



MKS PAMP
GROUP

Europe/US Market Update - 12th August 2020



Europe/US Markets (from Globex open)

11-Aug-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	2008.90	2009.50	28.5425	28.5625	977.00	979.00	2233.00	2263.00
HIGH	2010.70	2011.30	28.6050	28.6250	977.50	979.50	2233.50	2263.50
LOW	1901.60	1902.20	24.4700	24.4900	934.50	936.50	2105.50	2135.50
CLOSE	1913.70	1914.30	24.8900	24.9100	936.50	938.50	2117.00	2147.00
EFP	8.00	12.00	0.0100	0.0900	11.00	21.00	10.00	40.00
Active Contract	GCZ0 Comdty		SIU0 Comdty		PLV0 Comdty		PAU0 Comdty	

MACRO

- Stock in the U.S. finished lower amid late session weakness, with tech stocks weighing upon the broader market.
- The S&P 500 flirted with a fresh all-time high in early session trade following Russian vaccine headlines, however optimism waned throughout the session to snap a seven-day winning streak.
- The S&P 500 finished the session -0.80% lower at 3,333.69 points, the DJIA slipped -0.38% to 27,686.91 points, while the Nasdaq Composite sunk -1.69% to 10,782.824 points.
- The greenback found favour during U.S. hours to pare early session gains and finish +0.1% higher on the session, notably firmer relative to the safe-haven Japanese Yen (USD/JPY +0.54%).
- U.S. treasury yields firmed to see the two-year add 2bps to 0.15%, while the 10-year jumped nearly 7bps to 0.639%
- U.S. PPI outpaced expectations during July, increasing +0.6% MoM during July to mark the largest gain in 18-months. On an annualised basis PPI declined -0.4% YoY.
- Stocks in Europe ripped higher on Tuesday to see the Stoxx Europe 600 gain +1.68% to 370.76 points, the German Dax added +2.04% to 12,946.89 points and in London the FTSE 100

finished +1.71% higher to 6,154.34 points

PRECIOUS

- A heavy session across the precious complex on Tuesday, with notably silver plummeting -14% to test underneath USD \$25, while gold tanked -5.5% to test USD \$1,900.
- Higher 10-year yields and a firmer USD weighed upon price action, driving gold underneath USD \$2,000, while vaccine headlines put further downwards pressure on the metal.
- ETF's saw outflows for a third consecutive session, while the Shanghai discount collapsed to - \$100.
- Long averages see most participants remain sticky for the moment, however should price action breakdown through USD \$1,850 - \$1,800 they may begin to be tested
- Silver failed again to make headway toward USD \$30 and was sold heavily across the session, with declines accelerating in New York to print a USD \$24.50 low.

PRE-ASIA COMMENTS

- Metals remain heavy in early trade as gold tests below USD \$1,900.
- Ahead today:
- U.K. industrial / manufacturing production
- U.K. GDP
- Eurozone industrial production
- U.S. CPI
- U.S. monthly budget statement

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