



Date : 10th July 2013 (Thursday)

PRECIOUS COMMODITY REPORT (Strategy & Prop Tech)

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● Executive Summary

	Current Price	Trigger POM or CZ & Date	Triggered Within CZ & Date	Progress Status	Current Position	NEW ACTION (Trigger to Watch))	Upside CZ Near Term	Upside CZ Mid term	Downside CZ Near term	Downside CZ Mid term	Remark
GOLD Alert	1255	POM 13 @ 1540 For main entry <u>Core position</u>	CZ 1205 1190 Crash Zone 6/28	New Crash Zone	Net Long <i>Core Position. only</i> Trading entry@ Special Report & Update 6/28. 1205, <u>RM 1180</u>	NONE	CZ 1280-1265 –	CZ 1340-1360 Flag post top	Alert secondary low 1225 & Bottom is in place for Higher highs <i>Past 2 days Rejected Highs of Key Reversal bar 1235-1190 On low Volume</i>	PEC-D @ 1180 - Possible retest, after First rally <i>Successful Rest of lows Would trigger POM 12 – Full exposure</i>	For Recycled 2/3 exposure 1.Re entry. @ 1205 (6/28) @1575 (3/01 @ 1635 (1/5),) Earlier exited Profit @ 1429 = 72 @ 1770 = 220 Loss - 22 (-15+ 0-3-9-2) 5-stopped out Entry @ RM 1280 @ 1265 1365@ 1365 1555 @ 1552 1679 @ 1670 1705 @1703

Continued...

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SLV (SILVER)	19.22	POM 13 @26.5 05/15 Core POM on GOLD remains intact)	NONE (No Signal)	New Crash Zone	NONE	NONE	CZ 24.5-25.5	CZ 27-26 Flag post cap	secondary low 18.7 is in place for Higher highs <i>3 Drives to the bottom pattern complete</i>	PEC-D 18.20 - Possible retest, after a 1 st rally	PEC-D 18.20 appears to be the bottom RM 17.60
GDX (XAU /HUI MINERS COR)	23.22	POM 13 @41 on 05/15 For entry Core Position POM remains intact)	CZ 22.5-24.5 Crash Zone 6/28	New Crash Zone	Net Long Trading entry@ Special Report 6/28. 23.45, RM 22.25		PEC-D 26.7 CZ 26-27	CZ 32-31	secondary low 23 is in place for Higher highs <i>Past 2 days Rejected Highs of Key Reversal bar 25-22 On low Volume</i>	PEC-D @ 22.5- Possible retest, after 1 st rally	For Recycled exposure 2/3 RD Expo Re entry @ 44.5 (1/04), 37.90 (3/07) 27.05(5/21) 23.45 (6/28) Earlier exited Profit @ 53.5 = 9 2-stopped out = 2.75

Note - Use of stops where recommended RM

- 1. Today's trade until 2pm** ET is considered to be "squaring action" as the Fed will release the minutes of the June 18-19 FOMC meeting. CAUTION – this can put a short term dent on price path
- 2. SPX** - Has reached in CZ 1657-1653- PEC-D 1655 as Projected in MS Report , Todays close below 1647 could initiate the Pull back, If one initiates POM 15 – Short position , manage Risk above 1660

Portfolio – Overview & Update

Our last Report 6/20, we had continued to advise to place all the additional buying on HOLD TILL downside target was met. We have deployed our Capital very carefully in volatile times.

SIGNALS. - Price Projection CZ , Trading / Investment Conclusion

- BULLISH INDICES – CRASH Zone - GOLD, SLV, GDX

GOLD - Crash Zone

Past one week GOLD has been acting very well for Bulls. In face on DXY rally , GOLD has held well. This Major +ve divergence hasn't happened for some time. We could very well see a Major change of Trend in GOLD.

