

(GC #F - GOLD.D) Dynamic,0:00-24:00

**Comex Continuous Gold
Daily - December 8**

I am expecting gold to begin consolidating its price very soon and moving more in a sideways pattern



There appears to be a general selling of commodities this morning even though the Dollar is not particularly strong. Perhaps the relative stability in the greenback has more of those leveraged dollar carry trades unwinding. It is difficult to say, but that is what it looks like to me. Gold moved up towards its session high as the Euro added to its gains but as soon as the Euro faded from its best levels, and particularly when crude oil was socked lower, gold dropped back under \$1130.

Crude has moved down into a band of congestion between 67 - 72. Its chart is looking quite nasty and if it cannot soon gather some buying support above the \$70 level, it will move down towards \$68. This will add some pressure to gold for the short term, particularly if the Dollar can get its claws entrenched above 76.50 and stay there. That will bring in more short covering and fresh dollar buying. However, the RSI for gold is now near levels that should experience dip buying.

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RSI(14,C)

