



**MKS PAMP GROUP**  
**Europe / US Market Update**  
**13th October 2017**

Range Europe / US Markets  
(from Globex open)

**Ranges: Europe/US Markets:**

12-Oct-2017	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1295.50	1296.00	17.2100	17.2400	933.00	936.00	956.50	959.50
HIGH	1297.25	1297.75	17.2600	17.2900	939.50	942.50	987.00	990.00
LOW	1289.50	1290.00	17.1000	17.1300	931.00	934.00	956.50	959.50
CLOSE	1293.10	1293.60	17.2150	17.2450	938.00	941.00	974.50	977.50
EFP	2.10	2.20	0.0125	0.0225	2.00	3.00	-4.00	0.00

**MACRO:**

- US equities edged lower overnight but remain close to record highs.
- The Dow Jones lost 31.88 points, the S&P500 fell 6.46 points, whilst the Nasdaq retreated 12 points.
- The best performing sector was REIT's (+0.7%) whilst the worst were telcos, down 3.54%.
- European shares were mixed. The Euro STOXX fell 0.1%, the German Dax was up 0.1% whilst the UK FTSE rose 0.3%.
- The VIX gauge rallied 1.12% to 9.96.
- The dollar index rose 0.07% to 93.081. The EUR traded down to 1.1825 whilst the USDJPY touched a high of 112.46.
- Oil prices were lower. WTI fell 0.8% to \$50.63 whilst Brent lost 0.6% to \$56.30.
- Base metals were higher with nickel leading the charge, up 2.1%.
- The CRB index fell 0.1% to 183.28.
- US treasury yields were mixed. The 2 year yield was flat at 1.513% whilst the 10 year yield eased 1.6 bps to 2.323%.
- US PPI ex food and energy was higher than expected at 2.2% y/y.
- Draghi stated that rates will be low "well past" the end of QE.
- Euro IP was better than expected at 1.5% m/m

**PRECIOUS:**

- A range bound session for the precious.
- Traders awaiting the key US CPI tonight.
- Asia were light buyers yesterday to start the day, but China were happy to sell into the strength.
- The SGE premium was around \$8, down from \$15 earlier in the week, prompting traders to sell the yellow metal.
- London had little interest with gold trading idly around 1295.
- NY were on the offer, squeezing weak longs out, trading down to 1290 before recovering into the close to finish the day where it started.
- Palladium continues to be the big mover, rising over 4% in two days on the back of the forward market squeeze, seeing the EFP trading down to -\$4.
- The Philadelphia gold and silver index was flat.



- The SPDR gold trust holdings was unchanged at 858.45 metric tons

**PRE-ASIA COMMENTS:**

- Gold trades sideways in early trade.
- Asian equities open higher.
- Ahead today:
  - NZ Biz Mfg PMI
  - Singapore GDP
  - Australia RBA FSR
  - Germany CPI
  - Italy CPI
  - EZ ECB Mersch Speech
  - US CPI/Retail Sales
  - US Federal Reserve Rosengren Speech
  - US Uni.Mich Survey
  - EZ ECB Constancio Speech
  - US Federal Reserve Evans Speech
  - Sweden Riksbank Skingsley Speech
  - US Federal Reserve Kaplan Speech

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