We are approaching the Best seasonality lows in the middle of July. COT for Commercials report a net short position which was the lowest short position since 2004 & 2008 lows

Upside - “ Flag Post Pattern’ target **CZ 1280-1265** is Breakdown Area. It is overhead ceiling .

Downside - Secondary low of 1225 is in place with Higher highs. Past 2 days it Rejected “Highs” of Key Reversal bar 1235-1190 on low Volume. Liquidation **PEC-D @ 1180** can get re tested after the first rally to 1265 is complete . Successful Rest of lows of this lows would trigger POM 12 for Full exposure

On 6/28 – Report , we announced Crash re entry point for **Trading Position only @ 1205. RM – 1180**. Only way to Play Crash Trade stops (Risk Management) on any entry

DXY – “BULLISH” - ST Pull back

DXY rally has Produced us great Alpha during the recent correction in GOLD. Eventually we may see both GOLD & DXY rally together as preferred currency of choice . Recently we have seen DXY & OIL both rally together in past few weeks.

This Rally began from our projected CZ 81.5-80.75 should be completed soon. 1st ABC up to CZ 85-84 has Bullish top. USD should have another Minor pull back within the confines of Mid term Bull Market. DXY. . The 2nd leg up to CZ 88-90 to be accelerated in the 2nd half of 2013.

GDX (MINERS) – Crash Zone

Upside - PEC-D 26.7 target CZ 26-27.

Downside - Secondary low of 23 is in place with Higher highs. Past 2 days it Rejected “Highs” of Key Reversal bar 25-22 on low Volume. Liquidation PEC-D @ 22.5 can get re tested after the first rally to PEC-D 26.7 is complete . Successful Rest of lows of this lows would trigger POM 12 for Full exposure

- GDX made a momentum low in the oscillator & now showing +ve divergences on oscillator on re test.
- . The GDX/GLD ratio has turned more extreme with +ve divergence. .

It may have a few more days of building a base, but we're basically there. Gold has a seasonal tendency to put in a low in July and that should be highly supportive for gold stocks. We think this is a great long term opportunity for investors.

On 6/28 – Report , we announced Crash re entry point @ 23.4. RM – 22.25 – This is Trading Position ONLY!. We Did not participate in any additional position since price of 37 till 25.5 & 23.5 (Saving on the decline)

SLV – Crash Zone

We had “ NO OPINION / SIGNAL on SLV since price of 26 till On 6/28 – Report , we announced long term projection of PEC-D 18.20 and reversal . RM stop @ 17.60. Price of PEC-D 18.20 appears that Bottom is in.

