



Wall Street's Growing Bullish Outlook on Gold Explained

Description

Gold prices continue to rise, reaching new highs. On Friday, gold futures went up to \$3,114 after setting their 17th record this year. Trade war fears grew due to President Trump's auto tariff announcement, while a weaker US dollar also helped boost prices. Bank of America analysts raised their gold price target to \$3,500 per ounce in the next 18 months, citing increased investments from China and central banks. They believe uncertainties in trade policies could drive the USD lower, supporting gold prices. Macquarie Group also predicts gold hitting \$3,500 in the third quarter. JPMorgan analysts even wonder if \$4,000 is possible, considering the metal's rapid price increase. They mention a shift in demand for gold following the freezing of Russian assets. Gold remains a top pick for bullish investors, with its price rally attracting attention.

Vocabulary List:

1. **Futures** /'fju:tʃərz/ (noun): Contracts to buy or sell an asset at a predetermined price at a specified time in the future.
2. **Tariff** /'tærɪf/ (noun): A tax imposed on imported goods and services.
3. **Boost** /bu:st/ (verb): To increase or improve something.
4. **Uncertainties** /ʌn'sɜ:rtən.tiz/ (noun): Situations where there is lack of certainty or predictability.
5. **Predicted** /prɪ'dɪktɪd/ (verb): Said what would happen in the future based on current knowledge or reasoning.
6. **Bullish** /'bʊl.ɪʃ/ (adjective): Having a positive outlook or sentiment regarding market conditions.

Comprehension Questions

Multiple Choice

1. What price did gold futures reach on Friday?
Option: \$2,500
Option: \$3,000
Option: \$3,114
Option: \$3,500
2. What did Bank of America analysts raise their gold price target to?
Option: \$2,000 per ounce



- Option: \$3,000 per ounce
- Option: \$3,500 per ounce
- Option: \$4,000 per ounce

3. Which event helped boost gold prices according to the text?

- Option: Rising oil prices
- Option: Weaker US dollar
- Option: Stable global economy
- Option: Trade agreement with China

4. What do JPMorgan analysts wonder if is possible in terms of gold price?

- Option: \$3,000
- Option: \$4,000
- Option: \$5,000
- Option: \$6,000

5. Why did Bank of America analysts believe trade policies could drive the USD lower?

- Option: Increased Chinese investments
- Option: Stable global market
- Option: Strong US dollar
- Option: Decreased central bank activities

6. What is a top pick for bullish investors according to the text?

- Option: Oil
- Option: Silver
- Option: Gold
- Option: Real estate

True-False

7. Trade war fears decreased due to President Trump's auto tariff announcement.

8. Macquarie Group predicts gold reaching \$2,000 in the third quarter.

9. Gold prices hit \$3,114 after setting their 17th record this year.

10. JPMorgan analysts believe \$5,000 is possible for gold prices.

11. Bank of America analysts cite increased investments from Brazil as a factor in raising the gold price



target.

12. Gold remains a top pick for bearish investors.

Gap-Fill

13. Bank of America analysts raised their gold price target to \$ _____ per ounce in the next 18 months.

14. Macquarie Group predicts gold hitting \$ _____ in the third quarter.

15. JPMorgan analysts even wonder if \$ _____ is possible, considering the metal's rapid price increase.

16. Gold remains a top pick for _____ investors, with its price rally attracting attention.

17. Trade war fears grew due to President Trump's auto tariff announcement, while a weaker US dollar also helped boost prices. Bank of America analysts raised their gold price target to \$ _____ per ounce in the next 18 months.

18. JPMorgan analysts even wonder if \$ _____ is possible, considering the metal's rapid price increase. They mention a shift in demand for gold following the freezing of Russian assets.

Answer

Multiple Choice: 1. \$3,114 2. \$3,500 per ounce 3. Weaker US dollar 4. \$4,000 5. Increased Chinese investments 6. Gold

True-False: 7. False 8. False 9. True 10. False 11. False 12. False

Gap-Fill: 13. 3,500 15. 4,000 16. bullish

Vocabulary quizzes



Multiple Choice (Select the Correct answer for each question.)

1. What trade barriers are imposed on imported goods?
Option: Volatility
Option: Tariffs
Option: Inflation
Option: Recession
2. Who provides capital in the hopes of a future financial return?
Option: Multinationals
Option: Investors
Option: Futures
Option: Legislation
3. What is a significant decline in economic activity spread across the economy?
Option: Predicted
Option: Correction
Option: Recession
Option: Bullish
4. What is the rate at which the general level of prices for goods and services rise?
Option: Stability
Option: Inflation
Option: Surged
Option: Boost
5. What term refers to the degree of variation of a trading price series?
Option: Uncertainties
Option: Volatility
Option: Implications
Option: Charges
6. Which organization implements monetary policy in the United States?
Option: Stability
Option: Federal Reserve
Option: Charges
Option: Boost
7. What is a tax imposed on goods crossing international borders?
Option: Stability
Option: Tariff
Option: Bounced back



Option: Projections

8. What term refers to a reduction in economic activity or growth?

Option: Retaliation

Option: Decline

Option: Boost

Option: Legislation

9. What term refers to an increase or growth in economic activity?

Option: Uncertainties

Option: Boost

Option: Classification

Option: Stability

10. What term refers to the process of making or enacting laws?

Option: Futures

Option: Legislation

Option: Surged

Option: Implications

Gap-Fill (Fill in the blanks with the correct word from the vocabulary list.)

11. _____ in the market can lead to significant financial losses for investors.

12. Increased _____ can impact consumer prices and global trade.

13. A _____ corporation operates in multiple countries around the world.

14. The economic decision had far-reaching _____ for the industry.

15. Maintaining financial _____ is crucial for sustainable growth.

16. Stock prices _____ following the positive earnings report.

17. A market _____ can occur after a prolonged period of growth.

18. Global _____ can impact investment decisions.

19. The analyst _____ a downturn in the housing market.

20. Investors may have a _____ outlook on a particular stock.



Matching Sentences (Match each definition to the correct word from the vocabulary list.)

21. Those who provide capital in the form of financial assets in the hope of receiving future returns.
22. A period of significant economic decline characterized by a drop in spending and production.
23. The process of categorizing entities based on predefined criteria for easier analysis.
24. The amounts levied on individuals or entities as payment for services or goods provided.
25. Contracts obligating the holder to buy or sell an asset at a predetermined future date and price.
26. The act of responding to an action with a corresponding measure of equal or stronger force.
27. Estimates and expectations regarding future trends or outcomes based on current data.
28. The potential consequences or effects that result from specific actions or decisions.
29. Recovering swiftly after a setback or decline often indicating resilience.
30. To increase or enhance the growth or development of a particular aspect.

Answer

Multiple Choice: 1. Tariffs 2. Investors 3. Recession 4. Inflation 5. Volatility 6. Federal Reserve 7. Tariff
8. Decline 9. Boost 10. Legislation

Gap-Fill: 11. Volatility 12. Tariffs 13. Multinational 14. Implications 15. Stability 16. Surged 17. Correction
18. Uncertainties 19. Predicted 20. Bullish

Matching sentence: 1. investors 2. recession 3. classification 4. charges 5. futures 6. retaliation 7. projections
8. implications 9. bounced back 10. boost

CATEGORY

1. Business - LEVEL2

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