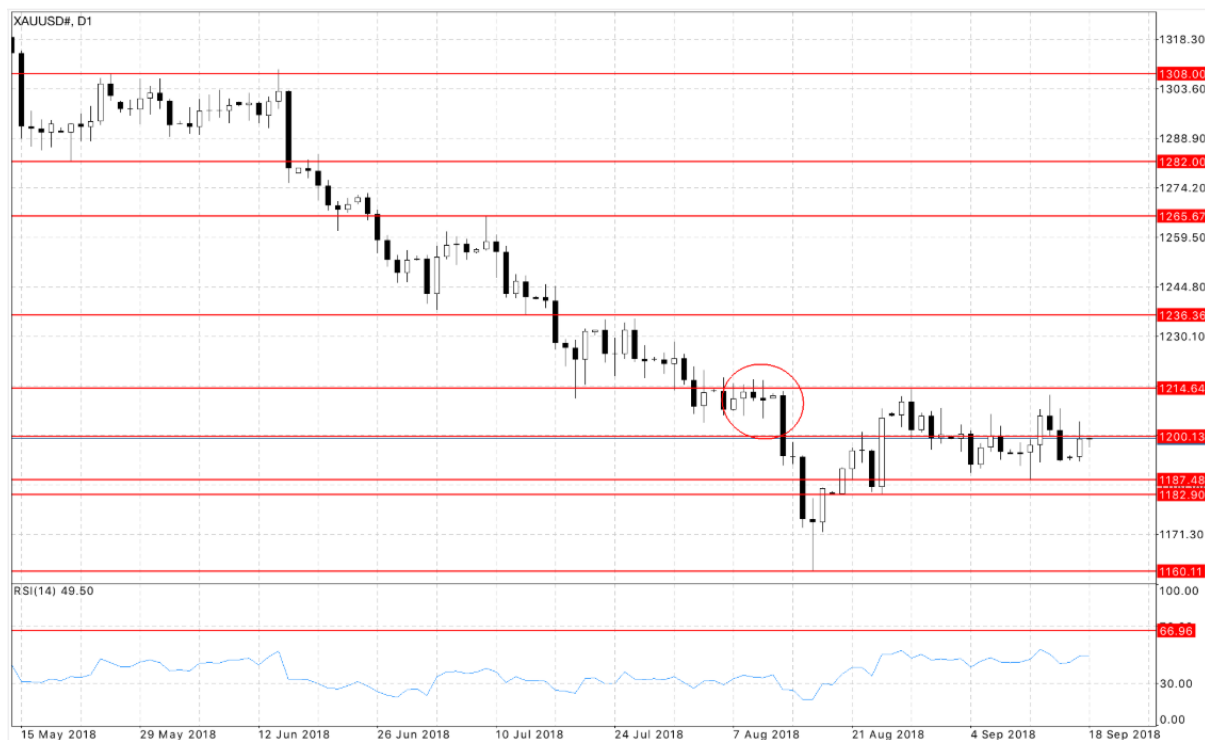


Gold

Since recovering from the low at 1160 on 15th August, Gold has been hovering either side of the 1200 area. Since August month-end, 1200 has been acting as a swing pivot, moving through one way and then the other, only to be drawn back to this point. There are some firm levels above and below that are stalling the next trend. To the upside, there is 1214, the recent high, which is also the start of a heavy work area from early August (circled on the chart). In the other direction, there is strong support at 1183, which is now protected by the recent low at 1187. With uncertainty over Brexit and looming ever closer, as well as escalating trade tensions between the US and China, it may be surprising not to see a flight to safety into Gold. Currently, it appears like a range play with two lines to monitor. Technically, a close above 1220 or below 1180 may be the catalyst for the next trend.

Gold Daily Chart



Currencies

Cable remains the currency pair surprising many investors with GBP still making gains against USD. Last Thursday, it broke through an important resistance at 1.3071. On Friday, there was some end-of-week profit-taking which saw it close just below this point however yesterday, the Bulls returned with an impressive session. 1.3071 now sits firmly in the support column and is clearly a statement point for the Bulls. It is currently just below the first resistance at 1.3173, but the major level is a little higher at 1.3213 and will not be easy to breach.

GBPUSD Daily Chart

