

Market Commentary

Gold opened at 1043.00/1044.00 in New York. The metal traded erratically within a range, spiking to a high of 1045.00/1046.00. Light profit taking dragged it lower as the session progressed. Investors dumped the metal for much of the day as equities tumbled and oil prices retreated, reaching an intraday low of 1034.50/1035.50. It recovered marginally but remained heavy, finally settling at 1039.50/1040.50.

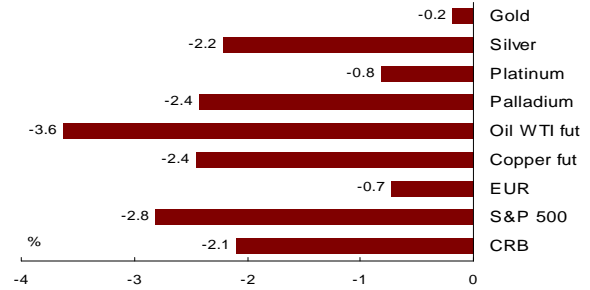
Silver opened 1653.00/1655.00 and retreated as the day started, finding support near 1641.00. However, it quickly turned bid, climbing to an intraday high of 1655.00/1658.00. Slumping equities, a rallying USD and weaker oil prices inspired good selling. The selling was ongoing as the trading day moved towards the close, slipping to a low of 1614.00/1617.00. It made back lost ground as the session unwound, closing at 1624.00/1627.00.

Technical Commentary

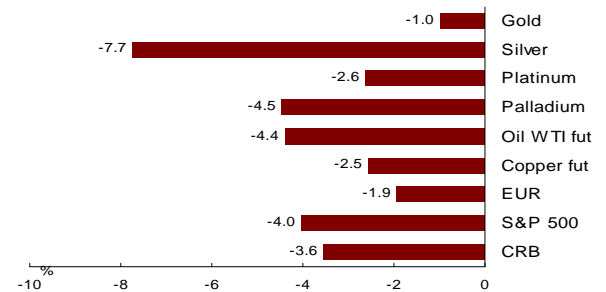
Gold on the weekly chart is closing as a down session at current 1041. This bearish candle follows our "Double Doji Inside Week" highlighted in last Fridays report. The lower week confirms a turn in our bull trend. Suggest Gold should move lower next week to initial target 1020. The 1020 is viewed as a major support. A breach of this level opens up a retracement to 986.

Silver is showing as a large down week at current 16.29. The price action is bearish with support not seen until 15.75. We believe significant liquidation will take place on a break of 15.75. The Gold Silver ratio has seen a major jump higher this week to 63.92 from last week's close of 59.79. Support is now at former highs 62.02 with next resistance at 65.16 (50% Fib of 71.91 to 58.41 down leg).

1-Day Commodity Moves

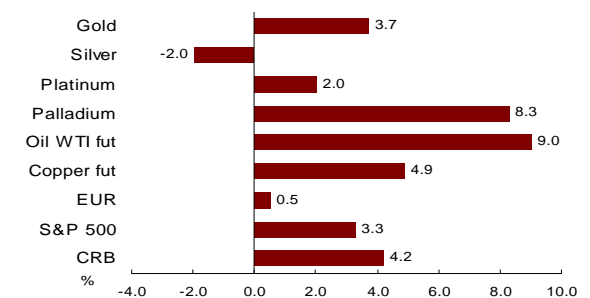


5-Day Commodity Moves



10/30/09 16:34 - Time above charts last updated - Source: Bloomberg

1 Month Commodity Moves



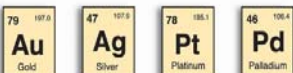
Gold, Silver, Platinum & Palladium

	Gold	Silver	Platinum	Palladium
Open	1043.00/1044.00	16.53/16.55	1,340	328
High	1045.00/1046.00	16.55/16.58	1,341	332
Low	1034.50/1035.50	16.14/16.17	1,314	320
Close / Last Mid*	1039.50/1040.50	16.24/16.27	1,325	321
London Fix AM	1,044.50	16.570	1,328	327.00
London Fix PM	1,040.00	NA	1,320	324.00
Handy Harman (Base)	1,040.00	15.260	1,320	324.00
Gold / Silver Ratio	62.8	NA	NA	NA
Open Interest	Gold OI		Silver OI	
COMEX	379,199		104,594	
CBOT	<u>4,321</u>		<u>1,664</u>	
Total	383,520		106,258	

Technical Levels, etc.

	Gold	Silver	Platinum	Palladium
Pivot	1,043.10	16.393	1,324	322.42
Primary Support (Buy)	1,037.30	16.047	1,307	313.08
Primary Resistance (Sell)	1,051.00	16.662	1,343	329.83
HBOP	1,064.70	17.277	1,379	346.58
LBOP	1,023.60	15.432	1,272	296.33
Bollinger Band Upper	1,073.04	18.377	1,379	344.92
Bollinger Band Mid	1,049.41	17.327	1,339	325.44
Bollinger Band Lower	1,025.78	16.276	1,300	305.95
Relative Strength 14 Day	55	42	49	51

