

Gold & Silver Marketwatch

Daily Update

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Market Commentary

Gold opened at 1064.75/1065.75 in New York and briefly rallied, touching a high of 1066.00/1067.00. Housing starts and building permits fell short of expectations causing the equity markets to retreat and the metal followed. Support was found near 1060.00, however the metal stayed offered and continued to tumble. Gold reached an intraday low of 1051.50/1052.50 before light buying carried it marginally higher. The market was quiet during the latter end of the session, finally closing at 1057.25/1058.25.

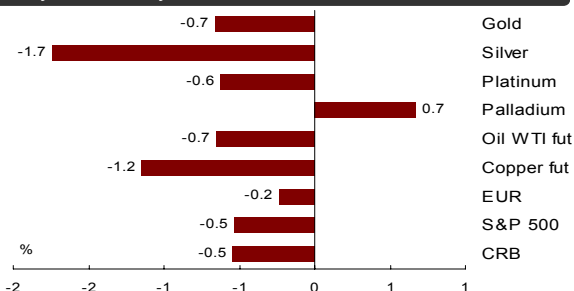
Silver opened at 1774.00/1777.00 in New York. The metal initially ticked higher, reaching 1777.00/1780.00, but soon lost ground as equity markets slumped and the USD advanced. The selling continued during the late morning as dealers took profit, pulling the metal to an intraday low of 1740.00/1743.00. It recovered as the session ticked sluggishly towards the close, finally settling at 1753.00/1756.00.

Technical Commentary

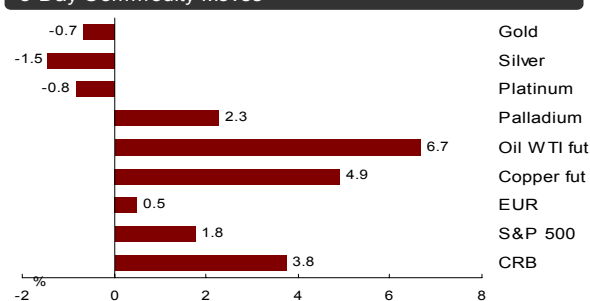
Gold gave up some of yesterday's gains ending the day near current 1057. Gold took a run at last weeks 1070 high but failed short near 1068. Our two key levels remain the recent lows and highs of 1043 and 1070. There was a Doji on last weeks price candle so we are on heightened concern about a possible reversal this week. Big picture, the market is long Gold looking for 1106 measured move. Stop losses will be triggered below 1043.

Silver is closing lower today at current 1756. The market took a run at last weeks high of 18.09 but the unit failed short at 17.92. Key technical levels are 17.21 and 18.09. The Gold Silver ratio continues to trade without firm direction. Due to the Doji on the Gold weekly we are cautious of a large rally in the Gold Silver ratio. Topside resistance is not seen until 62.02. Downside support is at 58.86.

