



MKS PAMP GROUP

Europe / US Market Update

27th October 2017

Range Europe / US Markets
(from Globex open)

Ranges: Europe/US Markets:

26-Oct-17	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1277.50	1278.00	16.9510	16.9810	924.05	927.05	962.45	965.45
HIGH	1282.62	1283.12	17.0368	17.0668	928.14	931.14	974.51	977.51
LOW	1266.64	1267.14	16.7475	16.7775	917.68	920.68	961.85	964.85
CLOSE	1267.53	1268.03	16.7800	16.8100	918.40	921.40	971.77	974.77
FFP	1.00	1.10	0.0050	0.0150	2.00	3.00	-7.00	-4.00
LBMA Prices	AM	PM	16.970		AM	PM	AM	PM
	1278.00	1273.75			921.00	927.00	968.00	970.00
Active Contract	GCZ7 Comdty		SIZ7 Comdty		PLF8 Comdty		PAZ7 Comdty	

MACRO:

- US equities pushed higher overnight with better than expected earnings buoying the market.
- The Dow Jones climbed 71.40 points, the S&P500 rose 3.25 points whilst the Nasdaq posted a loss of 7.12 points.
- The best performing sector was materials (+1.37%) whilst the worst was healthcare (-1.02%).
- European shares were higher. The Euro STOXX climbed 1.3%, the German Dax rose 1.4% whilst the UK FTSE gained 0.5%.
- The VIX gauge jumped 1.34% to 11.34.
- The dollar index rose 1.06% to 94.703. The EUR collapsed to a low of 1.1630 whilst the USDJPY surged to a high of 114.15.
- US treasury yields were higher. The 2 year yield gained 2.8 bps to 1.615% whilst the 10 year yield rose 2.7 bps to 2.452%.
- Oil prices were higher. WTI rose 1% to \$52.65 whilst Brent rallied 1.6% to \$59.33.
- Base metals were mixed. Zinc rose 0.3% whilst Nickel lost 0.7%.
- The CRB index rallied 0.3% to 185.94.
- Bitcoin rose 2.16% to \$5,857.96 whilst Ethereum lost 0.92% to \$292.12.
- The ECB met market expectations for tapering its bond purchase program, but surprisingly the EUR was hammered close to 2 big figures.
- A US House Republican vote cleared the way to fast track the tax cuts without Democratic support.

PRECIOUS:

- Metals came under heavy selling overnight on the back of the firmer equities and greenback.
- Asia opened firmly with gold edging through 1280 up to a high of 1281.
- China were light buyers with the SGE premium sitting around \$12 over loco London.
- London were happy to sell into the strength pushing XAU back under 1280.



- Once Draghi delivered his speech gold popped \$5 back up to 1280 but heavy offers on comex capped the market and the metal was subsequently hammered lower.
- Sweep after sweep sold the market all the way down to 1267 which is where it closed.
- Silver also retreated pushing back under 17 to close at 16.80.
- The Philadelphia gold and silver index lost 1.52%.
- The SPDR gold trust holdings fell 0.14% to 851.95

PRE-ASIA COMMENTS:

- Gold continues to slide in early trade.
- Asian equities open higher.
- Ahead today:
 - Japan CPI
 - Australia PPI
 - Singapore Payrolls
 - France Consumer Confidence
 - Spain Retail Sales
 - Norway Norges Bank Matsen Speech
 - EZ ECB Praet/Nowotny Speech
 - Sweden Retail Sales
 - Thailand Foreign Reserves
 - US GDP
 - US Uni.Mich Survey
 - Canada BoC FSR

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