



-GCRU-

Weekly Trading Strategies



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Achieves gains by trading commodities, currencies and stocks

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IN ITS 19th YEAR - Nº 913

U.S. Bonds Edge Lower as Inflation Expectations Pick Up Steam.

Dollar Breaks Below Support on Yellen Nomination...

Copper surges to 7+ year high!

Gold Jumps Into the Inflation Rally too!

President elect Biden is wasting no time to move forward by naming his cabinet. The most notable appointment so far: Janet Yellen for Treasury.

Yellen chaired the Federal Reserve for 5 years representing its most dovish wing. She is "loved by Wall Street" for that particular reason. And is seen as the person with the right mind-set to navigate the recovery ahead.

Not only will she be ready to spend. The current Fed is basically the one she left nearly 3 years ago. One with her influence and direction. Jay Powell himself sat on the committee she presided.

She will be the perfect liaison between the Federal Reserve and the federal government, by marking what could be a new era for stimulus with more easy policies...

"Money is only a tool. It will take you wherever you wish but it will not replace you as the driver." -Ayn Rand

It means downside pressure on the dollar.

It means firing up inflation expectations.

It's no coincidence the dollar index broke below support at 92 since our last issue. The break is bearish suggesting more downside is likely. Spinner is confirming weakness by resisting below the zero line and its MT MA. Momentum is likely to remain down during December.

The dollar index fell to a 2 1/2 year low. No big moves ... no price action drama...

However, assets globally are feeling relief...

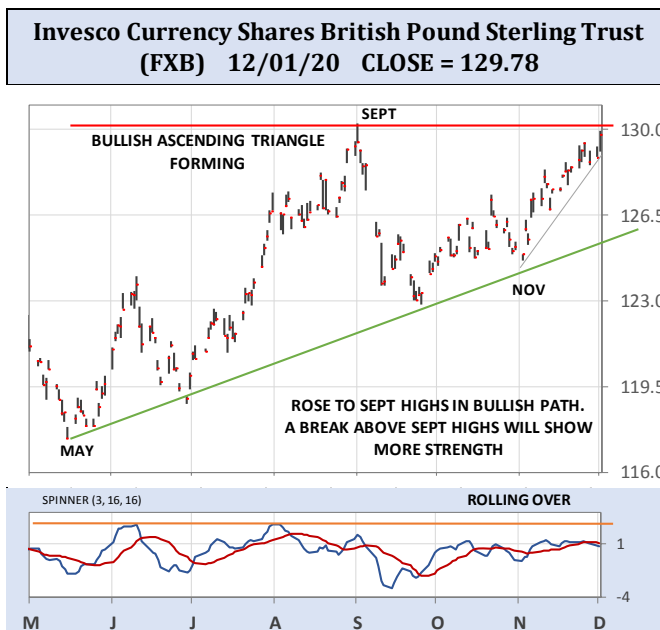
In currencies...

British Pound Sterling and the Australian Dollar are at the recent highs for the move. They're showing strength and poise for more upside.

Both are very strong above the Mar uptrend. It's \$70 on FXA (Australian dollar "Aussie") and \$125 on FXB (British Pound Sterling "Pound").

Noteworthy, Spinner for both are starting to turn down. This could suggest an upcoming correction for both. But as long as the U.S. dollar index stays below resistance at the Mar downtrend near 94, momentum will remain up for foreign currencies.

I'm keeping my currency cash diversified in U.S. dollars, British Pound Sterling and Australian Dollars.



The base and industrial metals are also bouncing up on dollar weakness.



Copper being among the most notable. It broke above resistance to a new 7+ year high. It's showing super strength. Copper is on pace to reach the top side of the Mar upchannel near \$3.70.

And it shouldn't come as a surprise...

For the past several months I've been showing that it's copper's turn to shine, compared to gold. Consider copper's next real resistance is near the \$4.00 level.

Remember, the dollar index and copper move in opposite directions, and how a rise in copper is indicative of rising inflation expectations.

