



MKS PAMP GROUP
Europe / US Market Update
24th October 2018

Range Europe / US Markets
(from Globex open)

| 23-Oct-18 | GOLD | | SILVER | | PLATINUM | | PALLADIUM | |
|-----------------|-------------|---------|-------------|---------|-------------|--------|-------------|---------|
| | Bid | Offer | Bid | Offer | Bid | Offer | Bid | Offer |
| OPEN | 1223.65 | 1224.15 | 14.5350 | 14.5650 | 816.70 | 819.70 | 1118.40 | 1123.40 |
| HIGH | 1239.55 | 1240.05 | 14.805 | 14.835 | 833.70 | 836.70 | 1149.30 | 1154.30 |
| LOW | 1223.55 | 1224.05 | 14.5050 | 14.5350 | 815.50 | 818.50 | 1116.40 | 1121.40 |
| CLOSE | 1230.85 | 1231.35 | 14.7450 | 14.7750 | 831.30 | 834.30 | 1137.20 | 1142.20 |
| EFP | 2.75 | 3.25 | 0.0050 | 0.0350 | 1.50 | 4.50 | -17.00 | -12.00 |
| LBMA Prices | AM | PM | 14.72 | | AM | PM | AM | PM |
| | 1235.60 | 1235.95 | | | 828.00 | 831.00 | 1136.00 | 1141.00 |
| Active Contract | GCZ8 Comdty | | SIZ8 Comdty | | PLF9 Comdty | | PAZ8 Comdty | |

MACRO

- US equities were lower on disappointing earnings results.
- The Dow lost 125.98 points to 25,191.43, the S&P 500 fell 15.19 points to 2,740.69, while the Nasdaq shed 31.09 points to 7,437.54.
- Heavy losses in energy (-2.67%) and industrials (1.15%) led the markets lower.
- The VIX gauge rose 5.45% to 20.71.
- The US dollar index edged lower 0.10% to 95.935, the EUR traded up to 1.1486, while USD/JPY was as low as 111.97.
- US treasury yields were lower, the 2 year yield eased 1.7 bps to 2.87% while the 10 year yield sipped 0.4 bps to 3.17%.
- European shares were lower, the EuroSTOXX fell 1.58%, the German DAX dumped 2.17%, while the UK FTSE declined 1.24%.
- Oil prices were sharply lower as Saudi Arabia said it could meet the shortfall in Iranian crude resulting from the US sanctions.
- Brent dropped 4.0% to \$76.31 while WTI sold off 4.2% to \$66.26.
- Base metals were mostly lower, with nickel (-1.2%) leading the losses.
- No significant US data released overnight.

PRECIOUS

- Gold opened at \$1222 in Asia and edged a couple of dollars higher through the day.
- The SGE premium was slightly firmer at \$5-6.
- The market jumped \$5 to \$1229 by the time London came in.
- London were happy to buy into the strength, buying the metal above the recent highs to \$1236.
- After a couple of hours consolidation gold spiked to the day's high \$1239 right on NY open.
- The yellow metal was largely offered from here on out, closing at \$1230.
- Silver finished well ahead at \$14.72.
- Palladium posted a record high \$1148.
- The Philadelphia gold and silver index added 0.68%.
- SPDR Gold Trust holdings unchanged at 747.88mt.



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PRE-ASIA COMMENTS

- Gold edging higher in early Asian trading.
- US Markit Manufacturing PMI flash
- US Markit Services PMI flash
- US New Home Sales
- US Beige Book
- EU Consumer Confidence flash
- EU Markit Manufacturing PMI flash
- EU Markit Services PMI flash

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