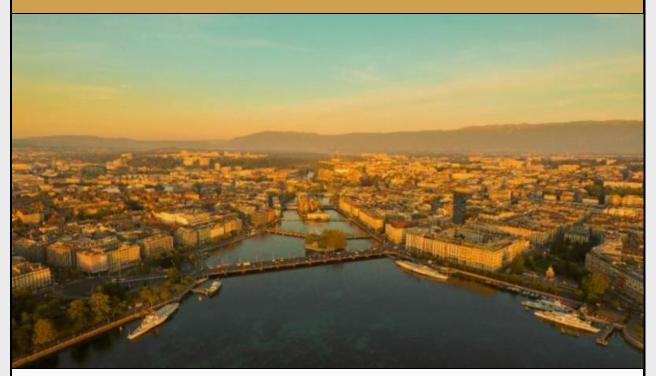


## **Europe/US Market Update - 14th May 2020**



Europe/US Markets (from Globex open)

13-May-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1704.60	1705.60	15.5125	15.5325	768.50	770.50	1863.50	1893.50
HIGH	1717.50	1718.50	15.6500	15.6700	770.50	772.50	1866.00	1896.00
LOW	1700.30	1701.30	15.3350	15.3550	759.00	761.00	1780.00	1810.00
CLOSE	1714.40	1715.40	15.5325	15.5525	762.00	764.00	1826.50	1856.50
EFP	2.00	6.00	0.1600	0.2100	7.00	12.00	-55.00	-5.00
Active Contract	GCM0 Comdty		SINO Comdty		PLN0 Comdty		PAM0 Comdty	

## **MACRO**

- The US Fed poured cold water on the idea of negative rates.
- US equities were hammered overnight with the major index falling around 2%.
- The Dow fell 517 points, the S&P500 eased 50 points whilst the Nasdaq lost 140 points.
- European shares were also weaker. The Euro STOXX index eased 2.6%, the German Dax declined 2.6% whilst the UK FTSE dropped 1.5%.
- The VIX gauge advanced 6.8% to 35.
- The DXY index was slightly softer on the day, closing at 99.88.
- US treasury yields were mixed. The 2 year yield rose 0.2 bps to 0.161% whilst the 10 year yield declined 1.1 bps to 0.653%.
- Oil prices were firmer. WTI gained 0.5% to \$25.63 whilst Brent advanced 0.2% to \$29.45.
- Base metals were mixed. Aluminium rose 0.2% whilst zinc declined 1.5%.
- The CRB index fell 1.6% to 120.63.
- No major economic releases overnight.

## **PRECIOUS**

• A firm night for the precious with gold edging up towards 1720.

- Asia trade was lifeless with XAU oscillating within a \$5 range 1700-1705.
- Some demand in Europe saw the yellow metal propel higher up to the days highs.
- After touching 1717.50, gold gapped lower down to 1703 before recovering back above 1710.
- For the remainder of the session the market between 1710-175 before a late run higher to finish on the days highs.
- Silver traded within a 30 cent range, closing towards the highs.
- The PGM's were lackluster with platinum trading sideways whilst palladium had a little more life having a \$50 range, closing the session at 1840.
- The Philadelphia gold and silver index was up 0.2% at 117.98

## **PRE-ASIA COMMENTS**

- Gold quiet in early trade.
- Asian equities open lower following Wall Street's weak session.
- Ahead today: Australia unemployment; German inflation rate; US initial jobless claims

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