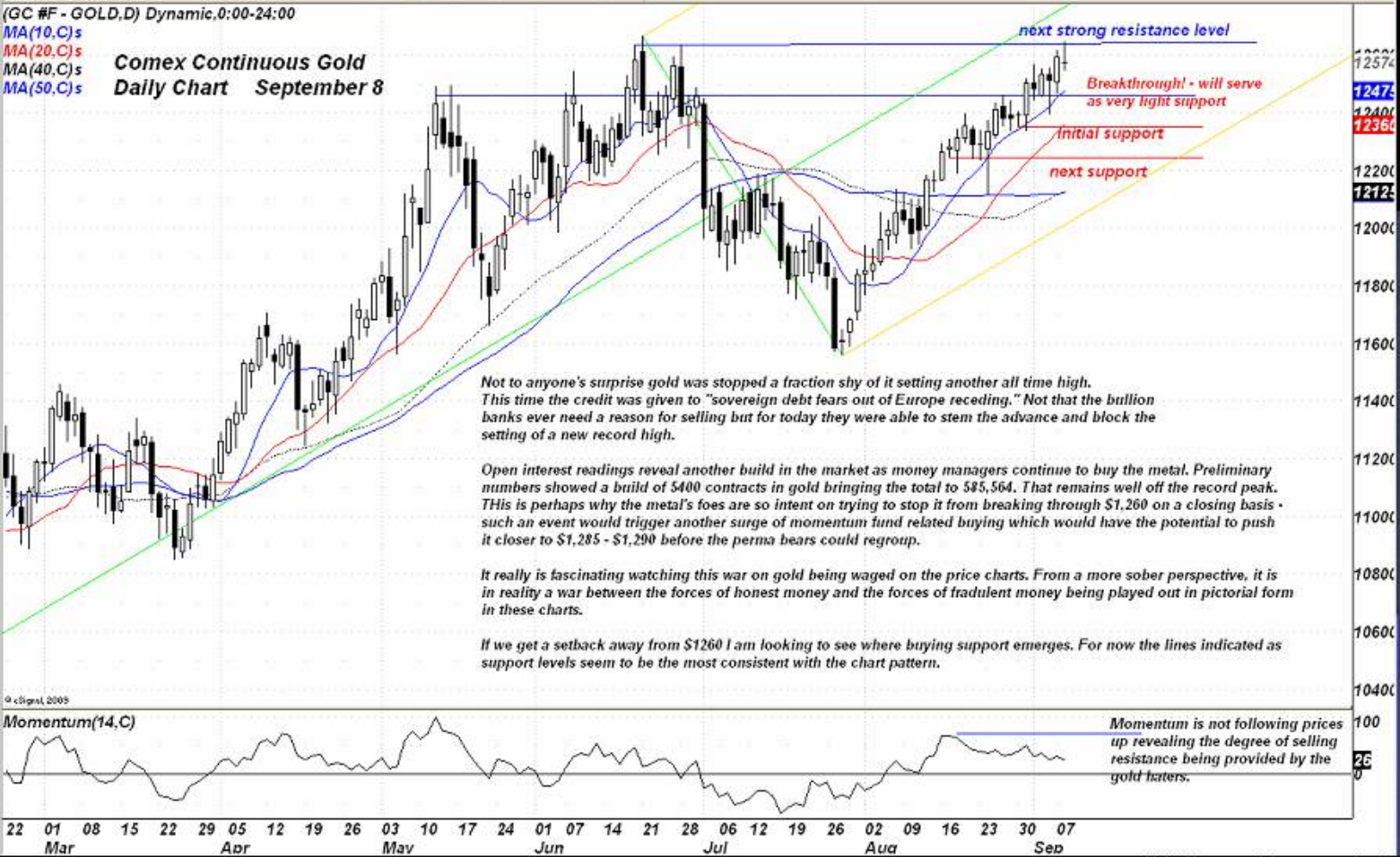


(GC #F - GOLD.D) Dynamic,0:00-24:00

MA(10.C)s
 MA(20.C)s
 MA(40.C)s
 MA(50.C)s
Comex Continuous Gold
Daily Chart September 8



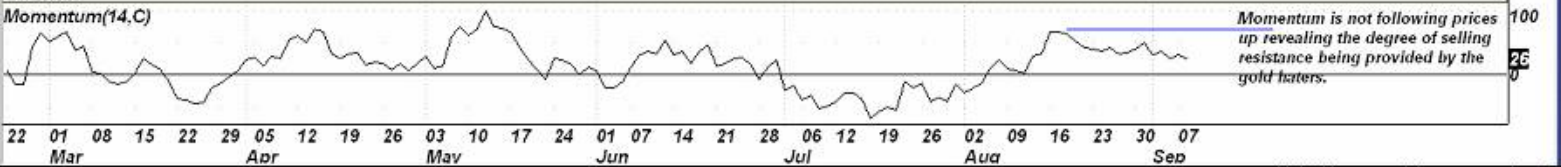
Not to anyone's surprise gold was stopped a fraction shy of it setting another all time high. This time the credit was given to "sovereign debt fears out of Europe receding." Not that the bullion banks ever need a reason for selling but for today they were able to stem the advance and block the setting of a new record high.

Open interest readings reveal another build in the market as money managers continue to buy the metal. Preliminary numbers showed a build of 5400 contracts in gold bringing the total to 585,564. That remains well off the record peak. This is perhaps why the metal's foes are so intent on trying to stop it from breaking through \$1,260 on a closing basis - such an event would trigger another surge of momentum fund related buying which would have the potential to push it closer to \$1,285 - \$1,290 before the perma bears could regroup.

It really is fascinating watching this war on gold being waged on the price charts. From a more sober perspective, it is in reality a war between the forces of honest money and the forces of fraudulent money being played out in pictorial form in these charts.

If we get a setback away from \$1260 I am looking to see where buying support emerges. For now the lines indicated as support levels seem to be the most consistent with the chart pattern.

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Momentum is not following prices up revealing the degree of selling resistance being provided by the gold haters.