

## MARKET REVIEW

May 31, 2009

### NA-Marketletter Prime

Many analysts have come out with the traditional "sell in May and go away" forecast; however, we believe this is not the time to quit on the market. Late May could bring a healthy correction but given that this time, the market has bottomed in March rather than in October (as it usually does), a correction might be a shallow event. Therefore, instead of subscribing to the "I told you so" attitude, investors should welcome any pullback as an opportunity to accumulate the "upside leadership" akin to the possibility of the "buy in May and don't go away".

*(excerpted from the Market Comment dated May 11, 2009)*

### NA-Marketletter Energy

It is important to remember that we are in a long-term cycle where the focus is on *hard assets* (Energy, Materials and Golds). Despite some setbacks (such as the recent one), the major trend for *real assets* is likely to continue for a long time.

*(excerpted from the Energy Comment dated May 14, 2009)*

### NA-Marketletter Gold & Metals

In fact, the recent market action suggests that the Gold sector has nearly completed its consolidation and is ready to start the next up-leg. Both the XAU and HUI indices found the way above their 50-day moving averages and then turned them up. Most importantly, Gold stock indices were able to rally above their flattening 200-day moving averages and toward their major resistance zones. A move above the 140-150 area for the XAU and 340-350 for the HUI would constitute a breakout and the start of a new up-leg toward higher targets.

*(excerpted from the Gold Comment dated May 13, 2009)*

## Stock Report

**Rubicon Minerals is breaking out from a multi-year base.**



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