The continued rise in copper (and weakness in the U.S. dollar index) is suggesting inflation could actually rise to its expectation.

Our Industrial Metal and Energy portfolio is doing great.

We've been filling it up during weakness. They are all higher than last week's price levels, and some have broken out...

Ivanhoe Mines (IVN.TO & IVPAF.OTC) is one of my favorites. As mentioned in back issues, Ivanhoe is building the largest copper mine in the world. It's supposed to come into operation next year. The stellar assets combined with top notch management is a recipe for success.



Notice IVN broke above the pole resistance at the Sept high near CA\$6 (IVPAF: \$4.50) on a bullish flag it had been forming.

The breakout is bullish suggesting a continued rise to the top side of the channel near CA\$7 (IVNPAF: \$5.50) is now likely. Keep your positions. Consider buying at mkt if you're not yet in with a full position.

EMX Royalty (EMX) is another of my favorites. It has exposure to base metals. On the chart notice EMX confirmed support above ST support at \$2.60 by breaking above \$3.



Moreover, Spinner below is also breaking out from zero and its MT MA suggesting an EMX rally could be in the making.

I have a full position. If you don't, consider buying at mkt, ideally below \$3.

Altius Minerals (ALS.TO & ATUSF.OTC) has also been rallying with strength. It's a royalty company with interesting exposure to renewable resources. We bot some early on and have been waiting for more weakness to buy more... I'm still waiting, but ready to pick up more on any weakness.



Altius gapped up, now testing the Aug highs near \$12. Spinner is breaking out. Price action is bullish. A break above \$12 shows renewed strength with more upside likely. Notably, Altius's bullish rise has been on higher than average volume validating the move while showing poise.

Keep your positions. Buy more on weakness.

Last in our industrial resources and energy portfolio is BHP Group (BHP). BHP is arguably the worlds largest resource company. It's an Australian company with exposure to all sorts of resources and energy, from copper, to gold, to crude oil.

We recently added to our positions at the lows, pushing us to overweight. BHP has risen nearly 20% since.

As with many resource shares, BHP broke above a bullish flag pattern and it's now at the brink of breaking a bullish ascending triangle.



A break above \$60 would be convincing enough to validate the bullish pattern and see a rise to the higher \$60s develop.

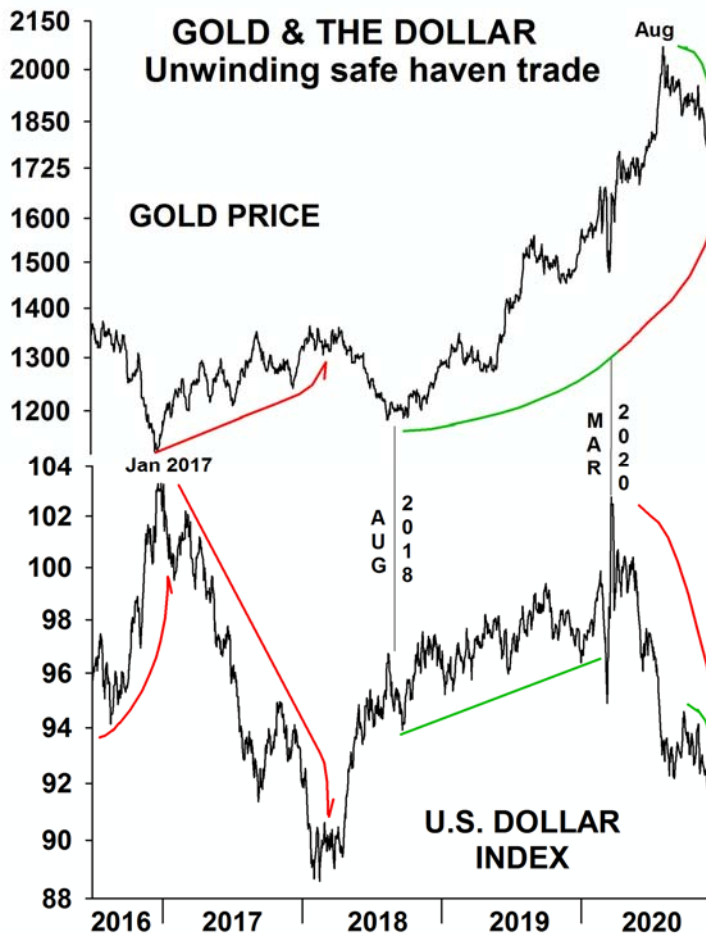
Keep your positions.

