

### Market Commentary

Gold opened at 1033.50/1034.50 in New York and slipped as the session got underway, reaching a low of 1031.75/1032.75. Personal consumption and GDP surpassed expectations causing equity markets to quickly rally and gold followed. Resistance was established near 1040.00, however more buying carried it above this level and continued to climb, peaking at 1047.75/1048.75. It traded lightly near its highs as the day unwound, closing at 1046.25/1047.25.

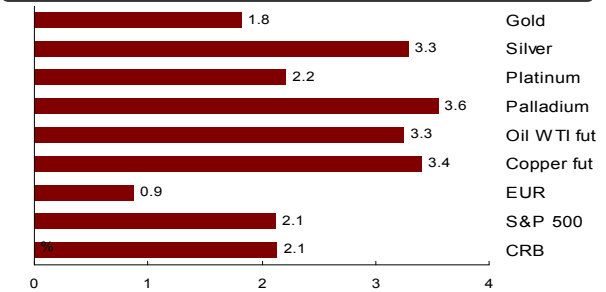
Silver opened at 1628.00/1631.00 in New York. It was well offered during the early morning, slipping to an intraday low of 1624.00/1627.00 before good buying flooded the market. Positive US economic data helped equity markets move higher along with stronger oil and copper prices contributed to silver climbing to a high of 1668.00/1671.00. It became range bound during the tail end of the day, finally settling at 1663.00/1666.00.

### Technical Commentary

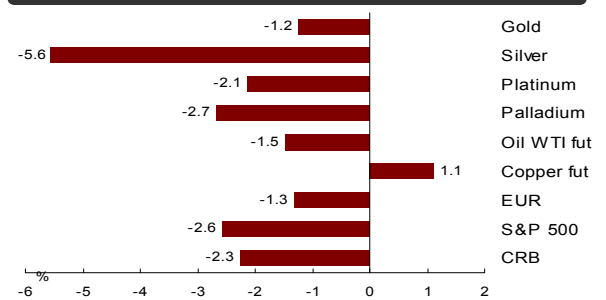
Gold has made a dramatic recovery today to current 1046. This is an impressive move considering the unit closed yesterday at 1028. The break back above 1044 has us shifting from bearish to neutral on the daily charts. We are back in the previous ranges with topside resistance at 1059 and 1067. Downside support levels are seen as 1044 and 1027.

Silver has rallied to 16.62 off yesterday's low of 16.13. Silver should find selling interest at 16.75 and 16.95. The four day drop in Silver was quite dramatic from 17.94 to 16.13. It will take a few days of consolidation before any strength is sustainable. The Gold Silver ratio retraced today from 63.55 to current 62.91. The ratio still looks like a buy with key downside support seen at 62.02.

