



MKS PAMP GROUP
Europe / US Market Update
2nd November 2018

Range Europe / US Markets
(from Globex open)

1-Nov-18	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1220.00	1220.50	14.3200	14.3500	845.00	848.00	1085.00	1088.00
HIGH	1237.25	1237.75	14.8000	14.8300	860.50	863.50	1101.00	1104.00
LOW	1220.00	1220.50	14.3200	14.3500	845.00	848.00	1077.00	1080.00
CLOSE	1233.75	1234.25	14.7200	14.7500	857.00	860.00	1094.00	1097.00
EFP	1.60	1.70	-0.0050	0.0050	2.00	3.00	-18.00	-12.00
LBMA Prices	AM	PM	14.45		AM	PM	AM	PM
	1223.25	1231.15			848.00	852.00	1084.00	1091.00
Active Contract	GCZ8 Comdty		SI28 Comdty		PLF9 Comdty		PAZ8 Comdty	

MACRO

- US equities rocketed higher again overnight – the third consecutive positive session, supported by solid earnings and optimistic trade headlines.
- The Dow Jones surged 264.98 points, the S&P500 jumped 28.63 points, whilst the Nasdaq rallied 128.16 points.
- European shares were mixed. The Euro STOXX gained 0.2%, the German Dax climbed 0.2% whilst the UK FTSE fell 0.2%.
- The VIX gauge sank 9.1% to 19.30.
- US treasuries were mixed. The 2 year yield fell 2.4bps to 2.847% whilst the 10 year yield retreated 2.3bps to 3.136%.
- The greenback was hammered overnight with the EUR and AUD surging above 1.1400 and 0.7200 respectively.
- Oil prices were softer. WTI fell 2.2% to \$63.52 whilst Brent retreated 2.5% to \$72.74.
- Base metals were firmer, led by nickel which was up 2.5%.
- The CRB index gained 0.4% to \$191.64.
- Bank of England signals faster pace of tightening, but Brexit still warrants caution.

PRECIOUS

- An emphatic day for the metals, with gold surging to a high of 1237.25.
- The USD was creamed across the board giving the precious a much needed boost after the previous weeks poor performance.
- Gold opened in Asia towards the lows of the day around 1215 and some light demand pushed the yellow metal a few dollars higher but volumes and interest were minimal.



- SGE premium was around \$5.50 over loco London
- When the AUD rocketed higher following the trade figures, the EUR and CNH also began to turn giving the metals a bid leading into London.
- London hoovered the metals, pushing XAU above 1220
- Wave after wave of buying pushed the entire complex northwards throughout the session leading into NY trade.
- NY were also heavy buyers on the back of the sagging greenback pushing gold as high as 1237.25.
- Silver surged 4% higher to a peak of 14.80
- Platinum also rallied aggressively touching a high of 860.50.
- The Philadelphia gold and silver index gained 4.52% to 67.19.
- The SPDR gold trust holdings rose 0.9%.

PRE-ASIA COMMENTS

- Asian equities open flat despite Wall Street's strong performance.
- Gold trades steadily in early trade holdings onto the gains of the past 24 hours.
- Ahead today:
 - Canada unemployment rate
 - US NFP's
 - US unemployment rate

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