

GOLD

01/12/2021



Technical outlook

MCX Gold Feb futures technical chart has taken the formation of “Ascending broadening wedge” pattern in 4hr time frame. Following some sideways movements within the channel, last session has traded lower and closed in red. Based on the current price action, market is expected to continue on bearish momentum once the same breaks below

the key support level holding near 47700. The downside rally could possibly test up to 47400-47100 levels in the upcoming sessions. An alternative scenario indicates that if the market struggles to break the support level, then it might retest the same and revise the trend to bullish/sideways mode once again. Key resistance holds near 48300. A slide to 48600 level is also a possibility if the price makes or break above the current resistance level.

Technical Chart

