

Metals and Energy Technical Strategist

- Gold and Silver see corrective pullbacks before continuing their medium term bull runs. Buy the dips
- Copper just keeps pushing to new highs, with Ally set to re-test the 1940 resistance zone
- Platinum continues to grind its way to new highs, buy dips towards 900. Palladium still range bound
- Nov 05 Oil looks set to correct back to 58.00, while Nat Gas looks to also be coming into a short term top

TRADE STRATEGIES

- Buy Gold at 462/460 risking 457.50 targeting 480/490
- Buy Ally at 1870/1830 risking 1810 targeting 1935

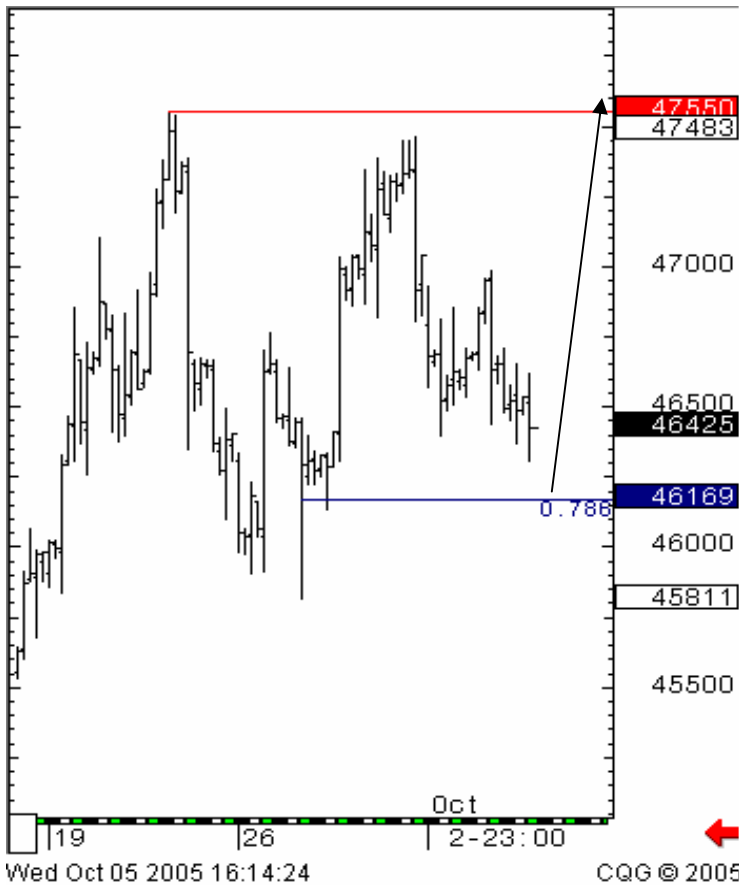
Running

- Long Platinum from 900 risking 880, 50% profit was taken at 930, re-add at 900, targeting 938/950
- Long 50% Silver from 7.00, 25% profit was taken at 7.55. Add 75% at 7.22 risking 7.05 targeting 7.80/8.00

Closed out

- Short Ally from 1930 stopped at 1880

Indicators	Gold	Silver	Platinum	Palladium	Copper	Ally	Crude (X5)	Nat Gas (X5)
Short term trend	Buy dips	Buy Dips	Bull bias	Range	Bull bias	Range	Bull bias	Caution
Med term trend	Bullish	Bullish	Range	Based	no top yet	Bearish	Bull bias	Bullish
Long term trend	Bullish	Bullish	Bullish	Bull Bias	Bullish	Bullish	Caution	Caution
Third Resistance	480.00	7.80	965	221	3955	1950	72.75	17.00
Second Resistance	475.50	7.63	942	214	3910	1915	70.50	16.10
First Resistance	470.00	7.46	933	201	3860	1891	67.75	15.50
Last	464.50	7.37	913	190	3855	1867	64.20	14.38
First Support	462.00	7.30	897	180	3790	1830	62.50	13.30
Secnd Support	458.00	7.18	880	170	3722	1780	57.00	12.20
Third Support	450.00	7.00	865	162	3645	1735	53.50	11.10



