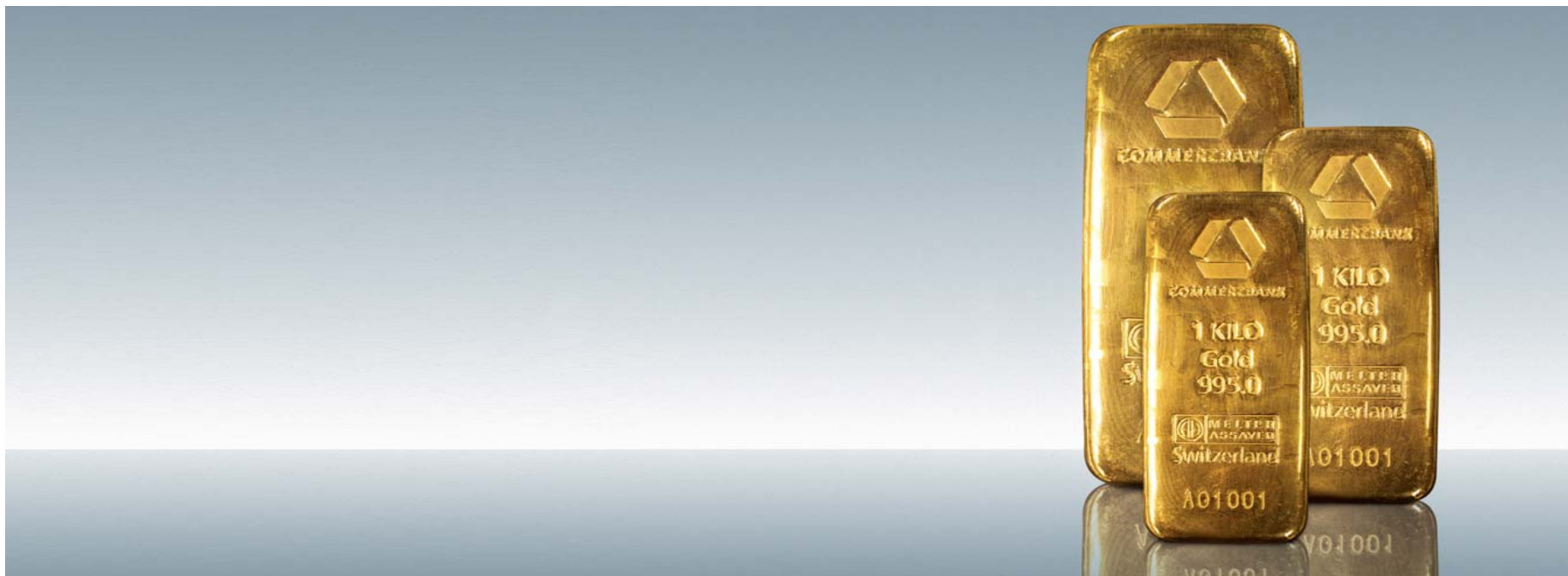


Bullion Weekly Technicals

Tuesday, 15 April 2014

Technical Outlook

Karen Jones
+44 207 475 1425
Karen.jones@commerzbank.com



For important disclosure information please see the end of the document.

Technical Outlook

Gold and silver looking more vulnerable

Market	Short term view (1-3 weeks)
Gold:	Near term strength viewed as corrective only – negative bias remains for a slide to the low 1250 region.
Silver:	Market has failed at the 20.49/65 pivotal resistance, risks are on the downside
Gold/Silver Ratio:	Widening bias reasserting
Palladium:	Acceleration higher through a 13 year downtrend has been seen. However caution warranted due to divergence of the daily and weekly RSI's
Platinum:	Remains sidelined between resistance at 1465.57/1492.25 and support at 1389.70

