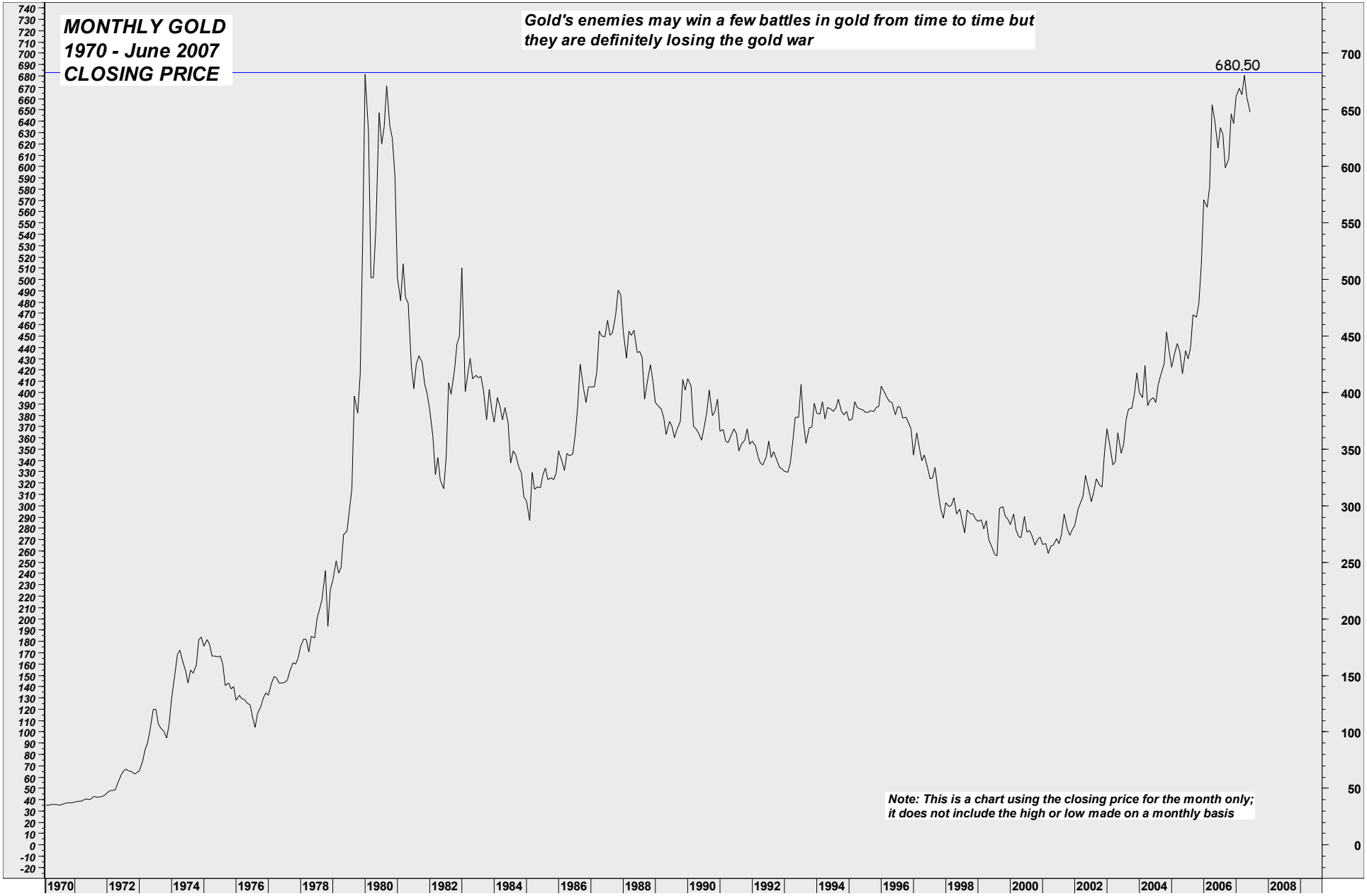
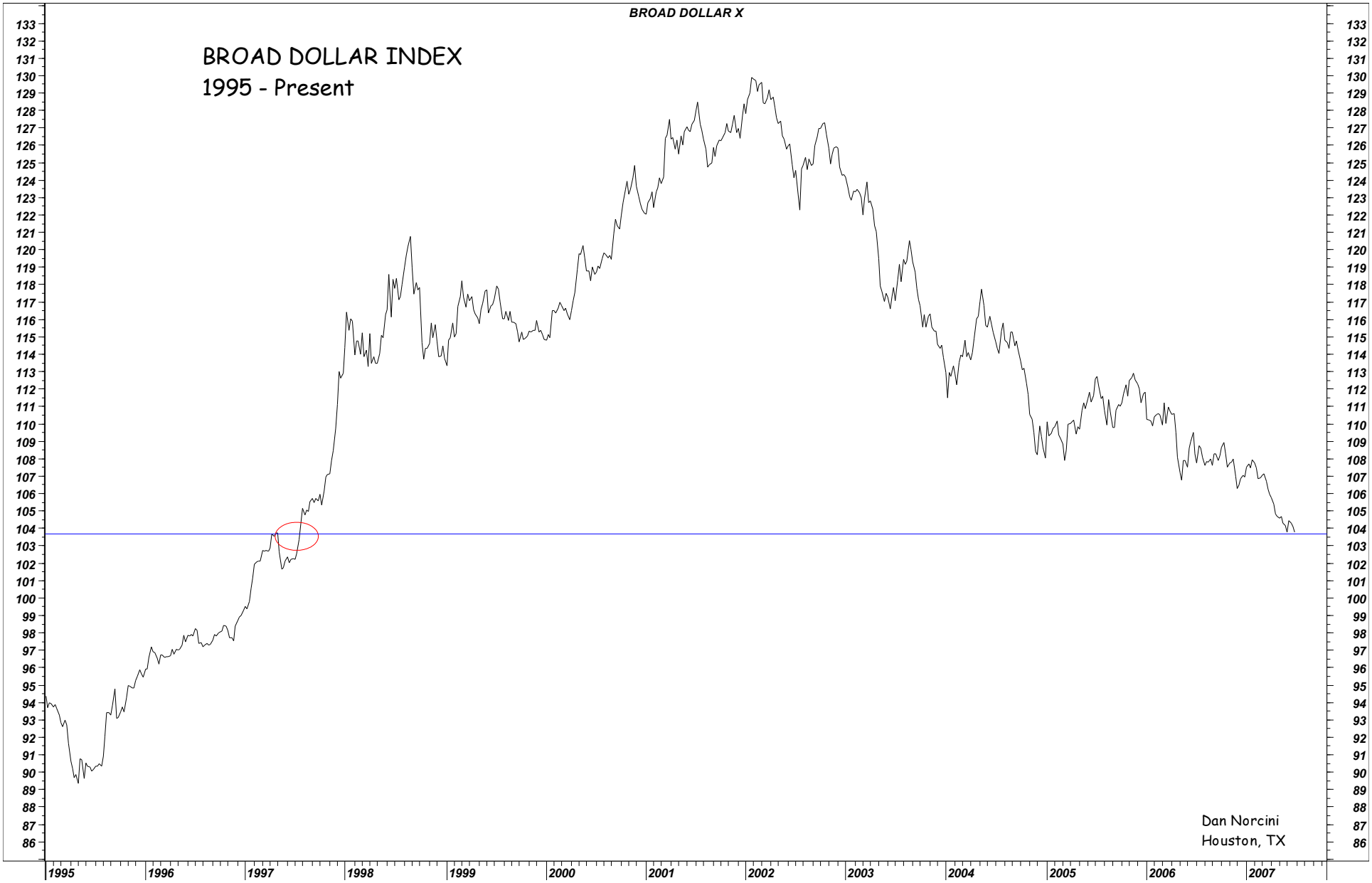
