

Gold & Silver Marketwatch

Daily Update

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Market Commentary

Gold opened at 1032.00/1033.00 and rallied on the back of stronger equity markets and a slumping USD, peaking at 1039.75/1040.75. However much weaker than expected housing data caused equity markets to tumble and gold followed. The metal stayed offered for much of the session, slipping to an intraday low of 1026.25/1027.25. It managed to make back lost ground as the trading day unwound, finally settling at 1030.25/1031.25.

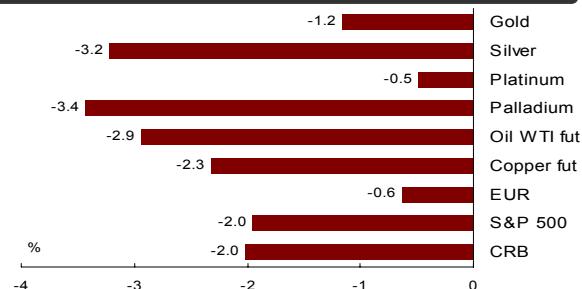
Silver opened at 1636.00/1639.00 and gathered momentum on good investor demand, climbing to an intraday high of 1652.00/1655.00. This move quickly turned as equity markets retreated, the dollar rallied and oil tumbled. The selling was persistent as the session progressed, falling to an intraday low of 1614.00/1617.00. It traded lightly during the latter end of the day and finally closed at 1621.00/1624.00.

Technical Commentary

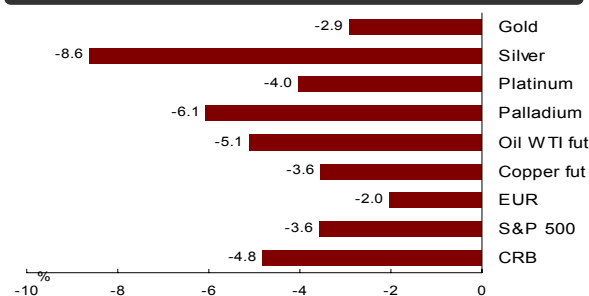
Gold took a fresh move lower today to current 1029. The measured move target is 1025 from our triple top confirmed on a break of 1044. Major price support is seen at 1021 from the early highs of Gold in September. We believe a break of 1020 could open up a drop back to 986. We are bearish Gold while the metal closes below 1044.

Silver is lower today to 16.20. This is the fourth day in a row that the metal has fallen off last Fridays high of 17.94. Support is seen initially at 15.94. We expect to see sellers now at 16.71. The Gold Silver ratio is making its third strong up day at current 63.59. We see next resistance at 65.16 the 50% retracement of the recent 71.91 to 58.41 down leg.

1-Day Commodity Moves

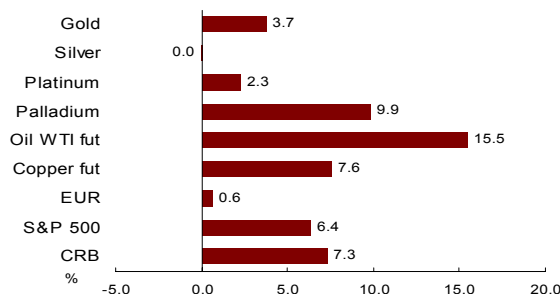


5-Day Commodity Moves



10/28/09 16:23 - Time above charts last updated - Source: Bloomberg

1 Month Commodity Moves



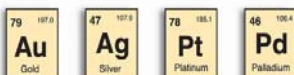
Gold, Silver, Platinum & Palladium

	Gold	Silver	Platinum	Palladium
Open	1032.00/1033.00	16.36/16.39	1,317	331
High	1039.75/1040.75	16.52/16.55	1,326	332
Low	1026.25/1027.25	16.14/16.17	1,301	315
Close / Last Mid*	1030.25/1031.25	16.21/16.24	1,308	317
London Fix AM	1,035.50	16.330	1,315	325.00
London Fix PM	1,031.75	NA	1,313	325.00
Handy Harman (Base)	1,031.75	15.300	1,313	325.00
Gold / Silver Ratio	63.2	NA	NA	NA
Open Interest	Gold OI		Silver OI	
COMEX	379,199		104,594	
CBOT	<u>4,356</u>		<u>1,706</u>	
Total	383,555		106,300	

