

## Key Price Changes

Precious Metals	6-May-10	1d Chg	% Chg
Spot Gold	1208.58	33.30	2.83
Spot Silver	17.70	0.22	1.29
Spot Platinum	1651.50	4.00	0.24
Spot Palladium	505.00	0.50	0.10

Energies	6-May-10	1d Chg	% Chg
Crude Oil	77.11	-2.86	-3.58
Gasoline	215.63	-6.41	-2.89
Heating Oil	211.37	-7.08	-3.24
Natural Gas	3.93	-0.06	-1.55

Indices	6-May-10	1d Chg	% Chg
DJI	10520.32	-347.80	-3.20
S&P 500	1128.15	-37.75	-3.24
Nasdaq 100	2319.64	-82.65	-3.44
FTSE100	5260.99	-80.94	-1.52
DAX	5908.26	-50.19	-1.52
Nikkei225	10695.69	-361.71	-3.27
MSCI Singapore	337.22	-0.84	-0.25
Hang Seng	20133.41	-629.64	-3.03

Currencies	6-May-10	1d Chg	% Chg
EURUSD	1.2620	-0.0194	-1.51
GBPUSD	1.4833	-0.0269	-1.78
AUDUSD	0.8851	-0.0211	-2.33
USDJPY	90.58	-3.23	-3.44
EURJPY	114.32	-5.90	-4.91
GBPJPY	134.40	-7.27	-5.13
USDSGD	1.4031	0.0109	0.78

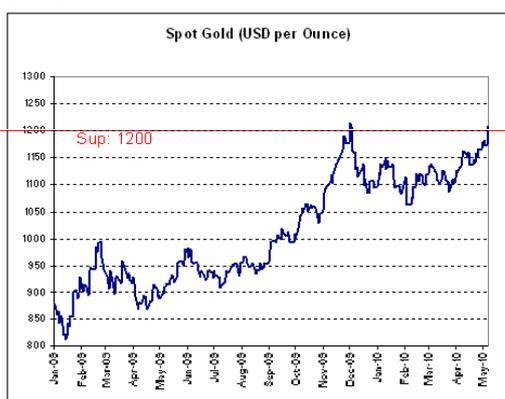
## Market Commentaries

**Key Notes:** Gold surged almost 3% yesterday to close above the \$1200 level. This was the biggest one day gain in more than a year. This was due to the slump in the equities as the Dow lost as much as 9.2% on an intra-day basis. Gold benefited from the flight to safety alongside the dollar as the dollar index rose above 85. Gold's close of \$1208 was close to the high of \$1210. This shows the strength of bulls as gold held on to gains even after losses in equities and oil were pared.

As expected, our bullish upside in gold materialized. Looking ahead, we foresee gold reaching the highs of \$1226 in Q4 2009 in the medium term. This is due to gold being seen as a currency alternative as investors lose faith in fiat currencies. Also, Britain's election is likely to result in a hung parliament, possibly exerting further downward pressure on the pound. Our near term support levels for gold is at \$1200 level. Should this level be breached, we will see a slight pull back and consolidation in prices before the upward trend continues.

### Market Summary

- Precious Metals:** Gold surged almost 3% yesterday. After trading higher through most of the day, gold prices rallied sharply at mid-afternoon, passing the \$1,200 mark for the first time since Dec. 4 as stocks plunged on what sources said was an erroneous trade at a Wall Street bank. Bullion holdings at the SPDR Gold Trust increased 19.78 metric tonnes. Precious metals such as silver managed small gains as well.
- Crude Oil:** Crude oil plunged traded near a six week low yesterday on concern that the European sovereign debt crisis will curb economic growth when U.S. oil demand has yet to recover. Oil has lost nearly 8% in the past three days, the steepest three-day decline since February.
- Currencies:** The euro tumbled the most since the collapse of global credit markets in 2008. ECB President Trichet was unable to ease investor concern that the Greek fiscal crisis will intensify. The Japanese yen rose against all 16 of its most-traded counterparts as Greece's debt crisis boosted demand for safer assets.
- Indices:** U.S. stocks tumbled the most in a year as waves of computerized trading exacerbated a sell-off triggered by Europe's debt crisis. NYSE Euronext's chief operating officer, Larry Leibowitz said that "computerized trades sent to electronic networks turned an orderly stock market decline into a rout". Both the Dow and the S&P 500 closed down more than 3%. The benchmark index for U.S. stock options soared the most intraday since February 2007.



