



MKS PAMP
GROUP

Daily Asia Wrap - 11th November 2020



Range Asian Hours
(from Globex open)

	GOLD	SILVER	PLATINUM	PALLADIUM
OPEN	1877.50/00	24.20/23	885/88	2464/79
HIGH	1883.25/75	24.42/45	892/95	2474/89
LOW	1874.50/00	24.14/17	883/86	2461/76
LAST	1881.30/80	24.38/42	889/92	2461/76

MARKETS/MACRO

A mixed session across stocks in the U.S. on Tuesday as the reallocation within portfolios continues following the Pfizer vaccine news on Monday. Outflows across the technology sector continued to drag the Nasdaq Composite lower, with the bourse falling -1.37% to 11,553.855 points as big names such as Amazon (-3.46%) and Facebook (-2.27%) traded heavily. The S&P 500 finished the session -0.14% lower to 3,545.53 points, while the Dow Jones Industrial Average jumped +0.90% to 29,420.92 points. Currency majors spent the session consolidating recent moves, seeing the DXY ease around -0.1% as the Euro largely held above 1.1800 and the Japanese Yen eased -0.06% as USD/JPY finished above 105.00. Treasury yields held toward recent highs as the two-year added 1bp to 0.182%, while the 10-year finished 3.2bps higher at 0.954%. A light session for data, with U.S. JOLTS job openings increasing to 6,436k from 6,352k previously, while the job opening rate and separations rate held at 4.3% and 3.3% respectively. U.K. jobs data showed the unemployment rate increased to 4.8% in the three months to September from 4.5% in the previous period, while redundancies in the three months to September

increased to a record high of 314k. Stocks across Europe posted gains on Tuesday on the back of vaccine led optimism. The pan-European Stoxx 600 added +0.90% to 384.42 points, the German Dax finished +0.51% higher at 13,163.11 points, while in London the FTSE 100 jumped +1.79% to 6,296.85 points.

PRECIOUS

A range-bound, however positive session across the precious complex in Asia today, as metals consolidated the recovery from Monday's declines. Gold continues to see buying interest on declines toward USD \$1,870, with price action buoyant above the key support level of USD \$1,850 tested during Monday's sharp move lower. The greenback opened on the back-foot to underpin the supportive environment, with the DXY index heavy underneath 93.00 to touch a 92.62 session low as the Euro consolidated above 1.1800. The yellow metal ran into offers toward USD \$1,890 on Tuesday, however looks to test the level again over the near-term, with key top-side targets sitting at the psychological USD \$1,900 figure and beyond this the USD \$1,920 pivot. Demand out of Shanghai increased modestly today as the on-shore discount tightened toward USD -\$20, while ETF flows have been mixed in recent sessions, seeing modest declines of 132k on Tuesday. We have however, noticed interest from longer-term holders on the move underneath USD \$1,900, perhaps indicating the inherent strength of the USD \$1,850 support level as fast money cleans positioning on the way down. Silver tested USD \$24 on Tuesday, however saw minimal extension underneath the level and has traded well bid throughout today's session, while platinum and palladium hold narrow ranges and sit underneath the key levels of USD \$900 and \$2,500 respectively.

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