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**Market Commentary**

**Gold** opened at 871.80/872.80 in New York. The ECB left interest rates on hold and Trichet continued to focus on inflationary pressures saying there were continued upside risks to price stability. Accordingly, the EUR rallied and gold followed reaching a high of 885.50/886.50. Despite weaker intraday oil prices gold was resilient, trading within a range for much of the late afternoon and settling at 880.50/881.50.

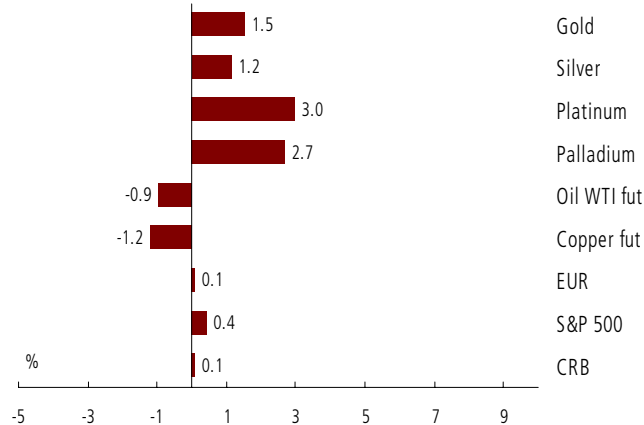
**Silver** opened at 1665.00/1669.00 and climbed on the back of the weakening USD, hitting a high of 1694.00/1698.00. It drifted marginally from the highs as dealers responded to falling oil prices, finding support around 1680.00. The metal became range bound during the latter end of the session, finally closing at 1680.00/1684.00.

**Technical Commentary**

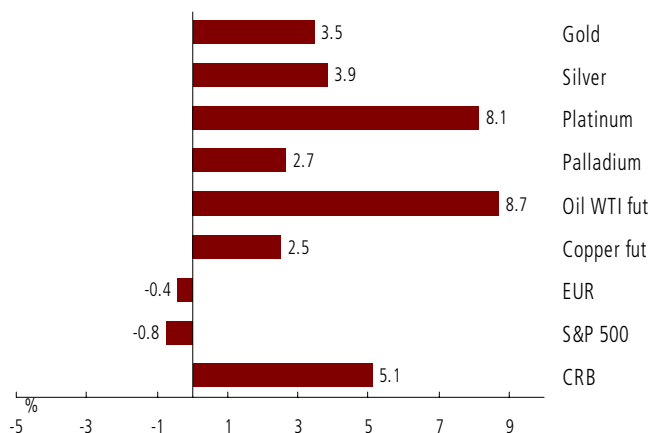
**Gold** - Technicals are somewhat clouded, though remain biased for downside. Today's price action was strong and encouraging for bulls and though gold flirted with a break above resistance of 883.50 (see chart on page 2) it was unable to sustain a move higher and closed below. The 4-day moving average managed to break above the 9-day (875.60 and 872.54, respectively), which is also encouraging, however a buy signal won't be generated until both the 4 and 9-day have broken above the 18-day moving average (893.93). Accordingly, for now gold continues to trade comfortably within the 100 and 200-day moving averages (910.46 and 828.20, respectively). Support comes in at today's low of 871.80/872.80, while resistance comes in at the psychological 900.00 level. In the medium term, technical studies continue to point to further upside for the metal.

**Silver** managed to recover most of yesterday's gains, however it was unable to generate a true buy signal. Accordingly we think the metal is biased for near-term weakness. Support now lies at today's low of 16.65/16.69; while resistance comes in at the recent high of 17.01.

**1-Day Commodity Moves**



**5-Day Commodity Moves**



5/8/08 14:24 - Time above charts last updated - Source: Bloomberg

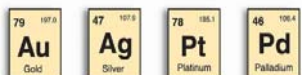
**Gold, Silver, Platinum & Palladium**

	Gold	Silver	Platinum	Palladium
Open	871.80/872.80	16.65/16.69	1,954	425.50
High	885.50/886.50	16.94/16.98	2,027	436.50
Low	871.80/872.80	16.65/16.69	1,954	423.25
Close / Last Mid*	880.50/881.50	16.80/16.84	2,018	432.75
London Fix AM	872.25	16.580	1,981	430.00
London Fix PM	877.00	-	2,002	431.00
Handy Harman (Base)	877.00	16.830	2,002	431.00
Gold / Silver Ratio	52.9	NA	NA	NA
Open Interest	Gold OI	One day ch	Silver OI	One day ch
COMEX	435,637	1,896	120,975	(82)
CBOT	<u>11,185</u>	<u>(27)</u>	<u>2,974</u>	<u>16</u>
Total	446,822	1,869	123,949	(66)

**Technical Levels, etc.**

	Gold	Silver	Platinum	Palladium
Pivot	877.44	16.752	1,991	429.25
Primary Support (Buy)	869.01	16.538	1,956	422.00
Primary Resistance (Sell)	890.56	17.033	2,054	441.50
HBOP	912.10	17.528	2,152	461.00
LBOP	847.47	16.043	1,858	402.50
Bollinger Band Upper	951.05	18.405	2,071	472.53
Bollinger Band Mid	896.97	17.187	1,974	439.39
Bollinger Band Lower	842.89	15.969	1,877	406.25
Relative Strength 14 Day	44	45	56	47

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	871.59	16.680	1,952	424.85
10 Day MA	873.82	16.690	1,941	425.10
20 Day MA	896.97	17.190	1,974	439.39
30 Day MA	902.97	17.330	1,982	441.78
60 Day MA	929.69	18.120	2,027	468.87
100 Day MA	910.45	17.260	1,876	435.58
200 Day MA	828.20	15.390	1,626	393.73

FX Majors

CAD	1.0163
EUR	1.5406
GBP	1.9550
CHF	1.0514
AUD	0.9439
ZAR	7.5842
JYP	103.98
as of: 5/8/2008 14:24	

Markets

CRB	420.14
DJAIG	214.22
Crude (fut)	122.42
S&P 500	1,397.52
US 10 Yr	3.82
US 30 Yr	4.58
CDN 10 Yr	3.66
as of: 5/8/2008 14:24	

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