

Global Research

Gold & Silver Marketwatch

Daily Update

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Wednesday, April 03, 2013

Market Commentary

After yesterday's drop, gold continued to slide overnight. Prices found some reprieve in early morning as equities sold off due to worse than expected private sector employment numbers. Gold opened at 1574.50/1575.50 and reached a high of 1576.25/1577.25 by midmorning. The rally was short-lived as the metal fell in the afternoon to an intraday low of 1549.50/1550.50. Prices closed at 1553.50/1554.50.

Silver also slipped lower overnight to open at 27.23/27.28. Prices rose to a high of 27.30/27.35 earlier in the session and retreated to a low of 26.73/26.78 just before closing. Silver bounced back briefly to end the day at 26.83/26.88.

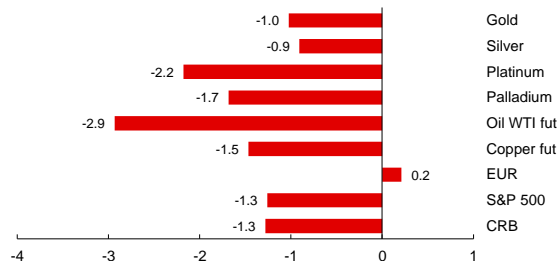
Technical Commentary

Gold continued its slide today, closing at 1554, just above the bottom of the bearish trend channel, and below the previous low of 1555. The bearish close will likely bring in more selling interest. While RSI is approaching "oversold" levels at 30.88, we don't see support in RSI until the 19.30 level (2013 low) and thus don't see RSI as an obstacle to gold trading lower. In the bigger picture, gold has been in a massive correction of the 5-wave uptrend from 682 in 2008 to 1921 in 2011. We believe the next wave will be another corrective wave (Wave C in Elliott Wave terms), which will have a target as low as 1308. However, gold has to first break through a big support level in the 1522 to 1532 level, the lows from 2011 and 2012 (and the base of the massive consolidation pattern).

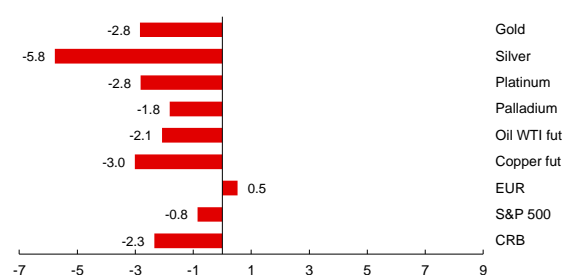
Silver closed at 26.88, and is in a similar technical position to gold. Support sits at the base of the massive consolidation pattern, around the 2011 lows of 26.08. If we break support, it opens up a retracement to 24.15, the 61.8% retracement of the uptrend from 2008 to 2011.

The gold-silver ratio is trading higher, at 57.72, making further progress towards its next target which is the 59.20 high from 2012.

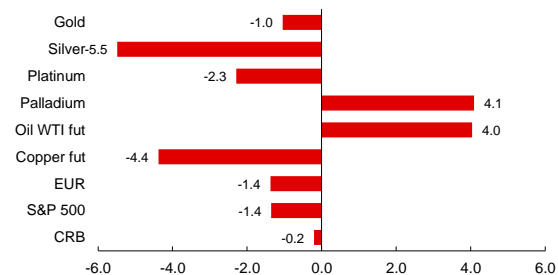
1-Day Commodity Moves (%)



5-Day Commodity Moves (%)



1 Month Commodity Moves (%)



4/3/13 15:55 (last updated) Source: Bloomberg

Notable Ranges & Technical Levels

	Gold	Silver	Platinum	Palladium
Open	1574.50/1575.50	27.23/27.28	1,571.50	767.00
High	1576.25/1577.25	27.30/27.35	1,573.75	770.80
Low	1549.50/1550.50	26.73/26.78	1,531.50	751.45
Close / Last Mid*	1553.50/1554.50	26.83/26.88	1,537.75	753.10
London Fix AM	1,568.50	27.19	1,561.00	761.00
London Fix PM	1,574.75	NA	1,569.00	765.00
Handy Harman (Base)	1,574.75	26.995	1,569.00	765.00
Gold / Silver Ratio	57.92	NA	NA	NA
Open Interest	Gold OI	Silver OI		
COMEX	417,176	155,755		
CBOT	671	410		
Total	417,847	156,165		