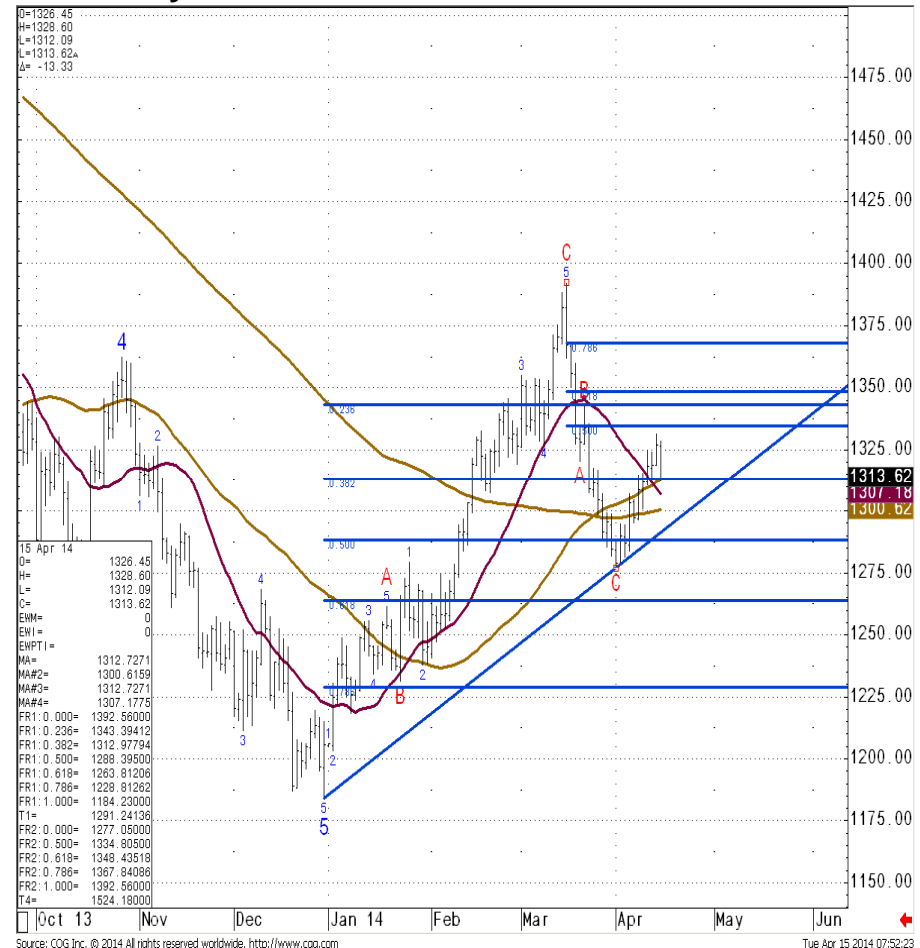
Gold - Daily Chart

Near term strength viewed as corrective only – negative bias remains for a slide to the low 1250 region.

- › The gold price rebound from 1277.05 has struggled as expected circa 1322, the market stretched as far as 1331 before it capitulated and sold off. It halted just ahead of the 1335/50% retracement) and as a consequence near term risk remains on the downside. Initial supports are 1300 then the 1291 support line ahead of the 1277.05 recent low. However intraday Elliott wave counts are suggesting that we will see a sell off to the low 1250 region.
- › Directly below 1277.05 we find the 1268.28 December peak and the 61.8% Fibonacci retracement at 1263.81 and these serve to reinforce support at this juncture.
- › Good support remains to be seen around the October low at 1251.58.
- › A close through 1335 will suggest scope to retest the 1342.86 March high and possibly even the 1371 2012-2014 downtrend. However here we would look for failure and a slide back to the 1277/250 region.

Support	Resistance	1-Week View	1-Month View
1291+1277.05	1331/35	➔	➔
1268.28/1263.8	1342.9		

Gold Daily Chart



Gold - Weekly Chart

Downtrend maintains a neutral to negative bias

Gold Weekly Chart



Silver - Daily Chart

Market has failed at the 20.49/65 pivotal resistance, risks are on the downside

- › The market has rallied towards and has failed ahead of pivotal resistance at 20.49/65 (October lows and the December/January highs). Given that the 55 and 200 day ma are also found in this vicinity at 20.56/94, and the Elliott wave count on the daily suggests failure at 20.68 band, we feel that the risk of failure here is fairly imminent.
- › Failure here would point to a retest of the 19.56/57 support, the risk has increased that this will be eroded for losses to the 19.40 2009-2014 uptrend then the 18.99/82 December and January lows, which we continue to look to hold the downside. Failure here will target 18.19 the June 2013 low en route to the 17.27
- › Above 20.94 would increase the risk of another attempt at reaching the 61.8% Fibonacci retracement at 22.73 and the October peak at 23.12 will be made.