Gold

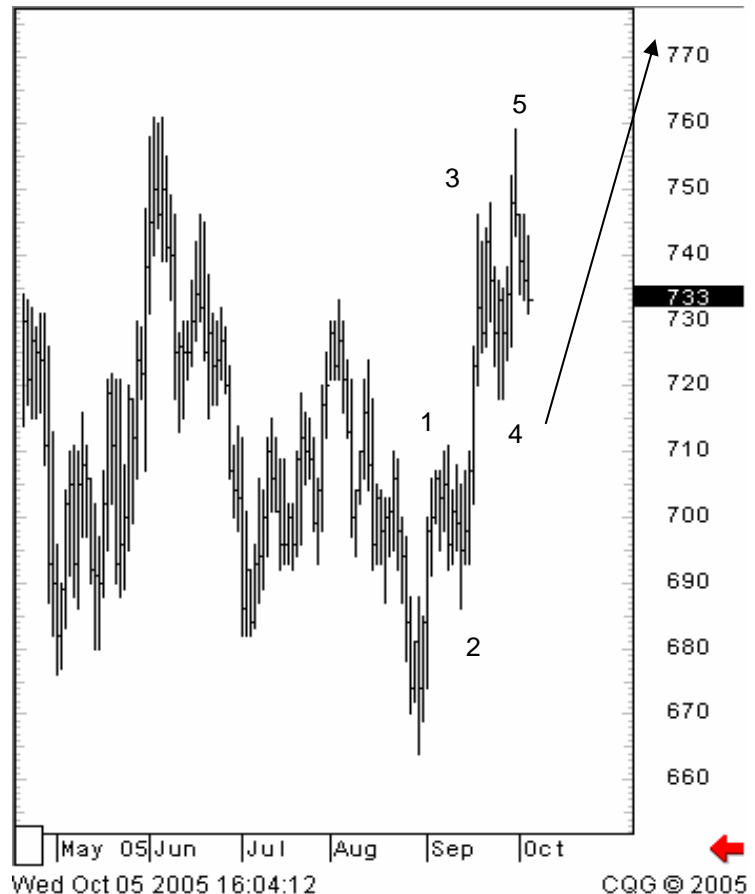
We retain a bull bias, as the gains continue to develop in impulsive 5 waves moves, while the pullbacks are still choppy and corrective in nature. The latest rally to 475.50 from 458 developed another 5 wave move and we are seeing a correction of that back towards the 78% Fibonacci support zone. We are therefore on the look out this week for a base over 458 for a run back to and through 475.50 to open the next leg up towards 500. A word of warning though. If prices start to break 458 then a few people will talk about a double top on the charts and we may see a few more stops fuled out into the low 450's providing a better buying opportunity. Only a decline through 445 would really worry our bullish outlook.

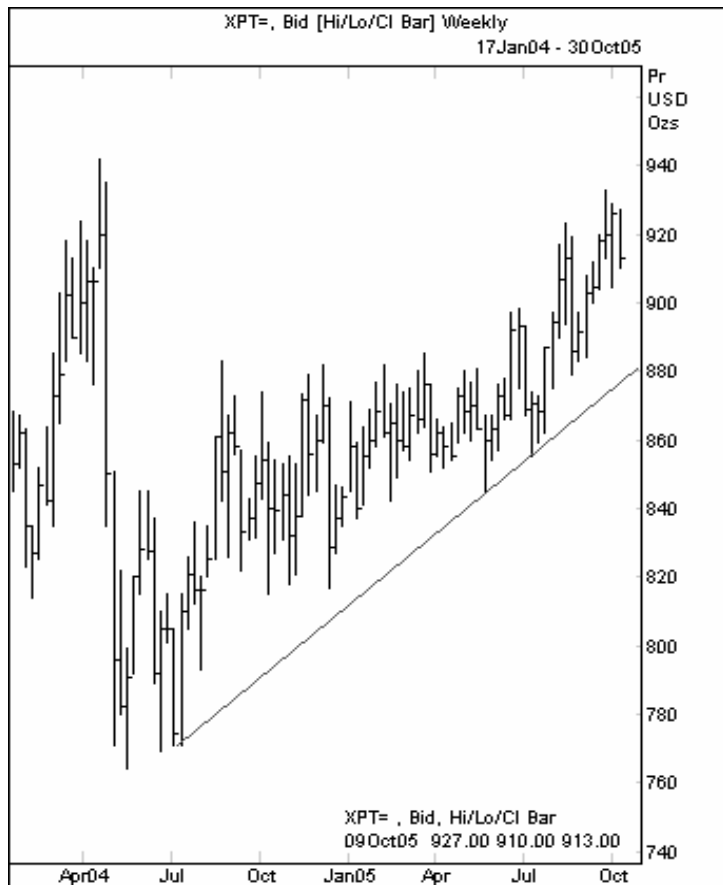
Trade Strategy - Buy at 462/460 risking 457.50 targeting 480/490

