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PRECIOUS COMMODITY REPORT (Strategy & Prop Tech)

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● **Executive Summary**

| | Current Price | POM Triggered within CZ & Date | Follow up <u>Announcement Update</u> For Trend Reversal | Progress Status | Current Position / Exposure | NEW ACTION (Trigger to Watch)) | Upside CZ Near Term | Upside CZ Mid term | Downside CZ Near term | Downside CZ Mid term | Remark |
|-------------|---------------|--|---|-----------------|-----------------------------|---------------------------------|--|--|--|--|---|
| GOLD | 1312 | POM 13 Re – Run Marked to Market on 1/01 start @1205 | Announced Re- entry Trigger @ 1268 Email 6/17 <u>Alerted</u> <u>Stop 1268</u> | BULLISH | 12% Net Long | NONE | 1 st Target <u>PEC-D 1345- Bullish Top</u> <i>It should re test 2nd time & breakout</i> | Target 2 nd ABC to 1400 <u>Bullish Top</u> Weekly ABC up <u>H & S bottom</u> | <u>Pull back 1305-1295 Met & rejecting CZ</u> for next leg higher <u>Bullish Bottom</u> | <u>PEC-D 1260 Rejected lows Bullish Bottom</u> | <u>CZ 1300-1290 Broke out high volume For a large ABC up</u> <u>Weekly 5 year CZ 1220-1190</u> Is solid floor <u>Bullish floor</u> |

ACTIONABLE IDEAS

For Bulls – The First Target ABC up @ 1345 should be re tested and breakout. Currently rejecting lows at CZ 1305-1295 . The Mid term H & S Bottom Target @ 1400. GLD Triggered re- entry @1268 , 6/17. with Bullish bottom

For Bears – The heavy volume upside breakout of CZ 1300-1290 is being tested on pull back . No “Sell Signal” till 1400.
GOLD – is Not a Candidate for Short Sell

Continued...

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|---------------------------|---------------|--|---|---------------------------------------|-----------------------------|--|-----------------------------------|---|--|---|--|
| SLV (SILVER) | 19.81 | POM 13 Re – Run Marked to Market on 1/01 start @19.0 | <u>Bottom</u> in place @ 18.5, PEC-D | BULLISH To NEUTRAL No Position | 0% | NONE | Target PEC-D 21.50 Bullish Top | weekly ABC up to PEC-D 22.5 Bullish Top | Pull back to PEC-D 20.5 20.0, extended Neutral Bottom | PEC-D 19.5 Rejected lows Bullish bottom | SLV is more volatile, pulled back below the CZ |
| GDX (XAU /HUI MINERS COR) | 27.57 | POM 13 Re – Run Marked to Market on 1/01 start @ 21.13 | Announced Re- entry Trigger @ 1268 (23.90) Email 6/17 | BULLISH | 12% Net Long | NONE | To target 28.0- Approaching | Weekly ABC up to 30 Bullish Top H & S bottom at 21.5 In place to Target 34 | Pull back to PEC-D 25.5 Met exact & rallied up | CZ 22.5-22.75 Bullish bottom | |

Precious Metal Overview

SIGNALS. - Price Projection CZ , Trading / Investment Conclusions below

- BULLISH INDICES – GOLD, SLV, GDX

GOLD- NET LONG – POM 13 - Marked to Market @ 1204 – 1st Jan 2014 .

On 6/17 Triggered – Re – entry @ 1268- Alerted

GOLD – Longer it continues to move sideways on low volume within Bullish pull back CZ , more powerful would be the upward move. Past 6 weeks GOLD has been moving sideways along with Gold Equity. GOLD Equities have pulled back shallow and began move higher v/s GOLD contract. This sector is building a large ABC up.

We shall re test 1st Upside ABC up target of 1345 which was met earlier with Bullish top from our triggered entry 1268. The breakout area CZ 1305 -1290 on low volume with Bullish Bottom has been repeatedly testing . Longer it tests , larger will be leg up. Divergence in Money flow on GLD suggests another massive leg up after consolidation.

Next few months to achieve its 2nd ABC up 1400 (Weekly ABC up) and Inverse H & S bottom target of 1400

Seasonal – Remains positive from end July to October for most explosive for GOLD Markets .

SILVER - Acted weak. We have NO Position . Weekly ABC up to 21.5- met with Bullish Top . Pull back to CZ 20-20.5 is extended and then rally ABC up to 21.5 .