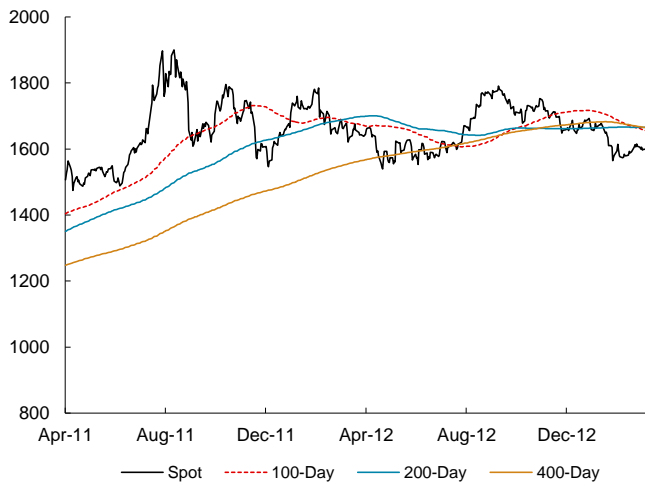
Technical Levels

	Gold	Silver	Platinum	Palladium
Pivot	1,571.18	27.324	1,555	762.22
Primary Support (Buy)	1,538.48	26.455	1,514	742.33
Primary Resistance (Sell)	1,592.36	27.899	1,579	772.98
HBOP	1,646.24	29.342	1,643	803.63
LBOP	1,484.60	25.012	1,450	711.68
Bollinger Band Upper	1,622.20	29.726	1,613	787.23
Bollinger Band Mid	1,594.59	28.622	1,582	765.90
Bollinger Band Lower	1,566.98	27.517	1,552	744.56
Relative Strength 9 Day	25	17	30	43
Relative Strength 14 Day	32	24	34	47

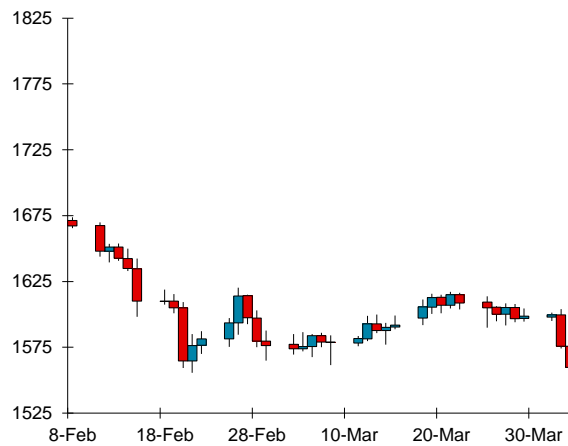
Close/last mid refers to the spot closing floor price in gold and silver, and spot's last mid price as provided by Bloomberg in platinum & palladium spot. All other data provided by Bloomberg. Actual market levels may differ.



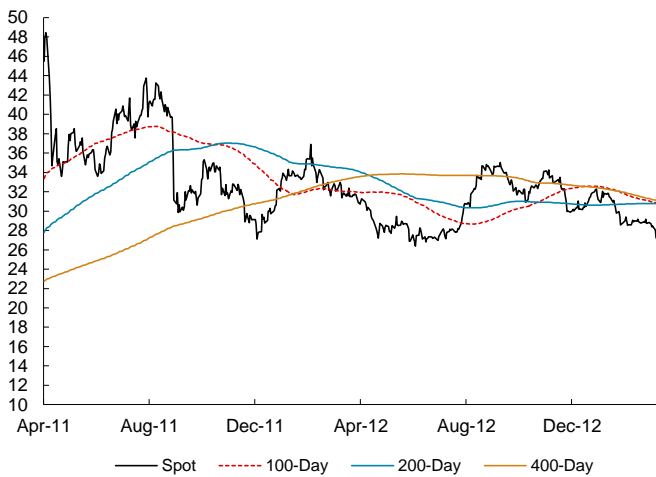
Gold: 2-Year Close with Moving Averages (\$/oz)



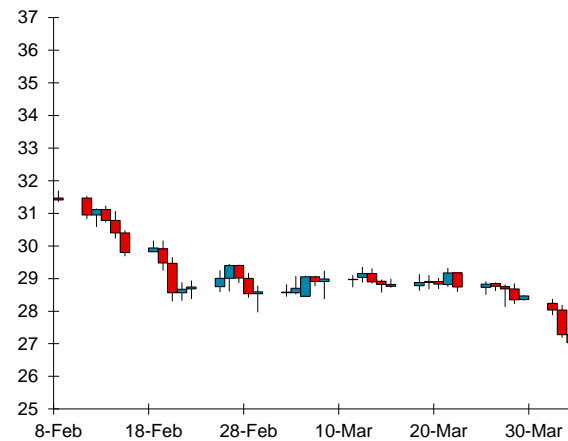
Gold: 2-Month Candlesticks (\$/oz)



Silver: 2-Year Close with Moving Averages (\$/oz)



Silver: 2-Month Candlesticks (\$/oz)



Source: Bloomberg (may differ from market spot prices)

Moving Averages

	Gold	Silver	Platinum	Palladium
5 Day MA	1,586.15	27.831	1,569	768.82
10 Day MA	1,596.46	28.334	1,576	764.85
20 Day MA	1,594.59	28.622	1,582	765.90
30 Day MA	1,591.44	28.691	1,587	755.57
60 Day MA	1,625.54	29.930	1,637	748.58
100 Day MA	1,652.80	30.755	1,615	720.56
200 Day MA	1,665.90	30.793	1,574	668.30
400 Day MA	1,664.13	31.083	-	-

FX Majors

CAD	1.0146
EUR	1.2848
GBP	1.5136
CHF	0.9450
AUD	1.0456
ZAR	9.2249
JPY	92.9600
as of:	4/3/2013 15:55

Markets

CRB	289.77
DJAIG	133.93
Crude (fut)	94.35
S&P 500	1550.48
US 10 Yr	1.81
US 30 Yr	3.05
CDN 10 Yr	1.83
as of:	4/3/2013 15:55

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