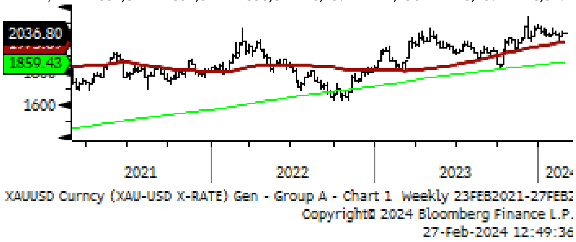
XAUUSD-COM
Precious Metals

	Forecast
Day	Sideways
Week	Down
Month	Down
1 Year +	Up

Okan Aybar
@okanaybar
aybar@anatoliacapital.com
+90 532 354 5938

Why investors should be cautious about buying the gold?

Open	High	Low	Last	% Cha.	Chan.	MtD	YtD
1892,6	1897,3	1892,5	1896,3	0,15%	2,790	-3,79%	3,97%



Resistance / Support Levels		Fibonacci Correction		Technical Indicators	
Resistance 3	1913,19	100 %	1898,76	MACD	-14,83
Resistance 2	1905,97	78,6%	1895,79	Bollinger	1975,13
Resistance 1	1899,32	61,8%	1893,46	RSI	35,73
Pivot	1892,10	50,0%	1891,83	Momentum	-29,04
Support 1	1885,45	38,2%	1890,19	400 H/A	1856,50
Support 2	1878,23	21,4%	1887,86	Fear Greed	-5,29
Support 3	1857,15	0,00 %	1884,89	Aroon.	----

Gold has shifted above 2000 mark amid rising geopolitical tensions, rising inflation and expectations on possible rate cuts. However, consistence of stronger economic data out of US has created suspicions about whether the Fed will cut the rates around June or not. With this respect DXY has been relatively stronger while the gold's move has transformed from rally to sideways trading. Falling convenience yield – the green line - and speculative positions - the red dark red give a good summary of this development. Speculators' reluctance in accumulating long positions and postponing physical deliveries to the farther maturities a clear indications of softening demand of gold. Nowadays investors should look at rising expected real returns of 2-year treasury bonds as two-year horizon breakeven rates fall. Note that as the breakeven rates fall, the value of related currency may rise and this is consistent with weaker gold. The second chart below shows rising 2 year expected return of US treasury bonds while gold's technical indicators – stochastics – indicate gold's potential shift below 1950 levels. Just beware of this risk.