

Gold is Ready for Lift-off, Silver Also.

Precious metals have reached oversold levels once again. The last time gold reached this technical juncture, was in November 2018 with the price at \$1209. Gold then rallied for 3 months and tacked on \$120.00. At the same time silver rose from \$14.15 to \$15.90.

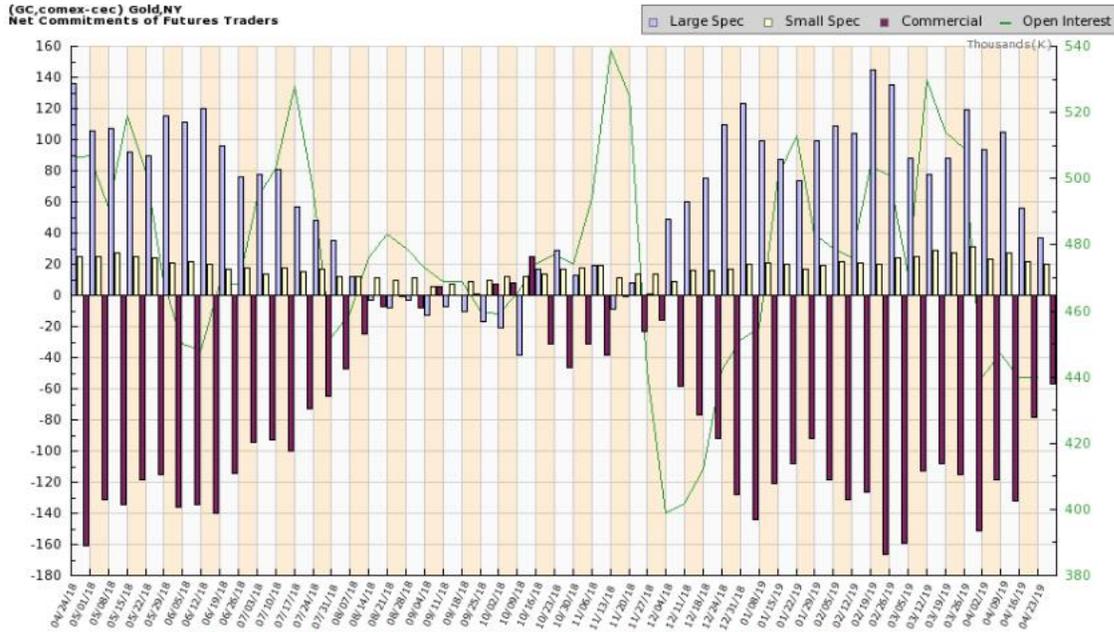
Let's take a look at some charts.



Featured is the daily gold chart. Price found support at the bottom of the large flag. The supporting indicators are ready to turn positive. The first target is at the blue arrow. A breakout there will turn the trend bullish.



Featured is GDX the miners ETF. Price is testing the bottom in this declining wedge pattern. A breakout at the blue arrow will confirm a bottom. The first target is at the green arrow. The supporting indicators are ready to turn positive (green support lines), and the moving averages are in positive alignment (green bar).



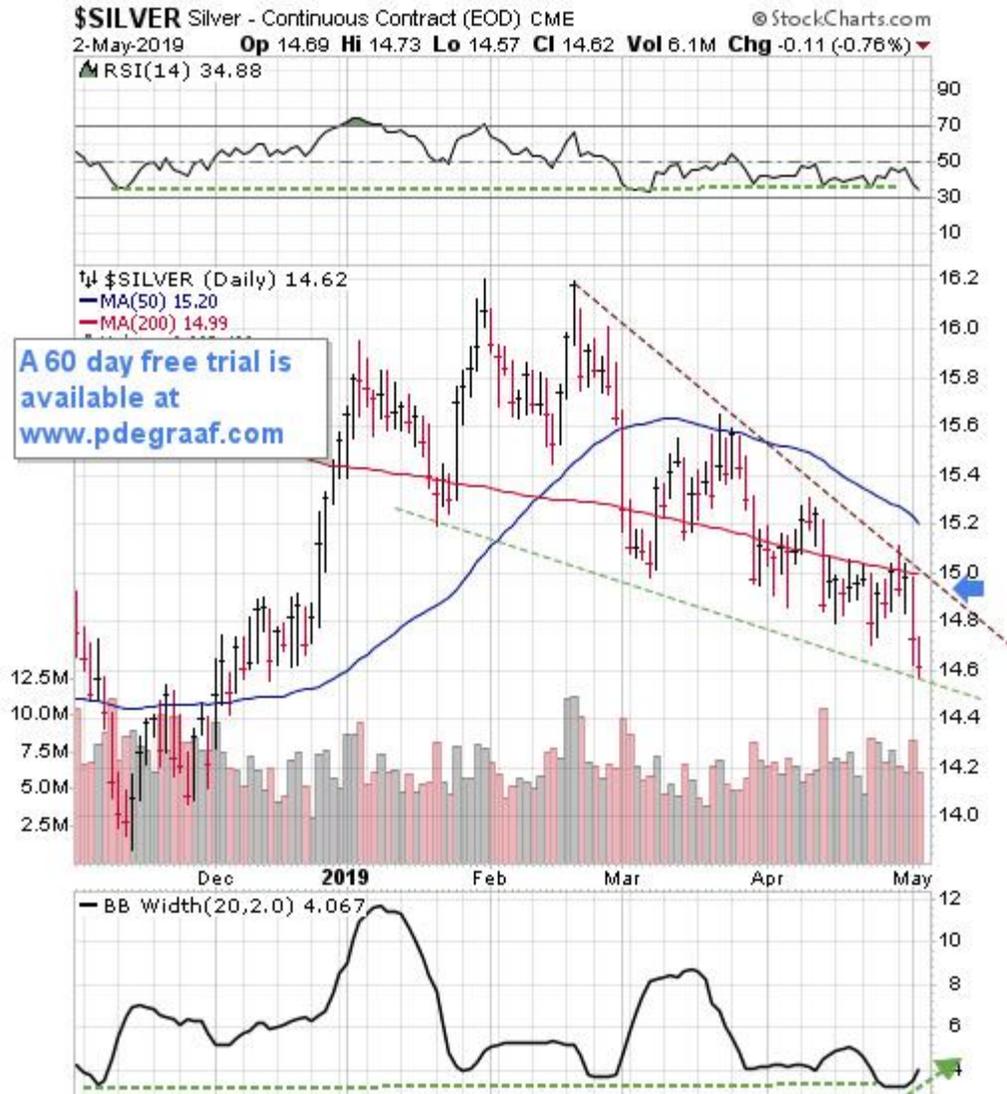
Charts compiled by Software North <http://cotpricecharts.com/commitmentscurrent/>

