

## Daily U.S / European Wrap - infrastructure plan

accomplish along **bipartisan** bridge **build** buses **chargers**  
 communities components construction country dedicated disadvantaged domestic drive electric electrify  
**emission** **ev** **framework** goal harmful  
**highway** history **infrastructure** interstate  
**investment** **largest** manufacturing national network president reduce  
 rural school single system thousands transit **vehicle** zero

- **Biden said he's reached a tentative deal with a group of Democratic and Republican senators on a bipartisan, \$579 billion 5-year infrastructure plan** that would fulfill one of his top priorities. The deal will cost \$1.2tn (over 8yrs), and offers more than \$550bn in new spending. That is smaller than what the group had previously discussed, and the majority of new funding would go to traditional transportation infrastructure, while EV /clean energy policies only account for < than \$100bn.
- The agreement is a big step toward drawing enough votes from both parties to get through Congress. The senators must now get congressional leaders of both parties on board to assure support in the evenly divided Senate (60 votes is required to get the legislation passed).
- Biden said "neither side got everything they wanted" in the compromise deal, and also noted that the bipartisan agreement is the largest investment in public transit in American history, the largest investment in rail since the creation of Amtrak, it'll deliver high speed internet to every American home and replace 100% of the nation's lead pipes.
- It's not clear how this deal would be paid for and Biden said "we're going to do it all without raising a cent from earners below \$400,000." Details are somewhat limited and it's likely to be deficit funded.
- Biden says he requires both the infrastructure and (much larger) reconciliation bills on his desk and "If only one comes to me ... I'm not signing." Passing 2 bills is much tougher than passing one, especially when the 2nd bill includes the unpopular spending proposals financed by unpopular tax hikes.
- Full fact sheet here: <https://www.whitehouse.gov/briefing-room/statements-releases/2021/06/24/fact-sheet-president-biden-announces-support-for-the-bipartisan-infrastructure-framework/>
- The Dow soared Thursday afternoon, after the deal was announced after trailing the Nasdaq, driven by industrials. Volatility continues to fall, another calming sign with the VIX below 16. **This can certainly rejuvenate the tied/downbeat inflationary trade!**
- **The BOE** pushed back against speculation that a surge in inflation means it's turning hawkish alongside the Fed, saying the economy still needs support (the GBP fell, naturally). While the **Mex Peso** soared as its CB shocked with unexpected rate hike indicating that inflation isn't transitory.
- **Precious Metals remain contained** and well within recent weekly ranges, with thin sideways trading. PGMs continue to remain better supported with a series of higher lows, in contrast to the lower highs being put on by Gold and Silver.

| METALS          | GCQ1 Comdty         | SIN1 Comdty           | PL1 Comdty             | PAU1 Comdty              | HGCU1 Comdty       |
|-----------------|---------------------|-----------------------|------------------------|--------------------------|--------------------|
| Active contract | Gold - GCQ1 (\$/oz) | Silver - SIN1 (\$/oz) | Platinum - PL1 (\$/oz) | Palladium - PAU1 (\$/oz) | HG Copper (\$/lbs) |
| Open            | \$ 1,778.20         | \$ 25.94              | \$ 1,082.80            | \$ 2,609.50              | \$ 4.32            |
| High            | \$ 1,788.60         | \$ 26.25              | \$ 1,096.50            | \$ 2,656.50              | \$ 4.33            |
| Low             | \$ 1,772.70         | \$ 25.87              | \$ 1,067.40            | \$ 2,604.00              | \$ 4.26            |
| Settlement      | \$ 1,776.70         | \$ 26.05              | \$ 1,093.90            | \$ 2,643.90              | \$ 4.31            |
| Price range     | \$ 15.90            | \$ 0.38               | \$ 29.10               | \$ 52.50                 | \$ 0.06            |
| 1day net change | \$ (7.20)           | \$ (0.07)             | \$ 7.50                | \$ 14.00                 | \$ (1.65)          |
| 1day % change   | -0.4%               | -0.3%                 | 0.7%                   | 0.5%                     | -0.4%              |
| 5 day % change  | 0.1%                | 0.7%                  | 3.7%                   | 5.3%                     | 3.3%               |

| MACRO          | SPX     | DXY   | EUR  | 10yr yields | WTI   |
|----------------|---------|-------|------|-------------|-------|
| Last Price     | 4269.47 | 91.80 | 1.19 | 1.49        | 73.23 |
| 1day % change  | 0.7%    | 0.0%  | 0.1% | 0.0%        | 0.2%  |
| 5 day % change | 1.1%    | -0.1% | 0.2% | -1.3%       | 3.1%  |

| 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 contract | Aggregate Futures Volume |
| Flows (oz)     |                           |             |              |   |                                     |                          |
| Gold           | 101,083,497               | 31,988      | 55,627       | 453,502                                   | (1,275)                             | 146,825                  |
| Silver         | 926,377,166               | (954,494)   | (12,608,439) | 178,120                                   | (7,192)                             | 77,136                   |
| Platinum       | 3,970,728                 | 12,550      | 12,448       | 61,922                                    | (5,640)                             | 21,266                   |
| Palladium      | 545,406                   | 2,770       | 12,538       | 9,111                                     | (108)                               | 910                      |

Source: Bloomberg, CME, MKS PAMP Group

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.

MKS PAMP GROUP B.V. | World Trade Center - B Tower, 867 Strawinskylaan, Amsterdam, 1077XX Netherlands

[Unsubscribe {recipient's email}](#)

[Update Profile](#) | [Constant Contact Data Notice](#)

Sent by nshiels@mkspamp.com