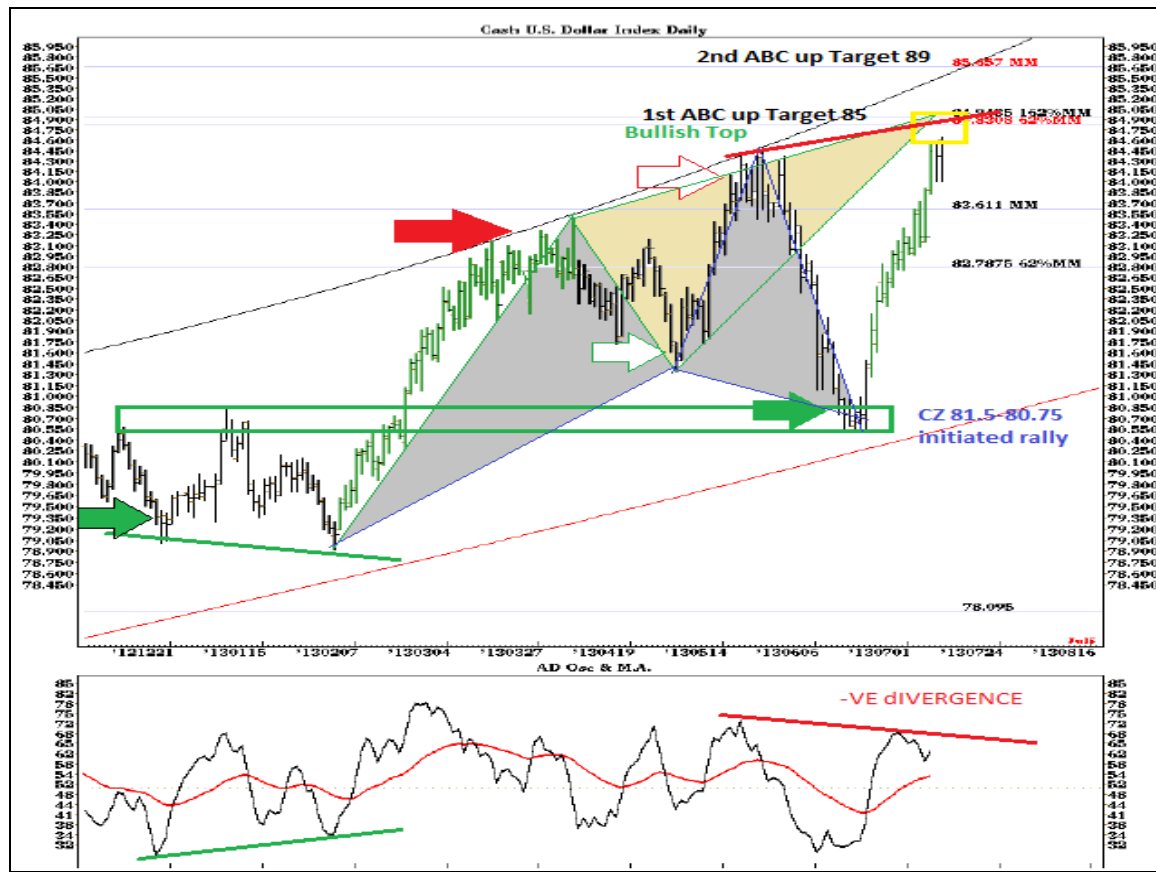
DXY (\$ USD) – CZ / PEC D – Analysis – Bullish – ST pull back

Upside - CZ – 85-84 Bullish top, approaching, with –ve divergence. Short term Pull back in order.

Eventual Upside - CZ – 88-90, 2ND ABC'

Downside -, Pull back to CZ 81.5-80.75, PEC-D @ 80.9 – initiated rally

Main entry @ 72 Net Long Trigger.



GOLD – Daily – PEC –D / CZ Analysis

Downside- Secondary low 1225 tested & Bottom is in place for Higher highs. It Rejected Highs of Key **Reversal bar** 1235-1190 On low Volume

ST Upside - Target to 1280 , We should struggle at 1280 for while if Volume does not pick up & PULL back

1st ABC Up CZ 1340-1360 – Flag post cap .