Silver Daily Chart



Support	Resistance	1-Week View	1-Month View
19.57/56&19.30	20.49/65	➔	➔
18.99/82	20.94&21.24		

Is trying to stabilise above the 2008-14 uptrend line at 19.32

[illegible]

Gold/Silver Ratio - Daily Chart

Widening bias reasserting

- › The gold/silver ratio's rally has eroded the June high at 66.07, and has reached the 66.40 short term resistance line, while dips back from here to possibly the 63.90 55 day ma can not be ruled out, risks have increased on the topside.
- › We have additional support circa 63.90 between the 63.82 December high and the mid-February high at 63.76.
- › While this support area underpins, we expect to see renewed upside pressure in the ratio which is why we have kept our medium term bullish outlook.
- › Above 66.40 sits the mid-July high at 67.28. Above here would introduce scope to 70.00.

Support	Resistance	1-Week View	1-Month View
64.14/63.90	66.40	➔	➔
63.82/76	67.28		

Gold/Silver Ratio Daily Chart



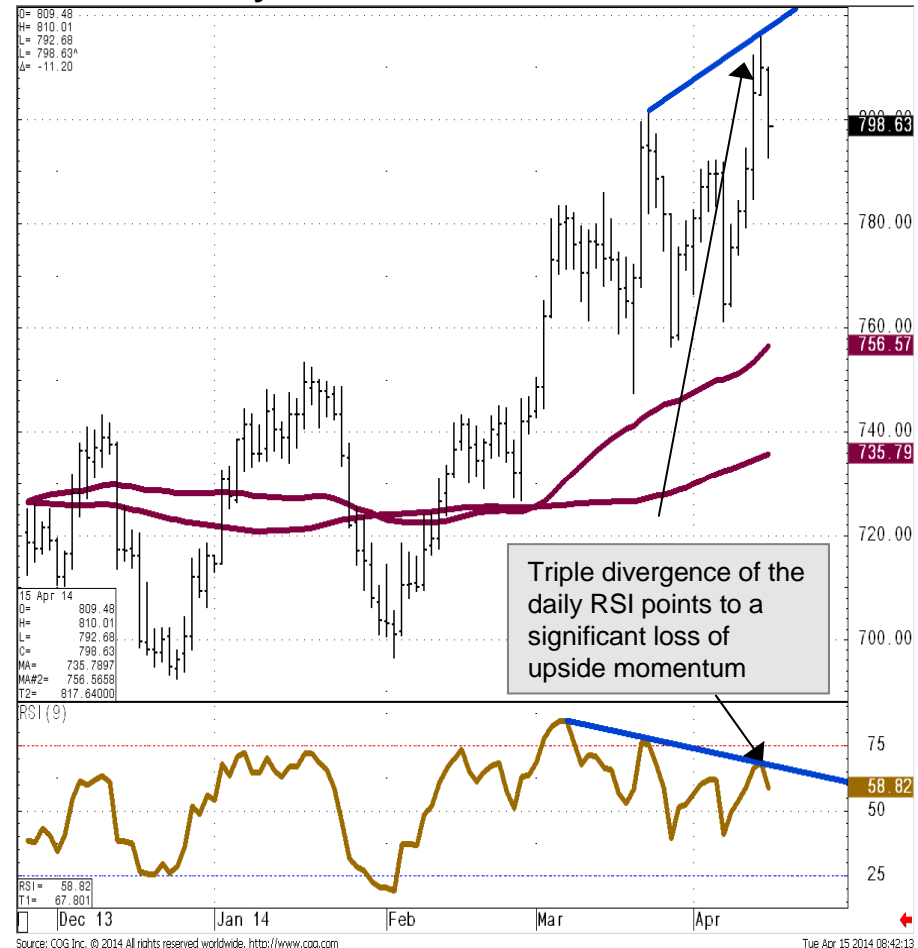
Palladium - Daily Chart

Acceleration higher through a 13 year downtrend has been seen. However caution warranted due to divergence of the daily and weekly RSI's

