

## ENERGY



RESISTANCE	
5	78.26
4	77.48
3	76.71
2	75.95
1	75.19
SUPPORT	
1	71.03
2	70.32
3	69.62
4	68.93
5	68.25

Crude Oil closed higher on Wednesday and above the 10-day moving average crossing signaling that a short-term low is in or is near. The high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI are bullish signalling that sideways to higher prices are possible near-term. Closes above the 20-day moving average crossing are needed to confirm that a short-term low has been posted.



RESISTANCE	
5	4.071
4	4.030
3	3.990
2	3.950
1	3.910
SUPPORT	
1	3.670
2	3.640
3	3.610
4	3.580
5	3.550

Natural Gas closed lower on Wednesday as it extends the trading range of the past four days. The low-range close sets the stage for a steady to lower opening on Thursday. Stochastics and the RSI are oversold but remain neutral to bearish signalling that sideways to lower prices are possible near-term. If it extends this year's decline, weekly support crossing is the next downside target. Closes above the 20-day moving average crossing would confirm that a short-term low has been posted.

## COFFEE



Coffee gapped closed higher on Wednesday as it consolidates above the 10-day moving average crossing. The mid-range close sets the stage for a steady opening on Thursday. Stochastics and the RSI are bullish signalling that sideways to higher prices are possible near-term. If it extends this rally, August's high crossing is the next upside target. Closes below last Wednesday's low crossing would confirm that a top has been posted.

**Market Commentary-Thursday 02 September 2010**

**FOREIGN EXCHANGE**



RESISTANCE	
5	1.2917
4	1.2893
3	1.2869
2	1.2845
1	1.2821
SUPPORT	
1	1.2773
2	1.2749
3	1.2725
4	1.2701
5	1.2677

EUR/USD closed higher due to short covering on Wednesday as it consolidates some of the decline off this month's high. The high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI are turning bullish signalling that a short-term low is in or is near. Closes above the 20-day moving average crossing would temper the bearish outlook. If September renews last month's decline, the reaction low crossing is the next downside target.



RESISTANCE	
5	85.68
4	85.44
3	85.20
2	84.96
1	84.72
SUPPORT	
1	84.24
2	84.00
3	83.76
4	83.52
5	83.28

USD/JPY closed higher on Wednesday and the high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI are diverging but are turning neutral to bearish signalling that sideways to lower prices are possible near-term. Closes above Monday's low crossing are needed to confirm that a short-term low has been posted.



RESISTANCE	
5	1.5540
4	1.5521
3	1.5502
2	1.5483
1	1.5464
SUPPORT	
1	1.5426
2	1.5407
3	1.5388
4	1.5369
5	1.5350

GBP/USD closed higher due to short covering on Wednesday and the high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI are oversold but remain neutral to bearish signalling that additional weakness is possible near-term. If it extends last month's decline, the reaction low crossing is the next downside target. Closes above the 20-day moving average crossing would temper the near-term bearish outlook.

The information set forth herein was obtained from sources which we believe to be reliable, but its accuracy cannot be guaranteed. It is not intended to be an offer, or the solicitation of any offer, to buy or sell the products or instruments referred herein. Any person placing reliance on this commentary to undertake trading does so entirely at their own risk.



RESISTANCE	
5	1.0295
4	1.0269
3	1.0243
2	1.0217
1	1.0191
SUPPORT	
1	1.0139
2	1.0113
3	1.0087
4	1.0061
5	1.0035

USD/CHF closed higher on Wednesday as it extends this summer's rally. Profit taking tempered early gains and the high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI remain neutral to bearish signaling that sideways to lower prices are possible near-term. If it extends this summer's decline, the 2009 low crossing is the next downside target. Closes above the 20-day moving average crossing would confirm that a short-term low has been posted.

**Market Commentary-Thursday 02 September 2010**

**BULLION**



RESISTANCE	
5	1267.60
4	1264.40
3	1261.20
2	1258.00
1	1254.80
SUPPORT	
1	1242.00
2	1238.90
3	1235.90
4	1232.90
5	1229.90

Gold closed lower on Wednesday due to profit taking but remains above the 75% retracement level of the June-July decline crossing. Stochastics and the RSI are overbought, diverging but are neutral to bullish signalling that sideways to higher prices are possible near-term. If it extends the rally off July's low, June's high crossing is the next upside target. Closes below the 20-day moving average crossing would confirm that a short-term top has been posted.



RESISTANCE	
5	21.70
4	21.10
3	20.50
2	20.00
1	19.50
SUPPORT	
1	19.10
2	18.70
3	18.30
4	17.90
5	17.50

Silver closed lower due to profit taking on Wednesday as it consolidates some of this week's rally. The mid-range close sets the stage for a steady opening on Thursday. Stochastics and the RSI remain bullish signalling that sideways to higher prices are possible near-term. If it extends this week's rally, June's high crossing is the next upside target.

**Market Commentary-Thursday 02 September 2010**

**U.S. STOCK MARKET INDICES**



RESISTANCE	
5	10757
4	10656
3	10554
2	10453
1	10351
SUPPORT	
1	10149
2	10047
3	9946
4	9844
5	9743



RESISTANCE	
5	1586
4	1485
3	1383
2	1282
1	1180
SUPPORT	
1	978
2	876
3	775
4	673
5	572



RESISTANCE	
5	1981
4	1949
3	1916
2	1884
1	1851
SUPPORT	
1	1787
2	1754
3	1722
4	1689
5	1657

DJI sharply higher on Wednesday and above the 10-day moving average crossing at 10,116 signaling that a short-term low is in or is near. The high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI are turning bullish signalling that additional strength is possible near-term. SPI sharply higher on Wednesday and above the 20-day moving average confirming that a low has been posted. The high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI are turning bullish signalling that additional strength is possible near-term. If it extends today's rally, the reaction high crossing is the next upside target. NDI closed sharply higher on Wednesday due to a better than expected manufacturing report. The high-range close sets the stage for a steady to higher opening on Thursday. Stochastics and the RSI are turning bullish signalling that additional strength is possible near-term.

The information set forth herein was obtained from sources which we believe to be reliable, but its accuracy cannot be guaranteed. It is not intended to be an offer, or the solicitation of any offer, to buy or sell the products or instruments referred herein. Any person placing reliance on this commentary to undertake trading does so entirely at their own risk.