

(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 January 21

Much the same as yesterday - market is weak and the daily chart pattern is not encouraging with momentum moving lower and price below all of the major moving averages.

The support level near \$1340 was tested today and held, but just barely. The inability to bounce from this level suggests that it will not hold next week barring some sort of news that rekindles investor fears about the overall global economy.

Should \$1340 fail, price will move down towards \$1320 which is a critical level for gold or it will engender a larger move down towards \$1280 or so.

Bulls need to take price back through \$1370 to gain a respite from the constant selling pressure.

Open interest continues its decline and is now some 70,000 contracts off its best levels. Yesterday's data suggests fresh shorts are being established. We will need to see an end to the decline in OI for the market to stabilize before moving higher again.

