



**MKS PAMP
GROUP**

Europe/US Market Update - 11th September 2020



Europe/US Markets (from Globex open)

10-Sep-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1947.60	1948.20	27.1325	27.1525	929.00	931.00	2304.00	2334.00
HIGH	1966.10	1966.70	27.4900	27.5100	944.00	946.00	2335.00	2365.00
LOW	1943.00	1943.60	26.7450	26.7650	921.50	923.50	2276.50	2306.50
CLOSE	1944.60	1945.20	26.8100	26.8300	928.00	930.00	2296.00	2326.00
AFP	6.00	10.00	0.1600	0.2400	0.00	10.00	5.00	35.00
Active Contract	GCZ0 Comdty		SIZ0 Comdty		PLV0 Comdty		PAZ0 Comdty	

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MACRO

- U.S. stocks once again traded lower on Thursday, weighed down by higher than expected jobless claims data and further declines across the technology sector.
- There remains concerns over a fiscal stimulus bill after the Democrats blocked a Republican bill in the Senate on Thursday.
- The DJIA ended the session -1.45% lower to 27,534.58 points, the S&P 500 declined -1.76% to 3,339.19 points, while the Nasdaq Composite fell -1.99% to 10,919.59 points.
- The VIX gauge finished +3.12% higher at 29.71
- The greenback recouped early session declines to finish modestly higher (DXY +0.11%), volatile against the Euro amid the ECB meeting (EUR/USD +0.11%), while seeing continued strength relative to the Pound on Brexit jitters (GBP/USD -1.38%).
- Treasury yields reversed early session gains to see the two-year dip less than 1bp lower to 0.137%, while the 10-year declined 2bps to 0.6772%
- The ECB made no changes to rates or the size of their bond buying program, while the economic forecast for 2020 was revised modestly higher to -8.0% from -8.7% previously.

- Initial jobless claims in the U.S. held unchanged at 884k (exp: 850k) during the week ended September 5, while continuing claims edged 93k higher to 13.385m
- U.S. August PPI printed +0.3% MoM to outpace expectations around +0.2%, however remains within negative territory on an annual basis, down -0.2% YoY
- European stocks finished lower to see the Stoxx Europe 600 -0.59% lower to 367.48 points, the German Dax handed back -0.21% to 13,208.89 points, while in London the U.K. FTSE 100 eased -0.16% to 6,003.32 points.

PRECIOUS

- A mixed session for gold on Thursday, ending relatively unchanged after trading a USD \$25 range.
- Asian hours saw range-bound trade, with bullion lacking the follow through interest to consolidate a move above USD \$1,950, however remained supported toward USD \$1,940.
- Price action picked up in London as the Euro caught a bid to weigh upon the dollar, pushing gold through USD \$1,950 and extending to a USD \$1,966.10 session high into the New York open.
- Price action reversed in New York however, as the dollar pared earlier declines to weigh upon bullion, breaking down through USD \$1,950 to settle back toward USD \$1,945.
- Silver was unable to hold onto the \$27 handle after flirting with a move through USD \$27.50 in early New York.
- Much like gold, the grey metal finished the session back toward Asian opening levels, ending flat on the session.
- Platinum pivoted through USD \$930 and although saw late session declines managed to close to +1% on the session, while palladium remains pinned underneath USD \$2,300 after briefly trading above the figure in New York

PRE-ASIA COMMENTS

- Gold remains supported in early Asian trade, holding USD \$1,943 - \$1,949 as the on-shore discount in Shanghai holds toward USD -\$50
- Ahead today:
- U.K. industrial/manufacturing PMI prints
- Germany CPI
- U.S. CPI

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