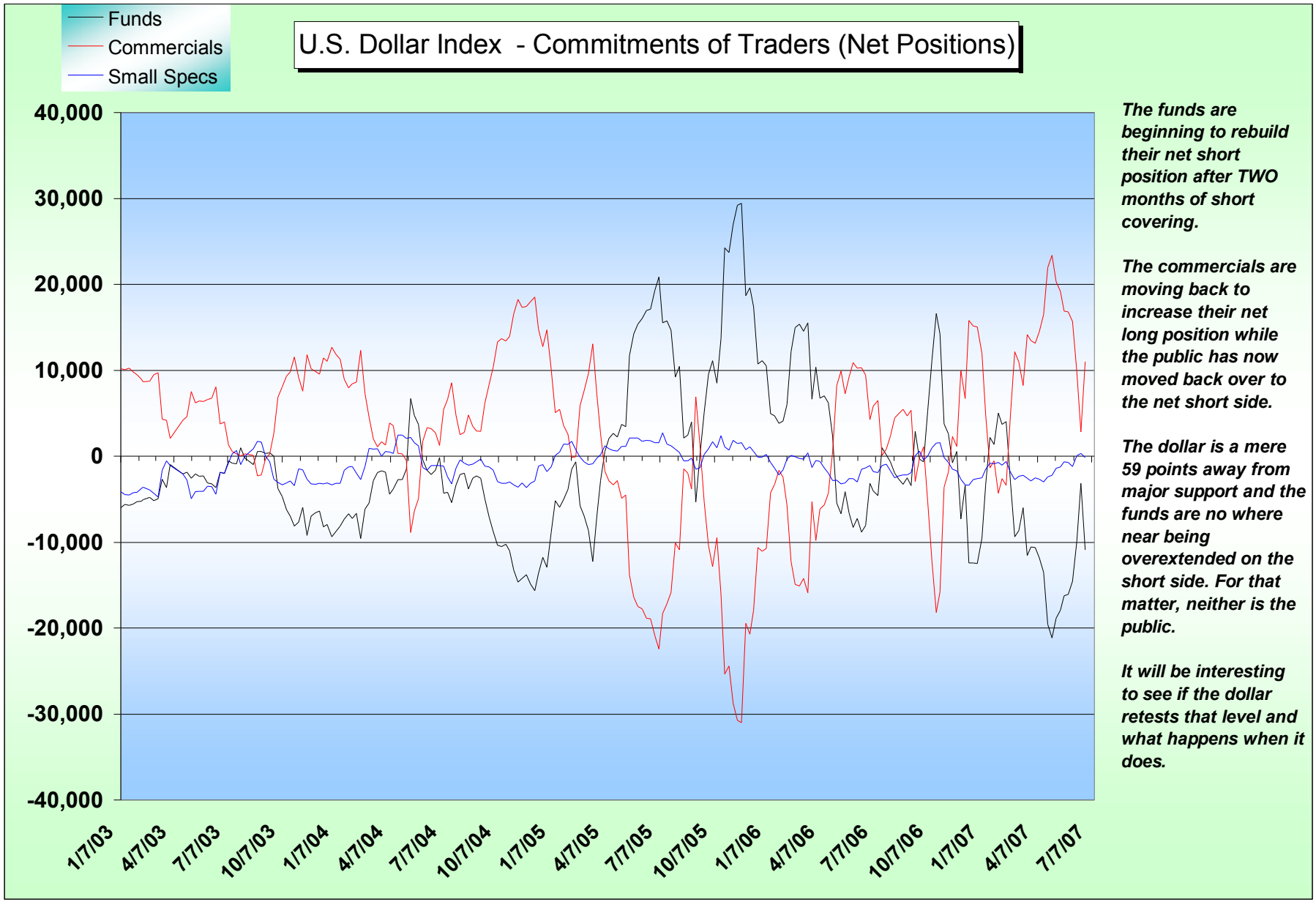

