



MKS PAMP  
GROUP

## Europe/US Market Update - 29th July 2020



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

28-Jul-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1940.00	1940.60	24.5075	24.5275	932.00	934.00	2276.50	2306.50
HIGH	1957.50	1958.10	24.7350	24.7550	955.50	957.50	2309.00	2339.00
LOW	1907.50	1908.10	22.3200	22.3400	911.00	913.00	2257.50	2287.50
CLOSE	1957.20	1957.80	24.3950	24.4150	952.50	954.50	2282.50	2312.50
EFP	-7.00	-3.00	0.0500	0.1300	31.00	41.00	60.00	90.00
Active Contract	GCQ0 Comdty		SIU0 Comdty		PLV0 Comdty		PAU0 Comdty	

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#### MACRO U.S.

- U.S. stocks posted declines on Tuesday on the back of mixed data results as investors monitored discussions on a second coronavirus aid package.
- The DJIA ended the session -0.77% lower at 26,379.28 points, the S&P 500 declined -0.65% to 3,218.44 points, while the Nasdaq Composite sunk -1.27% to 10,402.094 points.
- The VIX gauge added +2.83% to 25.44
- The greenback finished the session modestly firmer to halt the recent declines (DXY +0.12%), as the Euro appreciation paused and consolidated above 1.17, while the Japanese Yen saw inflows to test underneath 105.00 relative to the dollar (USD/JPY -0.31%).
- U.S. treasury yields softened on the back of a move into safety as the FOMC meeting kicks off, seeing the two-year 1.2bps lower to 0.138%, while the 10-year sunk 4bps to 0.575%
- European stocks were generally firmer on Tuesday to see the Stoxx Europe add +0.42% to 367.68 points, the German Dax eased just -0.03% to 12,835.28 points, while in London the FTSE 100 added +0.40% to 6,129.26 points
- Consumer confidence in the U.S. declined during July, falling to 92.6 from 98.3 previously.

## PRECIOUS

- A wild session across the precious complex on Tuesday, as gold spanned a USD \$70 range amid whippy price action.
- The yellow metal saw a strong bid in early Asia, trading above USD \$1,980 in early Chinese trade to print a fresh all-time high
- The bid tone ran out of steam however during the afternoon, as bullion sharply pared gains to test back toward support around USD \$1,930
- European names opened on the offer to see gold test USD \$1,900 as resting bids restricted any further declines.
- It was a steady appreciation for the remainder of the session, pivoting above USD \$1,950 to finish the session +1% higher.
- Silver saw an astounding USD \$3.90 range on the session, with price action mirroring that of gold.
- It was one-way traffic early in the session as gold extended to a USD \$26.20 session high in Asia.
- The grey metal then fell off a cliff, in free fall to USD \$24 to settle around the figure during the Asian afternoon, before taking another leg lower in early Europe to a USD \$22.32 low.
- Bargain hunters saw the metal back toward USD \$24 heading into European trade, while further interest supported to USD \$24.50 into the close to finish flat on the session.

## PRE-ASIA COMMENTS

- Gold mixed in early trade, buoyant above USD \$1,950, while silver holds USD \$24.00
- Ahead today:
- U.S. FOMC
- U.S. MBA mortgage applications
- U.S. wholesale inventories
- U.S. pending home sales

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