



## Gold Futures

In a downtrend: price contained within a working, valid trend channel

Support breaks via B1, close is well off the lows (indicates buying). Buying bars (B) hold the demand line, sellers unable to drive down - no downside follow through from B1

B2 is bag holding, a bullish case of Effort vs. Result. The volume is the same as B1, yet the spread is only a 1/3 of the size. All that extra effort (volume) must be buying, otherwise the spread would be larger - Very powerful indication of strength. Where does this action occur? At the demand line (additional strength)

Market rallies and we come back to test via S, our entry bar. A spring; flushed down, finds no further selling to reverse and close firm, with a surge in volume. However, volume not as high as the original anchor point via B2, odds favour support to hold - an instant buy

E - first target hit, supply line (+20 ticks)

E1 - main target, full exit (+34 ticks)