1-Day Commodity Moves

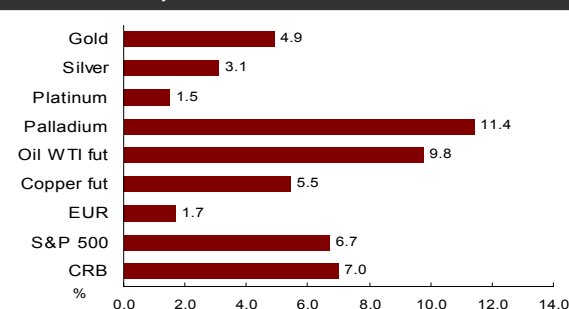


5-Day Commodity Moves



10/20/09 15:47 - Time above charts last updated - Source: Bloomberg

1 Month Commodity Moves



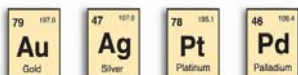
Gold, Silver, Platinum & Palladium

	Gold	Silver	Platinum	Palladium
Open	1064.75/1065.75	17.74/17.77	1,360	335
High	1058.25/1059.25	17.77/17.80	1,378	340
Low	1051.50/1052.50	17.40/17.43	1,346	332
Close / Last Mid*	1057.25/1058.25	17.53/17.56	1,350	336
London Fix AM	1,064.00	17.755	1,359	334.00
London Fix PM	1,061.75	NA	1,371	339.00
Handy Harman (Base)	1,061.75	17.520	1,371	339.00
Gold / Silver Ratio	59.8	NA	NA	NA
Open Interest	Gold OI		Silver OI	
COMEX	379,199		104,594	
CBOT	<u>4,080</u>		<u>1,626</u>	
Total	383,279		106,220	

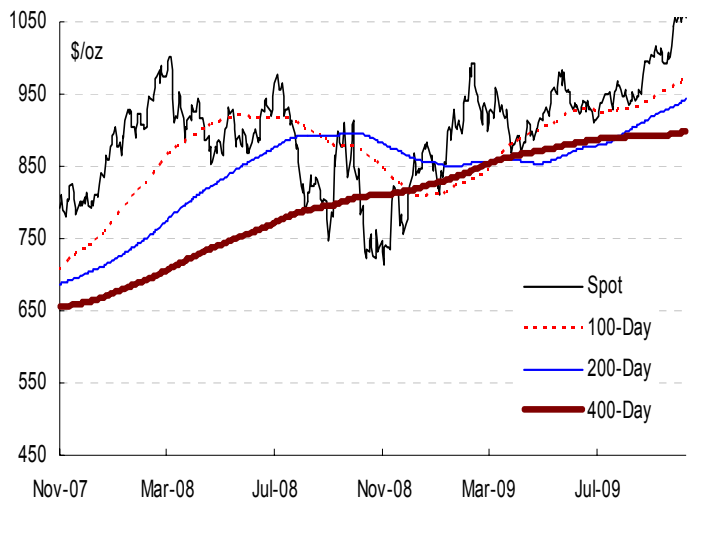
Technical Levels, etc.

	Gold	Silver	Platinum	Palladium
Pivot	1,058.95	17.614	1,354	334.33
Primary Support (Buy)	1,049.94	17.291	1,330	328.68
Primary Resistance (Sell)	1,065.36	17.838	1,373	341.65
HBOP	1,080.78	18.386	1,416	354.63
LBOP	1,034.52	16.743	1,287	315.70
Bollinger Band Upper	1,086.27	18.400	1,382	344.64
Bollinger Band Mid	1,030.18	17.061	1,319	310.68
Bollinger Band Lower	974.08	15.723	1,257	276.71
Relative Strength 14 Day	65	58	60	75

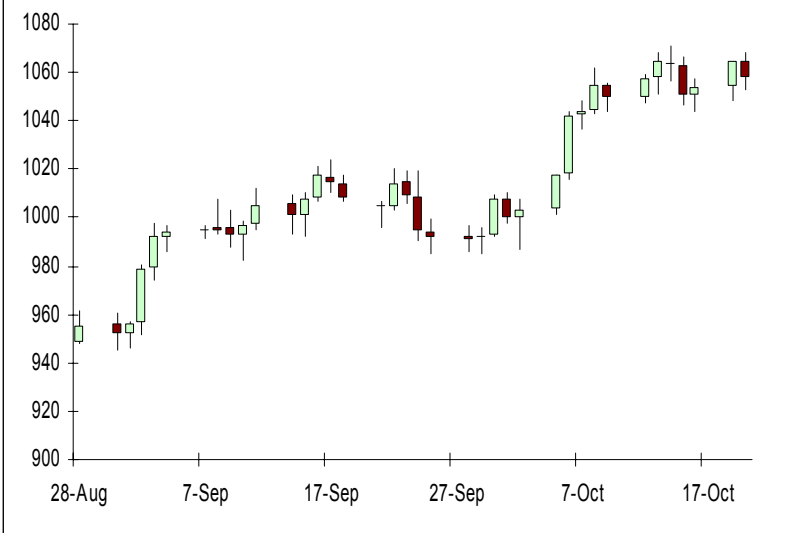
Close/last mid refers to the spot closing floor price in gold and silver, and spot's last mid price as provided by Bloomberg in platinum & palladium spot. All other data provided by Bloomberg. Actual market levels may have differed.