Gold and gold share want in on the inflation expectation's rally too...

The decline in the dollar is giving support. You'll remember gold and the dollar tend to move in opposite directions.

The notable exception being the period of time from Aug 2018 through March 2020, when they both rose on safe haven demand, together with LT U.S. gov bonds.

Gold rose back above \$1800 showing strength, reacting to dollar



weakness. However, for now, take the jump in gold with a 'grain of salt'. Especially since key support was recently broken...

Gold's bounce up yesterday is not meaningful unless it breaks initially above its 5wk MA at \$1860 and more importantly, above the Aug downtrend near \$1940.



Any bounce up that fails to violate these resistance levels could prove to be a trap.

I'm currently holding a small position, and waiting for weakness near \$1700 to buy more. I would also reconsider buying more if gold breaks above key resistance at \$1940.

Weakness has also been evident in silver, and gold and silver miners.

Both silver and the HUI broke below the Mar uptrend and support with room for more downside.

Consider that just over the past couple of weeks, silver broke below the Mar uptrend at \$24 showing weakness. Although it's pulling back now, it will likely continue to decline as long as silver stays below the Aug downtrend near \$26.



Remember silver's deeper support and likely target during the current 'D' decline is \$19. I'm buying more below \$20. Keep your longs.

Notice HUI and our gold miner A/D line. HUI fell to new lows, approaching support at the Jun lows near 250. The A/D Line has actually fallen further. It almost reached the Jun lows as it forms a bearish H&S top.

But notice the A/D Line rebounded with strength from the Jun lows. Price action is suggesting support for HUI could end up being confirmed at the 250 level, the Jun lows.



I continue to hold some DUST (an ETF that moves inversely to HUI by a factor of 2) to counter weakness in the gold universe, particularly gold shares.

The breakdown in the gold universe that was shown last week pushed me to sell the rest of my position in Hecla Mining (HL) in order to protect a 68% gain.

Although HL is holding at the Mar uptrend & support, it's also testing it, showing weakness. HL must rise above \$5.50 to show renewed strength.



A decline to the Jun lows near \$3 is now likely. Buy again on weakness, ideally below \$3.50.

I'm still holding NovaGold (NG). It's also bouncing up today, confirming support at the Mar uptrend near \$9.75.

NG has held among the strongest but I own an amount I'm comfortable holding during weakness. We've protected profits and I'm ready to buy more on weakness, ideally below \$9.

Keep your positions for now, buy on weakness.

Bonterra Resources (BTR.V & BONXF.OTC) is holding strong. Moreover, just on Monday it released information on drilling results at the Gladiator project. Management was very excited on the news which continues to bode well for BTR.V.

I'm holding a full position and keeping it during weakness. If you're not in, buy on weakness, ideally near CA\$1.

I'm also holding Black Rock Gold Corp (BRC.V & BKRRF.OTC). Another great junior company with great assets and great management, making it, together with BTR, a prime takeover target.

BRC also provided updates on drill results as reported last week with their own management very pleased and excited about the findings.

I'm still holding a reduced position and waiting for further weakness below CA\$0.60 to buy more.

I'm going to be adding other positions soon, as weakness continues to pan out. The decline for now seems like it could continue (even if gold is currently rebounding).

U.S. Equities On Clear Bullish Path

Exposure to traditional U.S. equities has been the bulk of our exposure during this quarter. We've added great positions, destined to boom in the economic recovery that is currently shaping.

The post pandemic reality not only is full of stimulus and easy policies that will continue to boost stocks up.