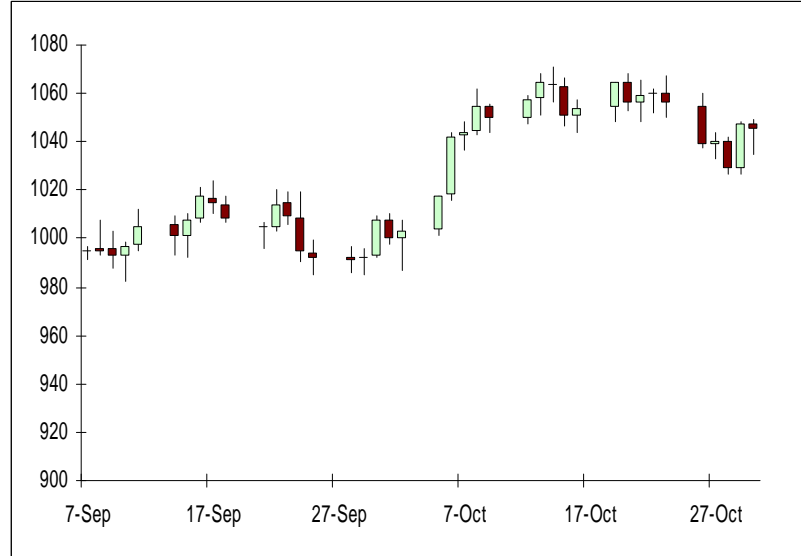
Close/last mid refers to the spot closing floor price in gold and silver, and spot's last mid price as provided by Bloomberg in platinum & palladium spot. All other data provided by Bloomberg. Actual market levels may have differed.



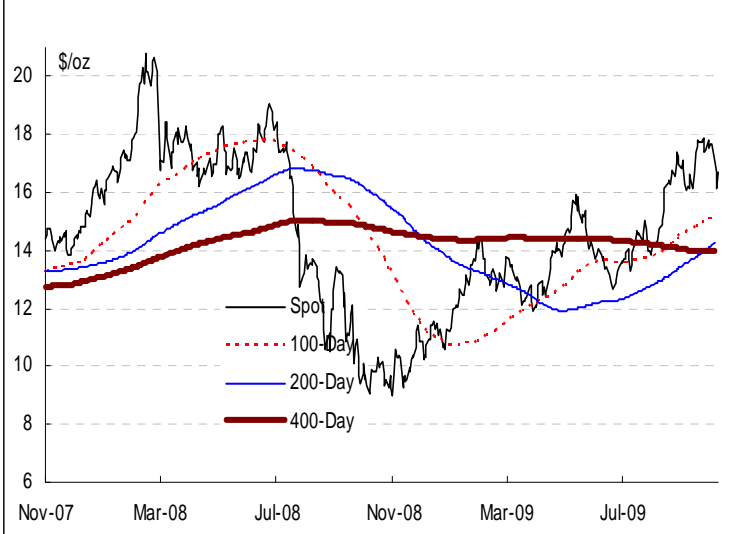
Gold: 2-Year Close with Moving Averages



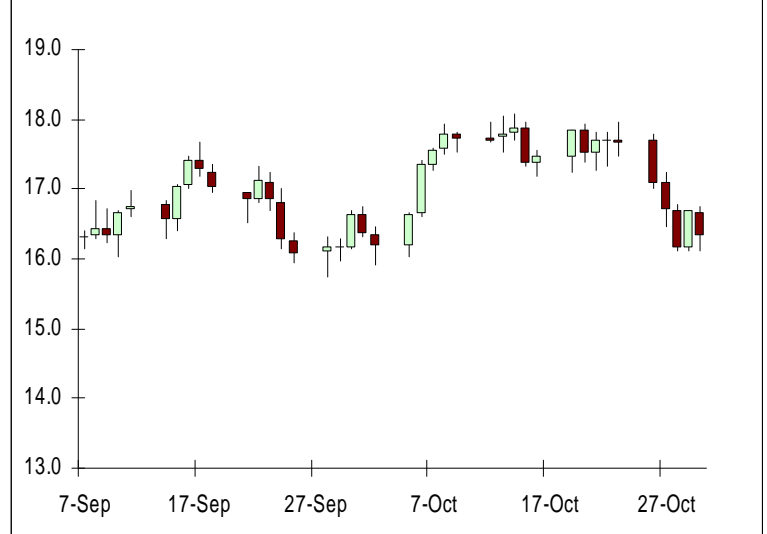
Gold: 2-Month Candlesticks



Silver: 2-Year Close with Moving Averages



Silver: 2-Month Candlesticks



Moving Averages

	Gold	Silver	Platinum	Palladium
5 Day MA	1,039.75	16.585	1,323	325.05
10 Day MA	1,049.27	17.129	1,341	330.48
20 Day MA	1,049.41	17.327	1,339	325.44
30 Day MA	1,033.10	17.038	1,325	314.97
60 Day MA	1,001.40	16.188	1,295	300.53
100 Day MA	975.88	15.203	1,251	280.71
200 Day MA	950.44	14.329	1,184	250.23
400 Day MA	891.48	14.171	-	-

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

FX Majors

CAD	1.0842
EUR	1.4716
GBP	1.6437
CHF	1.0259
AUD	0.8986
ZAR	7.8195
JPY	90.0400
as of:	10/30/2009 16:34

Markets

CRB	270.38
DJAIG	131.86
Crude (fut)	76.97
S&P 500	1,036.19
US 10 Yr	3.39
US 30 Yr	4.23
CDN 10 Yr	3.43
as of:	10/30/2009 16:34

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