GOLD – Weekly – PEC –D / CZ Analysis –

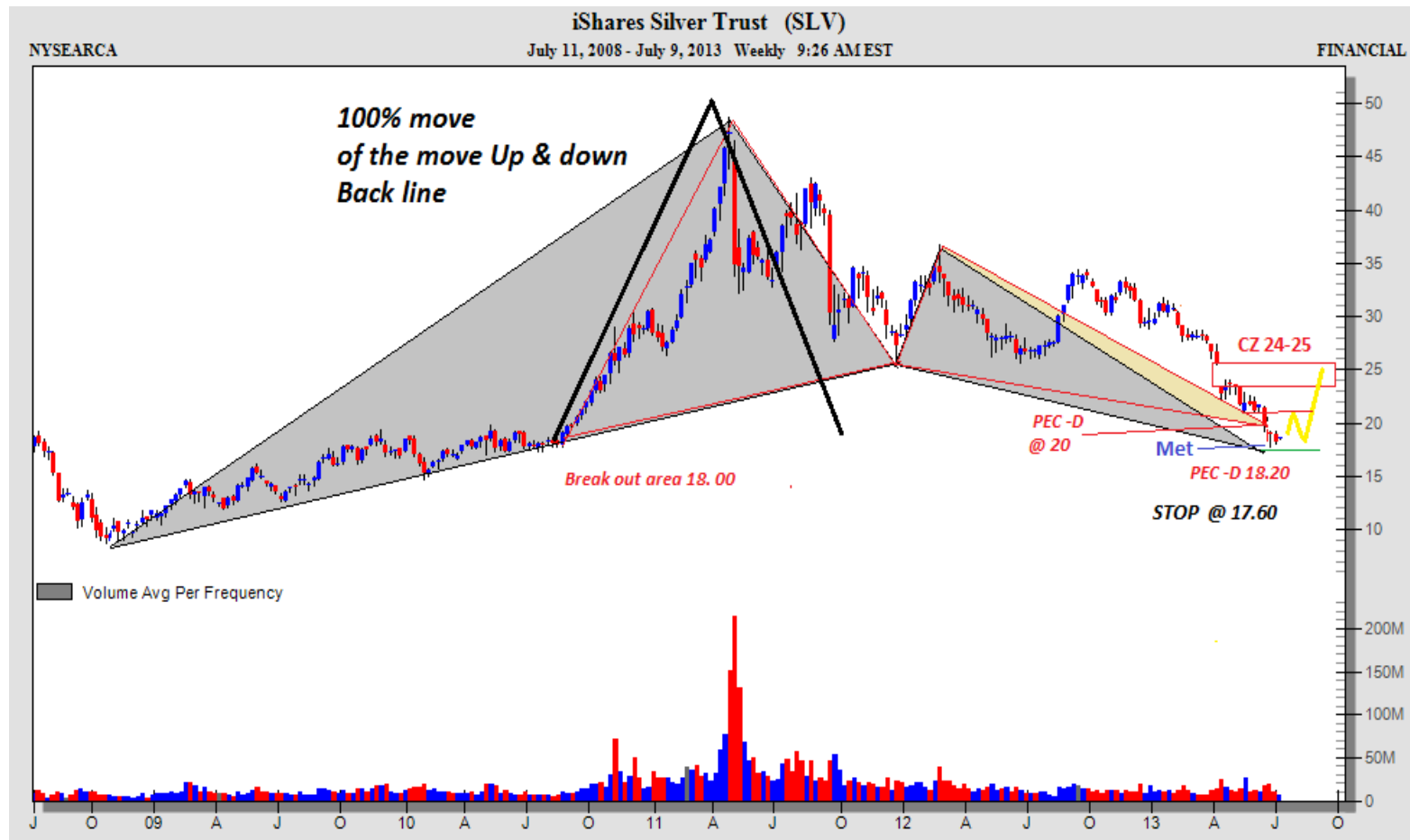
Weekly WAVE 5 now should get back above point WAVE 3 on weekly to signal Bottom (Notes within the chart)



SLV – CZ / PEC –D Analysis - Daily chart-

Downside- Long term Monthly PEC-D @ 18.20. We would like to see some kind of immediate 1-2 day of volume reversal to get a signal. It is coming down with force – RM stop @ 17.60

