



MKS PAMP GROUP

Europe / US Market Update

12th June 2019

Range Europe / US Markets
(from Globex open)

11-Jun-19	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1327.98	1328.48	14.703	14.723	806.72	809.72	1381.44	1384.44
HIGH	1329.94	1330.44	14.801	14.821	816.90	819.90	1401.23	1404.23
LOW	1319.94	1320.44	14.655	14.675	801.68	804.68	1378.14	1381.14
CLOSE	1326.81	1327.31	14.748	14.768	815.75	818.75	1394.12	1397.12
EFP	3.75	3.85	-0.025	-0.015	-1.50	-0.50	-12.00	-2.00
LBMA Prices	AM	PM	14.695		AM	PM	AM	PM
	1322.65	1324.30			803.00	809.00	1386.00	1398.00
Active Contract	GCQ9 Comdty		SIN9 Comdty		PLN9 Comdty		PAU9 Comdty	

MACRO

- Risk markets generally continued to stabilise/recover on Tuesday aided by buoyant US business confidence, a firming in base PPI data and strong UK labour market data.
- The Dow dipped -0.05% to 26,048.51, the S&P500 inched down -0.03% to 2,885.72 and the Nasdaq Composite remained flat down -0.01% to 7,822.72.
- Euro Stoxx 600 advanced +0.69% TO 380.89, the DAX rose +0.92% to 12,155.81, FTSE100 inclined +0.31% to 7,398.45 and the CAC40 tacked on +0.48% to 5,408.45.
- The dollar index remained flat at 96.72.
- Fixed income yields were slightly higher at the front of the curve - US 10y yields closing flat at 2.143%, while 2y yields were up +4bps at 1.926%.
- WTI crude dipped -0.7% to \$53.05 bbl and Brent crude slid -0.4% to \$62.06 bbl.
- US headline PPI came in as expected for May +0.1% MoM (+0.2% prior). The core measure rose +0.2% MoM. YoY basis the headline rose +1.8% (+2.2% prior) and core was +2.3%.
- US NFIB business optimism was stronger than expected rising to 105.0 (102.0 expected, 103.5 prior), its highest level in 8 months.
- UK labour data was better than expected, defying Brexit concerns. Weekly earnings rose +3.4% YoY (+3.2% prior), while the economy added +32k jobs in three months to April. The unemployment rate was unchanged at 3.8% (remaining at lowest levels since 1974).



PRECIOUS

- Gold and silver remained mostly unchanged on Tuesday, while the PGM's continued to advance following the weekend's US-Mexico trade deal and specifically the alleviation of tariff threats to the Mexican auto and auto-parts industries.
- Gold traded flat during the Asia session yesterday, clinging to a \$1328-1330 range for the most part.
- London came in and sold it off, with macro HF volumes pouring in on the short side. Gold hit a low \$1320.44 before climbing again into the NYK morning and in the end settling unchanged for the day around \$1328.
- Silver followed a similar trajectory to the gold, slowly lower through Asia/Europe and then bouncing in NYK to close the day ~\$0.10 higher at \$14.80.
- Platinum and palladium continue to grind higher, Pd now approaching \$1400 resistance (\$1395 bid last) and platinum punching through \$810 to close at \$815.

PRE-ASIA COMMENTS

- Spot metals are all currently higher on the day on the back of decent retail and spec demand.
- Gold has moved back through \$1330, silver is above \$14.80, platinum above \$815 and palladium is just below \$1400.
- XAUAUD is approaching record highs again, commencing the day around \$1905 and currently trading at \$1917.
- China CPI YoY 2.7% (2.7% expected, 2.5% prior), PPI 0.6% (0.6% expected, 0.9% prior).
- Data calendar today includes: US CPI, US MBA Mortgage Applications, US monthly budget statement.

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