- › Palladium has accelerated higher through a 13 year downtrend. We note the new high of 816.65 has been accompanied by a divergence of the daily RSI and we would allow for a dip lower. The Elliot wave count suggests this will be to 780, however we would allow for a retracement to the 55 day ma at 756.56.
- › The market has stalled just ahead of the 819.25 June 2011 high and of more concern to us is the divergence of the weekly RSI and also the TD perfected set up on the weekly chart – both imply that this break higher will not be sustained.
- › Above the 820 region would be required to persuade us there was enough upside potential to 849.25 August 2011 high
- › Below 756.56 will target the 747.49 March 20 low and eventually the 200 day moving average at 735.79.

Support	Resistance	1-Week View	1-Month View
756.30/747.49	786.50/801.80	➔	➔
736.72&729.34	804.75&819.25		

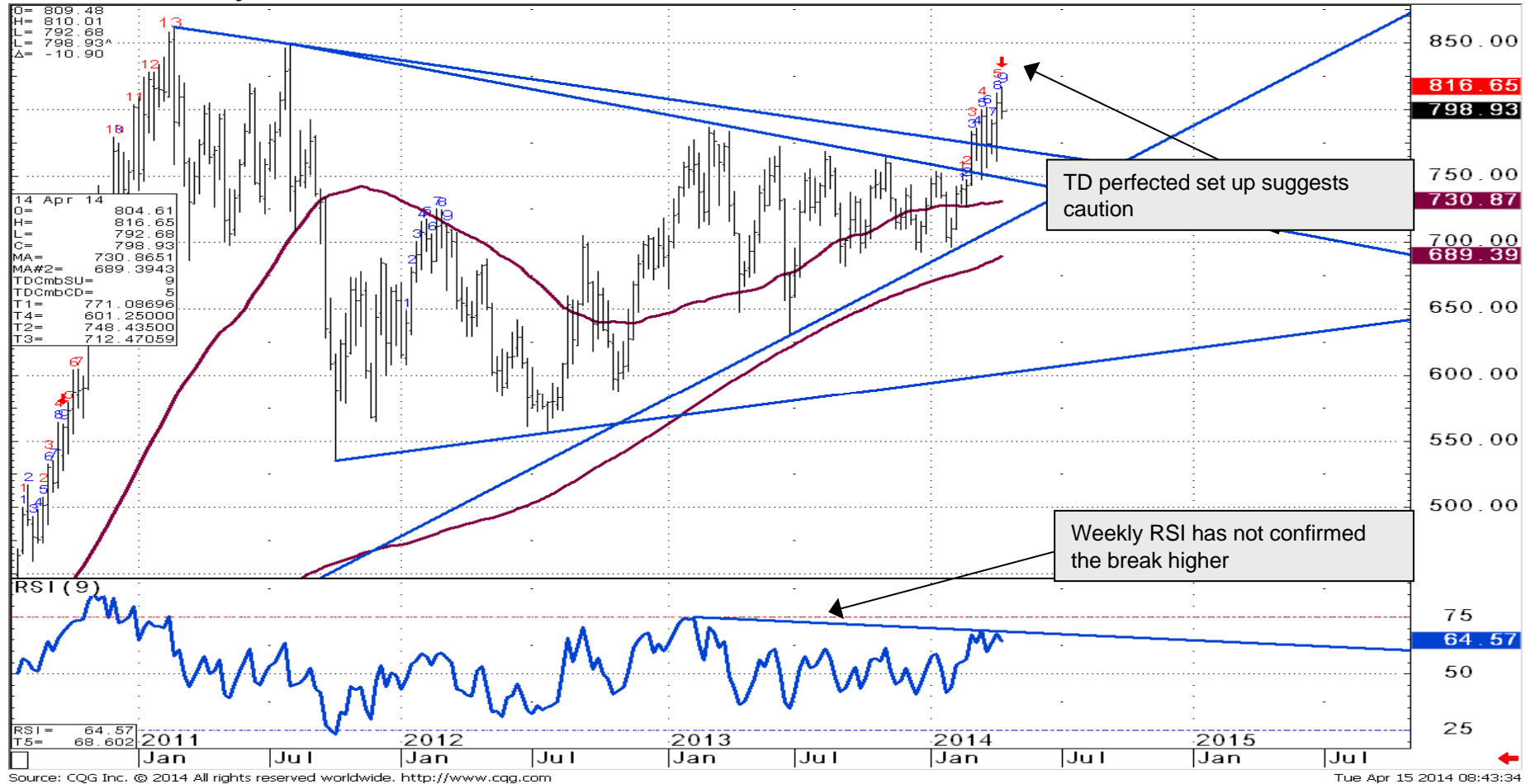