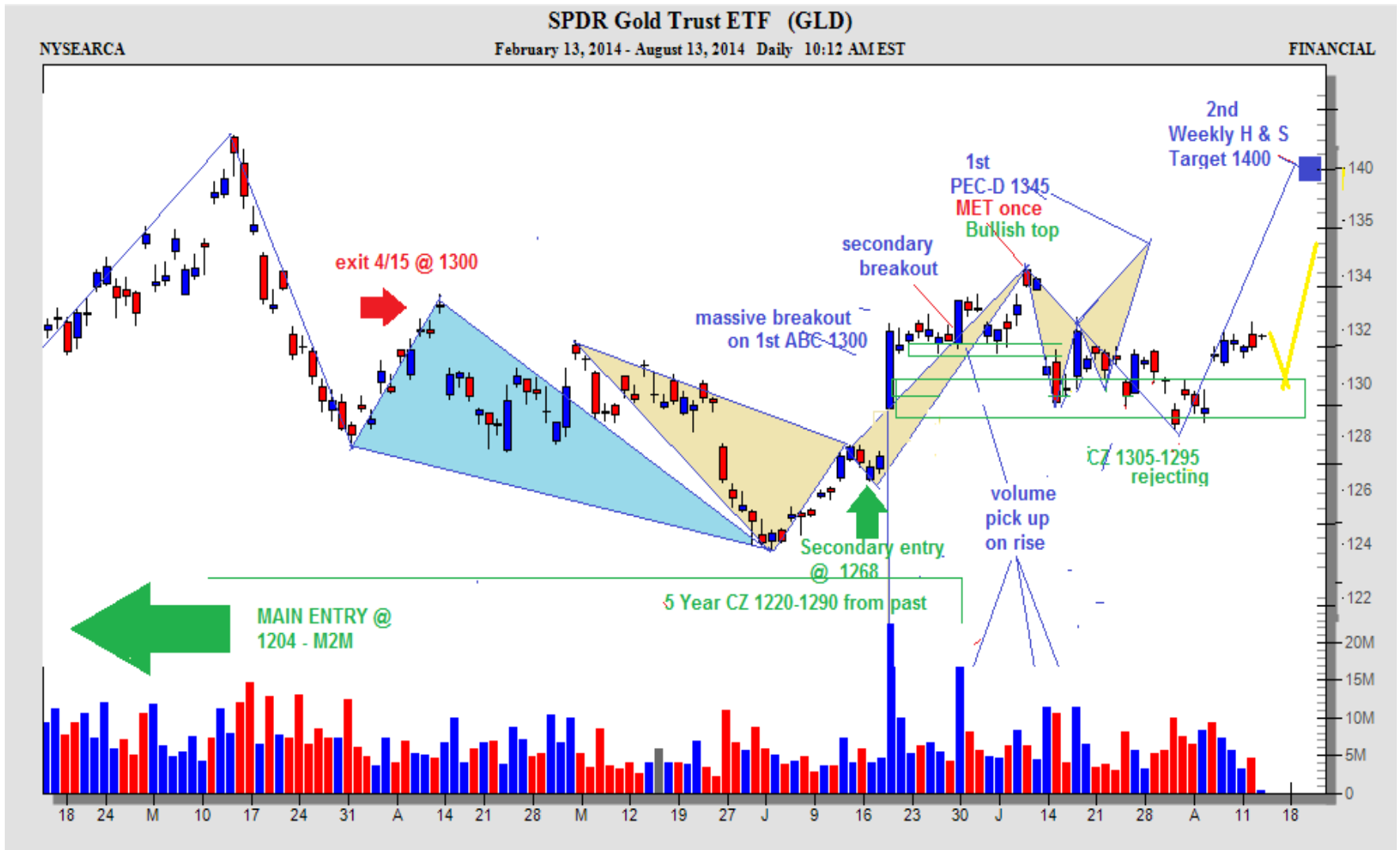
GDX - GOLD stocks hasn't pull back . Institutional accumulation continues . GDX has formed Bullish Head and Shoulders bottom pattern Target 28.0. Weekly ABC up to 30. Head & Shoulder Target to 34. There have been several "Sign of strengths" with volume pick up on this base formation .

GOLD STOCKS (GDX) OUTPERFORMING GOLD. GDX/gold ratio has been rising Bullishly. This is Bullish condition for both gold and gold stocks. GDX Rejected lows at 23.80. lows with Bullish Bottom.

