



MKS PAMP
GROUP

Europe/US Market Update - 6th July 2020



Europe/US Markets (from Globex open)

3-Jul-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1774.40	1775.40	17.9900	18.0100	814.00	816.00	1906.00	1936.00
HIGH	1776.60	1777.60	18.0650	18.0850	817.00	819.00	1940.50	1970.50
LOW	1773.40	1774.40	17.9600	17.9800	808.50	810.50	1890.50	1920.50
CLOSE	1774.20	1775.20	18.0300	18.0500	813.50	815.50	1926.00	1956.00
EFP	10.00	14.00	0.2400	0.3200	6.00	16.00	-15.00	25.00
Active Contract	GCQ0 Comdty		SIU0 Comdty		PLV0 Comdty		PAU0 Comdty	

MACRO

- A quiet end to the week with U.S. markets closed for Independence Day celebrations.
- Covid cases continue to rise in U.S. states such as Texas and Florida, as daily new cases average over 50k per day.
- Stocks in Europe finished the week on the back foot as major bourses declined.
- The Stoxx Europe 600 finished the session -0.78% lower at 365.43 points, the German Dax declined -0.64% to 12,528.18 points, while in London the FTSE 100 fell -1.33% to 6,157.30 points.
- The greenback finished toward the session low on Friday after paring early session gains (DXY - 0.1%). The safe-haven Japanese Yen held relatively unchanged toward 107.50 against the dollar, while the Euro added +0.11% to finish around 1.1250.
- U.S. treasuries were closed for the Independence Day holiday.
- Crude futures finished the session with modest gains after Saudi Arabia threatened a price war due to a lack of production cuts. Brent added +0.6% to USD \$42.88 per barrel, while WTI finished +0.2% higher to USD \$40.36 per barrel.
- Markit PMI prints across Europe were generally firmer previous estimates during June

PRECIOUS

- A range-bound session for gold on Friday with a lack of directional drivers due to the U.S. holiday
- The yellow metal held a broad USD \$1,770 - \$1780 band, with underlying support keeping the down-side intact, while a lack of follow through interest saw the metal fail to move higher.
- Resting interest through USD \$1,760 - \$1,750 should keep price action buoyant over the near-term, with hard support toward USD \$1,740 the key pivot for the bullish trend to continue.
- Silver remained pinned around the USD \$18 handle throughout the session, seeing shallower pullbacks than in previous sessions and closing above the key figure.
- A muted session once again for the white metals, as platinum and palladium held the respective key USD \$800 and USD \$1,900 support level in a well trodden path.

PRE-ASIA COMMENTS

- Gold buoyant in early trade on heightened concerns over Covid cases in the U.S.
- Ahead today:
- Germany factory orders
- Markit U.K. construction PMI
- Eurozone retail sales
- Markit U.S. services/composite PMI
- ISM U.S. non-manufacturing PMI

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