Palladium Daily Chart



Palladium -Monthly Chart

Divergence of the weekly RSI suggests extreme caution

Palladium Weekly Chart

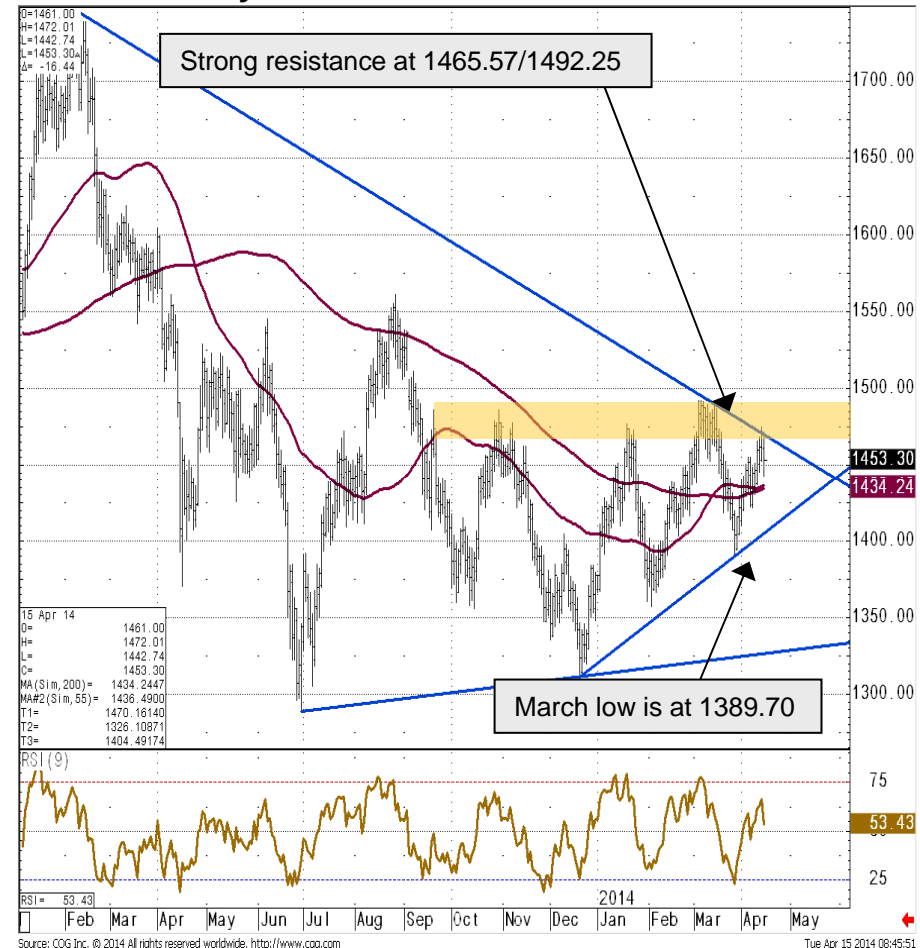


Platinum - Daily Chart

Remains sidelined between resistance at 1465.57/1492.25 and support at 1389.70

- Platinum is sidelined and neutral. It continues to hold below the 1465.57/1492.25 resistance area which is made up of the 61.8% Fibonacci retracement of the August-to-December decline, the July, mid-September, October and current March highs, but so far remains well supported circa 1400 ahead of its March low at 1389.70.
- It is oscillating around the 200 day moving average at 1434. Failure at 1389.70 would push the 61.8% Fibonacci retracement at 1380.26 back to the fore. Further, more significant, support can be seen between the 1357.00 February low and the 1335.49 early December trough.