GOLD- CZ/ PEC- D Analysis POM 13 - Daily chart – Short term Chart 1

Downside - Pull back to CZ 1305-1300 breakout area is Rejecting lows with Bullish Bottom for next rally.

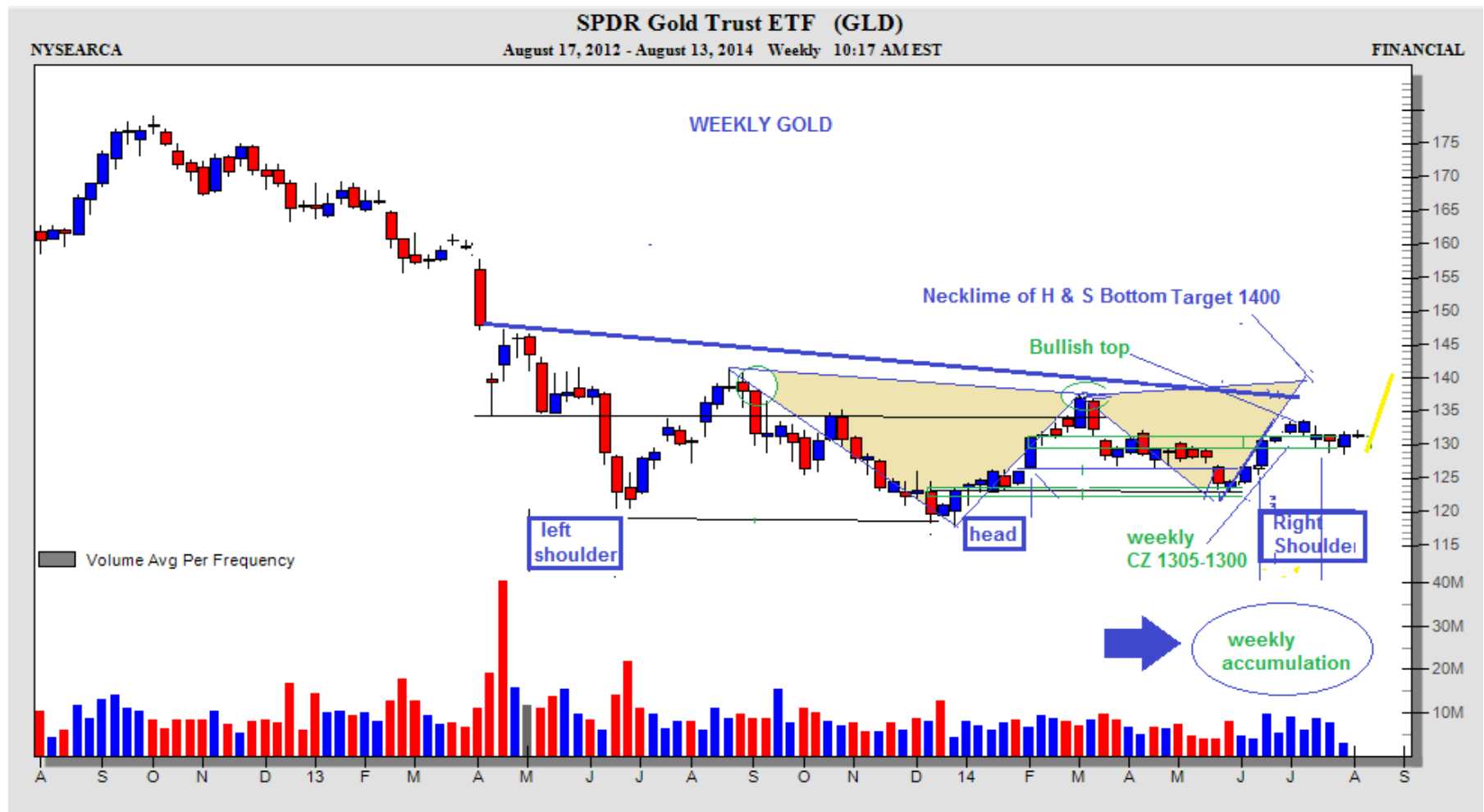
UPSIDE – 1st Target PEC-D 1345- Bullish top. Should be re tested again - met once (Notes within the charts)



GOLD – Weekly – PEC –D / CZ Analysis - Chart 2

Upside - Weekly ABC up target 1400 - Inverse H & S bottom is under formation (Notes within the charts)

Downside - CZ 1305-1290 – Under accumulation for several weeks Rejecting lows with Bullish Bottom for next rally.
GOLD has seen a solid bottom on 5 year weekly chart within CZ 1220-1190.



