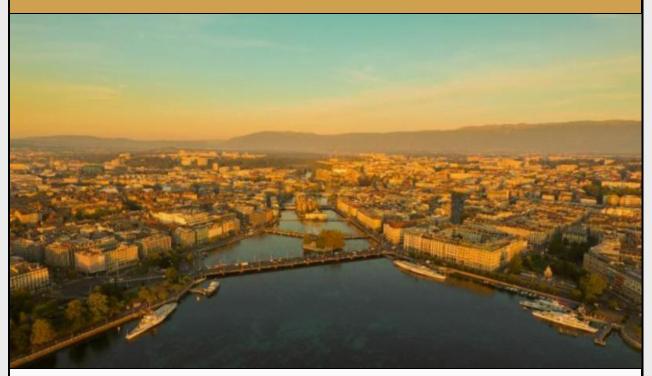


Europe/US Market Update - 31st July 2020



Europe/US Markets (from Globex open)

30-Jul-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1958.40	1959.00	23.8125	23.8325	925.00	927.00	2145.00	2175.00
HIGH	1961.80	1962.40	23.8650	23.8850	929.00	931.00	2153.50	2183.50
LOW	1939.90	1940.50	22.9250	22.9450	885.00	887.00	2028.00	2058.00
CLOSE	1954.80	1955.40	23.3300	23.3500	903.00	905.00	2088.50	2118.50
EFP	-11.00	-7.00	0.0300	0.1100	8.00	18.00	30.00	60.00
ctive Contract	GCQ0 Comdty		SIU0 Comdty		PLV0 Comdty		PAU0 Comdty	

MACRO

- US 10 year treasury yields fall to the lowest level since March's all time low.
- Soft US data puts pressure on equities.
- The Dow Jones fell 225 points, the S&P500 eased 12 points whilst the Nasdaq posted a gain of 45 points.
- European shares were also weaker. The Euro STOXX sank 2.8%, the German Dax dropped 3.5% whilst the UK FTSE lost 2.3%.
- The VIX gauge rose 2.7% to 25.00
- As noted above US treasury yields were weak. The 2 year yield fell 0.8 bps to 0.119% whilst the 10 year yield retreated 2.8 bps to 0.543%.
- Oil prices were soft. WTI fell 2.1% to \$40.33 whilst Brent declined 0.6% to \$43.39.
- Base metals were lower across the board with nickel the hardest hit, down 1.1%.
- The CRB index eased 1.1% to 142.80.
- US GDP fell a record 32.9%.
- US initial jobless claims rose to 1.434m.

- German GDP fell 10.1% in Q2 q/q
- Euro area June unemployment rose to 7.8%

PRECIOUS

- A soft day for the precious following the whipsaw action after the Fed.
- Asia were sellers from the opening bell pressuring gold about \$20 lower trading sub 1950.
- Europe had two way interest with XAU oscillating between 1945-1955 for the most part.
- NY sold the yellow metal to days low around 1940 despite the soft GDP number.
- Short covering and bargain hunters were happy to buy into the weakness squeezing the market back up above 1950.
- Silver yet again traded in a wide range with extreme volatility.
- Europe came in aggressively on the offer pressuring the grey metal sub 24 and it was one way traffic down to a low of 23 before staging a minor recovery.
- The PGM's weren't immune to the sell off, with platinum trading back under 900 whilst palladium dumped \$100.
- The Philadelphia gold and silver index slumped 3.5% to 150.26

PRE-ASIA COMMENTS

- Gold edges higher in early trade
- Asian equities open lower following Wall Street's lead.
- Ahead today: Euro area GDP; US core PCE price index

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