- Strong resistance remains to be seen between the January high at 1477.01, the 2013-14 resistance line at 1479.99 and the March high at 1492.25.
- While it caps, we will retain our neutral forecast.

Platinum Daily Chart



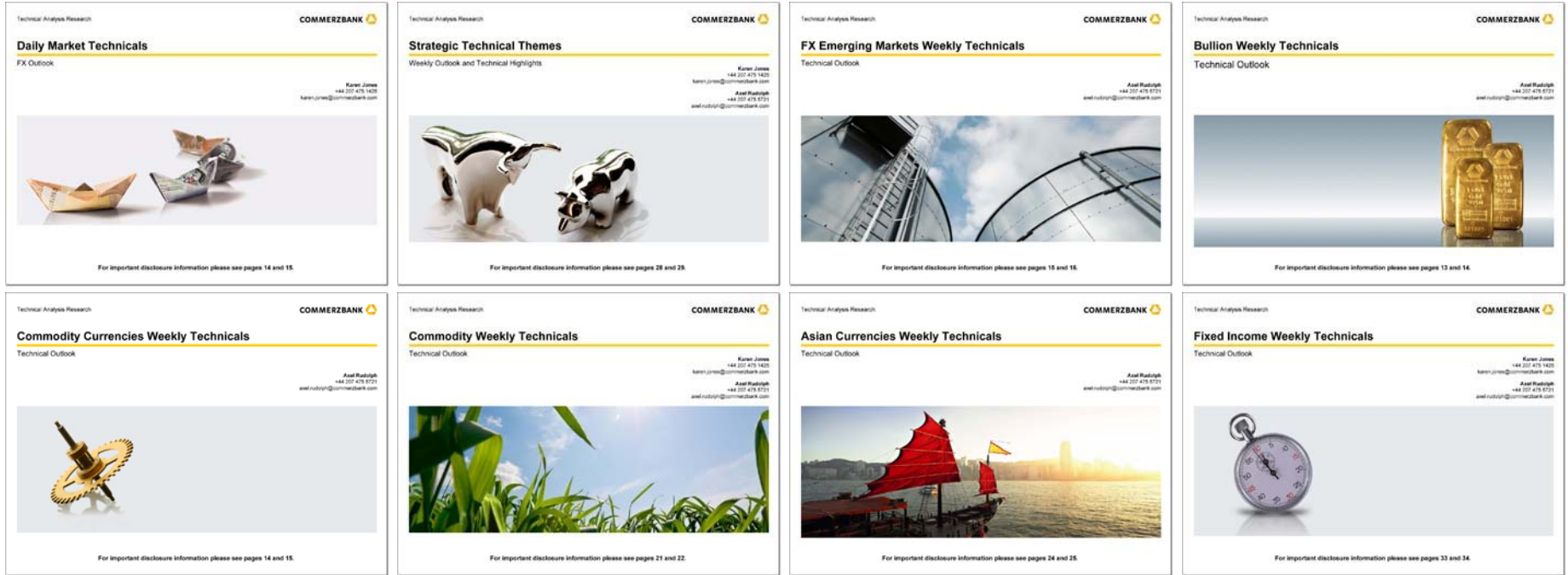
Support	Resistance	1-Week View	1-Month View
1401.6/1389.70	1451.45&1477	➔	➔
1380.3&1357.0	1478&1492.25		

Platinum - Weekly Chart

Continues to oscillate around the 55 week moving average at 1440

Platinum Weekly Chart





Other technical analysis reports we publish are:

- Monday:** Daily Market Technicals (FX), FX Emerging Markets Technicals;
- Tuesday:** Daily Market Technicals (FX), Commodity Weekly Technicals;
- Wednesday:** Daily Market Technicals (FX), Commodity Currencies Weekly Techn., Strategic Technical Themes;
- Thursday:** Daily Market Technicals (FX), Asian Currencies Weekly Technicals;
- Friday:** Daily Market Technicals (FX), Fixed Income Weekly Technicals.

