

TECHNICAL CHARTING OPINION

eResearch Corporation is pleased to feature a technical opinion by Chris Kimble of Kimble Charting Solutions.



Mr. Kimble states, on his website www.kimblechartingsolutions.com, that his goal for his investment research is to:

... help people to enlarge portfolios regardless of market direction by looking for patterns at extreme points of "exhaustion" with a high probability of reversing, called TBNM: tops, bottoms, no middles. The intent is to simplify the decision-making process.

Mr. Kimble has been in financial services for over 30 years.

His research is intended to simplify investment decisions and increase confidence with charts that are clear as to the pattern at hand and action to take. His strategy is to look for chart patterns at extreme exhaustion points that have a high probability of reversing. These extremes reflect excess fear and greed of global investors and, therefore, they can be capitalized upon.

By providing research showing markets at extremes of long term resistance or support, and including bullish/bearish sentiment readings when available, Mr. Kimble attempts to help investors simplify their decision-making, reduce risk, increase confidence, and improve results.

Today's article begins on the following page, and is entitled:

Gold Bulls Find Themselves In A Precarious Position

You can access his website and subscribe to his service at the following link:

www.kimblechartingsolutions.com

Note: All of the comments, views, opinions, suggestions, recommendations, etc., contained in this Article, and which is distributed by eResearch Corporation, are strictly those of the Author and do not necessarily reflect those of eResearch Corporation.

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Gold Bulls Find Themselves In A Precarious Position

(To enlarge the charts below, place cursor on chart, and <Ctrl-Click>)

After a strong rally to start 2018, [Gold prices \(NYSEARCA:GLD\)](#) have fizzled out... again. Will this ordinary decline turn into a more significant one? It very well could... especially for those holding in U.S. dollars.

In the 2-pack of charts below, we can see the recent pain for gold bulls. They had an opportunity earlier this year to break out above resistance but that was foiled by a reversal pattern – you can see this in the first chart of the Gold-to-US Dollar Ratio (point 2). That reversal came at dual resistance (2), marked by 2018 highs and the underside of a prior downtrend channel.

The Gold-to-US Dollar Ratio has declined sharply over the past ten weeks, making new 2018 lows and breaking down through important horizontal support (3).



<CTRL-CLICK> ON CHART TO ENLARGE

US Dollar strength (NYSEARCA:UUP) has always been a thorn in the Gold Bulls side. Although it is just one of several variables that effect the price of gold, it is an important one.

In the US Dollar-to-Gold Ratio chart below (the inverse of the first chart), we can see that the ratio is threatening to break out of a down-trending channel (A) at point (3). A break-out to the upside would signal US Dollar strength, as well as another headwind for gold bulls.

US Dollar to Gold Ratio Chart



<CTRL-CLICK> ON CHART TO ENLARGE



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