MONTHLY GOLD
1970 - June 2007
CLOSING PRICE
Gold's enemies may win a few battles in gold from time to time but they are definitely losing the gold war
680.50
Note: This is a chart using the closing price for the month only; it does not include the high or low made on a monthly basis
740 730 720 710 700 690 680 670 660 650 640 630 620 610 600 590 580 570 560 550 540 530 520 510 500 490 480 470 460 450 440 430 420 410 400 390 380 370 360 350 340 330 320 310 300 290 280 270 260 250 240 230 220 210 200 190 180 170 160 150 140 130 120 110 100 90 80 70 60 50 40 30 20 10 0 -10 -20
700 650 600 550 500 450 400 350 300 250 200 150 100 50 0
1970 1972 1974 1976 1978 1980 1982 1984 1986 1988 1990 1992 1994 1996 1998 2000 2002 2004 2006 2008


BROAD DOLLAR X
BROAD DOLLAR INDEX
1995 - Present
133 132 131 130 129 128 127 126 125 124 123 122 121 120 119 118 117 116 115 114 113 112 111 110 109 108 107 106 105 104 103 102 101 100 99 98 97 96 95 94 93 92 91 90 89 88 87 86
1995 1996 1997 1998 1999 2000 2001 2002 2003 2004 2005 2006 2007
Dan Norcini
Houston, TX



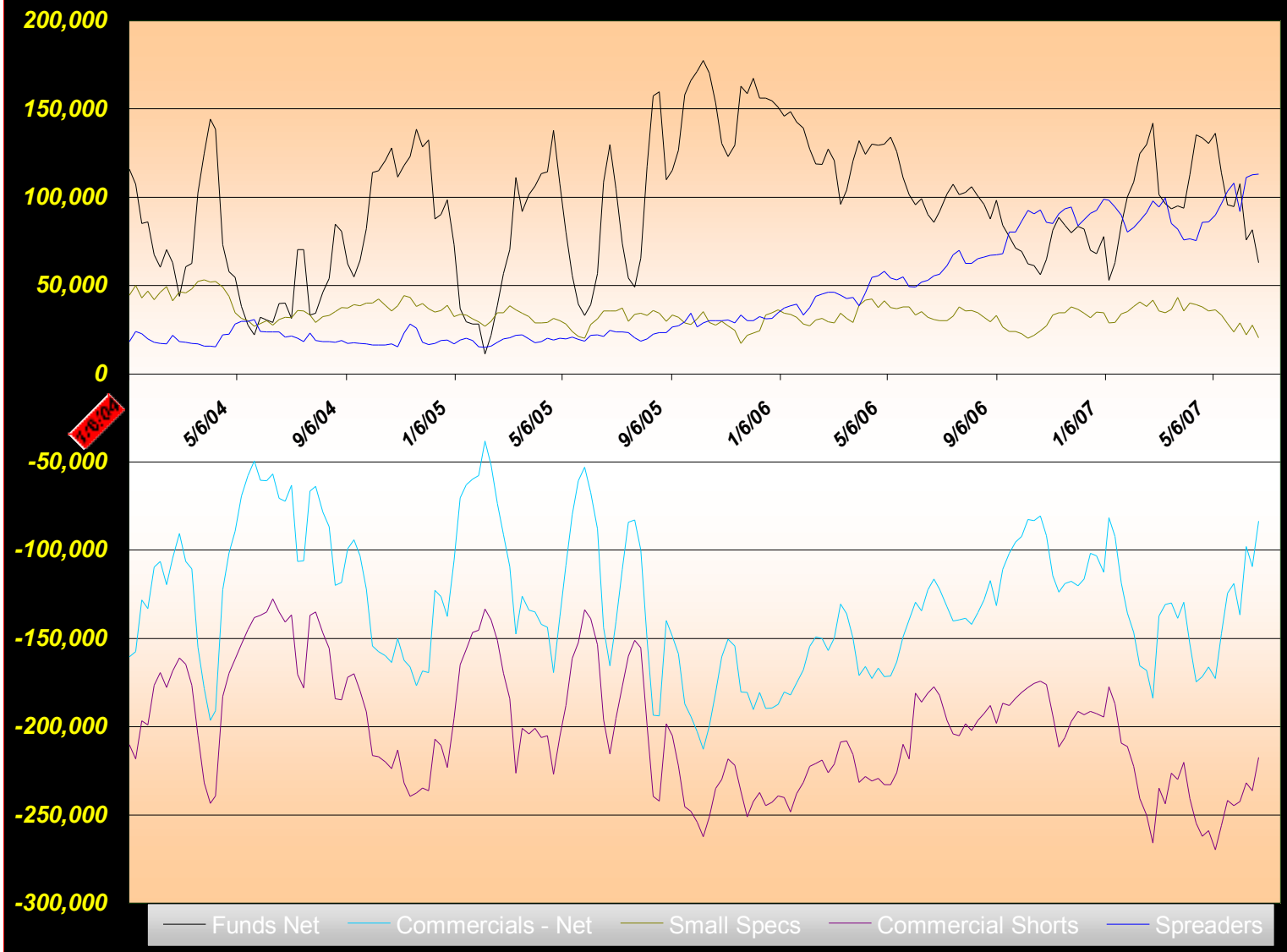
The funds are beginning to rebuild their net short position after TWO months of short covering.

The commercials are moving back to increase their net long position while the public has now moved back over to the net short side.

The dollar is a mere 59 points away from major support and the funds are no where near being overextended on the short side. For that matter, neither is the public.

It will be interesting to see if the dollar retests that level and what happens when it does.

