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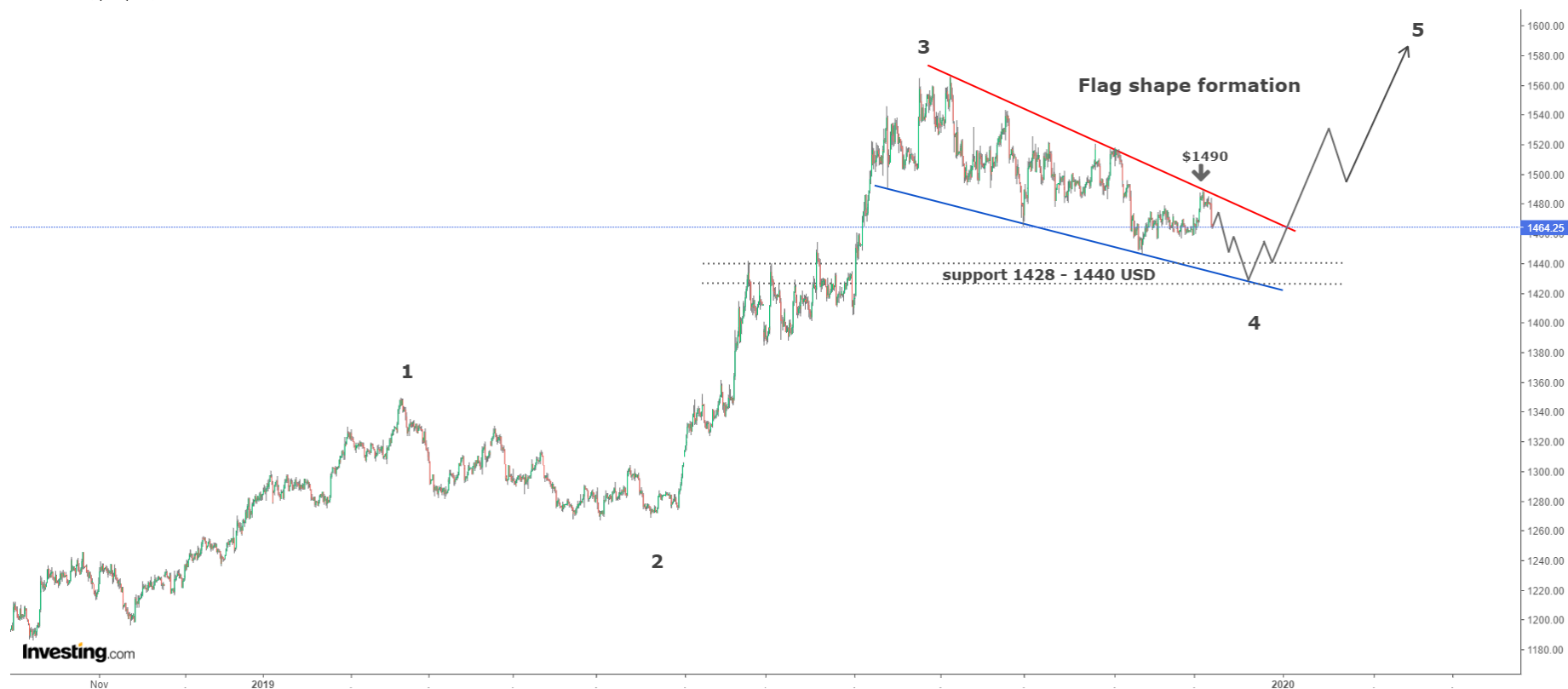
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**Gold 5 hour chart (GC, Feb 2020; closing price 1464.25):** On a weekly basis, gold closed 6 dollars lower or down 0.4%. In previous report, as of November 30, we suggested that Gold would attempt to challenge downward sloping resistance line (red). In addition, on December 4, we issued a Special report noting that Gold would be facing a strong resistance at 1490 – 1500 USD range; therefore, we suggested limited upside potential over the coming weeks. Following the failed attempt to break-out the resistance line (red) at 1490 USD, gold sharply sold off. Given the nature of a sell-off, gold could possibly revisit support at 1428 – 1440 USD, which means that 4<sup>th</sup> wave might not be over yet as we previously expected. Please note that, with the passage of time, support level is moving lower given the structure (downward) of the Flag shape formation. However, we largely expect Gold to find support at 1457 – 1465 USD range. Our intermediate target for 5<sup>th</sup> wave unchanged at 1600 – 1650 USD.

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 Gold Futures, (CFD):GC, 300



**Silver Daily chart (SI, March 2020; closing price: 16.6):** Silver is down nearly 0.5 dollars or nearly 3% on a weekly basis, demonstrating significantly less constructive behavior than that of a gold. Silver broke-down third rising support trendline (blue) and once again revisited long standing support zone at 16.50 – 16.6 USD, which previously acted as a resistance (2019 peaks). We do not favor trendline break-downs, particularly given how well gold held; however, this metal is known for “wild” swings and extremely high volatility. So Silver did not hold on any of the trend-lines; what is the takeaway on this metal? Please see next page.

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 Silver Futures, (CFD):SI, D



**Silver Daily Chart (continued):** Silver is trading within Falling wedge pattern, which is a bullish continuation pattern. We expect Silver to find support at 16.5 – 16.6 USD; however, metal may extend correction till 16.125 - 16.250 USD, which is lower boundary (blue) of the wedge pattern. Notwithstanding above mentioned, we expect Silver ultimately to break - out from a falling wedge pattern higher. This positive expectation on Silver is based on the notable divergence between Silver and Silver Mining stocks, which we shall discuss on the next page.

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Silver Futures, (CFD):SI, D



**Silver vs Junior Silver Miners Index (SI vs SILJ):** Please note that from September peak Silver declined nearly 16% whilst SILJ made a modest 5% correction. Since junior mining complex is highly leveraged, for every 1% move in Silver, SILJ normally moves 2 - 4%. For the recent 16% decline in Silver, SILJ should have fallen 35 – 50%, but in reality SILJ fell only 5%. Over the last few months, Silver printed **lower lows** while SILJ printed **higher highs**. Such price action demonstrates that Silver Miners do not “buy” into recent decline in Silver. Resilience of SILJ Index is a good advance indicator of the coming reversal and start of the bull-run in Silver. However, the reversal may take place following a dip towards 16.125 – 16.250 USD level.

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 Silver Futures, (CFD):SI, 300



**Dollar Index Daily chart (DX):** On a weekly basis DX closed 0.5 USD lower or down 0.5% following the re-test of the broken trendline. So far, DX has not been able to overcome the broken trend-line. On December 11, 2019 US Federal Reserve will hold FOMC meeting to decide on short term rates. If Fed decides to raise short term rates, our target towards 92 – 93 USD will be postponed towards 2<sup>nd</sup> half of 2020.

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US Dollar Index Futures, (CFD):DX, D



**Junior Mining Index Daily (GDXJ; closing price 38.03 USD):** GDXJ closed 0.12 USD lower or down 0.4% on a weekly basis. Following the break-out from the triangle, GDXJ currently is in the re-test process. Even though GDXJ, so far, managed to hold on at re-test zone, the nature and speed of the recent decline is somewhat concerning. Should gold extend correction towards 1428 – 1440 USD zone, GDXJ could dip towards our support area of 35 – 36 USD once again. However, this would not change big picture and our intermediate upside target remains unchanged at 50 – 52 USD for the 1 quarter of 2020.

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VanEck Vectors Junior Gold Miners ETF, United States, NYSE:GDXJ, D

