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Gold – A Review of Fibonacci Targets

Now that gold has pushed decisively through last year's targeted high of \$1566, we should anticipate a run towards \$1888, the 261.8% retracement target coming out of the six-year base. However, the previous three breakouts (1979, 2007 and 2010) rallied by more than 50% at this stage (red rectangles). This provides a target over \$2300.

To keep this bullish scenario in place gold should step higher with each pause holding above the previous consolidation and 34-week ema.

The daily chart has become excessive, having tacked on \$120 in three weeks. Be prepared for high volatility with support at the 34 and 50-day exponential moving averages in the coming weeks.

On the way to \$1888 the moves could be strong enough to produce several weekly upside Exhaustions Alerts.



2020



2010



2007



1979



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