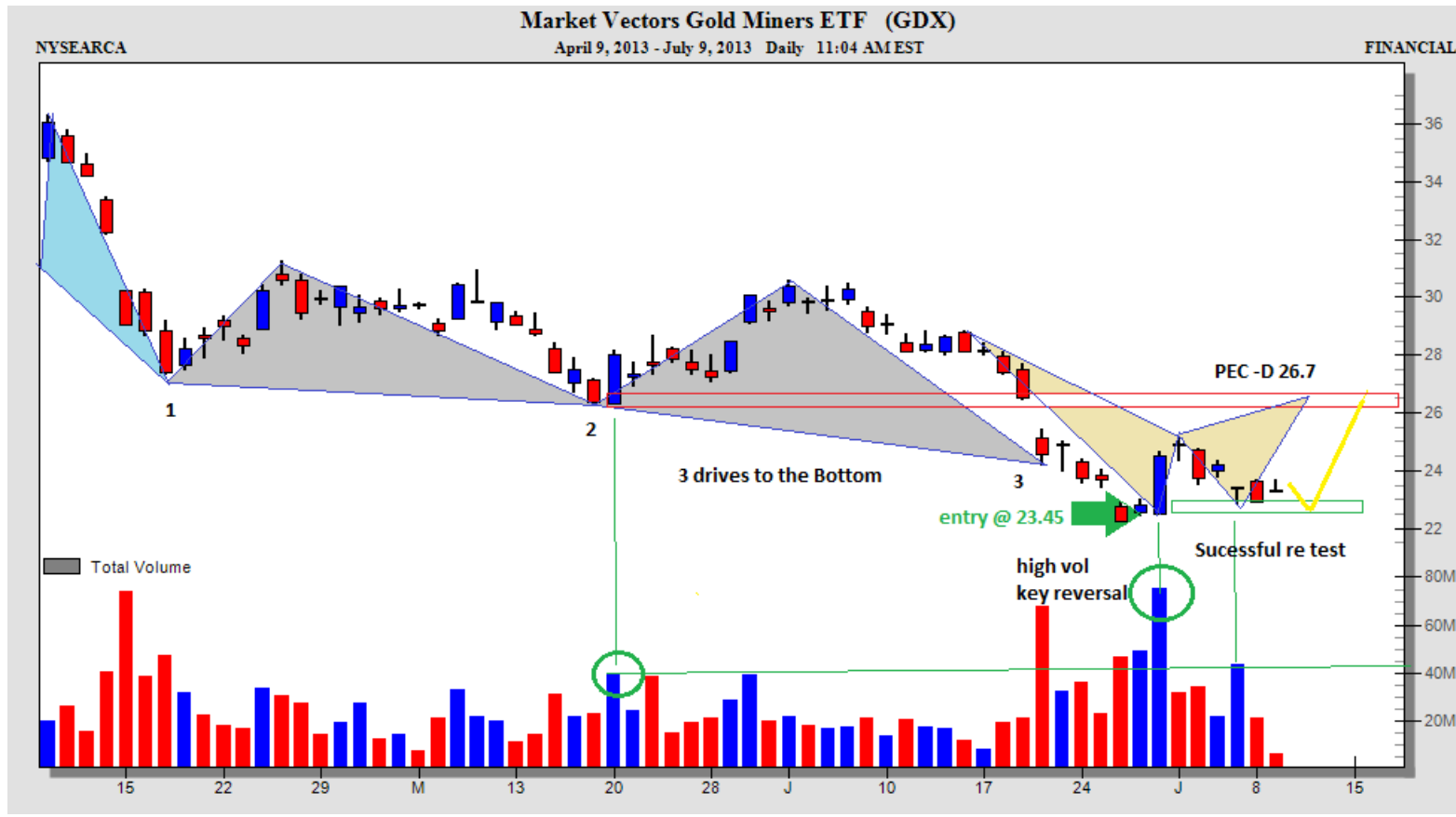
Upside - CZ 24.5-25.5 the Flag post area. would be CAP on any up move.



