



MKS PAMP
GROUP

Europe/US Market Update - 6th May 2020



Europe/US Markets (from Globex open)

5-May-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1704.00	1705.00	14.8325	14.8525	768.50	770.50	1867.50	1897.50
HIGH	1709.10	1710.10	15.0400	15.0600	776.50	778.50	1867.50	1897.50
LOW	1691.80	1692.80	14.7400	14.7600	760.50	762.50	1765.50	1795.50
CLOSE	1706.40	1707.40	14.9525	14.9725	768.50	770.50	1805.00	1835.00

MACRO

- U.S. equities ended firmer, however off the session highs as participants considered coronavirus developments.
- The DJIA ended the session +0.56% higher to 23,883.09 points, the S&P 500 added +0.90% to 2,868.44 points, while the Nasdaq Composite jumped +1.13% to 8,809.12 points.
- Gains were led by health care stocks (+2.15%) and technology stocks (+1.42%)
- The VIX gauge lost -6.65% to 33.61
- The greenback found favour in New York to finish +0.27% higher, firming relative to the Euro (EUR/USD -0.65%).
- Treasury yields finished modestly higher to see the two-year add 0.4bps to 0.188%, while the 10-year gained 3bps to 0.665%.
- The ISM U.S.non-manufacturing index for April declined to 41.8 from 52.5 previously, the first contraction since December 2009.
- European equities were firmer as restrictions across the continent continue to ease.
- The EuroStoxx 600 gained +2.15% to 335.50 points, the German Dax jumped +2.51% to 10,729.46 points and in London the FTSE 100 finished +1.66% to 5,849.42 points.

PRECIOUS

- Gold price action remained supportive toward USD \$1,700, finishing toward the session highs

after another attempt above USD \$1,710.

- Gold struggled from a lack in interest in Asian hours as China and Japan remained on leave, seeing bullion drift back underneath USD \$1,700
- Continued support around USD \$1,690 restricted further falls in Europe, while U.S. - China tensions underpinned a move back above USD \$1,700 In New York.
- The USD \$1,710 pivot remains the key for a resumption of the bull trend, while near-term supports sits at USD \$1,690, with extension to USD \$1,677
- A similar story for silver, seeing interest in New York to briefly test above USD \$15 and finish toward the session high.
- Platinum finished relatively unchanged on the session, while palladium saw late session declines to test underneath USD \$1,800.

PRE-ASIA COMMENTS

- Gold is flat in early Asian trading as we head into the Shanghai open post-holidays, sitting above USD \$1,700.
- Ahead today:
- Germany factory orders
- Markit services PMI from Italy, France, Germany and the Eurozone
- U.S. MBA mortgage applications
- U.S. ADP employment (exp: -21 million)

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