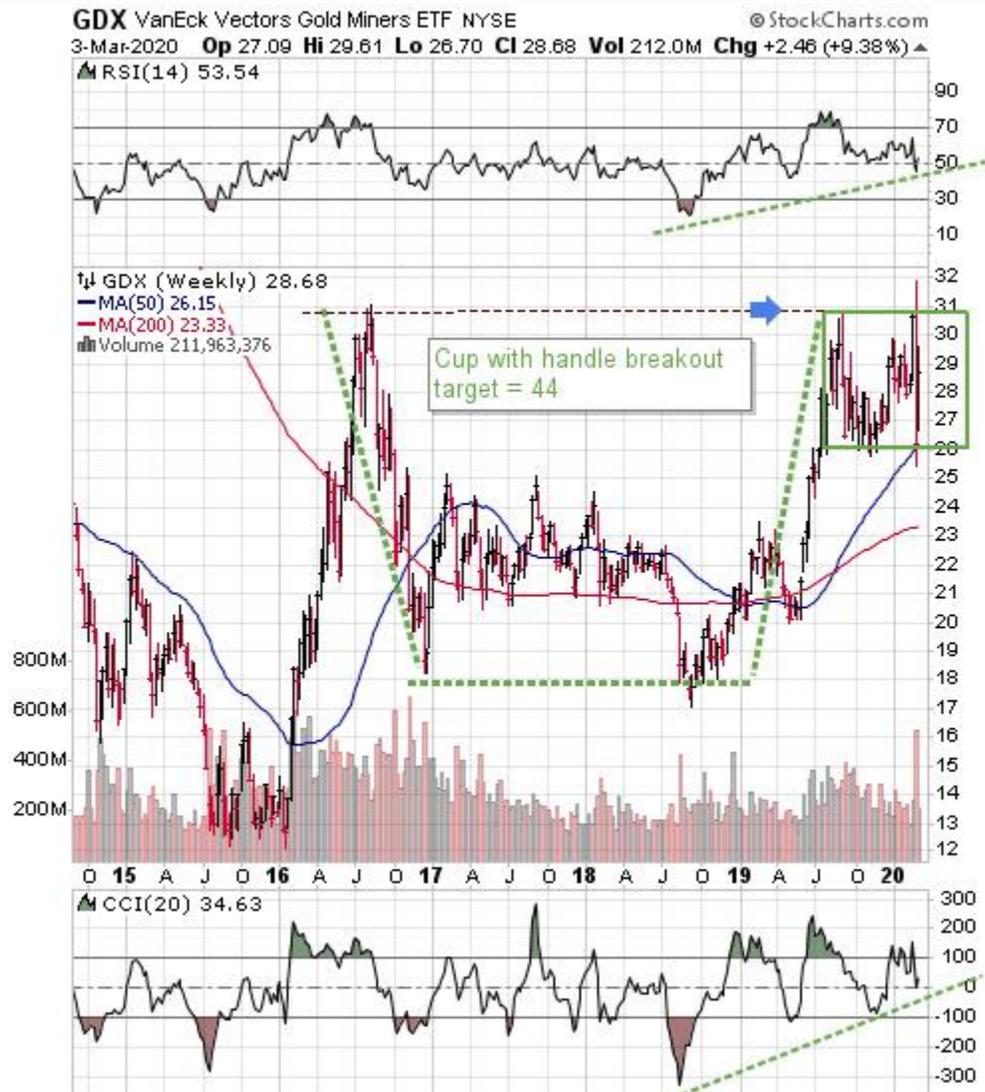


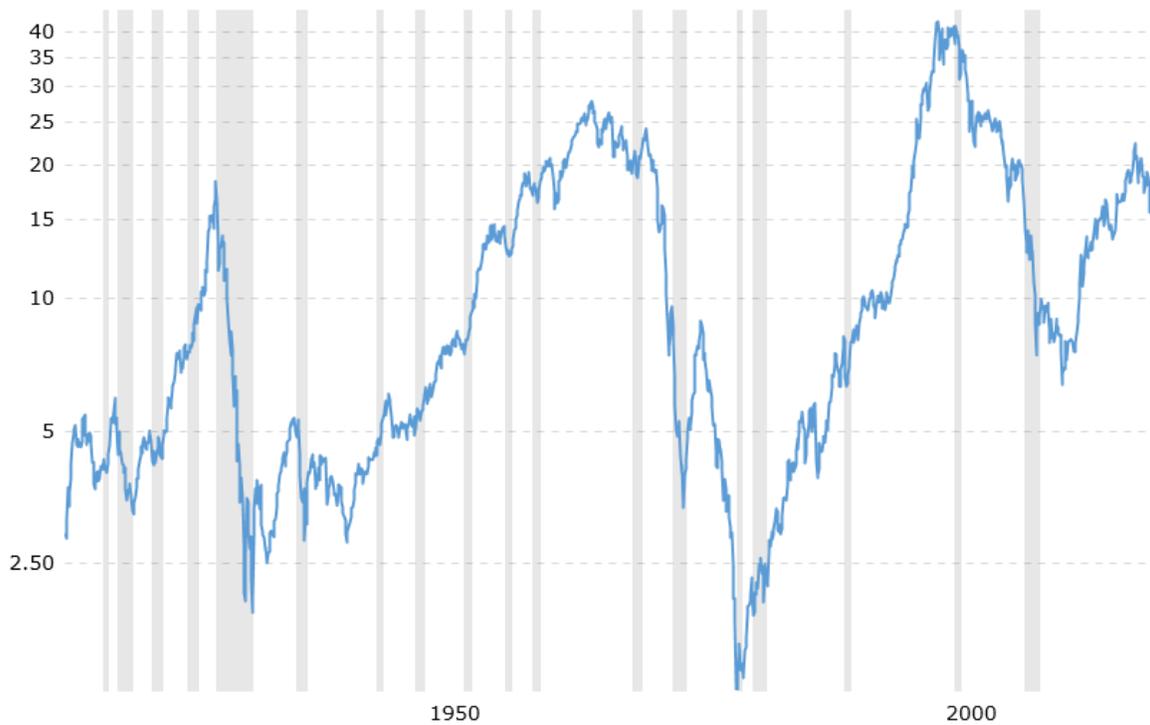
Feast your eyes upon four timely charts!



This first chart – courtesy stockcharts.com, features GDX the gold miners ETF. The pattern is a bullish 'cup with handle' formation. A breakout at the blue arrow will have a technical target at 44. The supporting indicators (at top and bottom of the chart) are positive, while the moving averages are in positive alignment and rising. The rising gold price will have a positive effect on every well managed gold producer, as it provides them with 'windfall' profits.



This chart courtesy Stockcharts.com compares gold to the US stock market. The arrows point to major turning points that come along on average about once a decade. The first green arrow points to a signal that suggested selling stocks and buying gold, as the trend crossed over the 50 month moving average in 2002. Back then the DOW was sitting at 3,000 and gold was available at \$275. The ratio was about 11:1. In 2012 the trend started to reverse, with stocks at 4,000 and gold trading at \$1,600. The ratio at that point was 2.50:1. Today's chart is suggesting the selling of the DOW at 8,500, and buying gold at \$1650, while the ratio is back up to 5:1.



This chart courtesy macrotrends.net shows the DOW to Gold ratio during the past 100 years. Briefly in 1980, the ratio dropped to 1.30:1, while at the other end of the spectrum, in the year 2000, the ratio touched 40:1.

Update this next chart including my %



This chart courtesy stockcharts.com compares the price of gold to the S&P 500 index on a daily basis. Since late 2018, the trend clearly favors gold. The supporting indicators at top and bottom of this chart are positive, along with the moving averages (50D and 200D).

DISCLAIMER: Please do your own due diligence. Peter Degraaf is NOT responsible for your trading decisions.

Peter Degraaf is an investor with more than 50 years of experience. Google him, or visit www.pdegraaf.com

