



# COMMODITY Research

## Gold short term special report

Gold prices moved higher on Friday as increasing coronavirus infections globally re-ignited concerns about the economic toll from the pandemic, while scepticism over the reach of a potential COVID-19 vaccine further boosted the safe-haven metal. There is fear of a second wave with lockdowns and restrictions and the market has to work through (some) stimulus whether we're in a lame duck situation or with a new president-elect," said Eli Tesfaye, senior market strategist at RJO Futures. So, the market at some point has to anticipate that cash and price in the potential inflation.



On the technical front now gold prices has been corrected the Fibonacci retracement of 23.6% from 56191 to 50400 level. More correction can possible if it breaks below the support level of 49200 which will attract to fall towards the Fibonacci retracement level of 38.2% , 46730 levels. In short term support is seen around 49200, break and sustain below this level can expect more downside movement towards 48000/46730 mark very soon and resistance is seen around 51700, sustainable trade above it can move again upside towards 53500/55500 respectively. Overall buy on dips will be the good strategy in weekly or monthly basis.



Moneywise. Be wise.

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