

GOLD & SILVER PRICE OUTLOOK— HAVE WE WEATHERED THE STORM, OR IS THE WORST YET TO COME?



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After a historic seven month rally, gold printed its first red monthly candle in March 2026, signaling that the one way uptrend has shifted into a correction phase. At around \$4,500 on June 1st 2026, gold has pulled back from its January peak above \$5,000 and is now at a critical decision point for the next big move.

Short-Term: Still in a Box (\$4300-\$4900)

In the short term, gold will move within a broad range with \$4,300 acting as support and \$4,900 as resistance

Medium to Long-Term: Two Possible Roads

Scenario 1 – Deep Correction Toward \$3,900 (Constructively Bullish)

If prices drop from here to \$3,900 (a 50% Fibonacci retracement from the rally), it would flush out weak hands and create a strong foundation for the next rally. This deep pullback would



paradoxically be bullish in the long-term, resetting overbought conditions and creating technical value at a point where structural fundamentals like central bank demand and geopolitical tensions remain intact

Scenario 2 – Push to \$5,100–\$5,150 and Fail (Bearish Risk First)
If gold tries to break \$5,100–\$5,150 without testing lower levels first and fails, expect accelerated selling. A rejection here would signal

the downtrend continues until fundamentals improve substantially.

Overall, the medium to long term bias is **cautiously bullish**, but only if we either see a deeper, cleaner correction (toward \$3,900) or a very strong, sustained break above \$5,150. A shallow, failed breakout near \$5,100–\$5,150 without any reset would lean **bearish first**, with more downside likely before a solid long term bull leg can resume.

Key Price Levels	Significance
\$5,100-\$5,150	Quasimodo pattern + supply zone (trapped sellers waiting)
\$4,900	SBR resistance – former support now acts as ceiling
\$4,300-\$4,900 Range	Consolidation box – balance between bulls and bears
\$3,900	50% Fibonacci retracement from 2025 rally

Silver is at an important phase now. It has already fallen sharply from around \$95 to the mid \$70s, and what happens next will decide whether we see another leg down first or the start of the next big move up.

Scenario 1 – Deeper Fall Toward \$48

One possible path is that silver falls further, closer to **\$48**. This level comes from a common technical tool called **Fibonacci retracement** – in simple words, it’s a point where markets often pause or reverse after a big move.

If silver reaches this area:

- Many short term, speculative positions would likely be forced out.
- The market would “reset”, with fewer weak holders and more patient, long term participants.
- At the same time, the big picture still supports silver: strong industrial demand (especially from solar and other green technologies) and its role as a precious metal alongside gold.

Because of that, a drop toward **\$48** would likely be seen as a **major long term buying opportunity**, staggered buying from the previous lows is recommended.

Scenario 2 – Move Up to \$100–\$110 and Fail

The other path is that silver first moves higher, toward the **\$100–\$110** zone.

That area is important because:

- It’s a supply zone – a region where there has been heavy selling in the past.
- It also represents a liquidity sweep of previous highs – meaning many stop orders and late buyers get triggered there.

If silver reaches **\$100–\$110** but cannot stay above it and turns down again:

- It would suggest that sellers are

still in control at higher levels.

- The reversal from that zone could lead to a sharp and fast decline, as late buyers who entered near the top rush to cut their losses.
- In that case, we would likely see more downside before any stable long term uptrend can resume.

Overall Bias

Looking at both paths, the **medium to long term bias is cautiously positive for silver**, but with an important condition:

- **A deeper correction toward \$48** would be healthy and could offer a strong long term entry area, or
- **A clean, sustained break and hold above roughly \$110** would confirm that a new strong uptrend has started.

Key Levels to watch out for – Silver

Key Price Levels	Significance
\$100–\$110	Major supply zone + liquidity sweep of prior highs
\$95	Previous high and important resistance area
\$66–\$94	Main consolidation range / trading in a box
\$48	0.786 Fibonacci retracement (deep correction zone)



Taken together, the picture in both gold and silver is one of **consolidation, not conviction**. Prices are moving in clearly defined ranges rather than in a fresh, directional trend, which means this phase is more about preparation and positioning than aggressive action. In such an environment, patience becomes a strategy in itself.

If the market chooses the “down first, up later” path, a break and drift below previous lows would not automatically be a reason for alarm, but rather the start of a value zone. In that scenario, a **staggered buying approach below prior lows, down toward the key lower levels already identified**, can be a sensible way to build exposure without trying to call the exact bottom. Until then, respecting the current box ranges and waiting for either a deeper correction or a clear, sustained breakout is likely to serve industry participants better than forcing a view before the market has delivered its verdict.