The Federal Reserve has vowed to keep interest rates at zero and now with Yellen at the Treasury, central government could double down on easy policies.

Remember the acronym: TINA (“There is No Alternative”); particularly because of a lack of safe yielding assets.

Our positions are sitting on double digit gains. And although it’s tempting to sell them for a profit, more upside is likely.



I intend to ride the bull market and benefit most out of it. Remember to sell partially when targets are hit. Many are fast approaching...

PayPal (PYPL) has been among the strongest. It broke out yesterday rising above \$215. It’s exposure to crypto currencies is giving PYPL a strong upward boost. It’s now a stone's throw away from our first profit target.

Sell half of your position if and when our first target at \$230 is reached.

Exposure to the S&P 500 index through SPXL, an ETF that triples its price action, has also been appropriate. It’s breaking above a 5 month sideways band at \$66.



The breakout suggests SPXL could now reach our first profit target at \$70. If it does, sell half at first profit target to protect gains.

The rise in inflation expectations is putting downside pressure on long term gov bonds. Our ETF: TBT is an inverse ETF to bonds. This means, when bonds rise, TBT falls; if bonds fall, TBT rises.

In other words, TBT rises with long term interest rates.

The rise suggest money is flowing from LT bonds into riskier assets. The trend seems set as long as the economic recovery continues to gain steam.

I currently have a full position and will sell half at our first profit target near \$18.

As money flows from safe havens to riskier assets, industrial companies are poised to hold up stronger.

We bot 3M (MMM) to tap into the industrial trade. It has risen since we bot, reaching the \$180 level, a 52 wk high. A break above this level could propel MMM to our first profit target at \$200. Keep your positions, the industrial trade is just getting started...

One of my favorites narratives and stories continue fueling strength into Walmart Stores (WMT) and Shopify (SHOP).

The 'Amazonification' of WMT could be the biggest growth story over the next few years. During last quarter, and for the first time ever, WMT's online sales overtook in-store sales.

On the chart WMT remains very bullish above the Mar uptrend near \$140. It's at new highs for the move and poised to rise further.

Keep your positions.





Shopify (SHOP) is also one of my favorites. It not only provides small and medium business the sales support needed to thrive in e-commerce, it's alliance with WMT could give SHOP's users and customers WMT's distribution chain.

SHOP is pulling back today. However, it should be noted SHOP's merchants broke a record with global sales over Black Friday and cyber Monday weekend topping 5 billion dollars in sales.

SHOP is very bullish above the Mar uptrend near 900. Keep your positions.

Our strategy this week is to keep a close eye on profit target in our U.S. Equities portfolio. Make sure you sell partial positions when targets are reached. ON the gold front, monitor initial resistance at \$1860 (the 5wk MA). Don't get flustered with rises that are not surpassing key resistance levels. If a resistance is broken, it could suggest renewed strength in gold. If it fails, it could then fall back to lower levels, possibly \$1700, the ideal re-entry level.



Good luck and good trading

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TRADER SHEET ON PAGE 13 & 14

KEY PRICES			
Name/Symbol	Dec 1,20 Price	Change	Nov 24,20 Price
Gold (GCG21)	1818.90	8.00	1810.90
Silver (SIH21)	24.09	0.68	23.41
HUI (HUI)	296.70	20.24	276.46
Copper (HGH21)	3.49	0.17	3.32
Crude Oil (CLF21)	44.55	-0.36	44.91
S&P500	3662.45	27.04	3635.41
U.S.Dollar (DXZ20)	91.30	-0.92	92.22
30 Year T-Bond (ZBH20)	172.66	-1.43	174.09
10 Year T-Note Yield	0.934	0.052	0.882
13-week Treasury Bill	0.080	0.000	0.080