Gold (COMEX) - Commitment of Traders 2004-2007



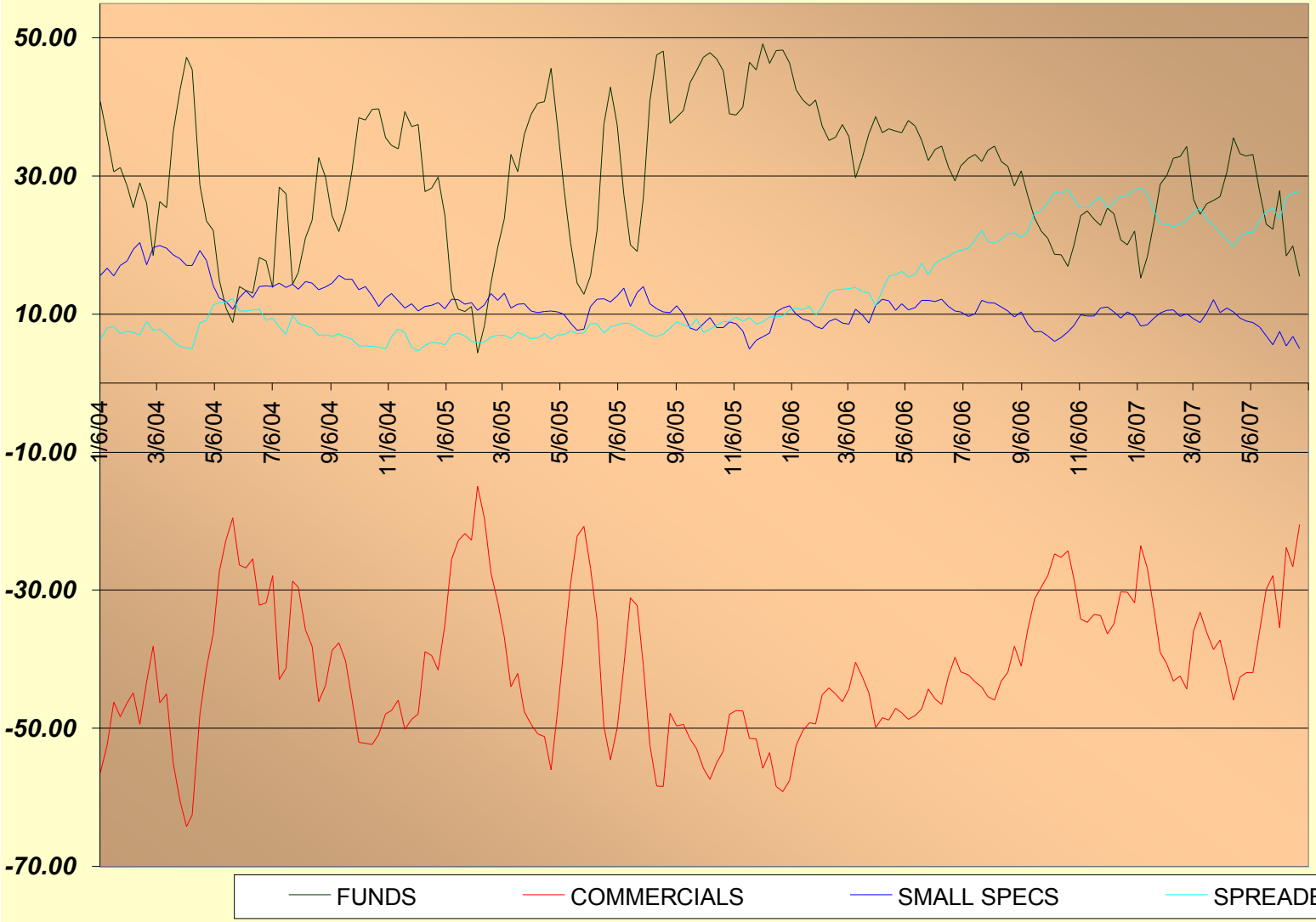
There was a wholesale shift in the composition of traders that took place during the past reporting cycle. It is important to note that this data includes the huge $12 price drop that occurred on Tuesday of this week.

From examining the data it is evident that there was a massive flush of fund longs that were taken out as sell stops were touched off beneath the $647 level. That ran out the general public from their longs as well. What is important to note however is that many speculators had sell stops under the market not only to exit their longs but also to put some of them into new shorts as they hope to catch a new leg down in the gold market.

Commercials meanwhile were buying like mad with the long side adding more longs while the buillion banks were frantically covering shorts in the speculator-led selling wave.

The spreaders piled on even more new positions. It is becoming increasingly clear that a bottom is near in the gold market judging from the action of these spreads.

