

**February 2009 Comex Gold
as of pit session close 12:30 PM CST**

**December 16, 2008
12 hour chart**

It is nice seeing open interest rising as this market moves higher - new longs are coming in which is exactly what was needed - we may see further long liquidation as spurts of profit taking set in but it certainly appears that the wave after wave of continued forced selling due to redemption related issues and hedge fund deleveraging has come to an end.

By the way, the move up in gold is occurring against a backdrop of higher grains, corn in particular, which is trading above all of its major moving averages

There is psychological resistance near even number \$850; chart resistance comes in closer to \$857 - \$860