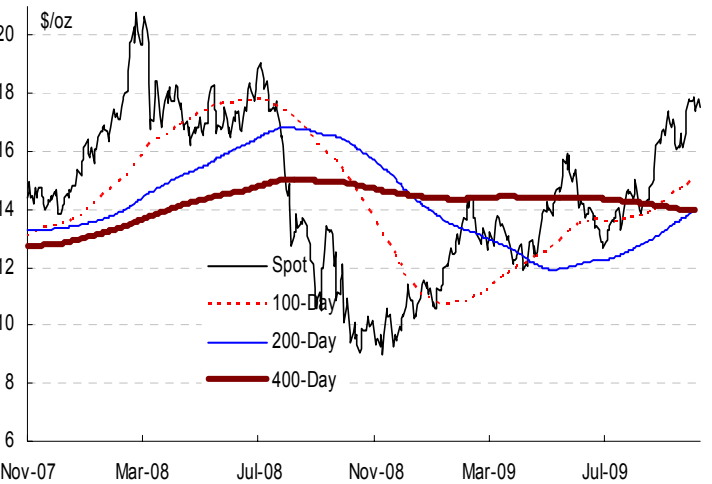
Gold: 2-Year Close with Moving Averages



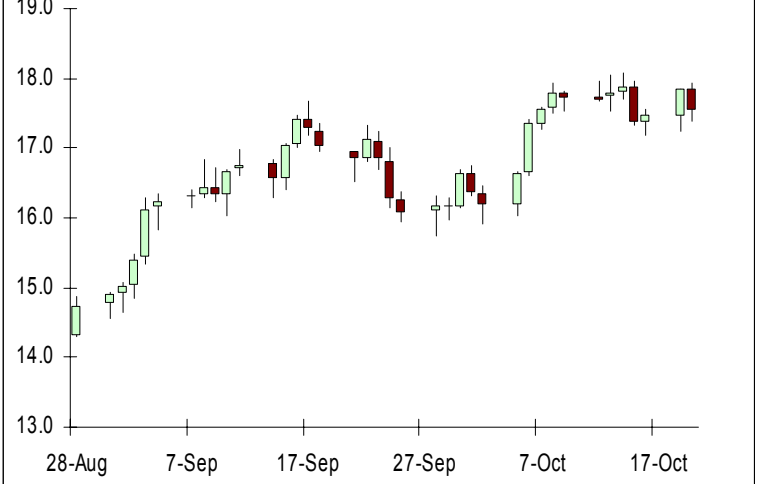
Gold: 2-Month Candlesticks



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	1,057.50	17.612	1,353	330.80
10 Day MA	1,055.75	17.661	1,347	326.48
20 Day MA	1,030.18	17.061	1,319	310.68
30 Day MA	1,022.07	17.006	1,319	306.03
60 Day MA	988.94	15.814	1,281	292.44
100 Day MA	968.70	15.065	1,245	274.63
200 Day MA	942.46	14.097	1,168	244.47
400 Day MA	890.87	14.222	-	-

FX Majors

CAD	1.0504
EUR	1.4930
GBP	1.6363
CHF	1.0124
AUD	0.9224
ZAR	7.3692
JPY	90.6800
as of:	10/20/2009 15:47

Markets

CRB	278.13
DJAIG	136.05
Crude (fut)	79.09
S&P 500	1,091.04
US 10 Yr	3.33
US 30 Yr	4.15
CDN 10 Yr	3.42
as of:	10/20/2009 15:47

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