



MKS PAMP
GROUP

Europe/US Market Update - 1st July 2020



Europe/US Markets (from Globex open)

| 30-Jun-20 | GOLD | | SILVER | | PLATINUM | | PALLADIUM | |
|------------------------|-------------|---------|-------------|---------|-------------|--------|-------------|---------|
| | Bid | Offer | Bid | Offer | Bid | Offer | Bid | Offer |
| OPEN | 1771.00 | 1771.50 | 17.8225 | 17.8425 | 818.50 | 821.50 | 1917.00 | 1937.00 |
| HIGH | 1786.20 | 1786.70 | 18.2550 | 18.2750 | 833.50 | 836.50 | 1958.50 | 1978.50 |
| LOW | 1764.70 | 1765.20 | 17.7875 | 17.8075 | 809.00 | 812.00 | 1893.00 | 1913.00 |
| CLOSE | 1783.75 | 1784.25 | 18.2300 | 18.2500 | 830.00 | 832.00 | 1942.00 | 1962.00 |
| EFP | 14.50 | 18.50 | 0.3500 | 0.4500 | 15.00 | 25.00 | -5.00 | 35.00 |
| Active Contract | GCQ0 Comdty | | SIU0 Comdty | | PLV0 Comdty | | PAU0 Comdty | |

MACRO

- A quiet session to end the quarter and the financial year for many, with U.S. stocks pushing higher amid low volumes.
- The DJIA ended the session +0.85% higher to 25,812.88 points, the S&P 500 firmed +1.54% to 3,100.29 points and the Nasdaq Composite ended +1.87% higher to 10,058.766 points.
- The VIX gauge declined -4.25% to 30.43
- The greenback pared early session gains to finish modestly lower (DXY -0.11%). The Safe-haven Japanese Yen remained under pressure as USD/JPY tested higher toward 108.00, while the British Pound spiked +0.85% to test 1.24.
- Treasury yields in the U.S. moved higher to see the two-year yield 0.6bps higher to 0.152%, while the 10-year gained 3.3bps to 0.656%
- European stocks finished firmer to see the Stoxx Europe 600 add +0.13% to 360.34 points, the German Dax gained +0.64% to 12,310.93 points, however in London the FTSE 100 ended -0.90% lower to 6,169.74 points.
- House prices in the U.S. increased +4% YoY (20-city) during April.
- The MNI Chicago PMI improved to 36.6 during June from 32.3 previously.
- U.S. consumer confidence jumped to 98.1 during June (exp: 91.5) from 85.9 previously.

PRECIOUS

- A firmer session across the precious complex during Tuesday's session, as on-going spikes in covid cases in the U.S. underpins price action.
- Gold remained locked in a narrow range throughout Asian/European hours, seeing supportive interest around USD \$1,770
- The yellow metal moved through USD \$1,775 in early New York hours, triggering a stop loss run above the recent high print to extend through to a USD \$1,786.20 session high
- Focus now turns to the resistance band through USD \$1,796 - \$1,800
- Silver finally took out the USD \$18 level after lagging the move higher in gold.
- Targets extend through to the early June highs around USD \$18.35.
- Platinum and palladium continue to hold key support levels.

PRE-ASIA COMMENTS

- Gold holds above USD \$1,780 in early Asian trade.
- Ahead today:
- U.K. house prices
- German employment data
- Markit manufacturing PMI's from Germany, Eurozone, U.K. and the U.S.
- U.S. mortgage applications
- U.S. ADP employment
- U.S. ISM manufacturing
- U.S. ISM prices paid
- U.S. construction spending
- U.S. FOMC meeting minutes

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.