



MKS PAMP  
GROUP

## Europe/US Market Update - 2nd June 2020



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

1-Jun-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
<b>OPEN</b>	1743.60	1744.60	18.3300	18.3500	847.50	849.50	1961.50	1991.50
<b>HIGH</b>	1744.20	1745.20	18.3700	18.3900	859.00	861.00	1977.50	2007.50
<b>LOW</b>	1728.40	1729.40	18.0000	18.0200	832.00	834.00	1928.00	1958.00
<b>CLOSE</b>	1739.10	1740.10	18.3025	18.3225	852.50	854.50	1965.50	1995.50
<b>EFP</b>	10.00	14.00	0.4900	0.5500	45.00	51.00	0.00	50.00
<b>Active Contract</b>	GCMO Comdty		SINO Comdty		PLNO Comdty		PAMO Comdty	

### MACRO

- U.S. equities ended modestly higher on Monday as participants largely ignored the on-going unrest across the country.
- The DJIA finished the session +0.36% higher at 25,475.02 points, the S&P 500 gained +0.38% to 3,055.73 points and the Nasdaq Composite added +0.66% to 9,552.051 points.
- Gains were led by financial stocks (+1.16%) and energy stocks (+1.68%)
- The VIX volatility index increased +2.62% to 28.23
- The greenback finished the session -0.47% down, pinned toward the lowest level in two-months as commodity related currencies rallied and GBP shorts were squeezed.
- U.S. treasury yields softened but finished off the session lows to see the two-year down 0.3bps to 0.1584% and the 10-year was generally flat around 0.66%.
- European shares finished mixed on Monday to see the Stoxx Euro 600 +1.10% higher to 354.20 points, the German Dax closed -1.65% lower to 11,586.85 points, while in the U.K. the FTSE 100 gained +1.48% to 6,166.42 points.
- The ISM U.S. manufacturing index climbed to 43.1 during May from an 11-year low of 41.5 in April.
- Construction spending in the U.S. declined -2.9% MoM during April.

## PRECIOUS

- Safe-haven demand underpinned price action across the precious complex on Monday
- The U.S. weekend unrest saw metals firmer from the Asian open, with silver notably making light work of USD \$18
- Gold held a USD \$15 range, pushing above USD \$1,740 in early pricing, however turned offered in Europe to test USD \$1,730, whereby supportive interest restricted declines.
- The metal ended toward the session high to book a +0.7% gain
- Silver outpaced to touch a USD \$18.37 session high, adding almost +2.4% on the session as the XAU/XAG ratio further declined.
- Platinum added +1.75% and finished close to the session high toward USD \$850.
- Palladium continued to consolidate above USD \$1,900, firming +1.4% on the session.

## PRE-ASIA COMMENTS

- On-going unrest in the U.S. continues to see gold and silver supported in early trade, holding around USD \$1,740 and \$17.20 respectively
- Ahead today:
- U.K. house prices
- U.S. vehicle sales

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