

Market Commentary

Gold opened on it's highs at 944.50/945.50 and was quickly swept lower, triggering stops and tumbling to an intraday low of 935.50/936.50. It recovered as the USD weakened and equity markets made back lost ground. Resistance was established near 945.00 as it traded lightly during the latter end of the session, finally settling at 939.25/940.25.

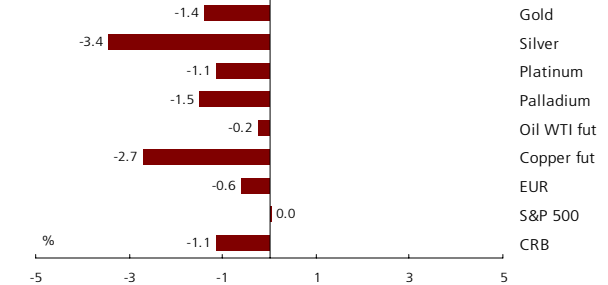
Silver opened at 1497.00/1500.00 in New York, but a stronger USD, weaker base metals and oil pushed dealers to sell the metal. Silver fell to an intraday low of 1479.00/1482.00 before it recovered as the USD retreated. Silver did manage to climb back above 1500.00, peaking at 1508.00/1511.00. Profit taking took it lower again as session ticked sluggishly to the close, finally settling at 1487.00/1490.00.

Technical Commentary

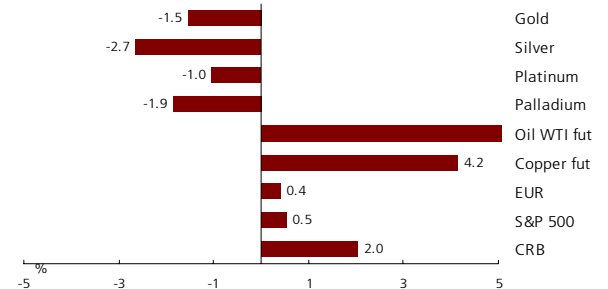
Gold on the weekly chart is showing a second consecutive down week off the 990 level with the current price near 940. The weak close keeps the down risk to the 50% Fibbo at 927.50 from our three month up move of 865 to 990. The daily chart shows the Gold market choosing the downside after four days of consolidation near 955. We are bearish Gold while the metal maintains a close below 960.

Silver on the weekly chart is showing a second consecutive down week off 16.24 with current price near 14.88. There is a massive technical pivot seen at 14.63 which was the February high. The market is long Silver while this level holds, look for a quick drop to 14.03 (50% Fibbo of 11.82 to 16.24) should it break. The Gold Silver ratio is closing the week at 63.16 compared to the 62.29 close the past two weeks. Our "Up" week following last weeks "Doji" confirms a turn in the 7 month bear trend. We believe we have seen a medium term low in the ratio at 61.55, and should now move back up toward the 70 level. As a policy, we never fight with a Doji on the weekly.

1-Day Commodity Moves

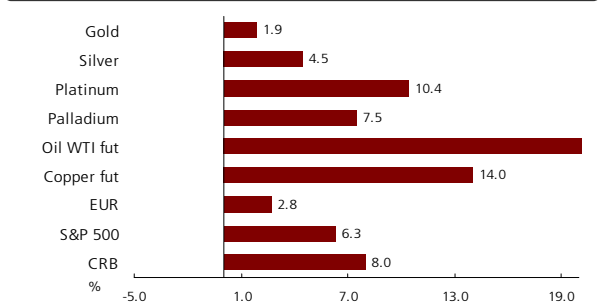


5-Day Commodity Moves



6/12/09 14:52 - Time above charts last updated - Source: Bloomberg

1 Month Commodity Moves



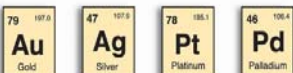
Gold, Silver, Platinum & Palladium

	Gold	Silver	Platinum	Palladium
Open	944.50/945.50	14.97/14.50	1,267	257.00
High	944.50/945.50	15.08/15.11	1,275	258.00
Low	935.50/936.50	14.79/14.82	1,237	251.00
Close / Last Mid*	939.25/940.25	14.87/14.90	1,254	252.70
London Fix AM	950.00	15.070	1,253	255.00
London Fix PM	937.25	-	1,241	252.50
Handy Harman (Base)	937.25	15.030	1,241	252.50
Gold / Silver Ratio	62.2	NA	NA	NA
Open Interest	Gold OI		Silver OI	
COMEX	388,339		109,036	
CBOT	<u>3,830</u>		<u>1,813</u>	
Total	392,169		110,849	

