

## Daily European Wrap

- A rather quiet day for most markets. US equities have held onto gains despite lingering concerns over delta flareups, softer US data (jump in jobless claims) and mixed corporate results/earnings which are already hinting at a choppy 2H.
- The DXY continued to be pressured, but overall remains relatively strong and thus essentially putting a cap on most growth/cyclical commodities, like PGMS and Silver. There were some wild kneejerk movements in the EUR, swinging between 1.177 and 1.183, after the ECB revamped its guidance in a push to hit higher inflation following their strategy review last month. Lagarde also leaned somewhat dovish hinting that the delta variant is weighing on the economic risk balance. It means policy makers won't necessarily need to react/hike if price growth overshoots their target for a period and with the ECB currently seeing growth averaging just 1.4% in 2023, that implies a hiking cycle is years away. Gold priced in EUR could look attractive.
- Gold put in another attempt (this is the 3<sup>rd</sup>) at convincingly breaking \$1795, but was fought off; there seems to be some steady protection down there. US jobless claims and the dovish ECB could only inject a meagre \$10+ bounce with no follow-through. In addition, the recent fact that it could NOT rally when 10yrs were 1.15% and 2yrs sub 0.2% is a statement let down. Gold remains in no-man's-land and very neutral because the conviction for higher (>\$1850) or lower <\$1750) prices -- unless a new catalyst emerges -- is so low. The risk is that with the Fed looming and recent length quite offside, there's only so many times \$1795 can hold.

METALS	GCQ1 Comdty	SIU1 Comdty	PLV1 Comdty	PAU1 Comdty	HGU1 Comdty
Active contract	Gold - GCQ1 (\$/oz)	Silver - SIU1 (\$/oz)	Platinum - PLV1 (\$/oz)	Palladium - PAU1 (\$/oz)	HG Copper (\$/lbs)
Open	\$ 1,803.90	\$ 25.33	\$ 1,078.20	\$ 2,658.50	\$ 4.28
High	\$ 1,806.60	\$ 25.37	\$ 1,084.00	\$ 2,693.00	\$ 4.34
Low	\$ 1,791.90	\$ 25.06	\$ 1,072.90	\$ 2,655.50	\$ 4.27
Settlement	\$ 1,803.40	\$ 25.26	\$ 1,075.30	\$ 2,654.90	\$ 4.27
Price range	\$ 14.70	\$ 0.31	\$ 11.10	\$ 37.50	\$ 0.07
1day net change	\$ -	\$ (0.02)	\$ 4.00	\$ 30.10	\$ 5.20
1day % change	0.0%	-0.1%	0.4%	1.1%	1.2%
5 day % change	-1.4%	-4.4%	-5.1%	-1.6%	0.0%

MACRO	SPX	DXY	EUR	10yr yields	WTI
Last Price	4358.89	92.75	1.18	1.27	70.76
1day % change	0.0%	0.0%	-0.1%	-1.6%	0.7%
5 day % change	0.0%	0.1%	-0.2%	-2.4%	-1.2%

PRECIOUS FLOWS	ETF HOLDINGS & FLOWS (oz)			FUTURES HOLDINGS & FLOWS (# of contracts)		
	Lastest ETF Holdings	1day change	5day change	Aggregate Open Interest	1 day O.I change in active	Aggregate Futures Volume
Flows (oz)						
Gold	100,173,334	(43,118)	(352,862)	502,760	(15,818)	157,251
Silver	924,204,585	(1,796,921)	4,402,854	149,681	(2,059)	30,578
Platinum	3,979,711	13,791	21,340	57,094	(518)	5,311
Palladium	546,871	(19)	1,698	9,912	(26)	684

Source: Bloomberg, CME, MKS PAMP Group

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