



MKS PAMP GROUP
Europe / US Market Update
2nd November 2017

Range Europe / US Markets
(from Globex open)

1-Nov-17	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1271.90	1272.40	16.7925	16.8225	923.30	926.30	985.45	991.45
HIGH	1280.60	1281.10	17.1825	17.2125	935.90	938.90	1002.00	1008.00
LOW	1271.90	1272.40	16.7875	16.8175	923.10	926.10	983.70	989.70
CLOSE	1274.90	1275.40	17.1075	17.1375	931.40	934.40	999.25	1005.25
EFP	0.60	1.10	-0.0125	0.0175	0.50	3.50	-8.00	-2.00
LBMA Prices	AM	PM	16.94		AM	PM	AM	PM
	1279.25	1277.05			927.00	931.00	993.00	1002.00
Active Contract	GCZ7 Comdty		SIZ7 Comdty		PLF8 Comdty		PAZ7 Comdty	

MACRO

- The US Fed kept rates unchanged but signalled that a hike in December is likely.
- US equities were mostly higher on the FOMC news.
- The Dow added 57.77 points to 23,435.01, the S&P 500 rose 3.82 points to 2,579.08, while the Nasdaq slipped 11.13 points to 6,716.535.
- There were wins for energy (+1.09%) and materials (+0.60%) with utilities (-0.56%) leading the laggards.
- The VIX gauge lost 1.18% to 10.06.
- The US dollar index added 0.24% to 94.776, the EUR traded down to 1.1608, while USD/JPY traded up to 114.26.
- US treasury yields were mixed, 2 year yields increased 1.42 bps to 1.6139%, while 10 year yields eased 0.9 bps to 2.3703%.
- European shares were mostly higher, the EuroSTOXX 600 rose 0.39%, the German DAX jumped 1.78%, while the UK FTSE retreated 0.07%.
- Oil prices were lower, Brent fell 0.77% to \$60.47 while WTI lost 0.18% to \$54.28.
- Nickel (+3.99%) led a broad advance in base metals.
- In US economic data, ADP Employment Report showed private employment rose by 235k jobs in Oct.
- Markit Manufacturing PMI was 54.6 in Oct from 54.5 in Sep.
- ISM Manufacturing index fell to 58.7 in Oct from a 13 year high 60.8 in Sep.
- Construction spending increased 0.3% in Sep following a 0.1% rise in Aug.

PRECIOUS

- Positive finish for the precious despite some volatile trading.
- Gold opened at \$1270 in Asia drifted a little to the previous days low around \$1268.
- The SGE premium was at \$8-9 over loco London.
- Gold jumped \$8 to \$1276 in late Asia trading as the EUR spiked against the greenback.
- London squeezed the market briefly to the high of \$1280 before a swift reversal saw gold at \$1272 just after NY open.
- The yellow metal saw choppy trade from here on swings in the USD, before settling at \$1274 at the finish.
- Silver surged almost 3% off the low to close at \$17.11.



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- Strong buying interest in the PGMs, platinum and palladium surged to finish at \$931 and \$1001 respectively.
- The Philadelphia gold and silver index added 0.1\$.
- Gold ETFs bought 83koz overnight.

PRE-ASIA COMMENTS

- Gold flat in early Asian trade.
- Ahead today:
US Weekly Jobless Claims
US Productivity
US Unit Labor Costs.
EU Markit Manufacturing PMI
Germany Unemployment
Japan Consumer Confidence

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