This document has been created and published by the Corporates & Markets division of Commerzbank AG, Frankfurt/Main or Commerzbank's branch offices mentioned in the document. Commerzbank Corporates & Markets is the investment banking division of Commerzbank, integrating research, debt, equities, interest rates and foreign exchange. The author(s) of this report, certify that (a) the views expressed in this report accurately reflect their personal views; and (b) no part of their compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or views expressed by them contained in this document. The analyst(s) named on this report are not registered / qualified as research analysts with FINRA and are not subject to NASD Rule 2711.

Disclaimer

This document is for information purposes only and does not take account of the specific circumstances of any recipient. The information contained herein does not constitute the provision of investment advice. It is not intended to be and should not be construed as a recommendation, offer or solicitation to acquire, or dispose of, any of the financial instruments mentioned in this document and will not form the basis or a part of any contract or commitment whatsoever.

The information in this document is based on data obtained from sources believed by Commerzbank to be reliable and in good faith, but no representations, guarantees or warranties are made by Commerzbank with regard to accuracy, completeness or suitability of the data. The opinions and estimates contained herein reflect the current judgement of the author(s) on the data of this document and are subject to change without notice. The opinions do not necessarily correspond to the opinions of Commerzbank. Commerzbank does not have an obligation to update, modify or amend this document or to otherwise notify a reader thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

The past performance of financial instruments is not indicative of future results. No assurance can be given that any opinion described herein would yield favourable investment results. Any forecasts discussed in this document may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information and/or the subsequent transpiration that underlying assumptions made by Commerzbank or by other sources relied upon in the document were inapposite.

Neither Commerzbank nor any of its respective directors, officers or employees accepts any responsibility or liability whatsoever for any expense, loss or damages arising out of or in any way connected with the use of all or any part of this document.

Commerzbank may provide hyperlinks to websites of entities mentioned in this document, however the inclusion of a link does not imply that Commerzbank endorses, recommends or approves any material on the linked page or accessible from it. Commerzbank does not accept responsibility whatsoever for any such material, nor for any consequences of its use.

This document is for the use of the addressees only and may not be reproduced, redistributed or passed on to any other person or published, in whole or in part, for any purpose, without the prior, written consent of Commerzbank. The manner of distributing this document may be restricted by law or regulation in certain countries, including the United States. Persons into whose possession this document may come are required to inform themselves about and to observe such restrictions. By accepting this document, a recipient hereof agrees to be bound by the foregoing limitations

Disclaimer (contd.)

Additional notes to readers in the following countries:

Germany: Commerzbank AG is registered in the Commercial Register at Amtsgericht Frankfurt under the number HRB 32000. Commerzbank AG is supervised by the German regulator Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin), Marie-Curie-Strasse 24-28, 60439 Frankfurt am Main, Germany.

United Kingdom: This document has been issued or approved for issue in the United Kingdom by Commerzbank AG London Branch. Commerzbank AG, London Branch is authorised by Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin) and subject to limited regulation by the Financial Conduct Authority and Prudential Regulation Authority. Details on the extent of our regulation by the Financial Conduct Authority and Prudential Regulation Authority are available from us on request. This document is directed exclusively to eligible counterparties and professional clients. It is not directed to retail clients. No persons other than an eligible counterparty or a professional client should read or rely on any information in this document. Commerzbank AG, London Branch does not deal for or advise or otherwise offer any investment services to retail clients.

