

Commodity Moving Averages

Physical commodities generally respect the following Exponential Moving Averages: 9, 18, and 34

Physical Commodities including GC, SI, HG, PL, PA, HE, GF, LE, ZC, ZS, ZM, ZL, ZW, KE, ZO, CL, NG, HO, RB, CT, KC, SB, CC

These can be used on any time frame but should be applied to your Trend Time Frame to assist with trend identification.

Usage:

- **9 EMA:** The 9 EMA works as a dynamic trendline for short-term trend. If prices close beyond it, the short-term trend is weakening. Prices will generally then move to the 18 EMA.
- **18 EMA:** The 18 EMA is the intermediate trendline. If prices close beyond the 9 EMA look for price to bounce off the 18 EMA if the trend is still strong. If Price closes beyond the 18 EMA, it will generally look to move to the 34 EMA.
- **34 EMA:** The 34 EMA is the last stand for the trend. If prices close beyond the 34 EMA then the trend is usually over.





Additional Cues:

When the distance between the EMA's widens, (the EMA's are fanning apart), the trend is getting stronger. When the EMA's are moving closer together the trend is getting weaker.

