



MKS PAMP
GROUP

Daily Asia Wrap - 12th October 2020



Range Asian Hours
(from Globex open)

	GOLD	SILVER	PLATINUM	PALLADIUM
OPEN	1927.30/80	25.14/17	887/90	2445/70
HIGH	1932.60/10	25.52/55	891/94	2460/85
LOW	1921.20/70	24.89/92	878/81	2435/60
LAST	1928.30/80	25.48/51	889/92	2445/70

MARKETS/MACRO

Stocks in the U.S. finished Friday's session firmer as optimism over a fresh round of stimulus grows. The Dow Jones Industrial Average ended +0.57% higher at 28,586.90 points, the S&P 500 gained +0.88% to 3,477.13 points, while the tech-laden Nasdaq Composite jumped +1.39% to 11,579.94 points. Over the week, the Nasdaq Composite gained +4.6%, the S&P 500 was +3.8% higher and the Dow Jones Industrial Average added +3.3%. The greenback finished the session -0.61% lower as the DXY index tested toward 93. The Euro finished +0.61% higher to see EUR/USD above 1.18, while the safe-haven Japanese Yen firmed to see USD/JPY underneath 106.00 for a -0.38% fall. Treasury yields ended the session mixed as the two-year added 0.5bps to 0.155%, while the 10-year eased 1bp to 0.774%, however finished the week over 8bps higher to mark the largest weekly gain in six-weeks. On the data front, wholesale inventories in the U.S. increased +0.4% MoM during August, down modestly from the +0.5% estimated previously. Markets across Europe finished higher on Friday as participants keep a close eye on stimulus developments out of the U.S. The pan-European Stoxx 600 closed

+0.55% higher to 370.35 points, the German Dax inched +0.07% higher to 13,051.23 points, while in London the FTSE 100 gained +0.65% to 6,016.65 points.

PRECIOUS

The precious complex remained buoyant during Asian trade on Monday, with notably silver extending gains from Friday's session to test USD \$25.50. The grey metal surged +5.4% on Friday and continued to firm across today's session after whipsaw pricing around the Shanghai open. The metal saw a sharp decline underneath USD \$25 in early Chinese trade, however spent little time underneath the figure. Afternoon pricing saw the metal test briefly above USD \$25.50, however resting offers toward the 23.6% Fib retracement at USD \$25.55 restricted any further top-side gains into the London open. Gold remained buoyant above support toward USD \$1,920 after a test toward the level in early Shanghai, however failed to consolidate moves above USD \$1,930, largely pinned to the figure throughout the afternoon. Gold vols have failed to catch up to the price action across spot, with 1m holding underneath 20, while 3m sits around 18.75. There's no data of note scheduled for release today as a number of U.S. markets are closed for the Columbus Day holiday.

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