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We made further headway in yesterday's session, printing a high of **74.89** and closing just a shade below here. Today has seen some very modest losses, which is really no big surprise after such dynamic gains. As long as our first support holds at **73.50** (old high printed 30th June) we won't be too concerned in the short term. In the longer term time frame we'd be happy to buy dips to as low as **62.60**, which is where the weekly rising **trendline** comes in. Our target from here is at **78.67** and is the **38.2% Fibonacci** Retracement of the down-move starting July last year.

Indicators in play.

Fibonacci introduced his sequence of numbers to mathematics back in the 1200's. These numbers appear in all walks of life but have an eerie influence on trading. We use the 38.2 level as an indication of the strength of the correction or indeed if the longer-term trend has changed.

Trendlines are probably the most basic and easy to understand tools in Technical Analysis. Its just a matter of joining higher lows together with two and some prefer three points of contact. The more dips that touch the line and the longer the support has been in play increases the potency of this type of trading tool.



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Summary

From here there's very little stopping us from reaching the next target at **78.67**. Overall we'd buy dips to as low as **62.60**.