



MKS PAMP
GROUP

Europe/US Market Update - 25th June 2020



Europe/US Markets (from Globex open)

24-Jun-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1770.10	1771.10	17.8775	17.8975	830.00	832.00	1933.50	1963.50
HIGH	1779.00	1780.00	17.9850	18.0050	832.50	834.50	1958.00	1988.00
LOW	1761.20	1762.20	17.3800	17.4000	798.50	800.50	1866.50	1896.50
CLOSE	1763.80	1764.80	17.5050	17.5250	804.00	806.00	1887.00	1917.00
EFP	9.00	13.00	0.0500	0.1300	-10.00	0.00	-22.00	18.00
Active Contract	GCQ0 Comdty		SIN0 Comdty		PLN0 Comdty		PAU0 Comdty	

MACRO

- Risk off tone in markets overnight, as COVID-19 infections continue to accelerate.
- The US is considering increased tariffs on EU/UK goods.
- US equities were hammered. The Dow sank 710 points, the S&P500 fell 81 points whilst the Nasdaq retreated 222 points.
- European shares were also much weaker. The Euro STOXX lost 3.1%, the German Dax declined 3.4% whilst the UK FTSE dropped 3.1%.
- The VIX gauge surged 7.99% to 34.00.
- The DXY index was firmer, rising 0.55% to 97.20.
- US treasury yields were lower. The 2 year yield lost 0.6 bps to 0.184% whilst the 10 year yield declined 3.6 bps to 0.677%.
- Oil prices were considerably softer. WTI fell 5.4% to \$38.01 whilst Brent lost 5.3% to \$40.27.
- Base metals were weaker with nickel leading the laggards, down 1.4%.
- The CRB index declined 2.4% to 135.24.

- A rise in French and German business confidence failed to lift market sentiment

PRECIOUS

- A soft session for the precious with gold falling about \$15.
- Asia were light buyers squeezing the yellow metal up to 1774.
- London trade was bid, with XAU trading one way up to the days highs of 1779.
- NY were happy to sell into the strength and market came crashing back lower testing 1760 which is where the market closed.
- Silver also capitulated after testing 18 yet again. The grey metal collapsed sub 17.50, triggering stops to a low of 17.40 before staging a dead cat bounce into the close.
- The PGM's weren't immune to the carnage with platinum testing 800 yet again whilst palladium traded sub 1900.
- The Philadelphia gold and silver index lost 2.15% to 121.06.

PRE-ASIA COMMENTS

- Gold tests sub 1760 in early trade.
- Asian equities open lower following Wall Street's lead.
- Ahead today: German consumer confidence; ECB monetary policy meeting accounts; US durable goods; US GDP growth rate

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