### Key events/data to look out for:

- U.S.: Change in Nonfarm Payrolls**

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## Key Data

Date	Economic Releases		Survey	Prior	Actual
<b>U.S.</b>					
<b>Monday</b>					
05/03/2010 20:30	Personal Income	MAR	0.30%	0.00%	<b>0.3%</b>
05/03/2010 20:30	Personal Spending	MAR	0.60%	0.30%	<b>0.6%</b>
05/03/2010 20:30	PCE Deflator (YoY)	MAR	2.00%	1.80%	<b>2.0%</b>
05/03/2010 20:30	PCE Core (MoM)	MAR	0.00%	0.00%	<b>0.1%</b>
05/03/2010 20:30	PCE Core (YoY)	MAR	1.30%	1.30%	<b>1.3%</b>
05/03/2010 22:00	ISM Manufacturing	APR	60	59.6	<b>60.4</b>
05/03/2010 22:00	ISM Prices Paid	APR	75	75	<b>78</b>
05/03/2010 22:00	Construction Spending MoM	MAR	-0.30%	-1.30%	<b>0.2%</b>
<b>Tuesday</b>					
05/04/2010 05:00	Domestic Vehicle Sales	APR	8.80M	9.05M	<b>8.78M</b>
05/04/2010 05:00	Total Vehicle Sales	APR	11.40M	11.77M	<b>48.9K</b>
05/04/2010 22:00	Factory Orders	MAR	-0.10%	0.60%	<b>0.2%</b>
05/04/2010 22:00	Pending Home Sales MoM	MAR	4.00%	8.20%	<b>58.0</b>
<b>Wednesday</b>					
05/05/2010 20:15	ADP Employment Change	APR	28K	-23K	<b>32K</b>
05/05/2010 22:00	ISM Non-Manf. Composite	APR	56	55.4	<b>55.4</b>
<b>Thursday</b>					
05/06/2010 20:30	Nonfarm Productivity	1Q P	2.50%	6.90%	<b>3.6%</b>
05/06/2010 20:30	Initial Jobless Claims	1-May	440K	448K	<b>444K</b>
05/06/2010 22:30	ICSC Chain Store Sales YoY	APR	--	9.00%	<b>0.8%</b>
<b>Friday</b>					
05/07/2010 20:30	Unemployment Rate	APR	9.70%	9.70%	
05/07/2010 20:30	Change in Nonfarm Payrolls	APR	200K	162K	
05/07/2010 20:30	Change in Private Payrolls	APR	80K	123K	
05/07/2010 20:30	Change in Manufact. Payrolls	APR	15K	17K	
05/07/2010 20:30	Avg Hourly Earning MOM All Emp	APR	0.10%	-0.10%	
05/07/2010 20:30	Avg Weekly Hours All Employees	APR	34.1	34	
<b>U.K.</b>					
<b>Tuesday</b>					
05/04/2010 16:30	Net Consumer Credit	MAR	0.4B	0.5B	<b>0.3B</b>
05/04/2010 16:30	Mortgage Approvals	MAR	49.0K	47.1K	<b>48.9K</b>
05/04/2010 16:30	M4 Money Supply (MoM)	MAR F	--	0.10%	<b>0.2%</b>
05/04/2010 16:30	PMI Manufacturing	APR	57.5	57.2	<b>58.0</b>
<b>Wednesday</b>					
05-08 MAY	Halifax House Prices sa (MoM)	APR	0.50%	1.10%	
05/05/2010 16:30	PMI Construction	APR	53.2	53.1	<b>58.2</b>
<b>Thursday</b>					
05/06/2010 16:30	PMI Services	APR	57	56.5	<b>55.3</b>
05/06/2010 16:30	Official Reserves (Changes)	APR	--	\$80M	<b>561M</b>
<b>Friday</b>					
05/07/2010 16:30	PPI Input NSA (MoM)	APR	1.00%	3.60%	
05/07/2010 16:30	PPI Output n.s.a. (MoM)	APR	0.50%	0.90%	
<b>EuroZone</b>					
<b>Monday</b>					
05/03/2010 16:00	PMI Manufacturing	APR F	57.5	57.5	<b>57.6</b>
<b>Tuesday</b>					
05/04/2010 17:00	Euro-Zone PPI (MoM)	MAR	0.70%	0.10%	<b>0.6%</b>
<b>Wednesday</b>					
05/05/2010 16:00	PMI Services	APR F	55.5	55.5	<b>55.6</b>