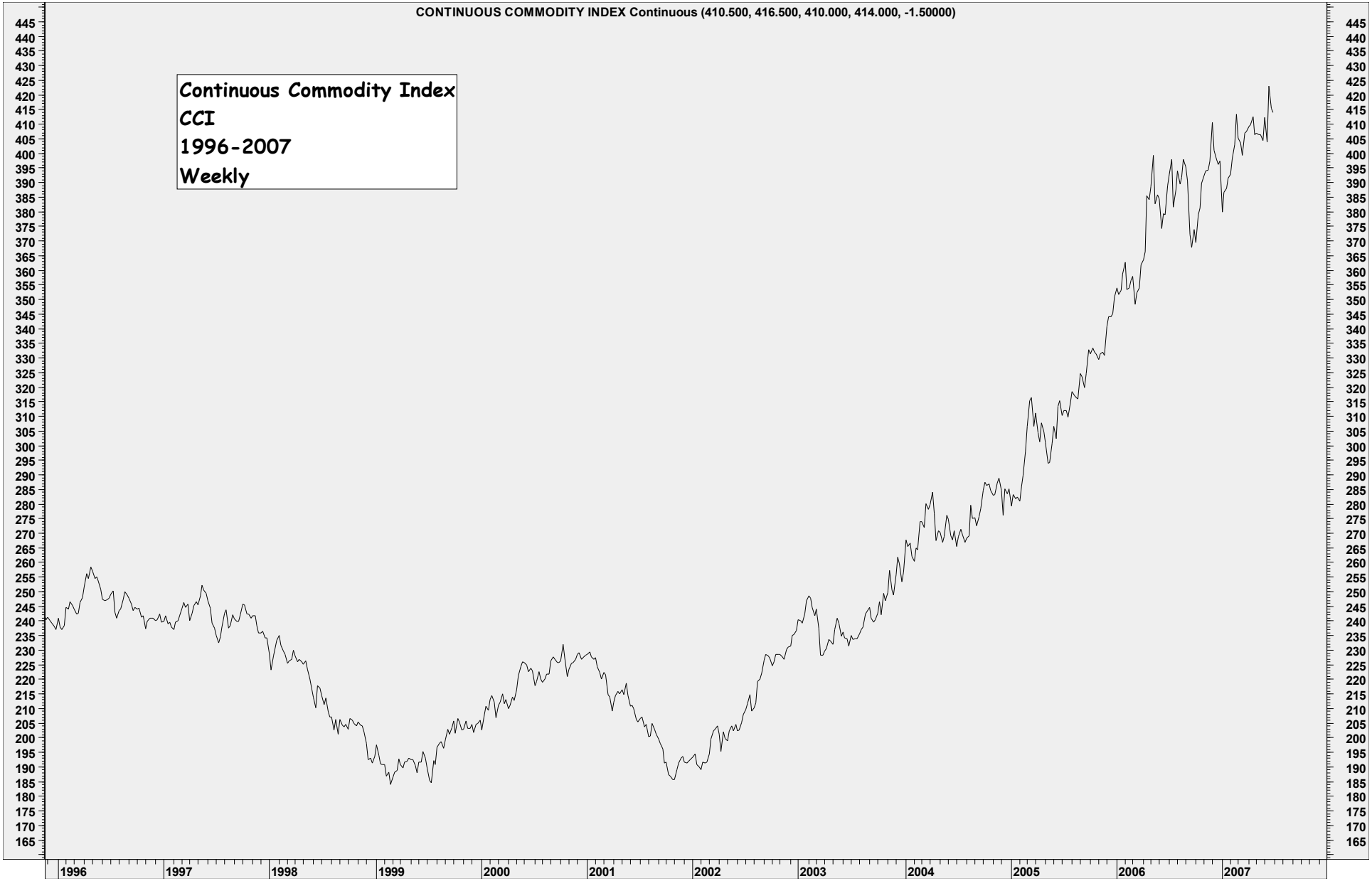
COMEX GOLD - Net Positions of Traders as % of Total Open Interest



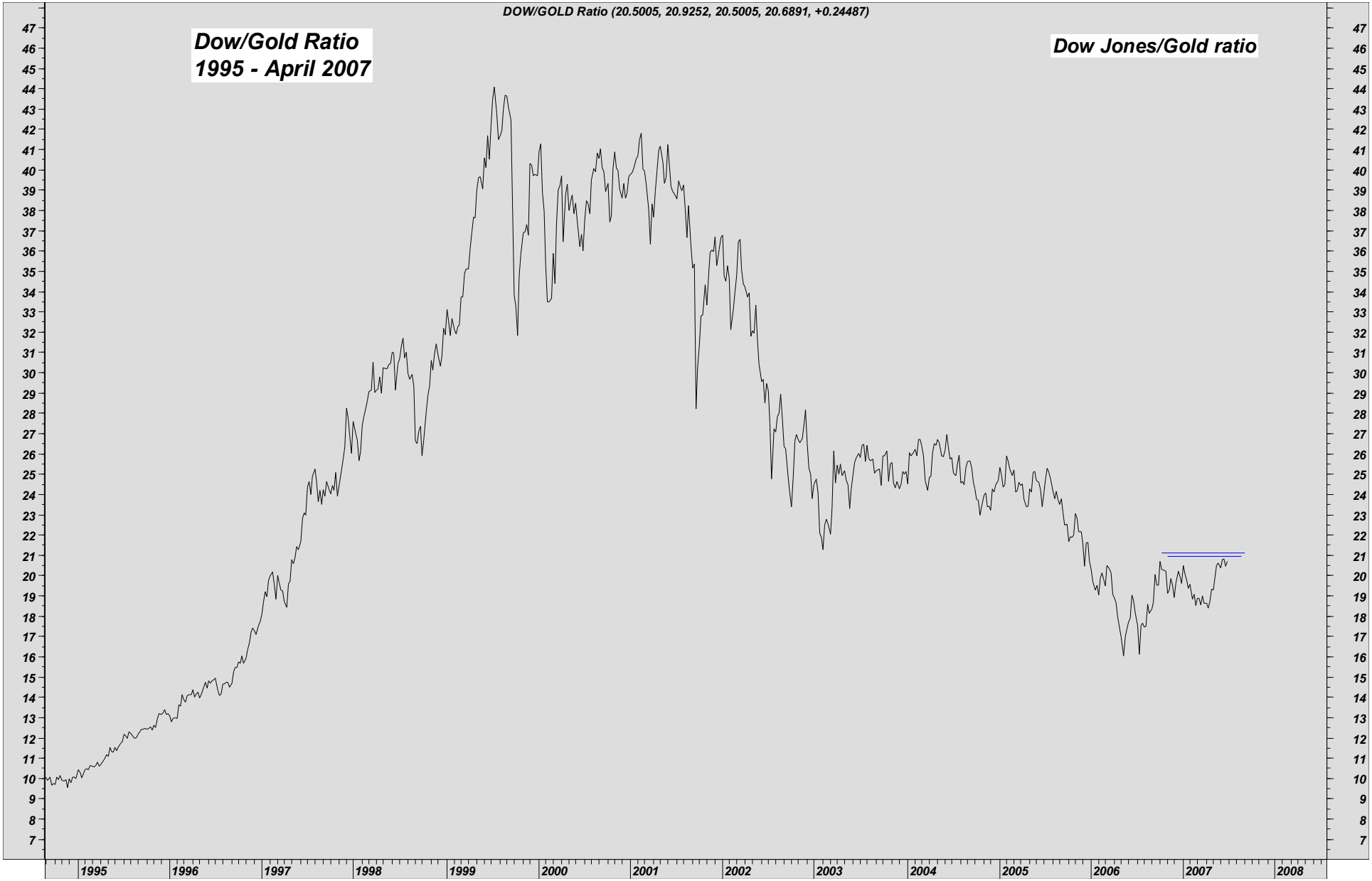
This is the smallest commerical net short position as a percentage of open interest in more than TWO YEARS.

