



MKS PAMP  
GROUP

## Europe/US Market Update - 29th August 2019



### Europe/US Markets (from Globex open)

28-Aug-19	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
<b>OPEN</b>	1539.00	1539.50	18.2475	18.2675	871.00	874.00	1480.50	1483.50
<b>HIGH</b>	1546.90	1547.40	18.5125	18.5325	909.00	912.00	1482.50	1485.50
<b>LOW</b>	1533.90	1534.40	18.1775	18.1975	869.00	872.00	1462.00	1465.00
<b>CLOSE</b>	1539.20	1539.70	18.3500	18.3700	900.00	903.00	1474.50	1477.50
<b>EFP</b>	9.50	9.60	-0.0350	-0.0250	2.00	3.00	-13.00	-5.00
<b>LBMA Prices</b>	AM	PM	18.365		AM	PM	AM	PM
	1541.75	1537.15			868.00	876.00	1478.00	1463.00
<b>Active Contract</b>	GCZ9 Comdty		SIU9 Comdty		PLV9 Comdty		PAU9 Comdty	

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#### MACRO

- Equity markets in the U.S. turned higher on Wednesday amid below average volumes as we head toward the U.S. Labor Day long weekend.
- An absence of headlines to drive price direction saw stocks largely underpinned by firmer energy prices after crude prices firmed.
- The DJIA finished the session +1.00% higher at 26,036.10 points, The S&P 500 added +0.65% to 2,887.94 points and the Nasdaq Composite ended +0.38% higher at 7,856.883 points.
- European markets finished generally lower on Wednesday on heightened concerns over a 'no-deal' brexit following approval of a planned suspension of U.K. parliament by Prime Minister Boris Johnson.
- The Stoxx Europe 600 ended trade down -0.20% lower at 372.86 points, the German Dax declined -0.25% to 11,701.02 points, while in the U.K. a softer pound helped the FTSE 100 finish +0.35% higher to 7,114.71 points.

- Currency majors saw mixed price action against the greenback overnight (DXY +0.21%). The dollar made notable gains against both the Japanese Yen (USD/JPY +0.25%) and the British pound (GBP/USD -0.65%)
- Yields in the U.S. remained under pressure on Wednesday to see the two-year down 2.4bps at 1.498%, while the 10-year declined 1bp to 1.466%
- MBA Mortgage applications in the U.S. dropped -6.2% during the week ended August 23.

## PRECIOUS

- Gold saw mixed price action on Wednesday, testing and holding support around USD \$1,530 on multiple occasions, while also spending time above USD \$1,545.
- Offers out of Shanghai initially took the metal away from a test of USD \$1,545, with declines accelerating through USD \$1,540 to print a USD \$1,531.90 low before supportive price action restricted further declines.
- The metal found favour in Europe to move briefly through USD \$1,545, extending to a session high of USD \$1,546.90 before offers capped further top-side gains.
- Price action in New York saw the metal move sharply lower once again on fast money selling, testing the broad down-side support around USD \$1,530 - \$1,535.
- A mild bid skew during the New York afternoon saw the metal finish around USD \$1,539, needing to retake USD \$1,545 to continue to recent upwards move.
- Silver remained firm on Wednesday, building upon the previous session move through USD \$18.
- The grey metal saw an initial move lower as Shanghai opened, testing briefly underneath USD \$18.10. The weakness was however short-lived, as the metal found favour in Europe to move above USD \$18.50.
- Late session declines wiped away some of the European gains, however the metal was able to finish over +1% higher at USD \$18.35.
- The main mover on Wednesday was platinum, with the metal emerging from a prolonged slumber to add nearly +4% on a move through USD \$900. There looked to be little reason for the move higher, rather just a catch-up play following the recent gains across the remainder of the precious.

## PRE-ASIA COMMENTS

- Both gold and silver have remained supported during early Asian trade today, extending above the respective previous closing levels.
- Platinum has been subject to early session profit taking to move underneath USD \$900, however has managed to recapture the figure.
- Data releases today include; German employment, German CPI, U.S. GDP, U.S. wholesale inventories, U.S. initial jobless claims and U.S. pending home sales.

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