



MKS PAMP GROUP
Europe / US Market Update
13th June 2018

Range Europe / US Markets

12-Jun-2018	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1297.05	1297.55	16.8675	16.8875	904.45	906.45	1018.00	1023.00
HIGH	1299.75	1300.25	16.9375	16.9575	908.95	910.95	1019.20	1024.20
LOW	1292.95	1293.45	16.7525	16.7725	898.65	900.65	1018.00	1023.00
CLOSE	1295.90	1296.40	16.8525	16.8725	898.85	900.85	1018.80	1023.80
EFP	3.50	3.60	0.0125	0.0325	-0.25	0.75	-8.00	-3.00
LBMA Prices	AM	PM	16.855		AM	PM	AM	PM
	1298.30	1298.65			906.00	907.00	1022.00	1025.00
Active Contract	GCQ8 Comdty		SIN8 Comdty		PLN8 Comdty		PAU8 Comdty	

MACRO

- Mixed commentary following the historic meeting between President Donald Trump and North Korean leader Kim Jong Un. The deal to denuclearise comes with very little detail, while the U.S. has promised to suspend military exercises with South Korea.
- CPI in the U.S. increased a seasonally adjusted +0.2% MoM in May (exp: +0.2%), while rising +2.8% YoY (exp: +2.8%) to mark the strongest annualised reading since February 2012. Core CPI (ex food and energy) also increased +0.2% MoM to print +2.2% YoY.
- Equities in the U.S. ended narrowly mixed on Tuesday as investor focus turned from the U.S. - North Korea summit to the upcoming FOMC and ECB meetings.
- The DJIA slipped just -0.01% to 25,320.73 points, gains to utilities (+1.29%) helped the S&P 500 add +0.17% to 2,786.85 points and the Nasdaq Composite outperformed to book a +0.57% return to 7,703.794 points.
- Volatile trade to the greenback on Tuesday, however ultimately ending higher following consistent strength against the yen and a late euro sell-off. The DXY index closed +0.2% higher.
- European markets ended generally lower on Tuesday, seeing little reaction to the U.S. - North Korea summit, rather participants await the upcoming ECB meeting.
- The Stoxx Europe 600 declined -0.11% to 387.53 points after trading almost +0.4% higher during the session, while the German Dax closed flat on the session.
- The U.K. FTSE 100 ended -0.43% lower at 7,703.81 points as wage growth came in below expectations at +2.8% YoY in the three months to April (exp: +2.9%)



PRECIOUS

- A disappointing session for gold on Tuesday after closing above USD \$1,300 in new York on Monday.
- The yellow metal struggled against dollar headwinds throughout the session, losing touch with the USD \$1,300 handle in early Asian flows and failing to recapture the figure.
- The positive meeting between President Donald Trump and North Korean leader Kim Jong Un wiped only a few dollars of risk premium off the metal, rather a stronger greenback weighed upon bullion into U.S. hours
- Whippy price action around the U.S. CPI print saw the session low of USD \$1,292.95 printed, however the uninspiring figure gave gold a boost, trading back to USD \$1,299 before softening into the close as the euro turned sharply offered.
- Silver was also volatile around the CPI print, ripping to the session high of USD \$16.9375 following the release, before paring gains late in trade.
- Platinum sunk around -0.7% on the session and dipped below the USD \$900 support, while palladium held a relatively narrow range and was unfazed by the volatility of the remainder of the precious complex

PRE-ASIA COMMENTS

- Price action has been muted in early Asian trade, with interest around USD \$1,295 playing a supportive role so far.
- Continued breaches of USD \$1,300 have been met with heavy supply and expect the resistance to be respected into the upcoming FOMC and ECB meetings.

Data today includes;

U.K. CPI / RPI / PPI

Eurozone industrial production

Eurozone employment

U.S. MBA mortgage applications

U.S. PPI

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