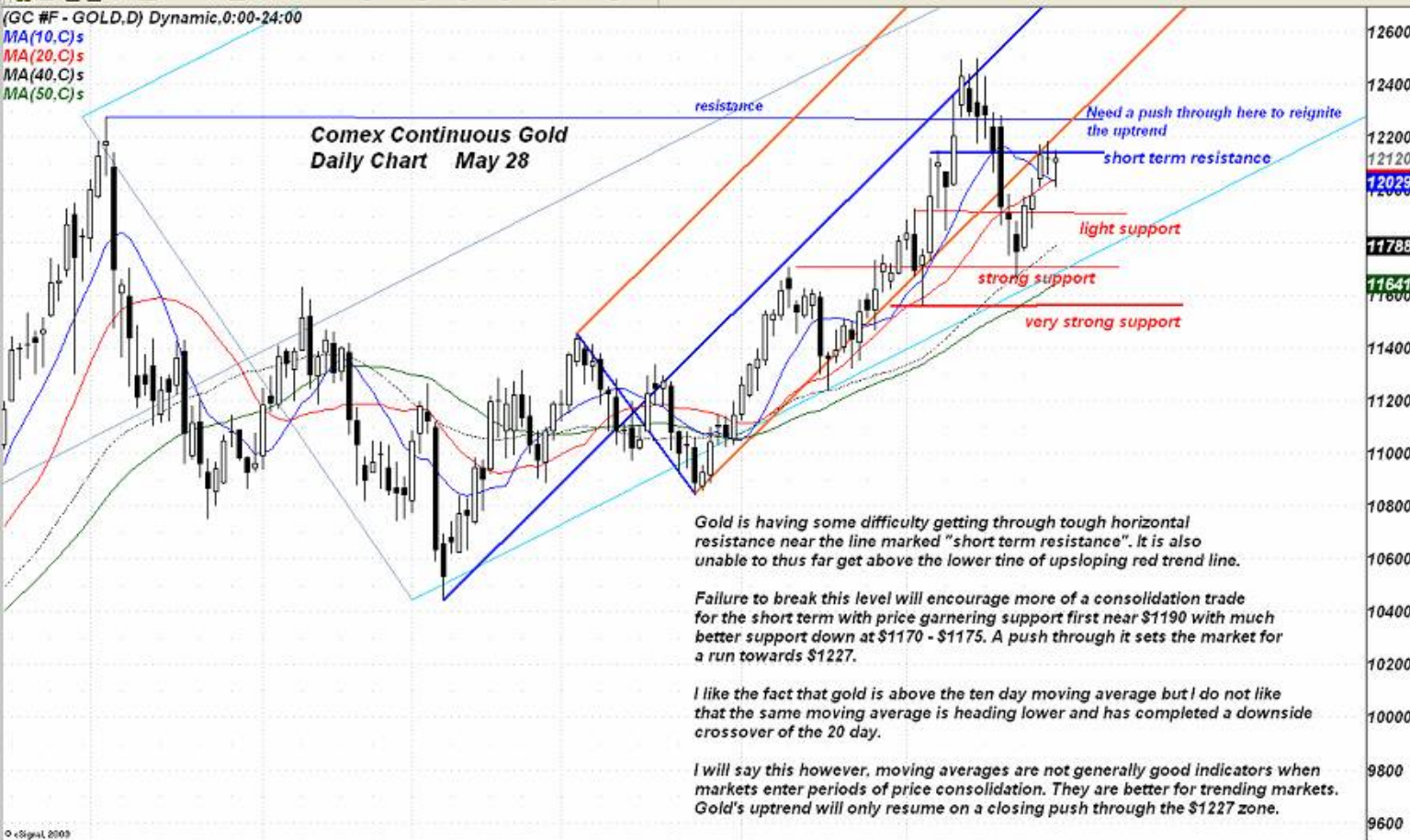


(GC #F - GOLD,D) Dynamic,0:00-24:00

MA(10,C)s
 MA(20,C)s
 MA(40,C)s
 MA(50,C)s

**Comex Continuous Gold
 Daily Chart May 28**



12600
 12400
 12200
 12028
 12000
 11788
 11641
 11500
 11400
 11200
 11000
 10800
 10600
 10400
 10200
 10000
 9800
 9600

Gold is having some difficulty getting through tough horizontal resistance near the line marked "short term resistance". It is also unable to thus far get above the lower line of upsloping red trend line.

Failure to break this level will encourage more of a consolidation trade for the short term with price garnering support first near \$1190 with much better support down at \$1170 - \$1175. A push through it sets the market for a run towards \$1227.

I like the fact that gold is above the ten day moving average but I do not like that the same moving average is heading lower and has completed a downside crossover of the 20 day.

I will say this however, moving averages are not generally good indicators when markets enter periods of price consolidation. They are better for trending markets. Gold's uptrend will only resume on a closing push through the \$1227 zone.