Silver

We retain a bull bias here. The false breakdown through 6.80 has seen the market rally strongly to test the medium term range highs over the last month in a clear 5 wave move. As such we have been expecting and so far are seeing a corrective pullback which should develop in a choppy fashion back to around the previous 4th wave lows around 7.20. We are then going to be looking for a base to develop for a return to the underlying bull trend targeting a move through the 7.60 highs. The fact that there is pretty much a void until we get to 8.00 above that resistance level signals the potential for the next move higher being a considerable one and one that is pretty quick.

Trade Strategy - Long 50% from 7.00, 25% profit was taken at 7.55. Add 75% at 7.22 risking 7.05 targeting 7.80/8.00





Platinum

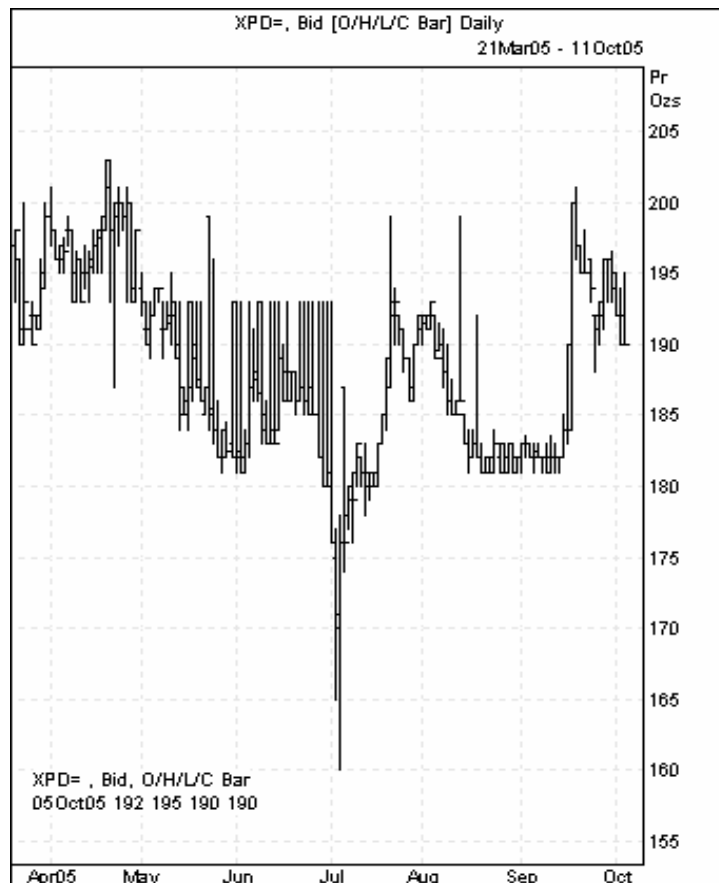
Our bias is unchanged and will remain bullish as long as prices hold over trendline support at 880. However, we continue to believe that the move from 770, which targets new highs above 940, will be a very choppy process. Effectively in the manner that we have seen all the way up for the last year. Pullbacks therefore are buying opportunities with support currently lying in the 900/890 zone.

Trade Strategy - Long at 900 risking 880, 50% profit was taken at 930, re-add at 900, targeting 938/950

Palladium

Range range and still no change. The break down to new lows in the summer we believe completed a medium to long term bear phase and therefore leaves the market open for a larger rebound. We have made decent headway so far, running up to 195/200 area, but we can see further gains in the months ahead back to 220/240. We will be watching the price action closely in the weeks ahead days to gauge a decent place to start buying this market.