GOLD v/s Money flow Analysis - Chart 3

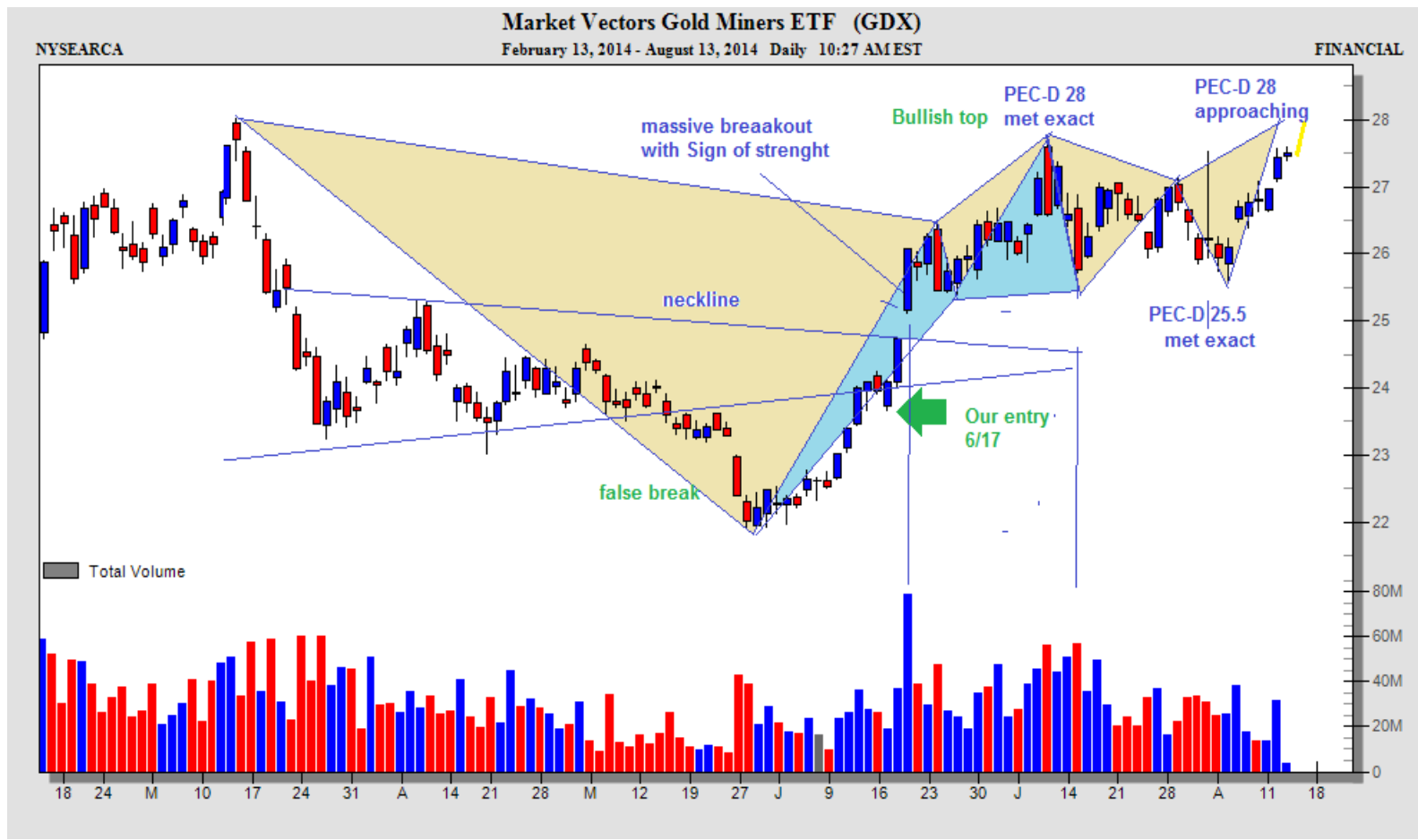


GDX – CZ / PEC-D Analysis – BULLISH - Chart 4

Upside - GDX Bullish target 28.0 approaching .

Downside - Pull back to 25.5 rejected lows , & rallied back the highs of 28 .