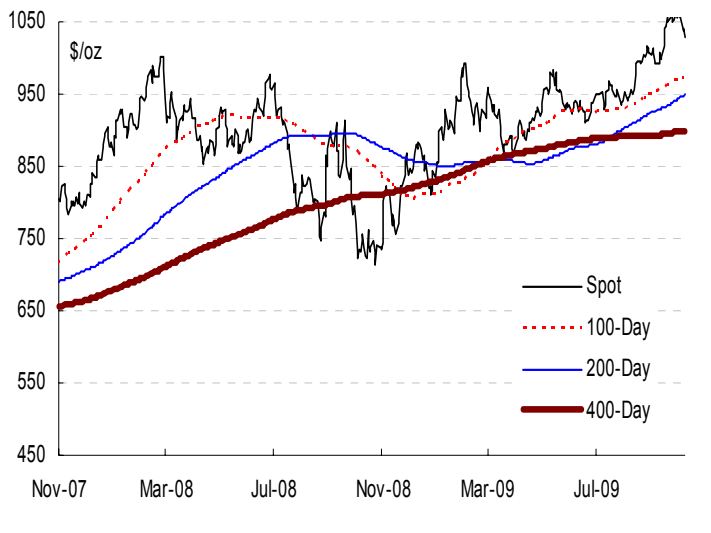
Technical Levels, etc.

	Gold	Silver	Platinum	Palladium
Pivot	1,032.67	16.499	1,316	321.97
Primary Support (Buy)	1,021.53	15.761	1,292	309.68
Primary Resistance (Sell)	1,038.63	16.883	1,331	329.28
HBOP	1,055.73	18.006	1,370	348.88
LBOP	1,004.43	14.638	1,253	290.08
Bollinger Band Upper	1,082.47	18.428	1,388	349.48
Bollinger Band Mid	1,044.90	17.304	1,334	322.44
Bollinger Band Lower	1,007.33	16.179	1,281	295.40
Relative Strength 14 Day	47	38	44	49

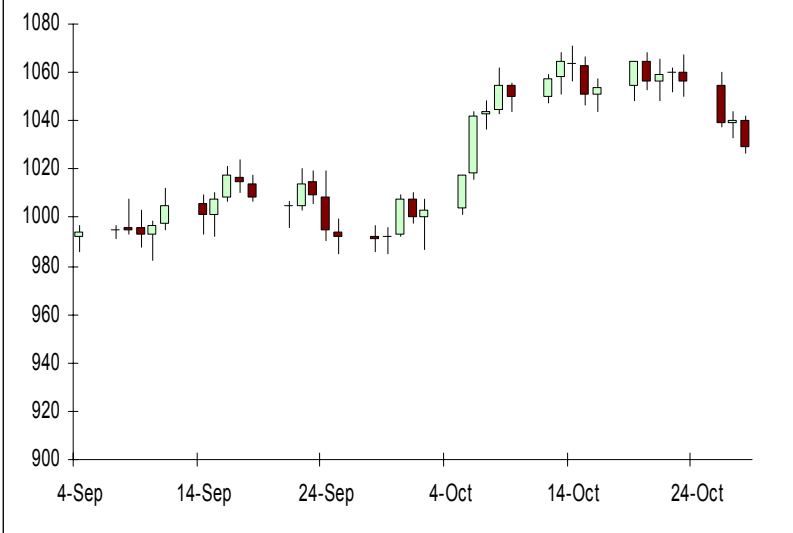
Close/last mid refers to the spot closing floor price in gold and silver, and spot's last mid price as provided by Bloomberg in platinum & palladium spot. All other data provided by Bloomberg. Actual market levels may have differed.