### 1-Day Commodity Moves

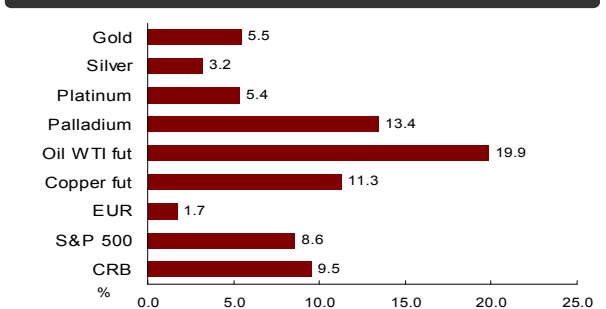


### 5-Day Commodity Moves



10/29/09 15:48 - Time above charts last updated - Source: Bloomberg

### 1 Month Commodity Moves



### Gold, Silver, Platinum & Palladium

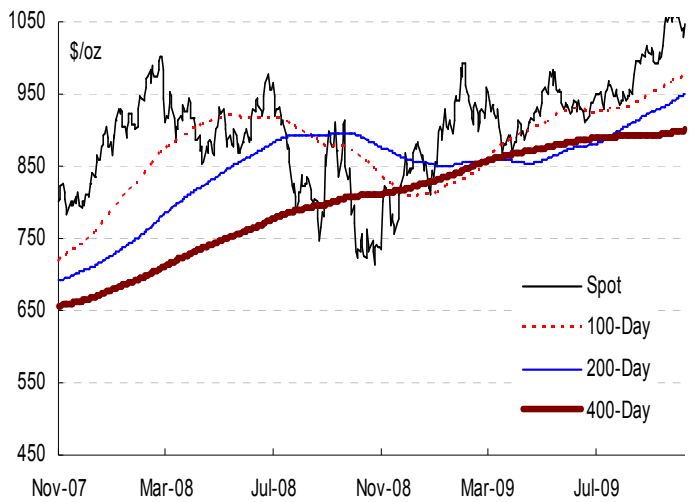
	Gold	Silver	Platinum	Palladium
Open	1033.50/1034.50	16.28/16.31	1,313	317
High	1047.75/1048.75	16.68/16.72	1,341	328
Low	1031.75/1032.75	16.24/16.27	1,305	315
Close / Last Mid*	1046.25/1047.25	16.63/16.66	1,338	327
London Fix AM	1,034.00	16.330	1,318	319.00
London Fix PM	1,040.50	NA	1,328	324.00
Handy Harman (Base)	1,031.75	15.300	1,313	325.00
Gold / Silver Ratio	63.7	NA	NA	NA
Open Interest	Gold OI		Silver OI	
COMEX	379,199		104,594	
CBOT	<u>4,305</u>		<u>1,741</u>	
Total	383,504		106,335	

### Technical Levels, etc.

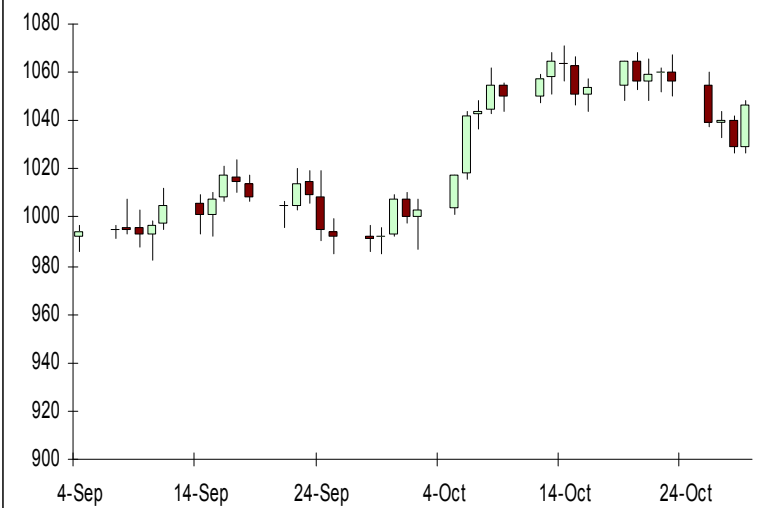
	Gold	Silver	Platinum	Palladium
Pivot	1,040.07	16.521	1,326	324.47
Primary Support (Buy)	1,032.23	16.264	1,312	317.43
Primary Resistance (Sell)	1,053.53	16.923	1,352	334.28
HBOP	1,074.83	17.581	1,392	351.13
LBOP	1,010.93	15.605	1,272	300.58
Bollinger Band Upper	1,078.45	18.401	1,384	347.30
Bollinger Band Mid	1,047.29	17.319	1,337	324.18
Bollinger Band Lower	1,016.13	16.237	1,290	301.05
Relative Strength 14 Day	56	46	53	57

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.