On weekly basis , the pull back has been shallow . The high volume breakout remains for weekly ABC up The Bullish divergences in the Bullish percent index and the GDX/GLD ratio remains

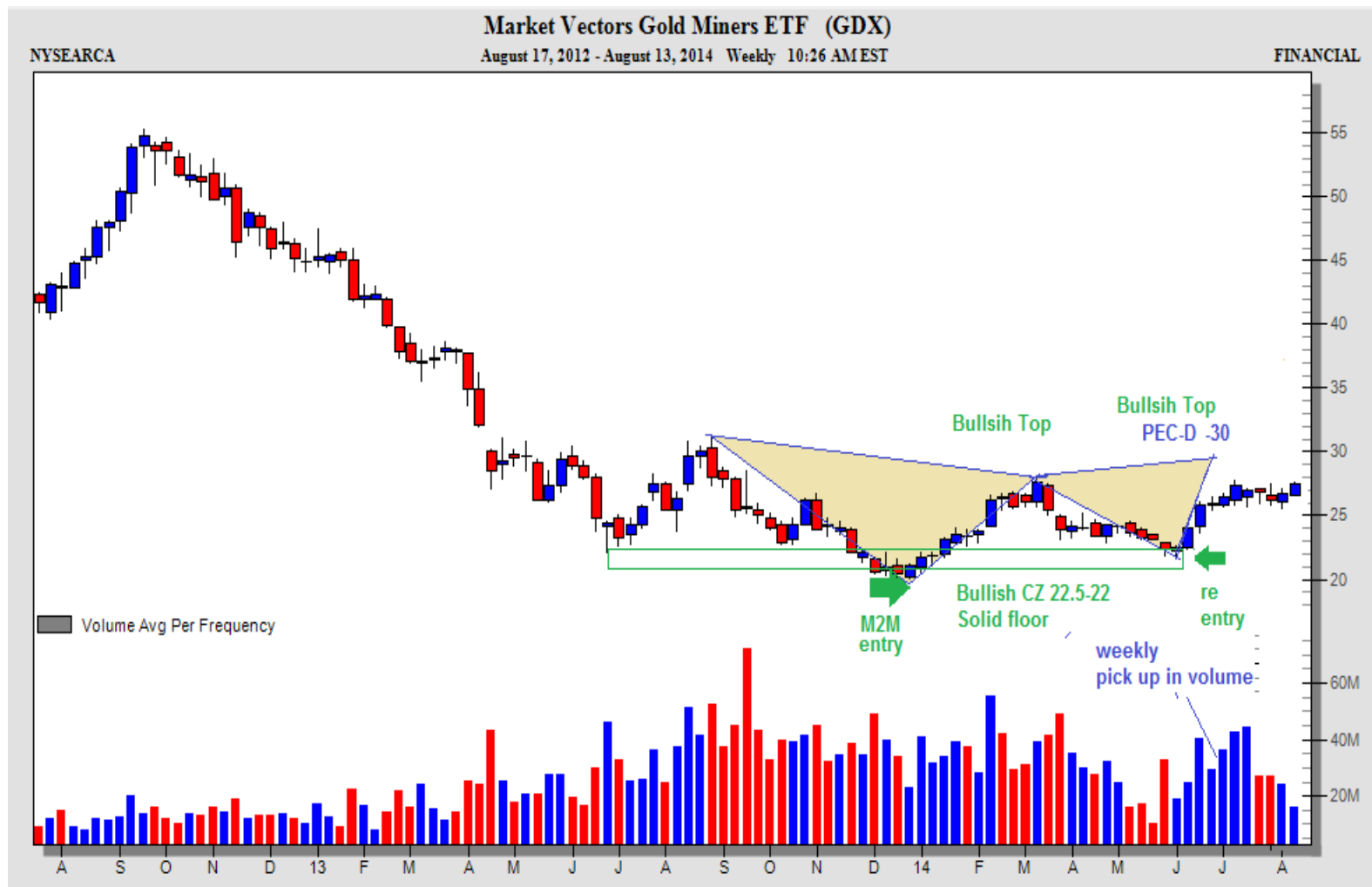


GDX – Weekly – PEC –D / CZ Analysis – **BULLISH** - Chart 5

Upside - Weekly ABC up projection at 30 to Bullish Top.

