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Market Commentary

Gold opened at 853.00/854.00 in New York. The USD rallied on the back of a much better than expected nonfarm payroll release, which pushed gold down to its low of 844.75/845.75. However this move lower was short lived as the metal rebounded on the back of fund buying, which pushed it above 850 to resistance near 855.00. Climbing oil prices helped gold drift through this level ultimately reaching a high of 859.00/860.00. It slipped from the highs as the session unwound, closing at 856.25/857.25.

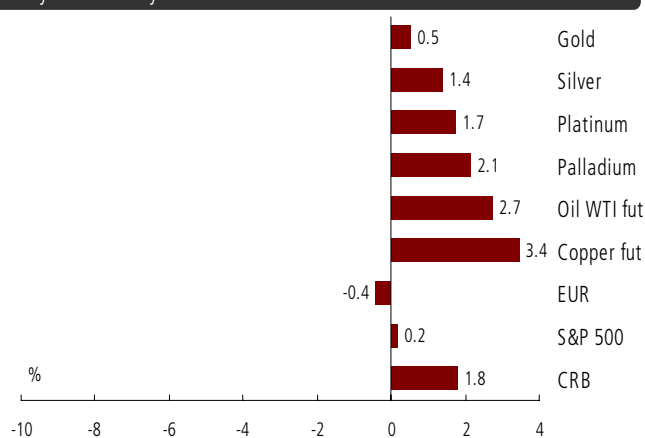
Silver opened at 1628.00/1632.00 and dipped to a low of 1604.00/1608.00 on the back of positive economic data. It quickly recovered as copper and oil prices rallied. The buying continued throughout much of the morning reaching a high of 1649.00/1653.00. Funds later took profit and silver drifted lower, finally settling at 1639.00/1643.00.

Technical Commentary

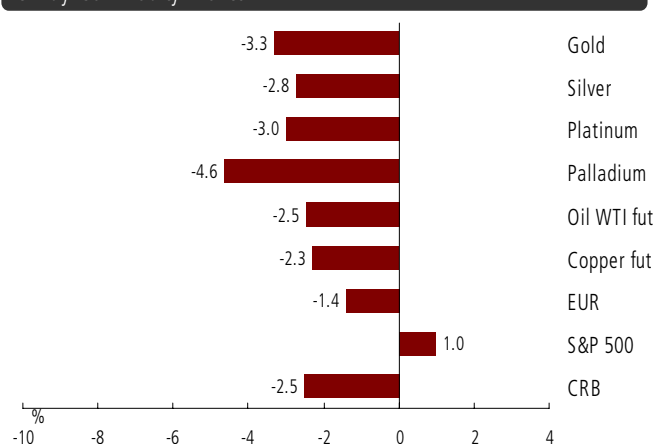
Gold - The weekly chart highlights a bearish turn in sentiment as there was a topping pattern the week of March 21, followed by weekly drops in 4 of the last 5 periods. Support from the weekly charts comes in at 831.00. This is important support as it would be a natural place for the corrective down move to run out of momentum. Accordingly, we will be watching it closely next week. The daily charts are also fairly negative and point to further downside ahead. Near-term support lies at the 836.10 Fibonacci level; while resistance comes in first at 862.70, followed by 883.50, both areas of historical congestion.

Silver - Silver's weekly chart is also bearish, with support coming in at 15.50. The daily chart will have to break back above 16.80 (note the 100-day moving average is at 17.16, which might also need to be broken) before a bullish tone will resurface. Support lies at yesterday's low of 15.98/16.02, while resistance comes in at historical congestion of 16.64.

1-Day Commodity Moves



5-Day Commodity Moves



5/2/08 15:33 - Time above charts last updated - Source: Bloomberg

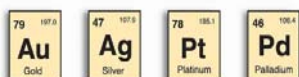
Gold, Silver, Platinum & Palladium

	Gold	Silver	Platinum	Palladium
Open	853.00/854.00	16.28/16.32	1,868	404.25
High	859.00/860.00	16.49/16.53	1,902	418.75
Low	844.75/845.75	16.04/16.08	1,828	401.00
Close / Last Mid*	856.25/857.25	16.39/16.43	1,899	417.50
London Fix AM	854.25	16.190	1,855	408.00
London Fix PM	853.50	-	1,878	412.00
Handy Harman (Base)	853.50	16.490	1,878	412.00
Gold / Silver Ratio	52.7	NA	NA	NA
Open Interest	Gold OI	One day ch	Silver OI	One day ch
COMEX	427,835	(4,079)	122,778	(1,063)
CBOT	<u>12,275</u>	<u>(17)</u>	<u>3,027</u>	<u>(84)</u>
Total	440,110	(4,096)	125,805	(1,147)

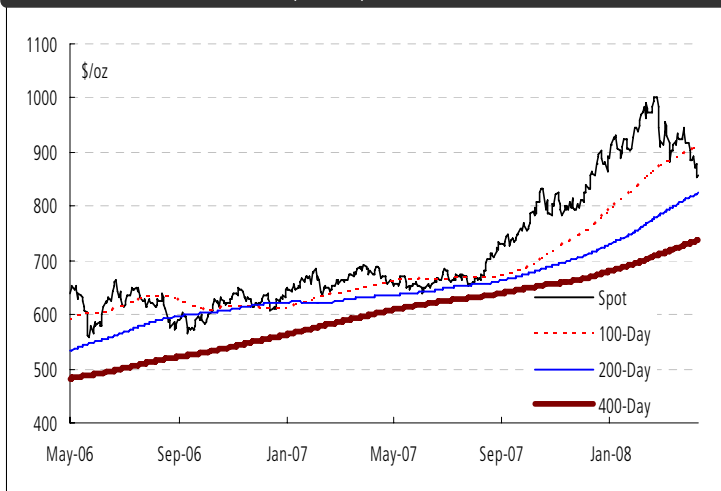
Technical Levels, etc.

	Gold	Silver	Platinum	Palladium
Pivot	861.67	16.477	1,891	413.75
Primary Support (Buy)	841.39	15.923	1,837	404.50
Primary Resistance (Sell)	877.10	16.953	1,954	427.25
HBOP	912.81	17.983	2,071	450.00
LBOP	805.68	14.893	1,720	381.75
Bollinger Band Upper	959.58	18.698	2,085	477.50
Bollinger Band Mid	906.83	17.430	1,985	445.21
Bollinger Band Lower	854.07	16.162	1,886	412.93
Relative Strength 14 Day	33	39	40	35

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	870.23	16.610	1,918	420.70
10 Day MA	886.05	16.900	1,954	433.30
20 Day MA	906.83	17.430	1,985	445.21
30 Day MA	911.45	17.500	1,983	444.20
60 Day MA	932.09	18.160	2,027	469.43
100 Day MA	907.39	17.160	1,858	432.77
200 Day MA	824.00	15.320	1,612	392.48

FX Majors

CAD	1.0195
EUR	1.5415
GBP	1.9731
CHF	1.0567
AUD	0.9366
ZAR	7.5626
JYP	105.36
as of: 5/2/2008 15:33	

Markets

CRB	408.03
DJAIG	208.12
Crude (fut)	116.36
S&P 500	1,411.03
US 10 Yr	3.86
US 30 Yr	4.58
CDN 10 Yr	3.61
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