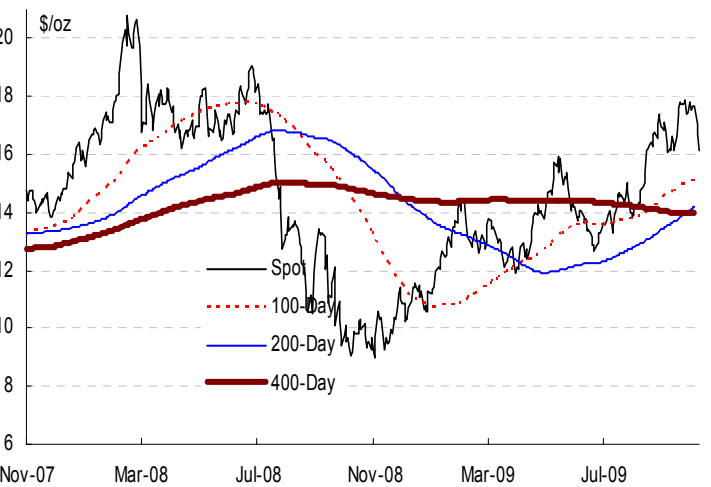
Gold: 2-Year Close with Moving Averages



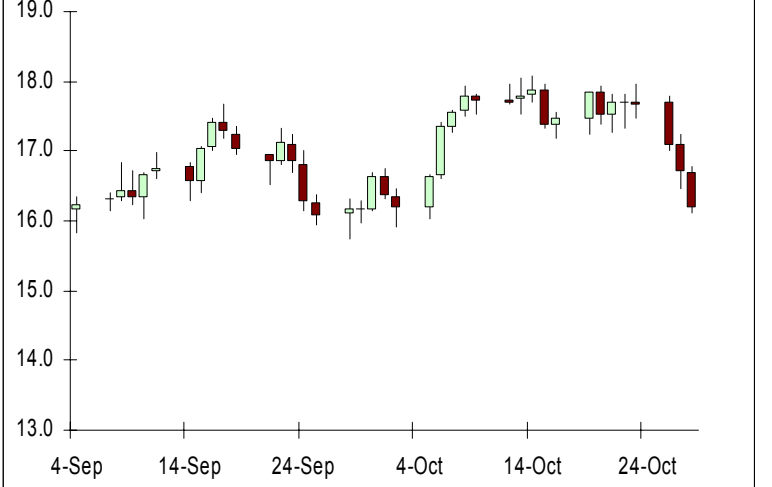
Gold: 2-Month Candlesticks



Silver: 2-Year Close with Moving Averages



Silver: 2-Month Candlesticks



Moving Averages

	Gold	Silver	Platinum	Palladium
5 Day MA	1,044.41	17.059	1,336	329.80
10 Day MA	1,050.43	17.314	1,345	331.13
20 Day MA	1,044.90	17.304	1,334	322.44
30 Day MA	1,030.73	17.081	1,325	313.54
60 Day MA	998.50	16.125	1,292	298.85
100 Day MA	973.89	15.176	1,250	279.33
200 Day MA	948.76	14.281	1,180	248.90
400 Day MA	891.44	14.177	-	-

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

FX Majors

CAD	1.0804
EUR	1.4693
GBP	1.6367
CHF	1.0278
AUD	0.8966
ZAR	7.8821
JPY	90.8300
as of:	10/28/2009 16:23

Markets

CRB	270.39
DJAIG	131.68
Crude (fut)	77.21
S&P 500	1,042.63
US 10 Yr	3.41
US 30 Yr	4.26
CDN 10 Yr	3.45
as of:	10/28/2009 16:23

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