



MKS PAMP
GROUP

Europe/US Market Update - 14th August 2020



Europe/US Markets (from Globex open)

13-Aug-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1928.90	1929.50	25.8675	25.8875	938.00	940.00	2169.00	2199.00
HIGH	1965.90	1966.50	27.7150	27.7350	967.50	969.50	2205.00	2235.00
LOW	1920.90	1921.50	25.6950	25.7150	932.50	934.50	2119.00	2149.00
CLOSE	1946.00	1946.60	27.0750	27.0950	952.50	954.50	2162.50	2192.50
FFP	6.00	10.00	0.0800	0.1600	14.00	24.00	20.00	50.00
Active Contract	GCZ0 Comdty		SIU0 Comdty		PLV0 Comdty		PAU0 Comdty	

MACRO

- A mixed session overnight, with equities marginally lower whilst the greenback edged higher.
- The Dow Jones fell 80 points, the S&P500 eased 7 points whilst the Nasdaq posted a gain of 30 points.
- European shares were softer. The Euro STOXX fell 0.6%, the German Dax declined 0.5% whilst the UK FTSE dropped 1.5%.
- The VIX index retreated 0.7% to 22.00.
- US treasury yields were firmer. The 2 year yield rose 0.8 bps to 0.163% whilst the 10 year yield gained 5.4 bps to 0.716%.
- Oil prices were softer. WTI fell 0.4% to \$42.34 whilst Brent lost 0.5% to \$45.02.
- Base metals were softer across the board with copper leading the laggards, down 2.7%.
- The CRB index rose 0.4% on the day to 148.9.
- US initial jobless claims beat expectations at 963k
- Germany's July CPI was in line with expectations at -0.5% m/m

PRECIOUS

- The precious complex all bounced back remarkably well after the heavy losses earlier in the

week.

- Asia had good demand from the opening bell, with gold rising over \$20 in the first few hours of trade.
- The Chinese paid the metal up to a high of 1942 before some light profit taking emerged pressuring the yellow metal back down to the low 1920's
- European trade was relatively lethargic trading either side of 1930 for the most part.
- NY were initial sellers pressuring XAU down to the days lows, but after the initial bout of supply, it was one way traffic with gold rallying an impressive \$40, trading north of 1960.
- Some profit taking prior to the close saw gold retreat back down to 1940.
- Silver had a stellar performance after the carnage earlier in the week. The grey metal rallied \$2 from the lows to reach a peak of 27.71.
- The PGM's also found a bid with platinum gaining about \$30 on the day whilst palladium poked its head above \$2200, before closing mid range at \$2170.
- The Philadelphia gold and silver index gained 3.45% on the day to close at 146.56.

PRE-ASIA COMMENTS

- Metals push higher in Asia.
- Asian equities open mixed.
- Ahead today: Euro area GDP; US retail sales

Although the information in this report has been obtained from and is based upon sources MKS believes to be reliable, we do not guarantee its accuracy and it may be incomplete or condensed. All opinions and estimates constitute MKS' judgment as of the date of this report and are subject to change without notice. This report is for informational purposes only and is not intended as investment advice, offer or solicitation for the purchase or sale of an investment. This report does not consider or take into account the investment objectives or financial situation of a particular party.