gained more upside momentum yesterday. The next downside price objective for the bears is closing prices below solid technical support at 280.00 cents. Bulls' next upside objective is pushing and closing prices above solid technical resistance at 315.00 cents. First support is seen at 300.00 cents and then at 295.00 cents. First resistance is seen at yesterday's high of 305.75 cents and then at 307.50 cents.

**Wyckoff's Market Rating: 8.5.**