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05/05/2010 16:00	PMI Composite	APR F	57.3	57.3	<b>57.3</b>
05/05/2010 17:00	Euro-Zone Retail Sales (MoM)	MAR	0.10%	-0.60%	<b>0.0%</b>
<b>Thursday</b>					
05/06/2010 19:45	ECB Announces Interest Rates	6-May	1.00%	1.00%	<b>1.00%</b>
<b>Germany</b>					
<b>Monday</b>					
05/03/2010 15:55	PMI Manufacturing	APR F	61.3	61.3	<b>61.5</b>
<b>Tuesday</b>					
05/04/2010 14:00	Retail Sales (MoM)	MAR	0.00%	-0.40%	<b>-2.4%</b>
<b>Wednesday</b>					
05/05/2010 15:55	PMI Services	APR F	55	55	<b>55.2</b>
<b>Thursday</b>					
05/06/2010 18:00	Factory Orders MoM (sa)	MAR	1.40%	0.00%	
<b>Friday</b>					
05/07/2010 18:00	Industrial Production MoM (sa)	MAR	1.50%	0.00%	
<b>Japan</b>					
<b>Thursday</b>					
05/06/2010 13:00	Vehicle Sales (YoY)	APR	--	37.20%	<b>33.5%</b>
<b>Friday</b>					
05/07/2010 07:50	Monetary Base (YoY)	APR	--	2.10%	

Source: Bloomberg/Phillip Futures

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## Key Events

Date	Events
<b>U.S.</b>	
<b>Tuesday</b>	
05/04/2010 09:00	Former Fed's Volcker Speaks on Economic Outlook in St. Louis
<b>Thursday</b>	
05/06/2010 21:10	Fed's Bullard to Speak on Economy in St. Louis
05/06/2010 21:30	Bernanke Speaks on Banking to Chicago Conference
05/06/2010 22:50	Fed's Parkinson Speaks at Banking Conference in Chicago
<b>Friday</b>	
05/07/2010 03:00	Fed's Evans Speaks on Economy to Media in Chicago
<b>Saturday</b>	
05/08/2010 00:30	Fed's Plosser Speaks on Economic Outlook in Delaware
05/08/2010 01:15	Former Fed Chair Greenspan at Chicago Fed Banking Conference
05/08/2010 21:30	Fed Chairman Bernanke Speaks at University of South Carolina
<b>EuroZone</b>	
<b>Tuesday</b>	
05/04/2010	European Commission Releases Spring Economic Forecasts
<b>Wednesday</b>	
05/05/2010 17:00	European Commission Releases Economic Forecasts
<b>Thursday</b>	
05/06/2010 19:45	ECB Announces Interest Rate Decision in Lisbon
05/06/2010 20:30	Trichet Speaks at ECB Monthly News Conference
<b>Friday</b>	
05/07/2010 17:30	ECB's Trichet Speaks at Conference in Lisbon
<b>U.K.</b>	
<b>Wednesday</b>	
05/05/2010 07:01	BRC April Shop Price Index
<b>Friday</b>	
05/07/2010 05:00	British General Election Takes Place
<b>Japan</b>	
<b>Friday</b>	
05/07/2010 16:00	Japan Auction for Enhanced-Liquidity

Source: Bloomberg/Phillip Futures

**7 May 2010**

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