



MKS PAMP
GROUP

Europe/US Market Update - 6th November 2020



Europe/US Markets (from Globex open)

5-Nov-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1909.60	1910.20	24.2600	24.2800	875.50	877.50	2316.00	2346.00
HIGH	1952.30	1952.90	25.2100	25.2300	909.00	911.00	2431.50	2461.50
LOW	1908.60	1909.20	24.2100	24.2300	875.00	877.00	2316.00	2346.00
CLOSE	1948.50	1949.10	25.2050	25.2250	897.00	899.00	2382.50	2412.50
EFP	-1.00	3.00	0.0500	0.1300	1.00	11.00	-2.00	28.00
Active Contract	GCZ0 Comdty		SIZ0 Comdty		PLV0 Comdty		PAZ0 Comdty	

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MACRO

- The US election remains in the balance, though most commentators are predicting a Democrat win. We have also seen a number of local bookies in Australia payout for bets on the democrat win.
- Risk rallied strongly on Thursday on the back of the continued vote count in the US and the Fed continuing to signal support for the economy saying they still have a chest of powerful tools to do so.
- The Dow added 545.52 points to 28,390.18, the S&P 500 gained 67.01 points to 3,510.45, while the Nasdaq rose 300.15 points to 11,890.93.
- The USD was on the backfoot on Thursday, the DXY index traded down -1.0% to close at 92.52.
- The EURUSD ended up +0.9% at 1.1830, the USDJPY fell -1.0% to 103.50 and AUDUSD rallied +1.4% to 0.7285.
- European shares were higher, the EuroSTOXX 600 added +1.05%, the German DAX climbed +1.98%, and the UK FTSE advanced +0.39%.

- Oil prices were lower, Brent fell -0.85% to \$40.70 while WTI lost -1.3% to \$38.51.
- Initial jobless claims in the US continue to fall, down -7k to 751k in the week to Oct 31st.

PRECIOUS

- It was a very strong session for gold and silver yesterday, both rallying and holding onto the gains throughout the NY session.
- Gold held a fairly narrow range throughout Asia yesterday between \$1903-10 and began to extend beyond this in Europe., hitting \$1920. It was the US however that drove it strongly higher, with solid macro and retail buying pushing us to a peak north of \$1950.
- The market chopped around that level for the final 5 hours of the day, with strong buying interest seen on the approach of \$1945.
- Silver displayed strong upward momentum throughout much of the European and NY sessions to trade just short of \$25.50 and close at \$25.37 (+6.05% on the day). It opened at \$23.95.
- Platinum traversed \$900 and is now sitting above it 50 and 100 dma's (both sit at \$891). The metal closed out just above the moving averages at \$895.
- Palladium surged a whopping +6.0% at one stage to trade at a mid price of \$2431 around NY lunch time. Volumes remained thin and there was little in the way of offers on the way up to curb the rise.

PRE-ASIA COMMENTS

- Gold and silver has come under some selling pressure in early trade (profit taking).
- All eyes on the US as the vote count continues and President Trump's margins in Georgia and Pennsylvania continue to erode (both must win States).
- Ahead today:
- German Industrial Production
- Italian Retail Sales
- Canadian Employment Data
- US NFP's and Employment Data
- US Wholesale Inventories

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