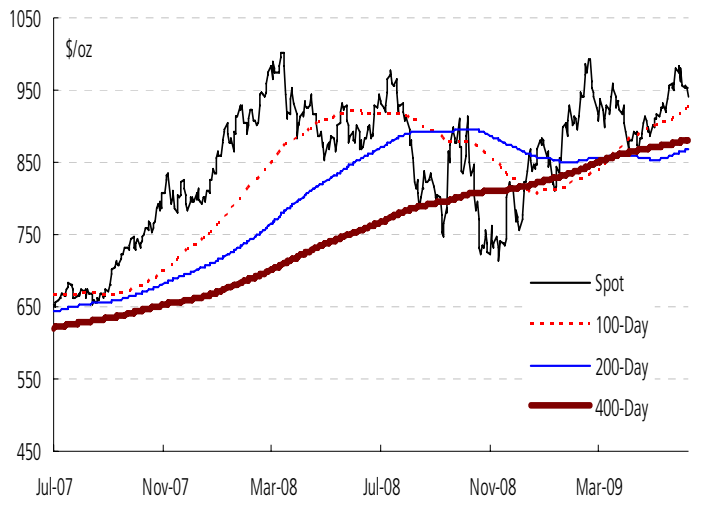
Technical Levels, etc.

	Gold	Silver	Platinum	Palladium
Pivot	946.30	15.062	1,255	255.07
Primary Support (Buy)	930.56	14.588	1,235	248.63
Primary Resistance (Sell)	955.75	15.333	1,273	259.13
HBOP	980.93	16.078	1,311	269.63
LBOP	905.38	13.843	1,197	238.13
Bollinger Band Upper	987.52	16.144	1,314	263.44
Bollinger Band Mid	955.19	15.009	1,202	242.15
Bollinger Band Lower	922.86	13.873	1,091	220.86
Relative Strength 14 Day	48	52	62	60

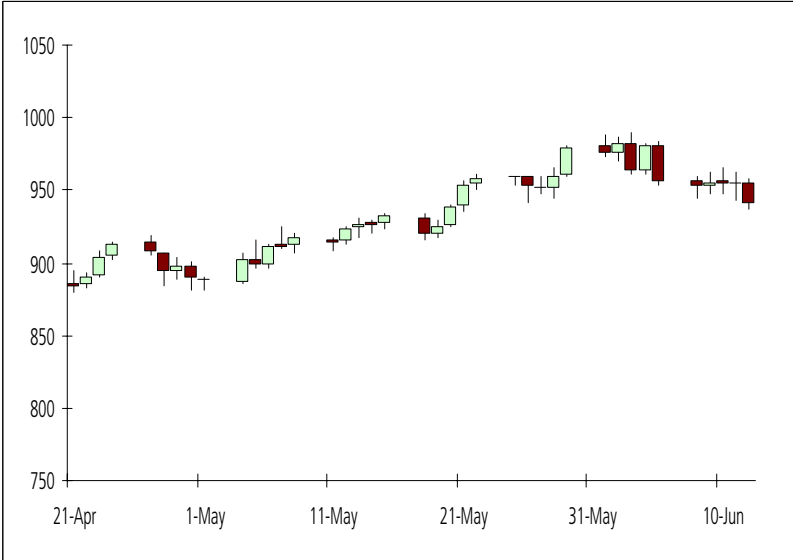
Close/last mid refers to the spot closing floor price in gold and silver, and spot's last mid price as provided by Bloomberg in platinum & palladium spot. All other data provided by Bloomberg. Actual market levels may have differed.