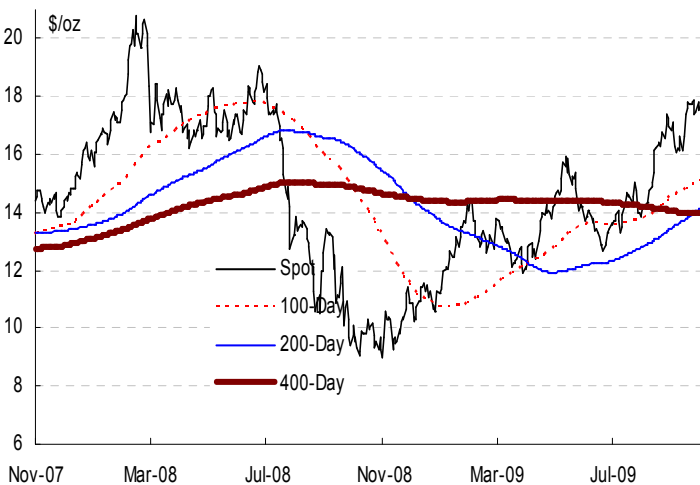
Gold: 2-Year Close with Moving Averages



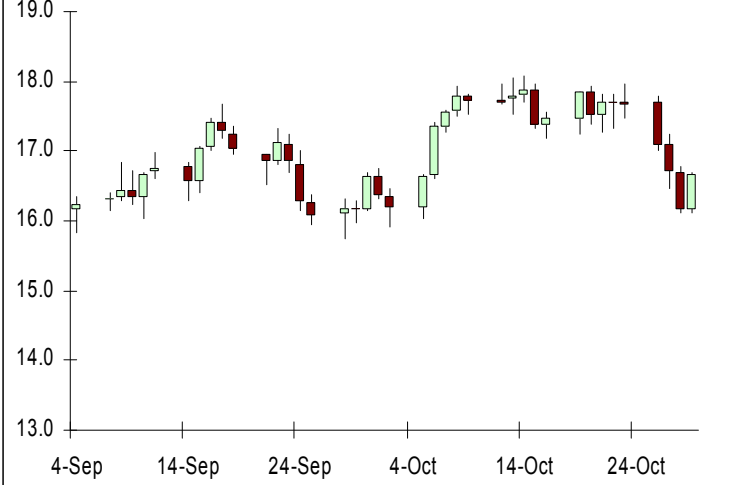
Gold: 2-Month Candlesticks



Silver: 2-Year Close with Moving Averages



Silver: 2-Month Candlesticks



Moving Averages

	Gold	Silver	Platinum	Palladium
5 Day MA	1,041.79	16.858	1,331	327.80
10 Day MA	1,050.11	17.244	1,344	331.20
20 Day MA	1,047.29	17.319	1,337	324.18
30 Day MA	1,031.85	17.060	1,325	314.29
60 Day MA	999.90	16.160	1,294	299.75
100 Day MA	974.82	15.188	1,251	280.03
200 Day MA	949.71	14.308	1,182	249.61
400 Day MA	891.48	14.171	-	-

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

FX Majors

CAD	1.0677
EUR	1.4828
GBP	1.6527
CHF	1.0188
AUD	0.9158
ZAR	7.7045
JPY	91.4800
as of:	10/29/2009 15:48

Markets

CRB	276.16
DJAIG	134.77
Crude (fut)	79.92
S&P 500	1,062.96
US 10 Yr	3.49
US 30 Yr	4.34
CDN 10 Yr	3.51
as of:	10/29/2009 15:48

This report has been prepared by ScotiaMocatta and is not intended for use by private individuals. The ScotiaMocatta trademark represents the precious metals business of The Bank of Nova Scotia. The Bank of Nova Scotia, a Canadian chartered bank, is incorporated in Canada with limited liability. Opinions, estimates and projections contained herein are subject to change without notice. The information and opinions contained herein have been compiled or arrived at from sources believed reliable but no representation or warranty, express or implied, is made as to their accuracy or completeness. Neither the Bank of Nova Scotia, its affiliates, employees or agents accepts any liability whatsoever for any loss arising from the use of this report or its contents. The Bank of Nova Scotia, its affiliates, employees or agents may hold a position in the products contained herein. This report is not a direct offer financial promotion, and is not to be construed as, an offer to sell or solicitation of an offer to buy any products whatsoever. The Bank of Nova Scotia is authorized and regulated by The Financial Services Authority.

