

**LE COIN TECHNIQUE**

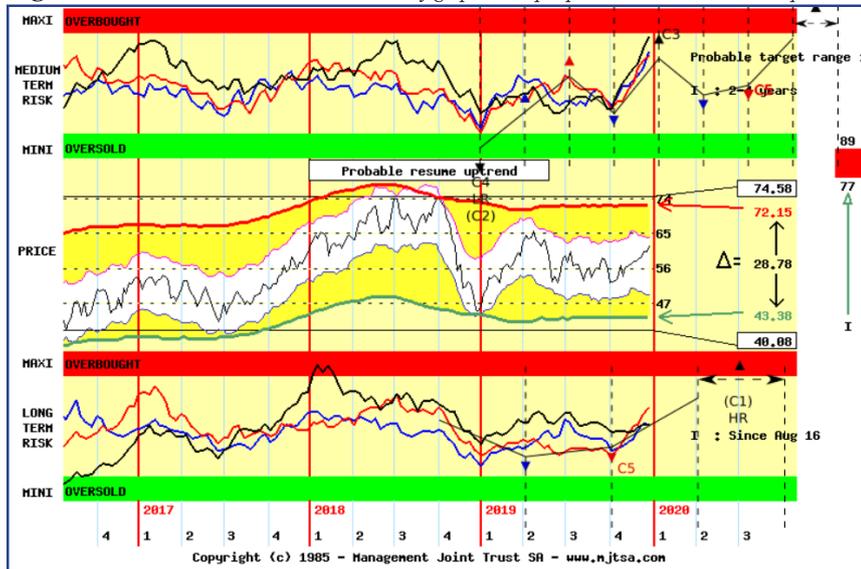
**2020 could be a strong year for Commodities**

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Given the massive amount of liquidity currently being injected by the FED, the US Dollar has continued to retrace during December, while Oil and Gold have been strong. Although a temporary reversal of these trends may still materialize during Q1, 2020 does seem generally positive for Commodities.

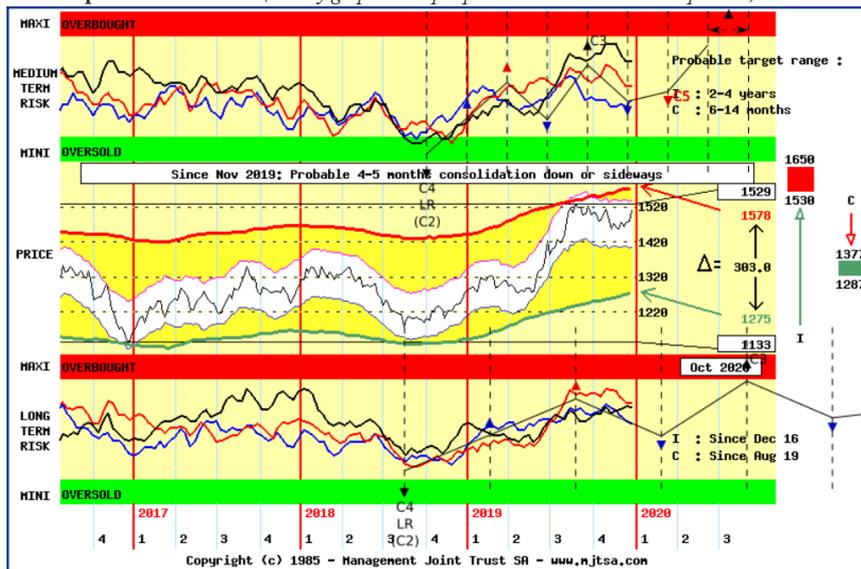


Light Crude Oil — USD/barrel (Weekly graph or the perspective over the next 2 to 4 quarters)



Following its deep Q4 sell-off, its Q1 2019 bounce and subsequent Q2 downside retest, Oil has held up rather well during the Summer and has recently started to accelerate up again. On our long term oscillators (lower rectangle), we believe this nascent uptrend is not finished yet and could continue higher into Q2 next year, perhaps even the Summer. Our I Impulsive targets to the upside (right-hand scale) suggest that by then, Oil could test above its 2018 highs. In the meantime, however, our medium-term oscillators (upper rectangle) suggest that the current rally should soon meet an Overbought condition (during January) and that Oil could see some retracement during Q1. We would hence advocate some profit taking during January, but would certainly continue to Buy the Dips mid/late Q1/early Q2 given the strong potential we expect towards midyear / Summer next year.

Gold Spot — USD/oz (Weekly graph or the perspective over the next 2 to 4 quarters)



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Gold made an intermediate top early September and has since been consolidating at high levels. It is currently retesting up and could continue to do so over the next few weeks on our medium-term oscillators (upper rectangle). Yet, on both oscillator series (lower and upper rectangles), a further period of retracement is expected into mid/late Q1. Our C Corrective targets to the downside below 1'400 USD/oz do seem aggressive for now and we would rather expect further consolidation at high levels (perhaps towards the mid/low 1'400s). Following that, from mid/late Q1, we expect Gold to resume its uptrend towards late next year, probably to the high 1'600s at least.

**CONCLUDING REMARKS:** Both Oil and Gold seem well positioned towards mid/late next year. They could both make new highs, respectively above their 2018 and 2019 ones. In the meantime, both could see some retracement

from early Q1. Yet, given the strong upside potential we expect, such retracement should provide worthwhile 'Buy the Dips' opportunities.