

Content

Technical Analysis

- Gold
- Silver
- Dollar Index
- GDXJ vs Gold

Disclaimer for RM Capital Fund Limited Market Research

RM Capital Analytics (“**RM Capital**”) has prepared this Market Research (the “**Research**”) solely for the information of the person to whom it has been delivered, and it should not be passed on to or used by any other person for any purpose whatsoever. This Research and the information contained herein is confidential and may not be reproduced, distributed or published, in whole or in part, by any recipient or any other person for any purpose without the prior written consent of RM Capital. The information contained herein does not purport to be comprehensive, has not been fully and independently verified and is subject to material updating, completing, revision and further amendment.

Whilst the information contained herein has been prepared in good faith, no representation or warranty (express or implied) is given by RM Capital nor any of its affiliates, shareholders, directors, officers, agents, employees or advisers as to, or in relation to, the accuracy, reliability or completeness of the information or opinions expressed in this Research, or any revision thereof, or of any other written or oral information made or to be made available to any interested party or its advisers (all such information being referred to as “Information”). Accordingly, neither RM Capital nor any of its affiliates, shareholders, directors, officers, agents, employees or advisers take any responsibility for, or will accept any liability, whether direct or indirect, express or implied, contractual, tortious, statutory or otherwise, in respect of, the accuracy or completeness of the Information or for any of the opinions contained herein or for any errors, omissions or misstatements or for any loss, howsoever arising, from the use of this Research. The information in this Research may reflect opinions on prevailing or past market conditions and certain forecasts, assumptions, estimates, derived valuations and targeted values as of a prior date which are subject to change at any time without notice. In preparing this Research, RM Capital has relied on information available from third parties and public sources and has assumed, without verification, the accuracy and completeness of such information. No undertaking is given to update, amend or correct any information herein.

Certain statements in this Research are forward-looking statements. By their nature, forward-looking statements involve a number of risks, uncertainties and assumptions which could cause actual results or events to differ materially from those expressed or implied by the forward-looking statements. These include, among other factors, changing business or other market conditions. These and other factors could adversely affect the investments and/or services referred to in this Research. RM Capital makes no undertaking to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

Gold 4 hour chart (GC Dec 2019; closing price 1462.65): Following Gold's break-out from **resistance line** on October 24, it did manage to hold on re-test over October 29 – 30, however, failed to follow through and continue the advance. Contracting triangle is a continuation pattern and usually when market breaks-out higher, the advance continues. However, this was one of the rare cases when gold after a successful break-out and re-test failed to continue advance and eventually broke **support line** on November 5. Although this price action is not supportive for the bullish scenario in the short-term, it does not invalidate the present bull-run from longer term perspective. **So what is next?**

Published on Investing.com, 9/Nov/2019 - 7:39:00 GMT, Powered by TradingView.

Gold Futures, (CFD):GC, 240



Gold 4 hour chart (GC, Dec 2019): As the contracting triangle pattern resolved, the gold market entered a flag shape formation (dotted lines). The immediate support level for gold lies within 1440 - 1455 USD range; this level previously acted as a resistance during summer. Our expectation is that gold should hold on at the immediate support level (1440 – 1450 USD) provided that we are in the long term bull run. Surely it does not mean that gold must extend decline to 1440 USD price level; the reversal could take place at any level up to 1440 USD. The ultimate support for the gold comes at 1415 – 1425 USD, however, we do not consider these levels to be tested in the immediate future.

Published on Investing.com, 10/Nov/2019 - 11:48:41 GMT, Powered by TradingView.

Gold Futures, (CFD):GC, 240



Silver 5 hour chart (SI, Dec 2019; closing price: 16.8): Same as gold, silver did not hold at support line and broke - down while currently continuing a corrective action towards 16.5 USD price target. Support comes and dotted trendline as well as within 16.5 – 16.65 USD price range. With high likelihood we could expect silver to hold at 16.5 USD. Another way to look at silver's current price action is from swing perspective (please see the next page).

Published on Investing.com, 9/Nov/2019 - 8:46:00 GMT, Powered by TradingView.

Silver Futures, (CFD):SI, 300



Silver 5 hour chart (SI, Dec 2019): Below please find the most recent (1st swing) down, which extended 1.8 USD (nearly 10%). If we apply the 1.8 USD swing to present decline, we would arrive to 16.5 USD price target, which coincides with rising support trendline and support range of 16.5 – 16.65 USD. All these factors together give us a hint that decline might not be over and we may expect one more leg down towards 16.5 USD level. We view 16.5 USD as the important support level; therefore, we shall be using any weakness in gold and silver to add positions.

Published on Investing.com, 9/Nov/2019 - 8:54:09 GMT, Powered by TradingView.