	--- Large Speculators ---			----- Commercial -----			-- Small Speculators --			Open Interest		
	#	Long	Short Bullish	#	Long	Short Bullish	Long	Short Bullish				
03/26/19	337	214,447	94,706	69%	104	161,201	312,635	34%	64720	33,027	66%	509,575
04/02/19	334	193,784	99,228	66%	106	139,514	257,744	35%	50046	26,372	65%	440,170
04/09/19	335	199,507	94,143	68%	108	132,478	265,287	33%	54449	27,004	67%	447,539
04/16/19	335	183,213	126,940	59%	110	145,702	224,132	39%	53222	31,065	63%	440,581
04/23/19	341	176,691	139,296	56%	109	154,403	211,799	42%	49655	29,654	63%	440,048

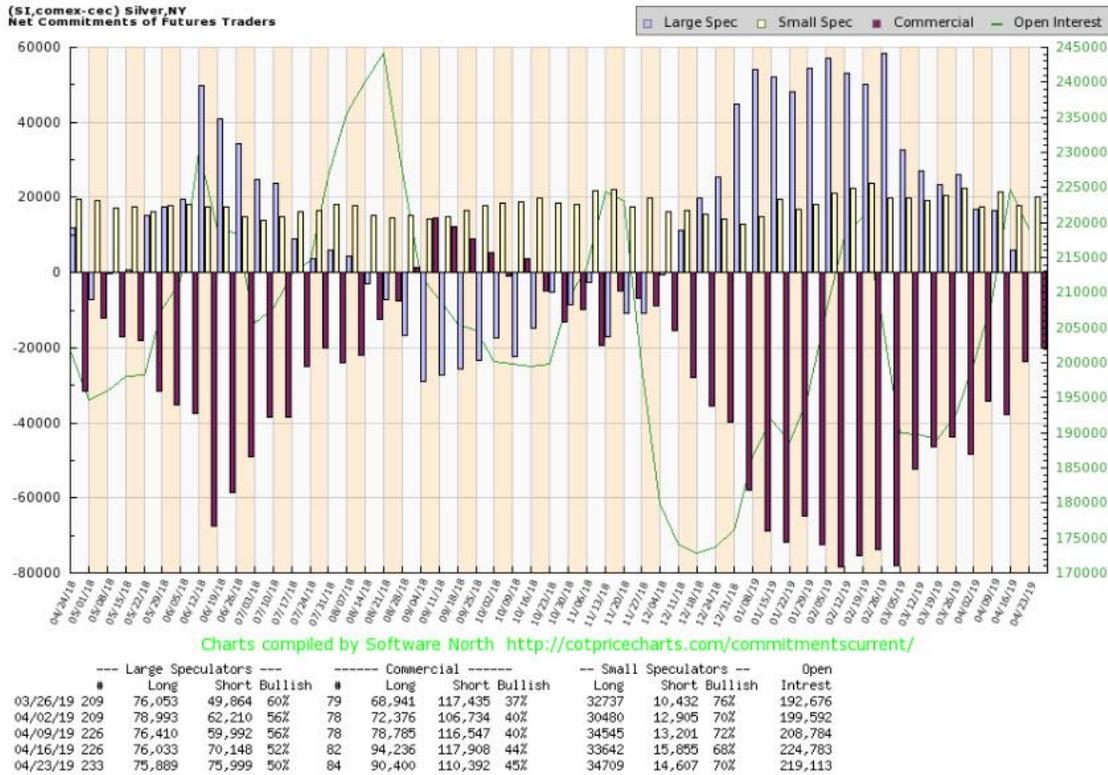
This chart courtesy [COT@softwarenorth.com](http://cotpricecharts.com/commitmentscurrent/) shows commercial gold dealers were 'net short' 57,000 contracts on April 23rd. As a percentage of open interest the number was quite bullish at 13%. It is probably even more bullish now, due to a lower gold price since April 23.



This chart courtesy goldchartsrus.com shows silver is steadily being accumulated into trusts and ETFs. The number of ounces backing SLV rose an impressive 3 million on May 2nd, to 314.8 million.



Featured is the silver chart. Price is carving out a bullish falling wedge. The supporting indicators are at support levels. A breakout at the blue arrow will confirm a bottom.



This chart courtesy COT@softwarenorth.com shows commercial silver dealers were 'net short' 20,000 contracts as of April 23rd. As a percentage of open interest the number was quite bullish at 9%. It is probably even more bullish now, since silver dropped in price since April 23rd.

DISCLAIMER: Please do your own due diligence. Peter Degraaf is NOT responsible for your trading decisions.

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