



MKS PAMP
GROUP

Europe/US Market Update - 10th July 2020



Europe/US Markets (from Globex open)

9-Jul-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1815.40	1819.40	18.8700	18.9500	860.30	870.30	1914.50	1954.50
HIGH	1818.30	1822.30	19.0750	19.1550	867.90	877.90	1989.40	2029.40
LOW	1792.80	1796.80	18.4600	18.5400	817.30	827.30	1909.30	1949.30
CLOSE	1799.50	1803.50	18.6200	18.7000	823.90	833.90	1927.20	1967.20
EFP	3.00	7.00	0.2900	0.3700	15.00	25.00	(10.00)	30.00
Active Contract	GCQ0 Comdty		SIU0 Comdty		PLV0 Comdty		PAU0 Comdty	

MACRO

- US 10 year treasury bond yields fall to their lowest level in 3 months.
- The continued surge in global Coronavirus cases put downward pressure on equities.
- The Dow Jones fell 361 points, the S&P500 lost 18 points whilst the Nasdaq posted a gain of 55 points.
- European shares were also weaker. The Euro STOXX index lost 0.8%, the German Dax was flat whilst the UK FTSE eased 1.7%.
- The VIX gauge rose 4.2% to 29.00
- The DXY was higher on the day, closing the session at 96.80
- US treasury yields were softer. The two year yield fell 1.2 bps to 0.149% whilst the 10 year yield eased 4.1 bps to 0.612%
- Oil prices were softer. WTI fell 3% to \$39.54 whilst Brent declined 1.9% to \$42.35.
- Base metals were mixed. Nickel lost 1.8% whilst zinc rallied 1.2%
- The CRB index lost 1.1% to 140.50

- Initial jobless claims were better than expected, falling 99k in the week ended 4 July to 1.314m vs 1.375 exp

PRECIOUS

- A mixed day for precious, with gold initially pushing up towards recent highs, only to succumb to profit taking late in the session.
- Asia was lifeless yet again trading either side of 1810 for the entire session.
- London had some buying interest squeezing the yellow metal up to 1816.
- NY trade was whippy ahead of the jobless claims figures.
- Once the better than expected figures were released a wave of profit taking brought the market lower with gold crashing about \$20 trading sub 1800 briefly.
- Some light buying into the close saw the market close around the 1800 handle
- Silver was also hammered dropping around 50 cents on the day.
- Platinum wasn't immune to the long liquidation, dropping around \$40 from the highs.
- The Philadelphia gold and silver index was close to flat at 136.55

PRE-ASIA COMMENTS

- Gold trades sideways in early trade either side of 1800.
- Asia equities open lower following Wall Street's lead.
- Ahead today: Canada unemployment rate; US PPI m/m

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