Silver Futures, (CFD):SI, 300



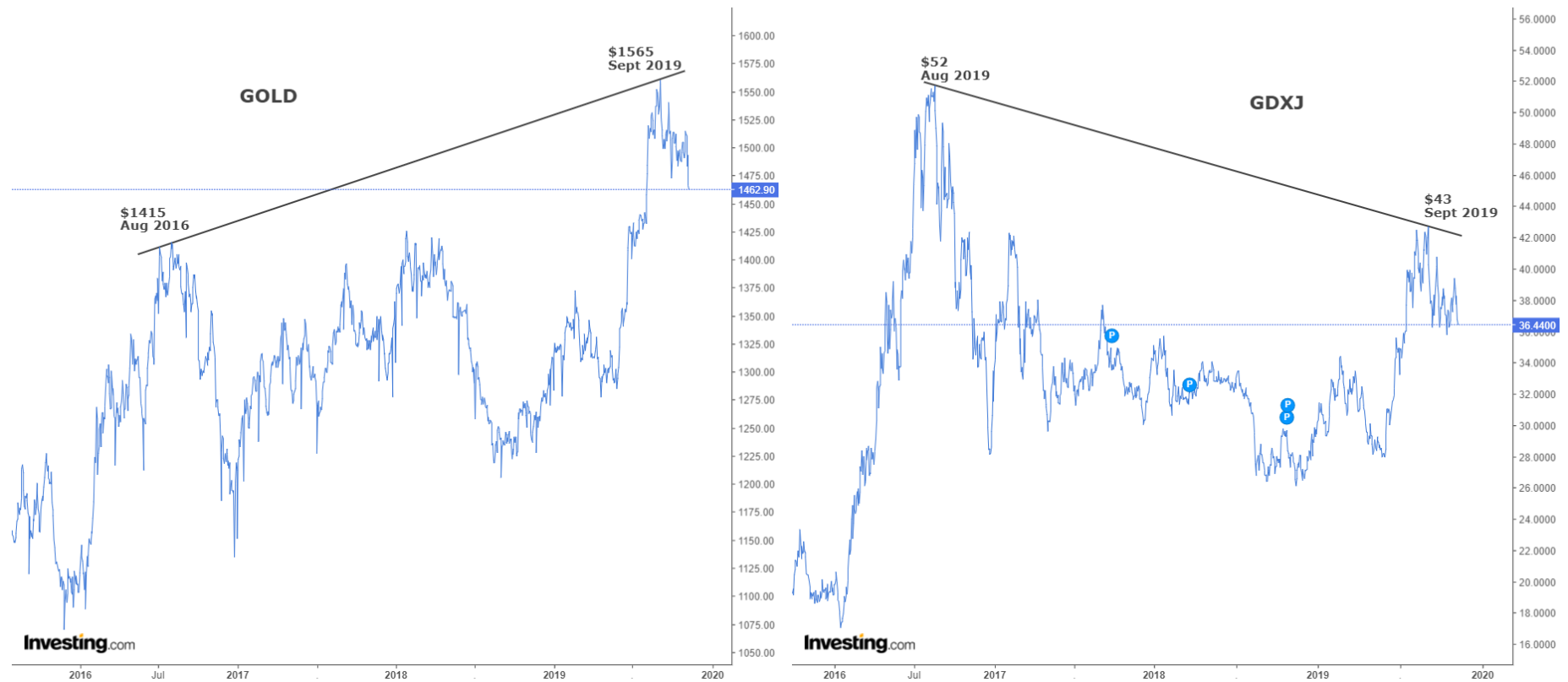
Dollar Index Daily chart (DX): Following the break-down from rising wedge, gold is in the re-test process of the previously broken trendline. However, at this stage we need to wait and see whether the DX continues decline after re-test or not. Initial target for DX is 92 – 93 USD.

Published on Investing.com, 10/Nov/2019 - 10:44:09 GMT, Powered by TradingView.
US Dollar Index Futures, (CFD):DX, D



Gold vs Junior Miners 2 hour chart (GC vs GDXJ): Here we would like to discuss price anomaly between Gold and GDXJ; perhaps this explains why gold needed to make a proper correction. Please refer to price of gold in August 2016 versus price of GDXJ during the same period; when gold was trading at 1415 USD, GDXJ traded at 52 USD. However, during the most recent rally in 2019, gold went all the way up to 1565 USD but GDXJ only managed to print 43 USD. So there price of gold went significantly higher in 2019 but the price of miners (GDXJ) grew much lower. This gave us an initial hint that something was not right and that miners are not buying this recent rally. So what is next then?

Published on Investing.com, 9/Nov/2019 - 9:16:10 GMT, Powered by TradingView.
Gold Futures, (CFD):GC, D



Gold vs Junior Miners 2 hour chart (GC vs GDXJ): Below please see recent price action in Gold and GDXJ; please note although gold printed a new low at 1457 USD, GDXJ did not make a new low. We consider this price action very positive for miners going forward; once gold completes the present sell-off towards 1435 – 1455 USD level we shall expect miners grow more actively on the coming advance in Gold. Therefore, we shall use this opportunity to add positions.

Published on Investing.com, 9/Nov/2019 - 9:09:33 GMT, Powered by TradingView.
Gold Futures, (CFD):GC, D

