

Comex Continuous Gold June 29, 2009 Pit Session Close



Nothing has really changed as far as the technical picture.... Gold is still chopping around in a large consolidation pattern and is hovering near the confluence of the major moving averages. Note that the 10 day moving average has now turned higher.

The stochastic indicator reveals a range trading market while the RSI also remains in a broad sideways pattern. The stochastics have generated a buy signal.

Gold was the victim of conflicting signals in today's session. Crude oil prices were firm as were some of the base metals which was supportive but the Dollar showed enough stability to give gold bears some courage to press their case. If crude is able to muscle above \$74, gold bears are in for one helluva fight particularly if the Dollar gives way to the downside.

The mining shares were also rudderless and were of no help either way today. We need a pit session close above \$950 to spark some further buying interest and heavier short covering and to force the bullion banks to retreat to a higher level to attempt their capping.

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