



MKS PAMP GROUP

Europe / US Market Update

5th December 2018

Range Europe / US Markets
(from Globex open)

4-Dec-2018	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1237.35	1237.85	14.550	14.570	802.90	804.90	1215.00	1223.00
HIGH	1241.50	1242.00	14.650	14.670	808.00	810.00	1232.00	1240.00
LOW	1236.00	1236.50	14.550	14.570	798.00	800.00	1215.00	1223.00
CLOSE	1238.35	1238.85	14.550	14.570	804.10	806.10	1226.40	1234.40
EFP	5.40	5.60	0.0600	0.0700	1.00	2.00	-50.00	-40.00
LBMA Prices	AM	PM	14.545		AM	PM	AM	PM
	1239.25	1240.30			806.00	804.00	1235.00	1243.00
Active Contract	GCG9 Comdty		SIH9 Comdty		PLF9 Comdty		PAH9 Comdty	

MACRO

- US equities were hammered on scepticism over the US-China trade agreement.
- The Dow tumbled 799.36 points to 25,027.07, the S&P 500 slid 90.31 points to 2,700.06, while the Nasdaq dropped 283.08 points to 7,158.43.
- Financials (-4.40%), industrials (-4.35%), and consumer discretionary (-3.91%) led a near broad decline in the markets.
- The VIX gauge rose 23.7% to 20.33.
- The US dollar index was flat at 96.965 after falling as low as 96.390 earlier in the day.
- The EUR peaked at 1.1416 before dropping back to 1.1336, while USD/JPY traded down to 112.59.
- US treasury yields were mixed, the 2 year yield rose 0.4 bps to 2.809% while the 10 year yield eased 2.2 bps to 2.919%.
- European shares were lower, the EuroSTOXX fell 0.76%, the German DAX lost 1.14%, while the UK FTSE shed 0.56%.
- Oil prices were lower, Brent slipped 0.6% to \$61.98 while WTI gave up 0.8% to \$53.10.
- Base metals were mostly lower, with copper (-1.40%) leading the losses.
- No significant economic data released overnight.

PRECIOUS

- The precious complex benefits from the rout in equities.
- Gold opened at the day's low of \$1230 in Asia.
- The metal was well bid through Asian hours as USD/CNH was sold off.
- The SGE premium was at \$6-7 and we saw good buying interest from the Chinese banks.
- The market reached had reached \$1238 by the time London came in.
- Gold tested the \$1240 level several times through the remainder of the session but found plenty of resting orders.
- The session high \$1241 was printed in early NY trading.
- The yellow metal closed out the day ahead at \$1238.



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- Silver posted a month high \$14.64.
- Palladium posted a fresh record high and briefly traded higher than gold.
- The Philadelphia gold and silver index rose 0.49%.
- SPDR Gold Trust holdings were unchanged at 758.21.mt.

PRE-ASIA COMMENTS

- Asian markets open lower after following the carnage on Wall St.
- Gold edging lower in early Asian trading.
- Ahead today:
- Scheduled US economic indicators postponed to Thursday for George HW Bush's funeral.
- EU Markit Services PMI (final)
- EU Retail Sales
- China Caixin Services PMI

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