Trade Strategy - Neutral, looking to buy





Copper

From a medium term point of view there is no real change as we are looking for confirmation of a top in this market but there is absolutely no sign of that developing at this moment in time. A breakdown through 3500/3490 would help and should see the market accelerate lower towards channel support, so if such a break occurs the price action will be the confirmation.

For now though the price action is clearly bullish with the market making new highs each day and targeting 3900 in the short term, which may well hold for a minor pullback before heading towards 4000.

We do still believe that gains we are witnessing are completing a 5th wave move much similar to that seen in Ally back in March, and therefore we expect to see a significant breakdown to channel support at 3150 at some point.

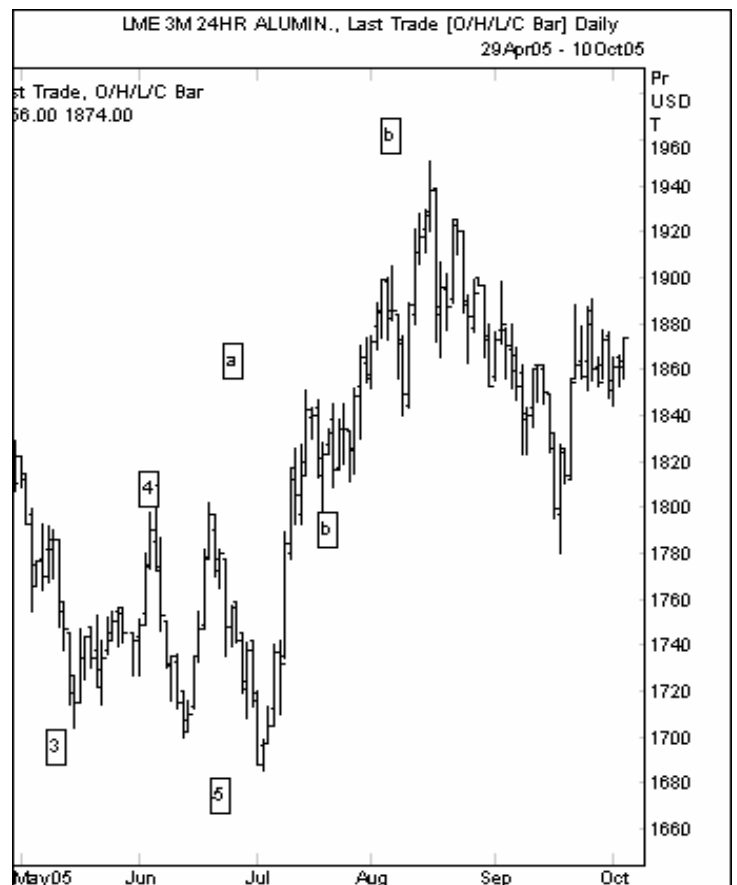
Trade Strategy - Neutral at these levels.

