



MKS PAMP
GROUP

Europe/US Market Update - 8th July 2019



Europe/US Markets (from Globex open)

5-Jul-19	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1417.30	1417.80	15.2550	15.2750	835.20	837.20	1558.10	1568.10
HIGH	1418.10	1418.60	15.2700	15.2900	838.30	840.30	1573.60	1583.60
LOW	1386.10	1386.60	14.8750	14.8950	803.80	805.80	1550.80	1560.80
CLOSE	1398.70	1399.20	14.9750	14.9950	809.30	811.30	1565.60	1575.60
EFP	2.20	2.70	0.0200	0.0400	2.50	4.50	(12.00)	(2.00)
LBMA Prices	AM	PM	15.2100		AM	PM	AM	PM
	1414.40	1388.65			832.00	825.00	1567.00	1574.00
Active Contract	GCQ9 Comdty		SIU9 Comdty		PLV9 Comdty		PAU9 Comdty	

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MACRO

- Nonfarm payrolls exceeded expectations in June, coming in at +224k vs the 160k forecast.
- US equities were lower as the strong NFP numbers put a dent in hopes of a rate cut.
- The Dow lost 43.88 points to 26,922.12, the S&P 500 fell 5.41 points to 2,990.41, while the Nasdaq shed 8.44 points to 8,161.79.
- There were wins for financials (+0.38%) while health (-0.73%) and REITs (-0.57%) led the laggards
- The VIX gauge rose 5.6% to 13.
- The US dollar index firmed 0.52% to 97.24, the EUR traded down to 1.1208, while USD/JPY was up to 108.68.
- US treasury yields were higher, the 2 year yield climbed 11.3 bps to 1.859% while the 10 year yield jumped 9.5 bps to 2.034%.
- Oil prices were higher, Brent added 1.5% to \$64.23 while WTI firmed 1.3% to \$57.51.

- Base metals were mostly lower, with zinc (-0.7%) leading the losses.
- In US economic data, the unemployment rate rose to 3.7% in June from 3.6% in May.
- Average hourly earnings rose 0.2% to \$27.90 in June.

PRECIOUS

- Heavier session for the precious as strong NFP numbers prop up the US dollar.
- Gold popped up to the session high \$1423 just after the open in Asia before retracing to opening levels.
- The onshore SGE premium was around \$10-11.
- The metal was down at \$1413 by the London open and traded sideways through the AM session.
- NFP release in early NY hours saw the greenback surge and gold dumped \$17 to fall below \$1400.
- There was a brief rebound before the yellow metal fell to the day's low \$1387.
- Gold is still seeing support at these levels, the metal closing just shy of the \$1400 level.
- Silver was sold through the \$15 support and finished up at \$14.97.
- In the PGMs, palladium managed to close marginally higher while platinum was sold off.
- The Philadelphia gold and silver index eased 1.04%.
- SPDR Gold Trust holdings were down 0.18% to 796.97mt.

PRE-ASIA COMMENTS

- Gold narrowly lower in early Asian trading.
- Ahead today:
- US Consumer Credit

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