



MKS PAMP
GROUP

Daily Asia Wrap - 10th October 2019



Range Asian Hours
(from Globex open)

	GOLD	SILVER	PLATINUM	PALLADIUM
OPEN	1505.00/40	17.72/75	892/95	1680/86
HIGH	1516.90/30	17.87/90	893/96	1682/88
LOW	1505.00/40	17.72/75	888/91	1675/81
LAST	1506.20/60	17.76/79	889/92	1677/83

MARKETS/MACRO

US equities were higher on reports that China is ready to accept a partial trade deal. The Dow added 181.97 points, or 0.70%, to 26,34.01, the S&P 500 rose 26.34 points, or 0.91%, to 2,919.40, while the Nasdaq gained 79.96 points, or 1.02%, to 7,903.74. Tech (+1.45%) and energy (+1.07%) led a broad advance in the markets. European equities were higher, the EuroSTOXX advanced 1.59 points, or 0.42%, to 380.30, the German DAX put on 124.06 points, or 1.04%, to 12,094.26, and the London FTSE 100 firmed 23.35 points, or 0.33%, to 7,166.50. In the currencies, the US dollar index wound up flat at 99.11 after a fairly choppy session, the EUR rose to 1.099, while USD/JPY traded up to 107.58. US treasury yields were higher, the 2 year yield added 3.2 bps to 1.452% while the 10 year yield rose 3.6 bps to 1.570%. Oil prices were higher, Brent gained 0.5% to \$58.29 while WTI rose 0.4% to \$52.60. Base metals were mostly lower, with nickel (-1.2%) the biggest loser. In US economic data, wholesale inventories rose 0.2% in August following a 0.2% increase in July. Job openings fell to 7.05 million in August from 7.17 million in July. In Asia today, as I write the Nikkei is at +0.24%, the Shanghai composite is at +0.46%, the Hang Seng is at +0.38%, and the ASX S&P 200 is at +0.01%. Tonight we have weekly jobless claims and CPI numbers out of the US.

PRECIOUS

Fairly dull session for the precious as the metals remain rangebound. Gold opened at \$1505 and traded

up to the session high \$1510 during Asian hours, with the onshore SGE premium around \$7. London were early sellers and the metal tested the \$1500 support during the AM session. Fairly quiet NY trading saw the market remain within the \$1505-10 range. The yellow metal finished the day flat at \$1505. Silver traded up to \$17.90 but gave back the early gains to close flat at \$17.70. PGMs were rangebound. There was some early action in Asia today as gold rose sharply to the high of \$1516.90 just after the open as the greenback dipped, though it appears there are still plenty of willing sellers above the \$1510 mark as the metal has given back the early gains. The SGE premium is around \$7-8 over loco London. The yellow metal is at \$1506.20 as I write. Silver also had a bounce up to a high of \$17.87, the grey metal is currently sitting at \$17.76. Have a good day ahead.

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