It is also the smallest net long position by the general public as a % of total open interest in more than a year and a half.

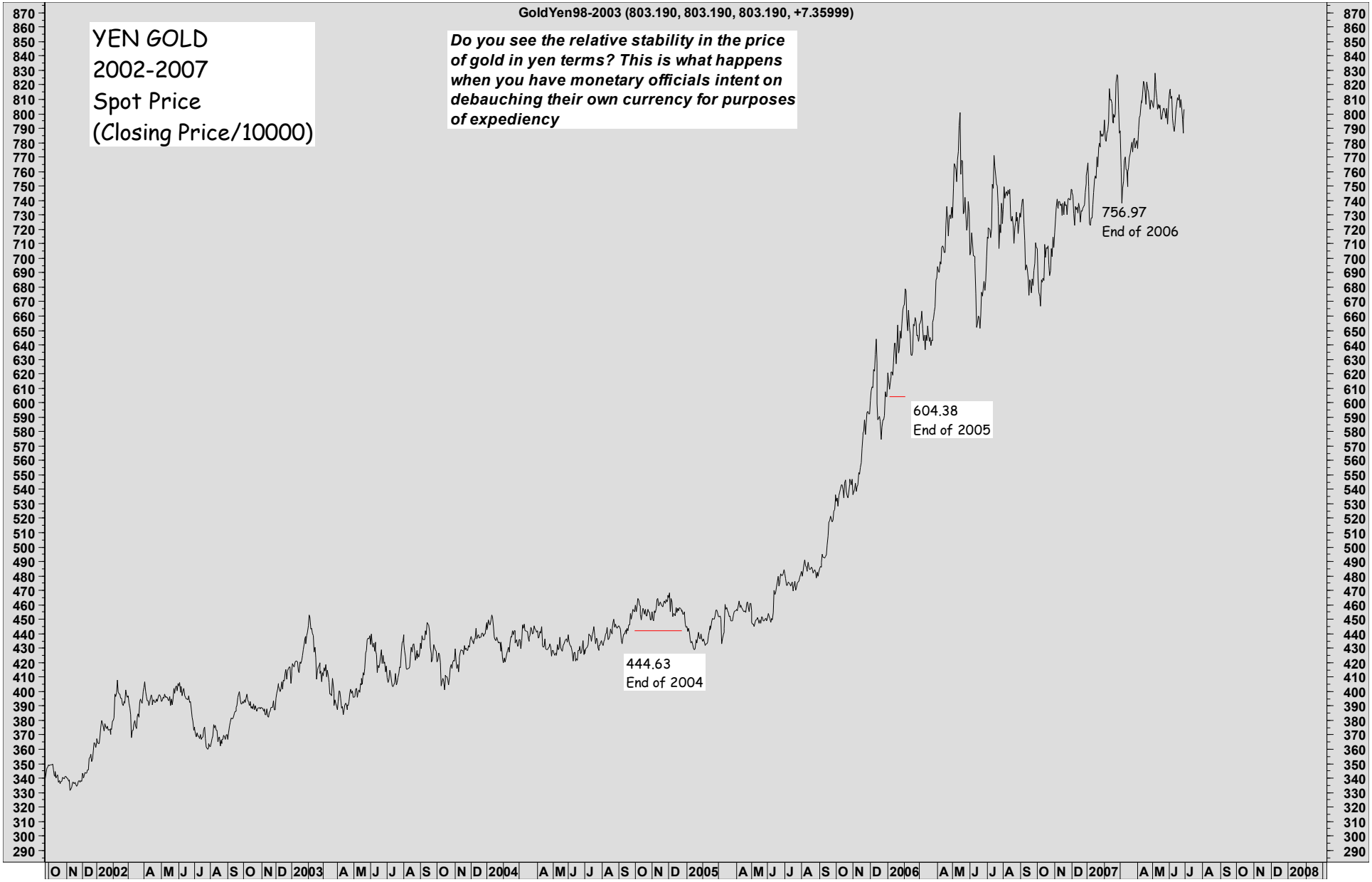
It is increasingly evident that the ploy to contain gold is having the desired effect on the general public who are so disenamoured with gold that they are deserting it in droves.


CONTINUOUS COMMODITY INDEX Continuous (410.500, 416.500, 410.000, 414.000, -1.50000)
Continuous Commodity Index
CCI
1996-2007
Weekly
445 440 435 430 425 420 415 410 405 400 395 390 385 380 375 370 365 360 355 350 345 340 335 330 325 320 315 310 305 300 295 290 285 280 275 270 265 260 255 250 245 240 235 230 225 220 215 210 205 200 195 190 185 180 175 170 165
1996 1997 1998 1999 2000 2001 2002 2003 2004 2005 2006 2007


Reuters/Jefferies CRB Index
1996-2007
CRB
Weekly
395 390 385 380 375 370 365 360 355 350 345 340 335 330 325 320 315 310 305 300 295 290 285 280 275 270 265 260 255 250 245 240 235 230 225 220 215 210 205 200 195 190 185 180 175 170
1996 1997 1998 1999 2000 2001 2002 2003 2004 2005 2006 2007

