

(CI #F - CONTINUOUS COMMODITY INDEX,W) Dynamic,0:00-24:00

Continuous Commodity Index Weekly



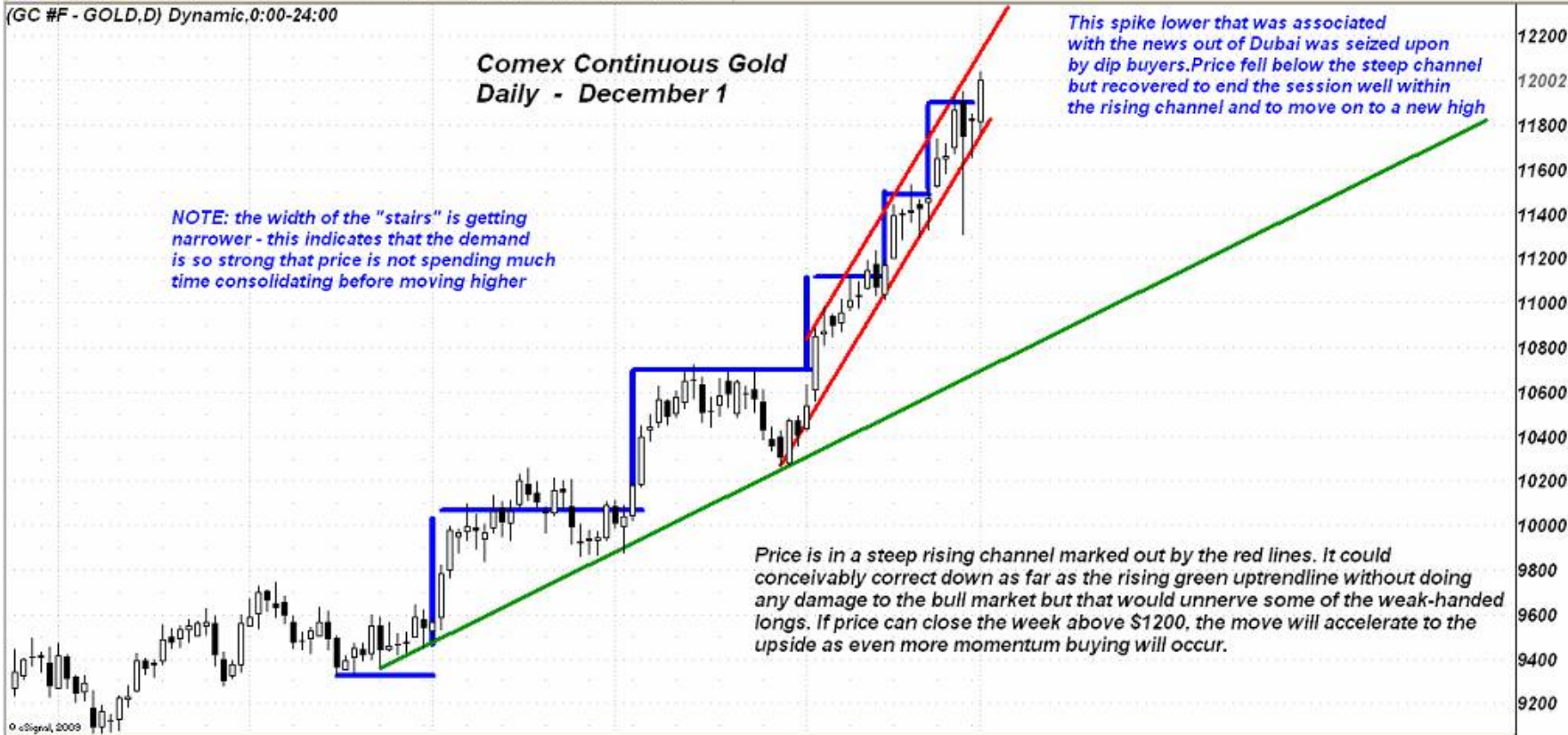
Prices have now retraced and surpassed the significant 50% retracement level of the collapse beginning last year with the demise of Bear Sterns and Lehman Brothers. One could say that if this index takes out 506 on a weekly close, we are officially in a commodity asset bubble associated with a collapsing currency. This is one more factor associated with gold's climb to a record high price in nominal tems.

Comex Continuous Gold Daily - December 1

NOTE: the width of the "stairs" is getting narrower - this indicates that the demand is so strong that price is not spending much time consolidating before moving higher

This spike lower that was associated with the news out of Dubai was seized upon by dip buyers. Price fell below the steep channel but recovered to end the session well within the rising channel and to move on to a new high

Price is in a steep rising channel marked out by the red lines. It could conceivably correct down as far as the rising green uptrendline without doing any damage to the bull market but that would unnerve some of the weak-handed longs. If price can close the week above \$1200, the move will accelerate to the upside as even more momentum buying will occur.



RSI is overbought but the market refuses to stay down