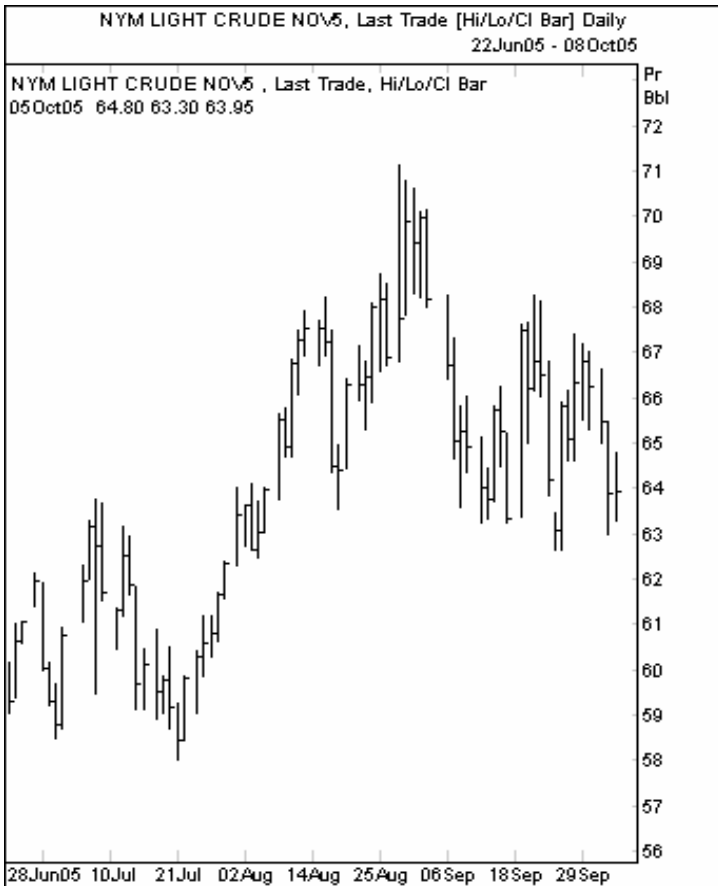
Aluminum

Although we continue to hold onto a longer term bearish outlook we are concerned by the short term price action. The rally from 1780 has been too impulsive and the action over the last week or so around 1870 is clearly corrective in nature. We can therefore see a run up to re-test the 1950 area of resistance in the coming 1-2 weeks but will again be looking for a top to develop up around there.

Only a sharp decline through 1780 and then 1700 would really start to confirm our bearish view is playing out for a move back to

Trade Strategy - Short from 1930 stopped at 1880. Now buy at 1870 1830 risking 1810 targeting 1935





NYMEX Crude (Nov '05)

Prices have been consolidating around 66.00 for a considerable period of time now after topping out at 70.00. The fact that most of the current risk events are out of the way now we can see a C wave correction developing in the week or so ahead back towards 58.00, confirmed by a break of 62.00.

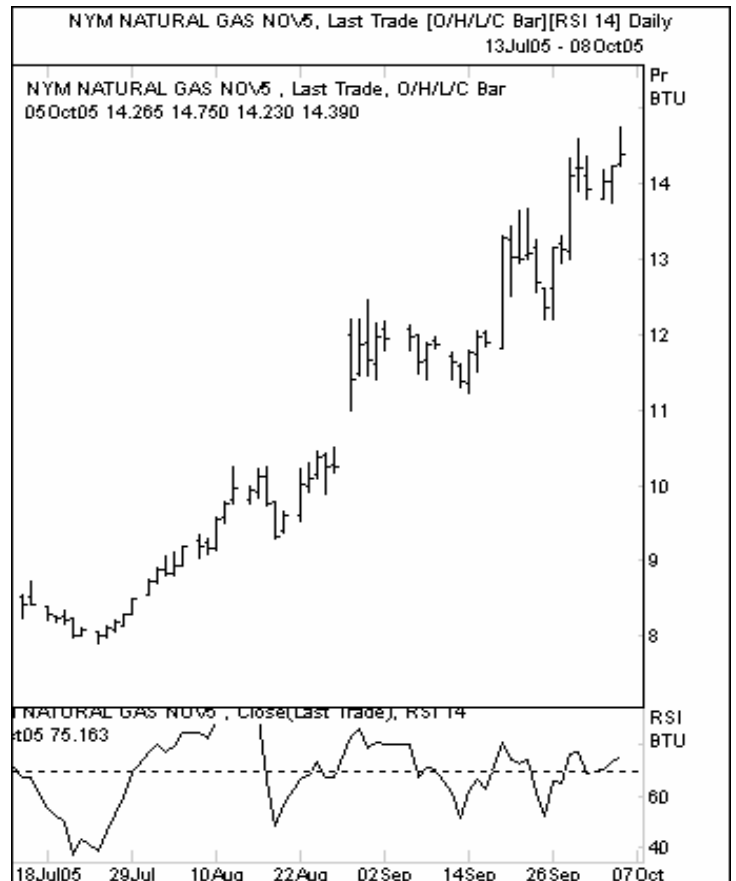
However, the underlying trend is still up and we will be on the look-out for a base developing in that support zone for another run towards 71.00.

Trade Strategies - Move to a neutral stance

NYM Nat Gas (Nov '05)

Prices are staging another run to new highs, but we can see a completing 5 wave move from 12.50 and potentially from 7.00. The risk therefore is that we are coming into a short term top, supported by bearish divergence in the RSI. Therefore we suggest players who are long take at least some profits up at these levels as we can see a pullback to at least 12.00/11.00 developing again in the week or so ahead. The nature of that decline will determine if a larger correction will then start to develop after that.

Trade Strategies - take profits on longs at these levels



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