



MKS PAMP
GROUP

Europe/US Market Update - 16th October 2020



Europe/US Markets (from Globex open)

15-Oct-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1898.80	1899.40	24.1600	24.1800	863.00	865.00	2362.00	2392.00
HIGH	1907.20	1907.80	24.2400	24.2600	869.50	871.50	2368.50	2398.50
LOW	1890.20	1890.80	23.5650	23.5850	842.50	844.50	2341.00	2371.00
CLOSE	1905.60	1906.20	24.2050	24.2250	865.50	867.50	2352.50	2382.50
EFP	2.00	6.00	0.0700	0.1500	-11.00	-1.00	-14.00	16.00
Active Contract	GCZ0 Comdty		SIZ0 Comdty		PLV0 Comdty		PAZ0 Comdty	

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MACRO

- Equities were lower on the day Thursday as COVID-19 restrictions in Europe broadened and the chance of stimulus fades.
- The Dow lost -0.07% to 28,494.20, the S&P 500 fell -0.15% to 3,483.34, while the Nasdaq shed -0.47% to 11,713.87.
- In Europe the losses were more pronounced, the FTSE100 losing -1.73% to 5,832.52, the DAX plunged -2.49% to 12,703.75, the CAC40 declined -2.11% to 4,837.42 and the Euro Stoxx 600 fell -2.08% to 632.91.
- The US dollar index rose +0.37% to 93.78, the EUR traded down to 1.1705, while USD/JPY was up to 105.45.
- US treasury yields were flat, the 2 year yield was unchanged at 0.139% while the 10 year yield gained 1 bps to 0.734%.
- Oil prices were lower, WTI crude sliding -0.9% to \$40.68/bbl.
- US initial jobless claims spiked to 898,000 (825k expected, 845k prior).
- US existing home sales rose +0.9% (+6.2% prior).

- Philly Fed business outlook rose to +32.3 (+14.8 expected, +15.0 prior).

PRECIOUS

- Gold gradually fell throughout the Asia session yesterday, moving back through \$1900 and trading as low as \$1892.
- The metal tried back through the \$1900 level a number of times during the London session, but macro selling capped any marked advance through there.
- NY were early buyers and squeezed the market back through \$1900, with continued buying into the close assisting the metal to the daily high just before the close.
- Silver was hit during Asia, but managed to hold onto the \$24 handle. During the London/NY hours it was sold through that level and quickly fell to the daily lows. Bargain hunting late in the NY session saw the silver rebound strongly however and trade back to yesterdays opening levels (\$24.25).
- PGMs were largely rangebound on the day, slipping in early NY, but recovering the gains late in the session.

PRE-ASIA COMMENTS

- Gold holding steady in early Asian trading.
- Ahead today:
- EU CPI
- Canadian Manufacturing Sales
- US Retail Sales
- US Industrial Production
- US Monthly Budget Statement
- US University of Michigan Sentiment

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