



MKS PAMP  
GROUP

## Europe/US Market Update - 1st October 2020



### Europe/US Markets (from Globex open)

30-Sep-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1888.50	1889.00	23.85	23.87	873.00	876.00	2316.00	2336.00
HIGH	1901.60	1902.10	24.11	24.13	904.00	907.00	2345.00	2365.00
LOW	1881.90	1882.40	23.14	23.16	869.50	872.50	2300.50	2320.50
CLOSE	1888.60	1889.10	23.32	23.34	894.00	897.00	2310.50	2330.50
EFP	4.50	5.50	0.08	0.13	4.00	9.00	-5.00	25.00
Active Contract	GCZ0 Comdty		SIZ0 Comdty		PLV0 Comdty		PAZ0 Comdty	

### MACRO

- U.S. stock finished the last day of the trading month higher on optimism over a fresh stimulus bill out of Washington.
- The DJIA gained +1.20% to 27,781.70 points, the S&P 500 finished +0.83% higher at 3,363.00 points, while the the Nasdaq Composite added +0.74% to 11,167.508 points.
- Major bourses finished the month in negative territory for the first time since March as the DJIA fell -2.3%, the S&P 500 slumped -3.9%, while the Nasdaq Composite tanked -5.2%.
- On a quarterly basis the DJIA gained +7.6%, the S&P 500 rose +8.5%, while the Nasdaq Composite surged +11%
- The VIX gauge inched just 0.38% higher to 26.37
- The Greenback eased modestly after paring European gains in New York (DXY -0.1%).
- Treasury yields diverged to see the two-year finish flat toward 0.128%, while the 10-year jumped 3.5bps to 0.684%
- Private payrolls in the U.S. outpaced expectations to add 749k during September (exp: 649k) from 481k the month prior. It was the strongest reading in three months.
- The MNI Chicago PMI spiked to 62.4 from 51.2 previously.
- U.S. 2Q GDP was trimmed to an annualised -31.4% from -31.7% previously. Core PCE

improved to -0.8% QoQ from -1.0% QoQ previously.

- European stocks ended lower amid choppy trade, seeing the Europe Stoxx 600 -0.11% lower to 361.09 points, the German Dax declined -0.51% to 12,760.73 points, while in London the FTSE 100 fell -0.53% to 5,866.10 points.

## **PRECIOUS**

- A mixed session across the precious complex on Thursday to end the month/quarter.
- Gold tracked a USD \$20 throughout the session, finding good interest toward USD \$1,880, while a brief move above USD \$1,900 found offers.
- The yellow metal continues to see resistance through USD \$1,896 - \$1,906 to restrict further top-side gains, however supportive interest remains evident through to USD \$1,880.
- Silver endured a volatile session, trading a USD \$1.20 range to finish the session -4.4% lower.
- The grey metal continues to see volatile ranges, however looks to be well supported above USD \$23.
- Platinum pushed back above USD \$900, ripping higher in New York, while palladium consolidated above USD \$2,300.

## **PRE-ASIA COMMENTS**

- Gold remains pinned toward USD \$1,890 in early session trade in light flows as China takes leave for Golden Week.
- Ahead today:
- A host of Markit manufacturing PMI prints out of Europe
- Eurozone unemployment
- U.S. initial jobless claims
- U.S. personal income/spending and PCE
- U.S. Markit manufacturing PMI
- U.S. Bloomberg consumer confidence
- U.S. construction spending
- U.S. ISM manufacturing

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