GDX – Daily – PEC –D / CZ Analysis

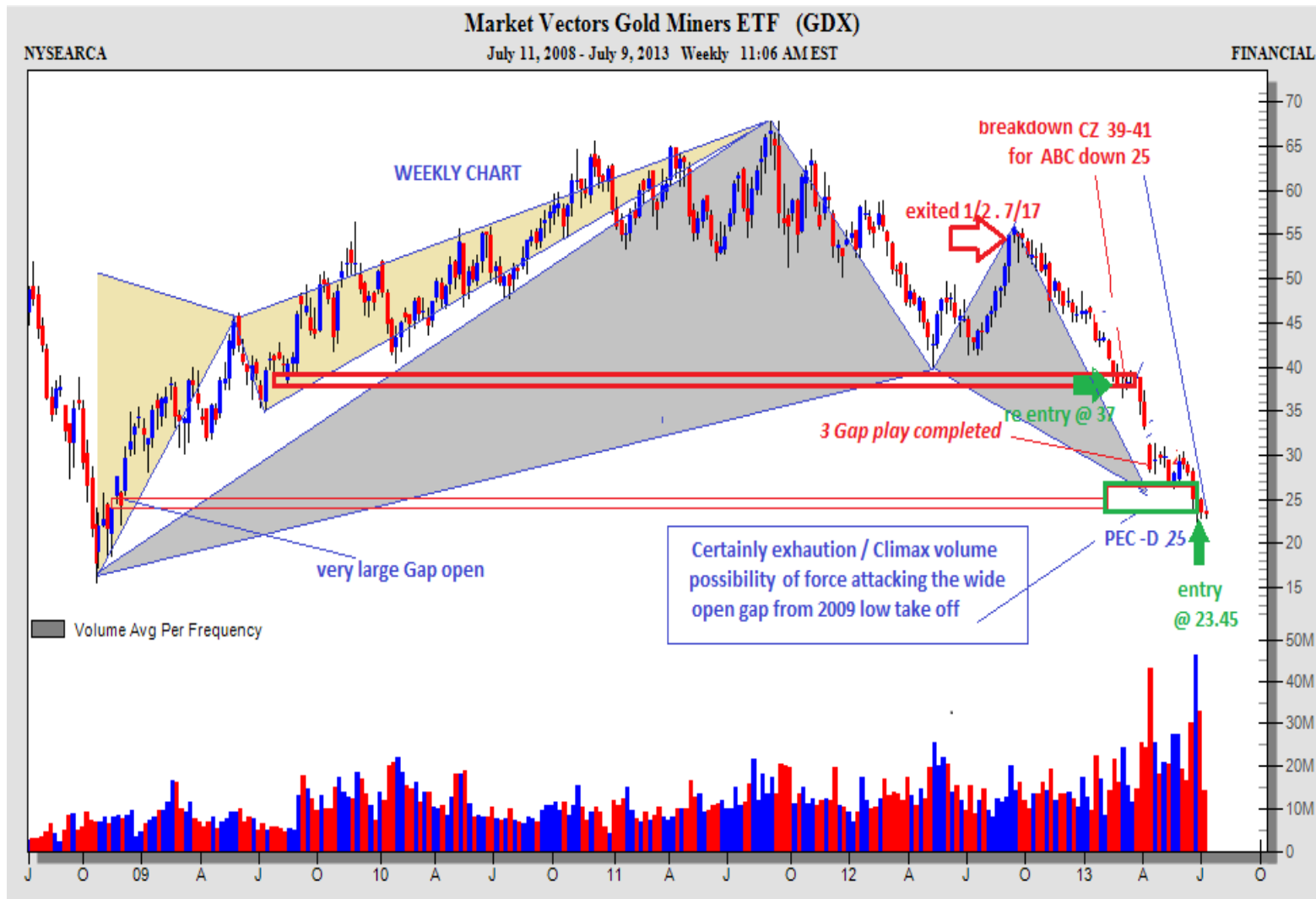
Downside- Secondary low 23 tested & Bottom is in place for Higher highs. It Rejected Highs of Key Reversal bar 25-22
On low Volume

1st ABC Up – PEC- D @ 26.7 within CZ 26-27 . if Volume does not pick up



GDX – CZ – PQV Analysis - DAILY - Weekly chart

Weekly Chart - 3 gap play completed and ABC down to 25 @ PEC-D & Validated



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