United States: Commerz Markets LLC ("Commerz Markets"): This document has been approved for distribution in the US under applicable US law by Commerz Markets, a wholly owned subsidiary of Commerzbank and a US registered broker-dealer. Any securities transaction by US persons must be effected with Commerz Markets. Under applicable US law; information regarding clients of Commerz Markets may be distributed to other companies within the Commerzbank group. This research report is intended for distribution in the United States solely to "institutional investors" and "major U.S. institutional investors," as defined in Rule 15a-6 under the Securities Exchange Act of 1934. Commerz Markets is a member of FINRA and SIPC.

Canada: The information contained herein is not, and under no circumstances is to be construed as, a prospectus, an advertisement, a public offering, an offer to sell securities described herein, solicitation of an offer to buy securities described herein, in Canada or any province or territory thereof. Any offer or sale of the securities described herein in Canada will be made only under an exemption from the requirements to file a prospectus with the relevant Canadian securities regulators and only by a dealer properly registered under applicable securities laws or, alternatively, pursuant to an exemption from the dealer registration requirement in the relevant province or territory of Canada in which such offer or sale is made. Under no circumstances is the information contained herein to be construed as investment advice in any province or territory of Canada and is not tailored to the needs of the recipient. In Canada, the information contained herein is intended solely for distribution to Permitted Clients (as such term is defined in National Instrument 31-103) with whom Commerz Markets LLC deals pursuant to the international dealer exemption. To the extent that the information contained herein references securities of an issuer incorporated, formed or created under the laws of Canada or a province or territory of Canada, any trades in such securities may not be conducted through Commerz Markets LLC. No securities commission or similar regulatory authority in Canada has reviewed or in any way passed upon these materials, the information contained herein or the merits of the securities described herein and any representation to the contrary is an offence.

European Economic Area: Where this document has been produced by a legal entity outside of the EEA, the document has been re-issued by Commerzbank AG, London Branch for distribution into the EEA.

Singapore: This document is furnished in Singapore by Commerzbank AG, Singapore branch. It may only be received in Singapore by an institutional investor as defined in section 4A of the Securities and Futures Act, Chapter 289 of Singapore ("SFA") pursuant to section 274 of the SFA.

Hong Kong: This document is furnished in Hong Kong by Commerzbank AG, Hong Kong Branch, and may only be received in Hong Kong by 'professional investors' within the meaning of Schedule 1 of the Securities and Futures Ordinance (Cap.571) of Hong Kong and any rules made there under.

Japan: Commerzbank AG, Tokyo Branch is responsible for the distribution of Research in Japan. Commerzbank AG, Tokyo Branch is regulated by the Japanese Financial Services Agency (FSA).

Australia: Commerzbank AG does not hold an Australian financial services licence. This document is being distributed in Australia to wholesale customers pursuant to an Australian financial services licence exemption for Commerzbank AG under Class Order 04/1313. Commerzbank AG is regulated by Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin) under the laws of Germany which differ from Australian laws.

© Commerzbank AG 2014. All rights reserved. Version 9.16

Commerzbank Corporates & Markets

Frankfurt	London	New York	Singapore Branch	Hong Kong Branch
Commerzbank AG	Commerzbank AG London Branch	Commerz Markets LLC	Commerzbank AG	Commerzbank AG
DLZ - Gebäude 2, Händlerhaus Mainzer Landstraße 153 60327 Frankfurt	PO BOX 52715 30 Gresham Street London, EC2P 2XY	225 Liberty Street, 32nd floor New York, NY 10281 - 1050	71, Robinson Road, #12-01 Singapore 068895	29/F, Two IFC 8 Finance Street Central Hong Kong
Tel: + 49 69 136 21200	Tel: + 44 207 623 8000	Tel: + 1 212 703 4000	Tel: +65 631 10000	Tel: +852 3988 0988



Karen Jones
Head of FICC Technical Analysis

Tel. +44 207 475 1425
Mail karen.jones@commerzbank.com

Axel Rudolph
Senior Technical Analyst

Tel. +44 207 475 5721
Mail axel.rudolph@commerzbank.com

Zentrale
Kaiserplatz
Frankfurt am Main
www.commerzbank.de

Postfachanschrift
60261 Frankfurt am Main
Tel. +49 (0)69 / 136-20
Mail info@commerzbank.com