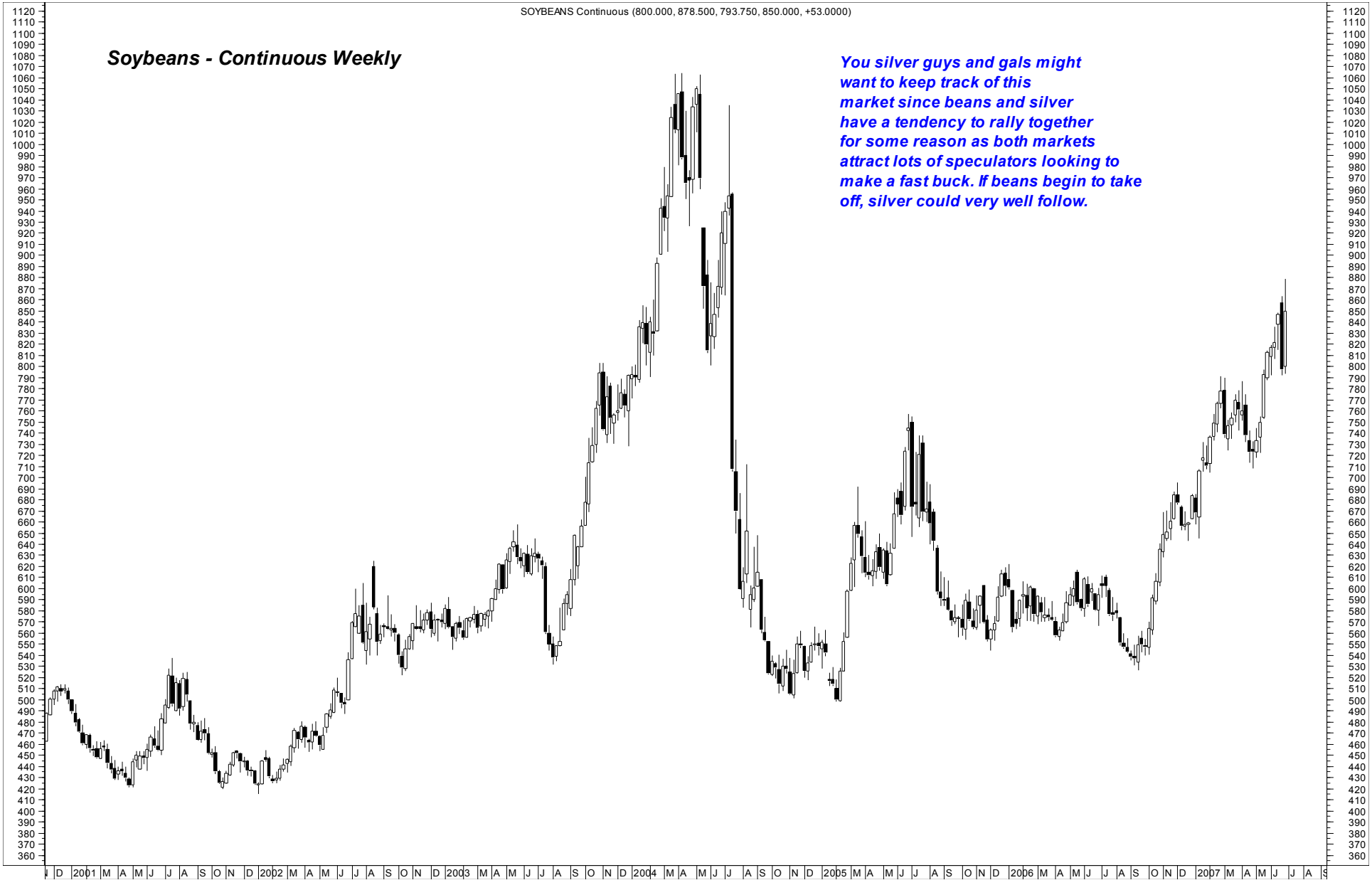

DOW/GOLD Ratio (20.5005, 20.9252, 20.5005, 20.6891, +0.24487)
Dow/Gold Ratio
1995 - April 2007
Dow Jones/Gold ratio
47
46
45
44
43
42
41
40
39
38
37
36
35
34
33
32
31
30
29
28
27
26
25
24
23
22
21
20
19
18
17
16
15
14
13
12
11
10
9
8
7
1995
1996
1997
1998
1999
2000
2001
2002
2003
2004
2005
2006
2007
2008


EuroGold (481.495, 481.495, 481.495, +0.91098)
GOLD IN EURO TERMS
LONDON PM FIX
2002-2007
Note well: The failure of gold to respond to the upward moving euro has resulted in gold falling in euro terms. Gold is now cheaper than it was at the beginning of the year 2007. Europeans are getting a wonderful bargain!
314.24
END OF 2001
329.942
END OF 2002
329.433
END OF 2003
Madrid Bombing
321.138
END OF 2004
433.314
End of 2005
482.761
End of 2006
580 570 560 550 540 530 520 510 500 490 480 470 460 450 440 430 420 410 400 390 380 370 360 350 340 330 320 310 300 290 280
2002 A M J J A S O N D 2003 A M J J A S O N D 2004 A M J J A S O N D 2005 A M J J A S O N D 2006 A M J J A S O N D 2007 M A M J J A S O N

