



MKS PAMP
GROUP

Europe/US Market Update - 11th October 2019



Europe/US Markets (from Globex open)

10-Oct-19	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1508.20	1508.70	17.8200	17.8400	890.15	892.15	1678.50	1688.50
HIGH	1511.30	1511.80	17.8300	17.8500	902.95	904.95	1701.30	1711.30
LOW	1491.60	1492.10	17.4100	17.4300	881.85	883.85	1669.00	1679.00
CLOSE	1494.00	1494.50	17.5100	17.5300	898.45	900.45	1697.50	1707.50
EFP	4.60	5.10	0.0250	0.0450	3.75	5.75	(34.00)	(24.00)
Active Contract	GCZ9 Comdty		SI29 Comdty		PLFO Comdty		PAZ9 Comdty	

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MACRO

- US equities finished higher as investors react to US-China trade talks.
- The Dow rose 150.66 points to 26,496.67, the S&P 500 added 18.73 points to 2,938.13, while the Nasdaq gained 47.04 points to 7,950.78.
- Energy (+1.28%) and financials (+1.02%) led a near broad advance in the markets.
- The VIX gauge fell 5.74% to 17.57.
- In the currencies, GBP and the EUR were buoyed by the increased possibility of a Brexit deal.
- The US dollar index eased 0.42% to 98.69, the EUR traded up to 1.1032, while USD/JPY was up at 107.96.
- US treasury yields were higher, the 2 year yield firmed 8.1 bps to 1.530% while the 10 year yield added 8.4 bps to 1.656%.
- European shares were higher, the EuroSTOXX advanced 0.65%, the German DAX put on 0.58%, while the UK FTSE rose 0.28%.
- Oil prices were higher, Brent added 1.8% to \$59.28 while WTI gained 2.3% to \$53.70.
- Base metals were broadly higher, with zinc (+4.2%) leading the gains.

- In US economic data, the consumer price index was flat in September and remained at 1.7% year on year.
- Core inflation rose 0.1% in September and 2.4% over the last 12 months.
- Initial jobless claims fell 10k to 210k in the week ending October 5, continuing claims rose 29k to 1.68M.

PRECIOUS

- Softer session for the precious as trade optimism fuels a rise in US treasury yields.
- Gold rose sharply to the high of \$1516 just after the Asian open as the greenback dipped.
- The onshore SGE premium was around \$7-8.
- Still plenty of sellers above \$1510 and the retraced opening levels.
- The market was capped at \$1510 during the London AM session.
- NY were on the offer early as positive trade headlines sparked a rise in equities and bond yields.
- The yellow metal closed near the lows at \$1494.
- Silver finished in the red at \$17.49.
- Palladium was the standout, finishing at \$1698.
- The Philadelphia gold and silver index rose 0.72% to 92.13.

PRE-ASIA COMMENTS

- Gold flat in early Asian trading.
- Ahead today:
- US Import Price Index ex-fuels
- US Consumer Sentiment Index

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