



FOR PRIVATE USE ONLY – ONLY VALID FOR : JANUARY 21/22 – **READ OUR DISCLAIMER**

NOTE: Goldessential cannot be held responsible for any losses occurring from the mis-interpretation of guidelines that are set out in this document. By reading this information, you implicitly agree to our disclaimer, which you can consult on our website or on page 2 of this document.

http://www.goldessential.com/site/index.php?option=com_content&view=article&id=96&Itemid=88


TRADING UPDATE:

COMEX February Gold Futures – GCG10 - – **MEDIUM/HIGH RISK STRATEGY**

DATE: 21/1/2010

TIME: 13.21GMT

LAST: \$1,104.00 – DHIGH: \$1,117.40 – LOW: \$1,100.60

1-DAY VIEW: 

PERFORMANCE INDEX:

21/1/2010: 102.51 (+2.01)

CURRENT POSITION:

Neutral

3/ **SHORT:** 0.05 @ **BR** \$1,126.40

TARGET: \$1,118.50 (initially)

S/L: \$1,133.00

4/**SHORT:** 0.05 @ **BR** \$1,118.50

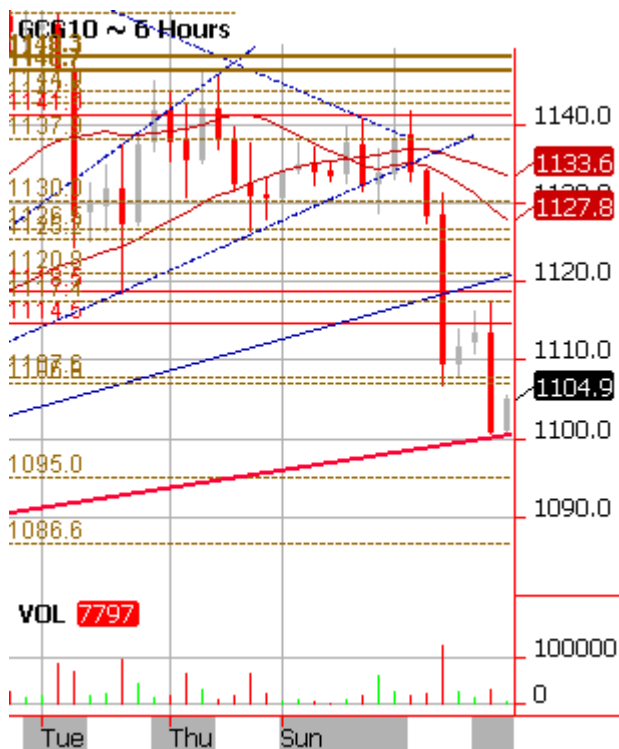
TARGET: \$1,114.50 (initially, then \$1,101.50)

S/L: \$1,125.20

Two previously suggested short trades were executed on Wednesday, January 20th as prices tumbled to below the \$1,118.50-\$1,114.50 an ounce support band.

Prices continued to move in the trades' favor on Thursday, although were seen bouncing off longer-term trend support between \$1,102-\$1,100 an ounce. We opted to take profit on both trades at \$1,102.20 an ounce, given the increased chance for a bit of short-term recovery, as charts may work off a bit of an oversold condition on the hourlies. This resulted in an advance of our performance index to 102.51 ($100.50 + 0.05 * \$24.1 + 0.05 * \16.1)

Goldessential.com accepts no liability for commercial decisions based on the contents of this report. Unauthorized reproduction and transmission of this report in either form is illegal. Should you require a license or additional copies, please contact us at info@goldessential.com



STRATEGIES:

1/ **SHORT:** 0.20 @ **BR** \$1,099.00 **NOTE**
TARGET: \$1,086.60 (initially), then \$1,075.20
S/L: \$1,109.00

A breakdown below a key uptrend support would see us set-up a decent short-trade. However, given nearly oversold hourlies, there's a chance for a follow up bounce back above \$1,100 an ounce. **As such, we prefer not to go short on the initial dip below here, but do so A/ on a failure to recapture ground above \$1,100, OR B/ a rebound above \$1,100 that fails to hold above the level and slips back.**

2/ **LONG:** 0.05 @ **BR** \$1,107.80
TARGET: \$1,114.50-\$1,118.50 (initially)
S/L: \$1,099.00

A break back above \$1,107.80 would see chances increasing for a quick jump higher towards \$1,114.50-\$1,118.50, although the jump is likely to be short-lived. As such, keep stops tight, and re-set them to break-even on a break above \$1,110, or look to offset the trade with profit should price action look fatigued and stall ahead of target.

3/ **LONG:** 0.10 @ **BR** \$1,121.00
TARGET: \$1,126.50 (initially)
S/L: \$1,114.00

4/ **SHORT:** 0.15 @ **BO** \$1,114.50-\$1,118.50
TARGET: \$1,086.60 (initially)
S/L: \$1,023.00

A failure to break higher would re-establish our case for a short-trade, as prices retain a bearish bias.

Goldessential.com accepts no liability for commercial decisions based on the contents of this report. Unauthorized reproduction and transmission of this report in either form is illegal. Should you require a license or additional copies, please contact us at info@goldessential.com

**LEGEND:**

SHORT/LONG: Buy or Sell the asset.

0.10, 0.20, etc... : size of the order, in pct of total portfolio size. As such; 0.10 = 10 pct.