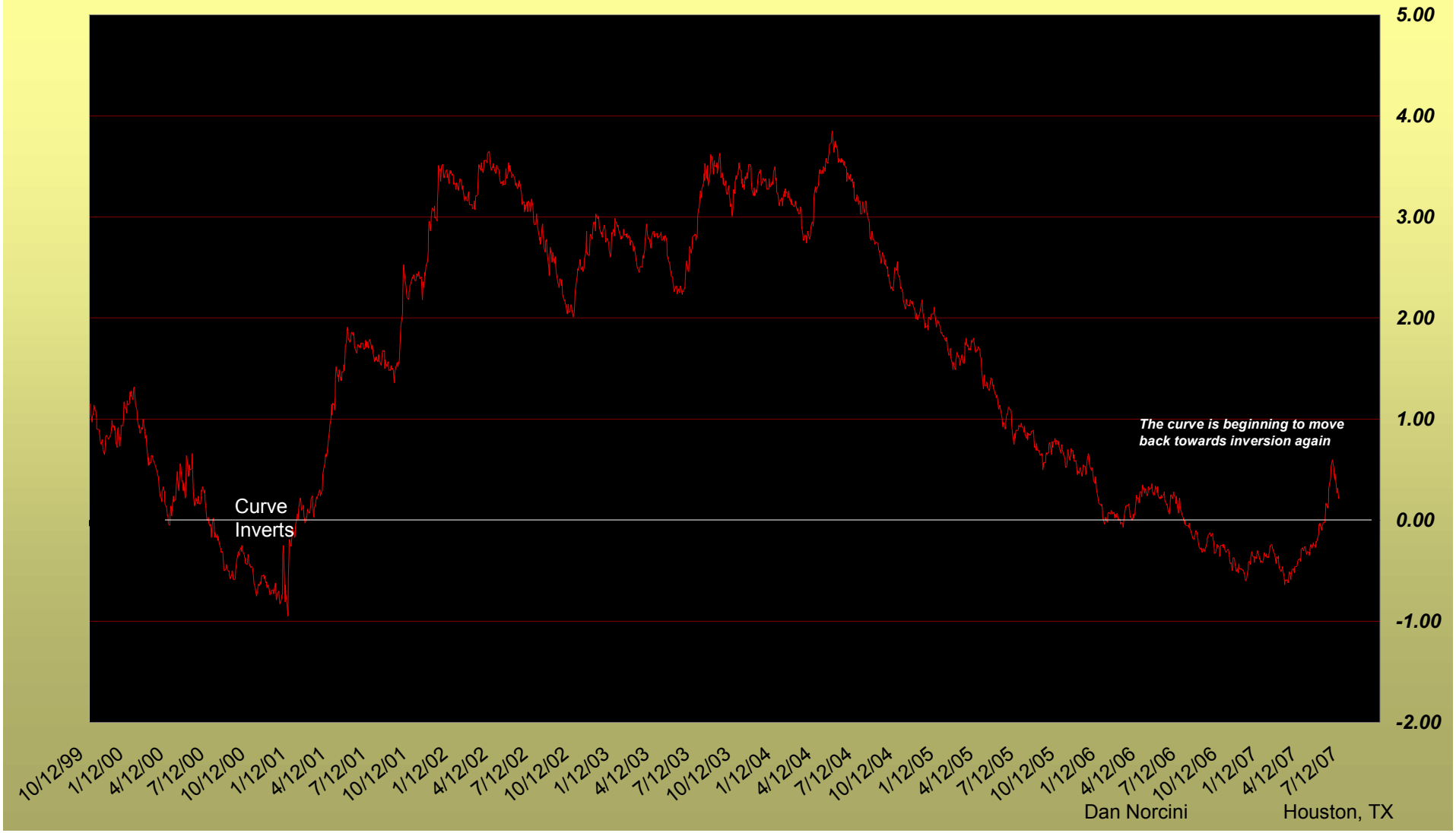

GoldYen98-2003 (803.190, 803.190, 803.190, +7.35999)
YEN GOLD
2002-2007
Spot Price
(Closing Price/10000)
Do you see the relative stability in the price of gold in yen terms? This is what happens when you have monetary officials intent on debauching their own currency for purposes of expediency
444.63
End of 2004
604.38
End of 2005
756.97
End of 2006
870 860 850 840 830 820 810 800 790 780 770 760 750 740 730 720 710 700 690 680 670 660 650 640 630 620 610 600 590 580 570 560 550 540 530 520 510 500 490 480 470 460 450 440 430 420 410 400 390 380 370 360 350 340 330 320 310 300 290
O N D 2002 A M J J A S O N D 2003 A M J J A S O N D 2004 A M J J A S O N D 2005 A M J J A S O N D 2006 A M J J A S O N D 2007 A M J J A S O N D 2008


EuroSilver (928.889, 928.889, 928.889, +6.33795)
SPOT SILVER
EURO TERMS
LONDON FIX
2002-2007
Silver has been especially hit hard in euro terms
DAN NORCINI
HOUSTON, TEXAS
1200
1150
1100
1050
1000
950
900
850
800
750
700
650
600
550
500
450
400
350
2002 M A M J J A S O N D 2003 M A M J J A S O N D 2004 M A M J J A S O N D 2005 M A M J J A S O N D 2006 M A M J J A S O N D 2007 M A M J J A S O N D


Yen-Silver (1,541.87, 1,541.87, 1,541.87, +20.1300)
SPOT SILVER
YEN TERMS
LONDON FIX
2002-2007
DAN NORCINI
HOUSTON, TEXAS
1850 1800 1750 1700 1650 1600 1550 1500 1450 1400 1350 1300 1250 1200 1150 1100 1050 1000 950 900 850 800 750 700 650 600 550 500 450
J J A S O N D 2003 M A M J J A S O N D 2004 M A M J J A S O N D 2005 M A M J J A S O N D 2006 M A M J J A S O N D 2007 M A M J J A S O N


SOYBEANS Continuous (800.000, 878.500, 793.750, 850.000, +53.0000)
Soybeans - Continuous Weekly
You silver guys and gals might want to keep track of this market since beans and silver have a tendency to rally together for some reason as both markets attract lots of speculators looking to make a fast buck. If beans begin to take off, silver could very well follow.

10 Year - 3 month spread



Dan Norcini Houston, TX