



MONTHLY PUBLICATION

Commodities Monthly

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Gold (XAU/USD) - Monthly

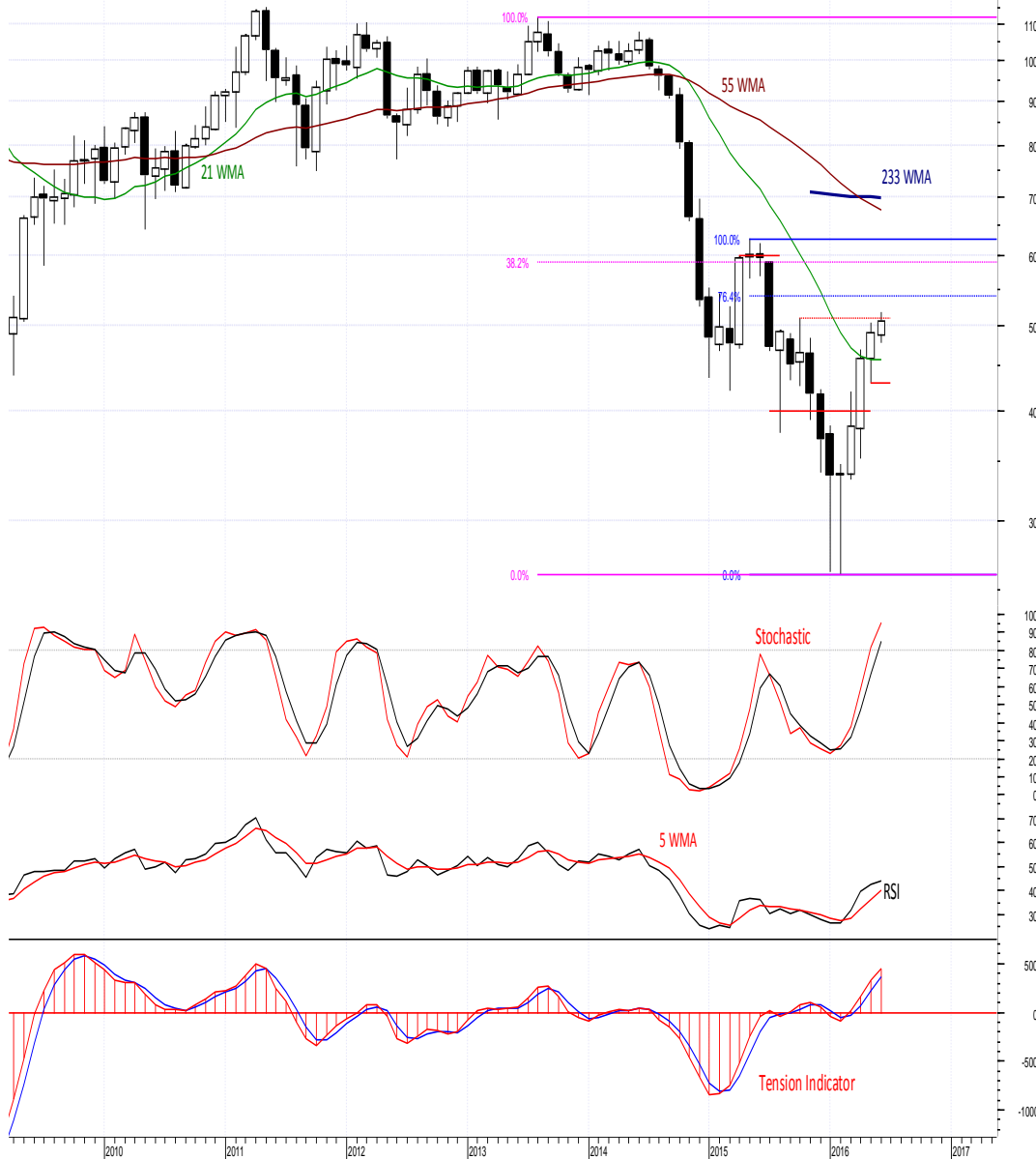


Anticipated pullback stabilising above USD1200. Downside tests to remain limited as studies continue to improve.

Gold has posted the anticipated corrective pullback, with support appearing just above critical support at USD1200. Any unexpected break should stabilise above USD1100, as the Tension Indicator continues to improve, and investors maintain a buy-into-weakness strategy. In the coming months, further gains are highlighted, with a break above USD1300/03~ confirming extension of the December 2015 rally and targeting the USD1325~ (38.2%) retracement of the 2012-2015 rally. Still higher is the USD1345 high of July 2014.

Monthly Investors are Overweight.

Crude Oil (CLc1) - Monthly



February rally intact as studies and sentiment improve. Seen still higher in the coming months. Any pullback to remain limited.

The rally from the USD26.05 low of February continues to extend, with the USD50.92 high of October 2015 now reached. Rising momentum studies and the bullish Tension Indicator anticipate further gains towards the USD54.00 retracement in the coming months, but immediate tests could give way to consolidation as stochastics are already overbought. A later break, however, will open up the USD59.00, (38.2%) retracement of the 2013-2016 fall and congestion around USD60.00. Any corrective pullback should remain limited, as investors maintain a buy-into-weakness scenario, with congestion around USD40.00 to underpin any unexpected break below the USD43.03 low of May.

Monthly Investors are Overweight.

High Grade Copper (HGc1) - Monthly



Pressuring Fibonacci retracement. Strong support at USD2.0000 expected to underpin further losses as background studies stabilise.

Prices remain under pressure, with the sharp fall from the USD2.2850 high of May now pressuring the 2.0250~ retracement. A further break cannot be ruled out as weekly studies come under pressure, but stronger support at the psychological USD2.0000 level is expected to promote stabilisation as the Tension Indicator continues to improve. If broken, not seen, focus will turn to the critical USD1.9365 low of January, with a close beneath here confirming extension of the dominant multi-year bear trend. Resistance is at USD2.2000 with a close above here helping to stabilise price action. A break above the USD2.3145 high of March is needed, however, to confirm extension of the January rally, and turn investor sentiment decisively bullish.

Monthly Investors are Neutral.

Corn (Cc1) - Monthly



Extending gains. Pressuring critical support but consolidation possible before a clear break is seen. Any immediate pullback to remain limited.

Corn is extending the bounce from the USD347.25 low of April, with prices clearing psychological resistance at USD400 to test critical resistance at the USD438.75 year high of July 2015. Overbought stochastics and overstretched weekly studies suggest consolidation into the coming weeks, but the rising bullish Tension Indicator and improving RSI anticipate a later break towards the USD442.25, (23.6%) retracement of the 2012-2014 fall. This will confirm extension of the October 2014 rally and open up USD450, and higher, as bullish investors increase exposure. Support into limited downside tests is raised to USD400, with any unexpected break to stabilise above congestion around USD360 as investors maintain a buy-into-weakness strategy. If broken, not seen, focus will turn back to USD346.50 as sentiment turns cautious once again.

Monthly Investors can Upgrade to Overweight.