CRUDE OIL OR GOLD?

I've been switching from gold stocks to oil stocks for some time now, with this strategy:

- 1) The oil/gold ratio is in the same condition as in 2020, just before crude oil and especially oil stocks began a meteoric rise.

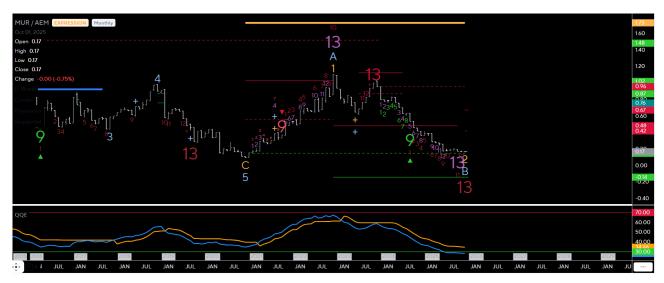


- 2) If I use the DeMark strategy on both the monthly and quarterly charts (very rare events), I find BUY signals (Buy 13 sequential and combo) for Crude Oil versus Gold.

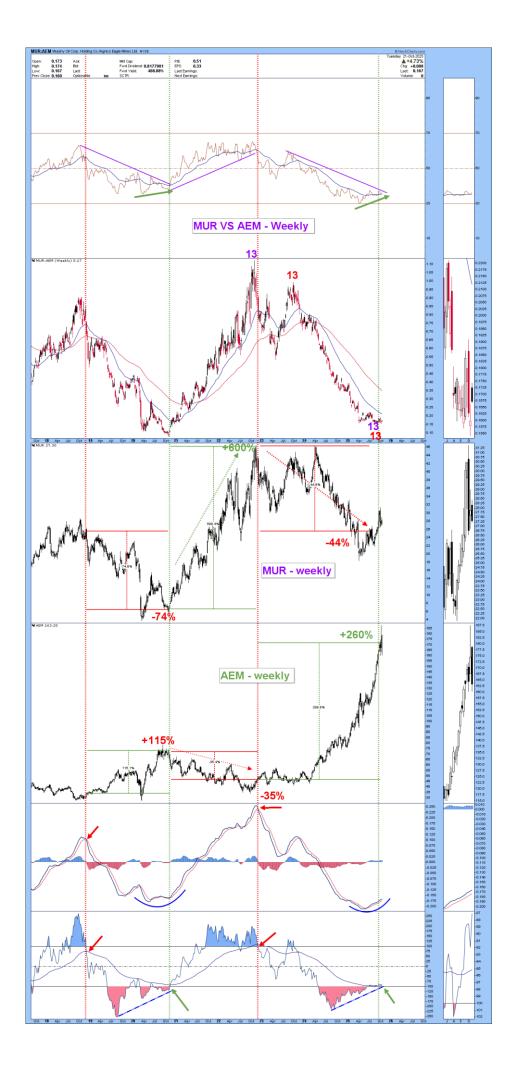




- 3) I then move on to the ratio between an XOP stock (MUR) and a Gold stock (AEM): monthly chart with BUY signals for MUR.



- 4) I then take the discretionary chart and see what has happened in recent years in terms of performance, following the strategy of switching from Oil to Gold stocks and now back to Oil stocks.



- 5) Finally, I take the monthly DeMark chart with XOP/GDX for further confirmation and see that I find the same signals: here, I would need to switch from Gold to Oil stocks.



CONCLUSION

Switch phases are always difficult, but if an investor wants to capitalize on the strong gains of Gold stocks, they can do so by transferring them to Oil stocks at a low risk, with the possibility of enormous performances unavailable elsewhere.