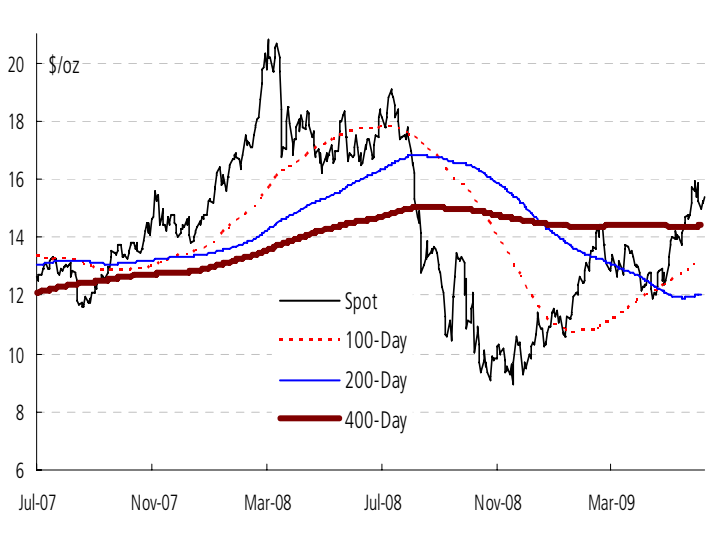
Gold: 2-Year Close with Moving Averages



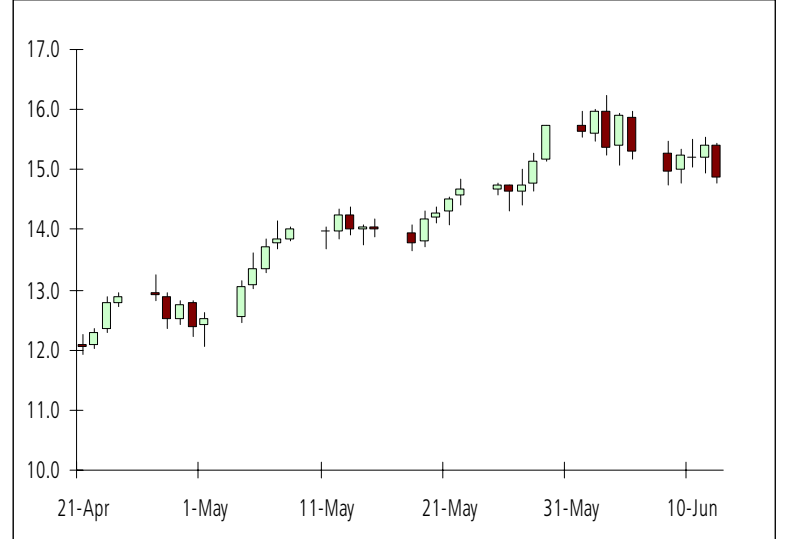
Gold: 2-Month Candlesticks



Silver: 2-Year Close with Moving Averages



Silver: 2-Month Candlesticks



Source: Bloomberg - which can differ slightly from market spot prices

Moving Averages

	Gold	Silver	Platinum	Palladium
5 Day MA	951.14	15.132	1,258	254.09
10 Day MA	961.14	15.374	1,255	251.82
20 Day MA	955.19	15.009	1,202	242.15
30 Day MA	942.10	14.612	1,178	237.83
60 Day MA	920.65	13.660	1,168	231.31
100 Day MA	925.01	13.456	1,117	219.74
200 Day MA	869.42	12.080	1,027	209.28
400 Day MA	863.40	14.431	-	-

FX Majors

CAD	1.1177
EUR	1.4015
GBP	1.6447
CHF	1.0792
AUD	0.8139
ZAR	8.0238
JPY	98.23
as of:	6/12/2009 14:52

Markets

CRB	263.17
DJAIG	128.92
Crude (fut)	72.36
S&P 500	944.73
US 10 Yr	3.80
US 30 Yr	4.65
CDN 10 Yr	3.51
as of:	6/12/2009 14:52

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