@BR = on break lower

@BR = on break higher

@BO = on bounce off the level (either continuation lower or higher)

TARGET: Proposed trade target. (Initial) refers to the fact that the target may be extended upon successfully reaching the proposed target.

S/L = Stop Loss. Liquidate open position when prices hit this level.

GOLDESENTIAL TERMS AND CONDITIONS

PLEASE READ THESE TERMS AND CONDITIONS CAREFULLY.

YOUR USE OF THIS WEBSITE OR ANY INFORMATION OR MATERIAL CONTAINED ON THIS SITE IS SUBJECT AT ALL TIMES TO THESE TERMS AND CONDITIONS. IF YOU DO NOT WISH TO BE BOUND BY THESE TERMS AND CONDITIONS, DO NOT ACCESS THIS SITE. BY ACCESSING THIS SITE, YOU IMPLICITELY AGREE TO THE TEXT STATED BELOW (Chapter 1)

ALL MATERIAL ON THIS SITE IS COPYRIGHTED, ALL RIGHTS RESERVED

NO WARRANTY

The Goldessential website, all of the information contained therein, including but not limited to all text, graphics, links or other items, is provided on an "as is," and "as available" basis. To the fullest extent permitted by law, no warranty of any kind, implied, express or statutory, including but not limited to the warranties of title, merchantability, fitness for a particular purpose, freedom from computer virus and non-infringement of third party rights, is given in respect of this website or the information, materials, products or resources ("the Information") included in this website. Goldessential does not warrant the accuracy, adequacy or completeness of the Information provided on this website and expressly disclaims liability for any errors or omissions that may be contained in the Information.

LIMITATIONS OF LIABILITY

To the fullest extent permitted by law, neither Goldessential nor any of its affiliates, officers, employees, subsidiaries or holding company shall be liable for any damages of any kind, including without limitation, direct or indirect, special, incidental, or consequential damages, losses or expenses arising in connection with this website or with the use of the Information, even trading strategies, for any reason whatsoever, including without limitation the use or inability to use the website by any party, the failure to perform, error, omission, interruption, defect, delay in operation or transmission, computer virus or line or system failure, loss of profit or income.

This shall apply even if Goldessential, its affiliates, its employees, its subsidiaries or its holding company has been advised of the possibility of such damages, losses or expenses. Hyperlinks and references to other internet resources are provided and used at the risk of the party accessing this website and your attention is drawn to the fact that the content, accuracy, opinions expressed, together with other links provided by these resources are not investigated, verified, monitored, or endorsed by Goldessential in any manner whatsoever.

ORDER COMPLETION, PRICE UPDATES, CHARTS FUNCTIONALITY

From time to time markets may become volatile, for example, as a result of an unexpected news event. Also, system failures by Goldessential or other firms/exchanges upon which Goldessential relies for data transmission/retrieval may disrupt trading and updating. Under such and other similar circumstances, Goldessential may not be able to live up to premade agreements or to properly update the content present on its website.

INTELLECTUAL PROPERTY, TRADEMARKS, LOGOS

All of the intellectual property rights including without limitation trademarks, service marks, trade names, copyright and other rights used or embodied in this website are and will remain the sole property of Goldessential.

All information and material supplied by Goldessential, constitutes part of Goldessential confidential and proprietary information and no party accessing this website may reproduce, copy or disclose such information without the prior written consent of Goldessential.

No party accessing this website may attempt to, tamper with, modify, reverse engineer, gain unauthorized access to, or in any way alter any software comprising this website, upon the penalty of prosecution.

USE OF INFORMATION

The information and materials contained on this Website, including all terms, conditions, and descriptions are subject to change.

Goldessential.com accepts no liability for commercial decisions based on the contents of this report. Unauthorized reproduction and transmission of this report in either form is illegal. Should you require a license or additional copies, please contact us at info@goldessential.com

**GOLDESENTIAL LOGO, DATA, AND GRAPHICS REQUESTS & PERMISSIONS**

You may only use the data retrieved from our services for your own personal and non-commercial purposes while accessing our services. Such use will be in accordance with these Terms and Conditions of Access and the requirements set out elsewhere on our services. You may not copy, distribute or redistribute the data, including by caching, framing or similar means or sell, resell, re-transmit or otherwise make the data retrieved from our services available in any manner to any third party. You may not store the data for the purposes of creating a historical database or historical data product. You may not use any of the data in connection with the issuance, trading, marketing or promotion of investment products (e.g., derivatives, structured products, investment funds, investment portfolios, etc. where the price, return and/or performance of the investment product is based on or related to the data) without a separate written agreement with us, the information service provider or third party, as the case may be, that has ownership rights to the data (e.g. Reuters, Dow Jones & Company, Inc., etc.).

It is the responsibility of the reader to perform proper due diligence before acting upon any of the information provided. It is the duty of the information provider to verify the accuracy and legality of the information they are providing and to accept liability for any actionable defamation or objectionable material which they provide.

GOVERNING LAW

In the event of any dispute arising in connection with this website, such dispute will be governed and resolved in terms of the laws of Belgium and any party accessing this website agrees to submit to the jurisdiction of Belgium.

Goldessential.com accepts no liability for commercial decisions based on the contents of this report. Unauthorized reproduction and transmission of this report in either form is illegal. Should you require a license or additional copies, please contact us at info@goldessential.com