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Technical observations of  
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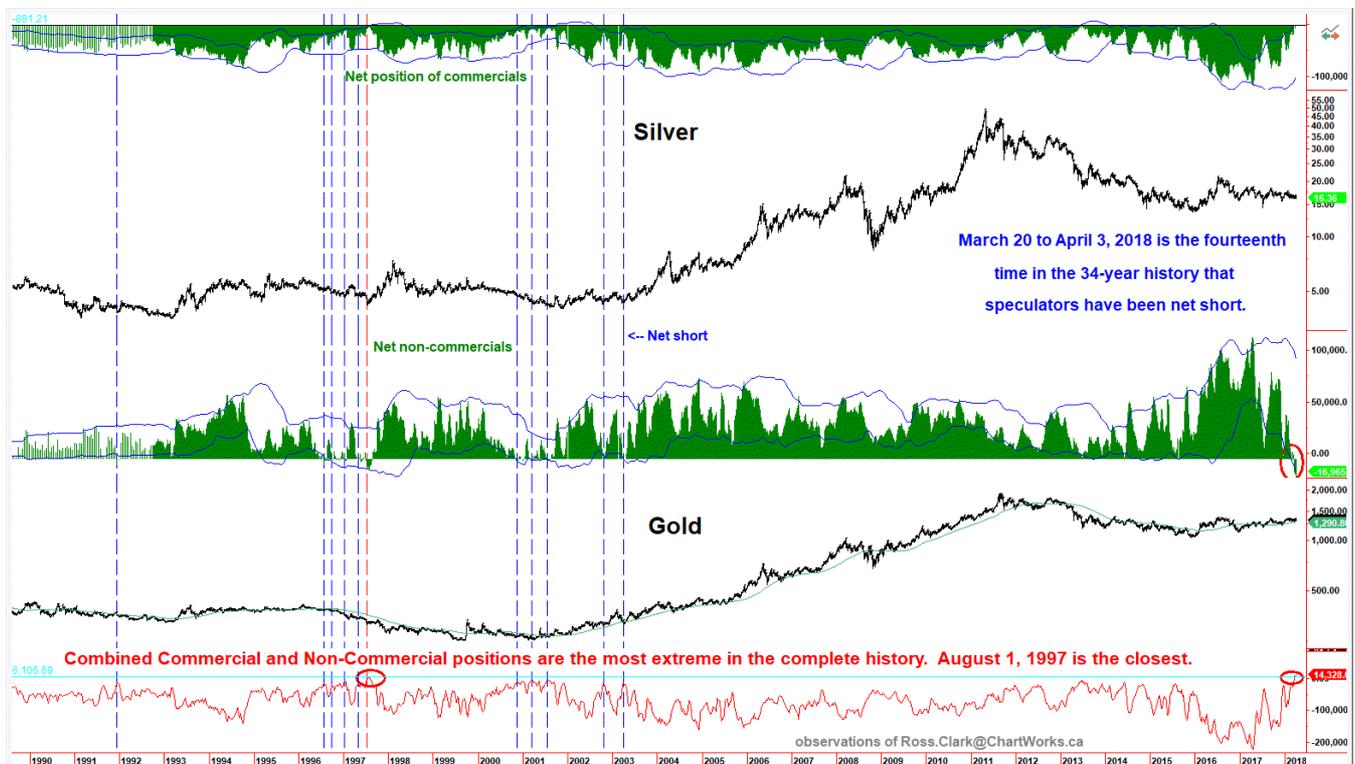
## More Extremes in Silver Positions

The CTFC now reports that commercials in silver (*who have never been net-long*) hold the smallest net-short positions since June of 2013. Back then silver rallied almost \$7, to \$25.17 by the end of August. Gold rallied over \$200 to \$1434 in that same period.

Speculators continue to put pressure on the silver market. These non-commercials have recorded three consecutive weeks with net-short positions (*currently -16,965 contracts*). This has not been seen since August of 2001. In addition, the quickness of the drop has pushed it into oversold levels below the 50-week Bollinger Band (last seen June 2013).

All the precious metals need is a catalyst to spur a sizeable rally. The most common items in the past have been a break in the US Dollar Index or a Sequential 9 Buy Setup or Countdown to 13. For now, the DX low of March 30<sup>th</sup> at 88.53 should be monitored closely. Violating that would spark a metals rally.

fsA Sequential count has not even started. The minimum time frame would be after nine days of negative price action.



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