TRADER SHEET

Symbol	Trade Update &/or Current Position	Status B=Buy S=Sell O=Out H=Hold	Long or Short	Last Closing Price	Stops	Targets
PRECIOUS METALS PORTFOLIO (16%)						
GOLD (GCZ20)	Gold continues to unwind with more downside likely. I'm holding a reduced position and waiting for a decline that holds at the Jun lows before adding exposure.	H	Bot: 1485 (Mar-18-20). Sold via alert for 35% gain (Aug-11-20). Bot 1900 (Sept-21-20)	1818.90	2dc below \$1685	2100 & 3000
SILVER (SIZ20)	Silver confirmed weakness breaking clearly below Mar uptrend and support level. I'm holding a full position in silver and riding thru weakness. I'll be looking to buy more again near silver's key support at \$19.	H	Bot: 15.80 (Jul-17-19), 16.50 (Aug-7-19), 16.80 (Nov-8-19), 12 (Mar-18-20), \$15.20 (May-6-20). Sold half at \$18 for 17% gain (Jun-22); Sold more at \$26 for a 70% gain (Aug-4-20). \$23 (Sept 23-20) (AVG: \$19).	24.090	2dc below \$19	28 & 50
DUST	Buy more below \$22.	H	19.4 (Sept 28, 20).	22.65	2dc below 16.20	35
HL	Holding at Mar uptrend. A break below \$4.50 shows renewed weakness. The Aug downtrend at \$5.50 remains controlling force. Stay out for now, but be ready to buy back when weakness bottoms out, ideally near \$3.5.	O	2.96 (Jan-28 -20), 2.65 (Mar-4-20), 1.65 (Mar-18-20). Sold half at \$3.50 (May-20-20) for 46% gain. New Positions: 2.90 (Jun-24-20). Sold half at \$6 for 105% gain (Aug-4-20). (AVG: \$2.85). Sold the rest to protect a 68% gain.	5.17	0.00	0
NG	Holding reduced positions after taking profits. Continues to hold above Mar uptrend. It certainly has the strength, but overall weakness in the gold miners could end up pushing it lower, to possibly near \$8 (Aug lows). Buy below \$9.	H	8.30 (Jul-15-20), 8.70 (Jul-22-20), 8.99 (Aug-7-20). Sold half for 40% gain (Sept 18-2020). (AVG: 8.65).	10.17	2dc below 8.	12
BTR.V BONXF.OTC	Holding full position. BTR is a prime takeover target mainly due to its great assets. Just yesterday it announced great drilling results at its Gladiator project. Ride through weakness.	H	1.32 (Jul-23-20), 0.90 (Nov-5-20) (AVG: 1.10).	1.17	2dc below 0.8	\$2.20 & \$3
BRC.V BKRRF.OTC	Holding small position for its takeover potential. Downside pressure remains strong. BRC could still fall further. I'm waiting for a continued decline below CA\$60 to buy.	H	1.10 (Sept, 21- 20)	0.66	2dc below 0.40	2 & 4
CURRENCIES (40%)						
U.S. DOLLAR (DXZ20)	Breaking down! The U.S. dollar index fell below key support at 92 as Biden elected Janet Yellen to the Treasury. Yellen is a Wall Street favorite for her dovish policies which will likely continue putting downward pressure on the dollar. Keep your cash position diversified.	H	-	91.30	-	-
FXB	FXB is forming a bullish ascending triangle. A continuation pattern. A break above 130 will show renewed strength. Keep cash position diversified.	H	-	129.78	-	-
FXA	Holding at top side of Jun upchannel. Bullish! Keep your cash position diversified.	H	-	73.44	-	-

TRADER SHEET CONTINUED

INDUSTRIAL METALS AND ENERGY (16%)

