



MKS PAMP GROUP

Daily Asia Wrap

19th June 2019

Range Asian Hours
(from Globex open)

	GOLD	SILVER	PLATINUM	PALLADIUM
OPEN	1346.30/50	15.00/02	803/05	1482/85
HIGH	1347.30/50	15.02/04	805/07	1489/92
LOW	1342.20/40	14.94/96	800/02	1480/83
LAST	1344.50/70	14.97/99	803/05	1489/92

MARKETS/MACRO

Global stocks posted firm gains on Tuesday, buoyed by positive trade news out of the U.S. and the potential for further stimulus measures in Europe. In trade related news, President Trump announced that he is set to meet with Chinese President Xi Jinping in Japan next week on the sidelines of the G-20 meeting. The news was confirmed by Beijing and comes after six-weeks of rising tensions. European Central Bank President Mario Draghi spoke in Portugal on Tuesday, painting a dovish picture of the European economy and telegraphing the banks willingness to add further stimulus measures should the situation deteriorate further. "In the absence of improvement, such that the sustained return of inflation to our aim is threatened, additional stimulus will be required," Draghi noted. The DJIA finished the session +1.35% higher at 26,465.54 points, strength across industrials (+1.89%) and technology (+1.72%) saw the S&P 500 +0.97% higher to 2,917.75 points, while the tech-laden Nasdaq Composite jumped +1.39% to 7,953.883 points. The Greenback firmed +0.13% on Tuesday, recovering from early session weakness following comments from Draghi that saw the euro fall underneath 1.1200 for a -0.22% decline. The U.S. 10-year yield fell to 2.0475%, marking the lowest level since September 2017, while notably the German 10-year bund yield touched -0.30% for the first time ever. Stocks across Europe ended higher on the prospects of further stimulus from the ECB. The Stoxx Europe 600 added +1.67% to 384.78 points, the German Dax gained +2.03% to 12,331.75 points and in the U.K. the FTSE 100 finished +1.17% higher at 7,443.04 points.



PRECIOUS

A muted session across the precious complex during Asian trade today, as participants kept their powder dry leading into today's FOMC meeting. Firmer price action across USD/China saw gold ease during early Chinese pricing, however supportive interest toward USD \$1,342 was evident to restrict any further declines as the on-shore premium held toward USD \$14 - \$15. Bids remained solid throughout the afternoon amid mixed dollar flows, however the metal failed to make meaningful headway through USD \$1,345 and spent the remainder of the session either side of the figure. Fund interest remains buoyant around USD \$1,340 with extension toward USD \$1,335 and these levels will be the key today to the metal making a further test toward USD \$1,360. Silver pushed through USD \$15 on Tuesday however relinquished the figure in Asia today. The grey metal has seen an increase in fund interest in recent sessions and is likely to benefit from any further top-side moves to gold. Platinum remains the laggard around USD \$800, while palladium has USD \$1,500 firmly within it's sights.

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