



MKS PAMP
GROUP

Europe/US Market Update - 8th June 2020



Europe/US Markets (from Globex open)

5-Jun-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1709.50	1710.50	17.7025	17.7225	840.50	842.50	1947.50	1977.50
HIGH	1712.60	1713.60	17.7400	17.7600	843.50	845.50	1986.00	2016.00
LOW	1672.00	1673.00	17.2350	17.2550	808.50	810.50	1920.50	1950.50
CLOSE	1684.50	1685.50	17.4100	17.4300	822.00	824.00	1955.50	1985.50
EFP	0.50	4.50	0.1000	0.2000	5.00	15.00	-20.00	20.00
Active Contract	GCQ0 Comdty		SIN0 Comdty		PLN0 Comdty		PAU0 Comdty	

MACRO

- The stronger than expected jobs data out of the U.S. buoyed stocks on Friday.
- The DJIA finished the session +3.15% higher at 27,110.98 points, the S&P 500 gained +2.62% to 3,193.93 points, while the Nasdaq Composite added +2.06% to 9,814.081 points.
- The VIX gauge declined -5% to 24.52
- Currency majors saw broad based weakness against the greenback (DXY +0.23%). The Japanese Yen ended the session -0.41% lower on a post-NFP rally to USD/JOY, while the EUR reversed early European gains to finish -0.38% down.
- Treasury yields finished higher, however tempered gains into the close. The two-year added 1.8bps to 0.21% and the 10-year jumped 8bps to 0.893%
- The U.S. NFP print for May showed 2.509 million jobs were added. The print was far higher than the -7.5 million fall expected.
- The unemployment rate in the U.S. eased to 13.3% from 14.7% previously. Expectations were centred around 19.0%
- The U.S. labor force participation rate improved to 60.8% from 60.2% previously

- Average hourly earnings in the U.S. declined -1% MoM from a 4.7% increase the month prior, seeing the annualised figure fall to 6.7% from 8.0% previously.

PRECIOUS

- A softer session across the precious complex on Friday as the U.S. jobs data weighed upon price action.
- Gold once again declined underneath the psychological USD \$1,700 figure, breaking through the USD \$1,690 support level and extending to a USD \$1,673 session low.
- Participants viewed the favourable jobs report as a sign the U.S. economy was improving at a faster rate than expected, driving a move back into risk assets.
- Silver declined -1.7% on the session, moving underneath the USD \$17.50 pivot level.
- The grey metal found supportive interest toward the USD \$17.22 fib retracement level to restrict further declines.
- Platinum declined in New York, however was able to hold above USD \$800, while palladium held a relatively narrow range to finish modestly higher.

PRE-ASIA COMMENTS

- Both gold and silver are firmer in early Asian trade, testing key pivots of USD \$1,690 and USD \$17.50 respectively.
- Ahead today;
- China Import/Export data
- Japan GDP
- German industrial production

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