



MKS PAMP GROUP
Europe / US Market Update
26th October 2018

Range Europe / US Markets
(from Globex open)

25-Oct-18	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1236.70	1237.20	14.7200	14.7500	831.00	834.00	1119.00	1124.00
HIGH	1238.90	1239.40	14.760	14.790	832.70	835.70	1119.00	1124.00
LOW	1227.80	1228.30	14.5700	14.6000	821.90	824.90	1098.00	1103.00
CLOSE	1228.50	1229.00	14.6050	14.6350	825.60	828.60	1099.00	1104.00
EFP	2.40	2.90	0.0100	0.0400	1.00	4.00	-17.00	-12.00
LBMA Prices	AM	PM	14.74		AM	PM	AM	PM
	1232.15	1230.80			828.00	832.00	1113.00	1105.00
Active Contract	GCZ8 Comdty		SIZ8 Comdty		PLF9 Comdty		PAZ8 Comdty	

MACRO

- A positive session for the equities as the US market recouped some of the previous days bloodbath.
- The Dow Jones surged 401 points, the S&P rallied 49.47 points whilst the Nasdaq jumped 209.935 points.
- Strong results from Twitter and Microsoft were the driving force behind the impressive bounce in the equities.
- European shares were also bid. The Euro STOXX rose 1.1%, The German Dax climbed 1% whilst the UK FTSE gained 0.6%.
- The VIX gauge tanked 10.2% to 22.65.
- US treasury yields were firmer. The 2 year yield rose 2bps to 2.855% whilst the 10 year yield rallied 2.6 bps to 3.134%.
- Oil prices were firmer. WTI jumped 1.3% to \$67.11 whilst Brent advanced 1.5% to \$76.76.
- Base metals were mixed. Copper rose 0.8% whilst zinc slumped 1%.
- The CRB index rose 0.2% to 194.79.
- There was no policy change or shift in forward guidance from the ECB.
- US core durable goods orders disappointed, falling 0.1% m/m in September, whilst the headline measure rose 0.8%.

PRECIOUS

- A disappointing day for gold, which closed towards the bottom of its range.
- Asia came in on the bid as the market ground its way higher over the course of the session.
- SGE premium was steady at \$6.5.
- The market u-turned on the London open, with USDCNH surging above 6.96. XAU dropped around \$10 trading down towards 1230, after nearly breaching 1240 just hours before.
- For the remainder of the European session the market was quiet trading between 1230-1232.
- NY were initial buyers, but resting offers capped the market which saw the yellow metal trade sub 1230 before staging a minor recovery towards the close.
- Silver was also under pressure, trading to a low of 14.60.
- The PGM's weren't immune to the liquidation, palladium trading down to 1100 whilst platinum touched a low of 824.90.
- The Philadelphia gold and silver index fell 4.88%.



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- The SPDR gold trust holdings were unchanged at 749.64 metric tons.

PRE-ASIA COMMENTS

- Asian equities open higher following Wall Street's lead.
- Gold trades sideways in early trade.
- Ahead today:
Draghi speaks in Brussels
US GDP

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