BHP	Overweight. Pulling back from the Sept highs. Bull flag from last week still has room to develop further. Moreover, another bullish pattern is forming (an ascending triangle). A break above \$60 would be very bullish. With both crude oil and copper rising, BHP should benefit handsomely.	H	54.75 (Jan-15-20), 52.50 (Jan-30-20), 43 (Mar-5-20), 31.50 (Mar-18-20). Sold half per alert at \$53.50 protecting 18%+ gain (Sept-8-20). 50 (Nov-5-20).(AVG: 47)	57.75	2dc below \$50	\$64 & \$72
IVN.TO IVPAF.OTC	Holding full position. IVN is breaking out above \$6. If it holds, it'll be very bullish. A rise to the top side of the Mar upchannel near \$7 is now likely. If you're not in, consider buying at mkt, or ideally below \$6.	H, B	5.20 (Oct-21-20), 5.70 (Nov-19-20) (AVG: CA\$5.45)	6.07	2dc below \$5.25 (ADJ)	7 & 10
EMX	Holding a full position. Bouncing up from bottom side of band showing support. EMX is looking good above \$3, but must break above \$3.40 to show renewed strength. If you're not in, consider buying at mkt.	H, B	\$2.68 (Oct-28-20), \$2.75 (Nov-19-20).	3.07	2dc below \$2.50.	\$3.60 & \$4
ALS.TO ATUSF.OTC	Holding small position. Buy more at mkt, ideally on a dip below \$11.	B	10.50 (Nov-13-20).	11.75	2dc below \$9.50	14 & 20

MELT UP RISE PORTFOLIO (28%)

WMT	Holding full position. WMT is bullish near the highs. The increase in online sale activity could be a strong and unusual driver for WMT. Keep your positions.	H	130 (Aug-26-20), 136 (Sept-18-20).	152.64	2dc below 135	180, 300 & 600
SPXL	Holding full position with great profits built in. Watch for break above \$67 to confirm strength. Sell half at first profit target for handsome profit.	H	\$53 (Aug-11-20), 54 (Aug-12-20) (AVG: \$53.50).	67.19	2dc below \$50 (adj).	\$70, \$85
SHOP	Overweight. SHOP confirmed support at the \$850 level and it's rebounding to the top side of band. A break above the top side of the band near \$1150 would be very bullish. Keep your positions.	H	930 (Jul-16-20), 900 (Jul-24-20), 875 (Sept-18-20), (AVG: 900)	1069.06	2dc below \$800.	\$1,200
TBT	Holding full position. Continues to trend up, and bouncing above the Aug uptrend. Keep your positions for now.	H	15.40 (Aug-12-20), \$16.50 (Nov-12-20) (AVG: \$15.95)	16.55	2dc below 14.50	\$18 & \$26
PYPL	Overweight. At high area. PYPL is testing the top side of a 4+ mo sideways consolidation band. A break above \$217 and it's off to the races. Keep your positions.	H	183 (Sept 23-20), 192 (Oct-28-20), 185 (Oct-30-20).	216.54	2dc below 180 (adj).	230 & 300
MMM	MMM is pulling back after a bullish breakout to new highs. The pull back is normal. If you're looking for exposure, consider buying below \$170.	H	169.50 (Oct-21-20), 162.50 (Nov-5-20)	170.48	2dc below 160	200 & 300

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Spinner: Spinner is an in-house momentum indicator (not always shown on charts). Momentum indicators use the rate of change in price to determine predominant energy flows. Spinner trading signals are generated when the faster timing line crosses above or below the slower confirming line. Upside crosses in the lower range of positive territory offer the most reliable signals for longs; downside crosses in the top range of negative territory for shorts. Avoid trading against the timing line, i.e., buying/selling if the timing line is in corrective mode (against direction of trade) unless the confirming line is positioning for a new 'confirming cycle'. It's important to always be aware of location, direction & cycling phase of the confirming line. Spinner signals are more effective in trending mkts than in trading ranges where indicators such as Stochastic & Williams %R should be used.

ABBREVIATIONS	
1dc	1-day close (the share price must close above or below the indicated price level, before our recommendation is activated)
2dc	2-day close (consecutive)
bot	bought
CAD\$	Canadian dollar
H&S	head & shoulder
LOC	line on close
LT	long term
MT	medium term
NL	neckline
PF	portfolio
PO	price objective
Recom	recommended
RH&S	reverse head & shoulder
RS	relative strength
ST	short term
Sym/tri	symmetrical triangle
Tgt	target
Unch	unchanged
Vol	volume
Wk	week
Ystdy	yesterday
C	close

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