Inverse H & S bottom is under formation to 34

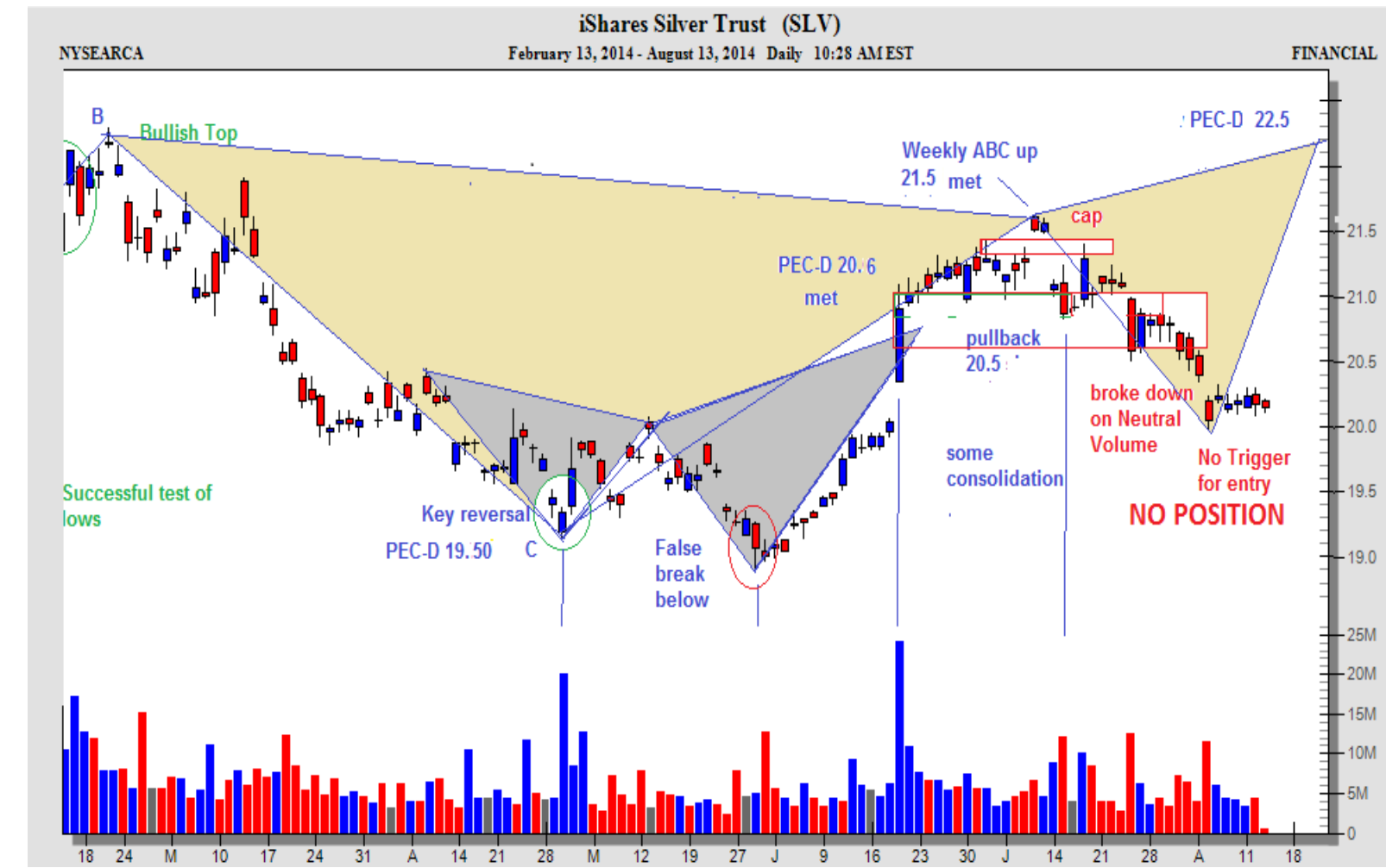
Downside - We rested the lows . CZ 22.5-22 has solid Bullish Bottom



SLV – CZ / PEC –D Analysis - Daily chart- **BULLISH - to Neutral** Chart 6

Downside – Pull back to PEC-D 20.6 – CZ 20.5-20 broke down on Neutral volume , may need time for consolidation
Long term Monthly CZ 19.50-18.50 Bottom is place , where the rally initiated

Upside - ABC up to 21.5 met with Bullish Top . Weekly ABC up to 22.5



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