



MKS PAMP
GROUP

Europe/US Market Update - 12th June 2020



Europe/US Markets (from Globex open)

11-Jun-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1728.30	1732.30	17.8250	17.9250	828.00	838.00	1939.50	1959.50
HIGH	1744.70	1748.70	18.1075	18.2075	840.50	850.50	1966.50	1986.50
LOW	1721.70	1725.70	17.5950	17.6950	810.50	820.50	1900.50	1920.50
CLOSE	1732.65	1736.65	17.7256	17.8256	814.44	824.44	1922.91	1942.91
EFP	5.00	9.00	0.0800	0.1800	3.00	13.00	-20.00	20.00
Active Contract	GCQ0 Comdty		SIN0 Comdty		PLN0 Comdty		PAU0 Comdty	

MACRO

- Stock markets collapsed overnight with Covid-19 fears resurfacing
- The Dow Jones sank an ugly 1,860 points, the S&P500 lost 188 points whilst the Nasdaq declined 527 points.
- European shares also capitulated. The Euro STOXX dumped 4.5%, the German Dax fell 4.5% whilst the UK FTSE dropped 4%.
- The VIX gauge skyrocketed 48% to 41.
- US treasury yields were mixed. The 2 year yield rose 2.8 bps to 0.199% whilst the 10 year yield fell 4.4 bps to 0.664%.
- Oil prices were weaker with both Brent and WTI falling 5.2%.
- Base metals were softer with copper leading the laggards, down 2.4%.
- The CRB index eased 3.1% to 134.90
- US May headline PPI was better than expected rising 0.4% m/m versus -1.3% m/m in April

PRECIOUS

- A range bound day for the precious considering the meltdown in the equities.
- Gold came under some light pressure in Asia following the dramatic rally the previous session.
- Some light offering on the European open saw the yellow metal trade down to 1725, but the market recouped and found a solid bid rallying up to 1745.
- With the equity markets tumbling, risk off selling was seen in most markets and gold succumbed to profit taking trading back down towards the lows which is where the market closed.
- Silver also came under pressure late in the session closing around 17.70
- The Philadelphia gold and silver index fell 6.2% to 114.84

PRE-ASIA COMMENTS

- Gold edges lower in early trade.
- Asia equities open lower following Wall Street's collapse
- Ahead today: UK GDP; Euro area IP

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