



MKS PAMP
GROUP

Europe/US Market Update - 30th July 2020



Europe/US Markets (from Globex open)

29-Jul-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1952.70	1953.30	24.2250	24.2450	939.00	941.00	2274.00	2304.00
HIGH	1980.30	1980.90	24.9550	24.9750	950.00	952.00	2280.00	2310.00
LOW	1942.20	1942.80	23.3500	23.3700	925.00	927.00	2096.00	2126.00
CLOSE	1965.00	1965.60	24.1675	24.1875	934.00	936.00	2176.50	2206.50
EFP	-9.00	-5.00	0.0600	0.1400	23.00	33.00	60.00	90.00
Active Contract	GCQ0 Comdty		SIU0 Comdty		PLV0 Comdty		PAU0 Comdty	

MACRO U.S.

- All eyes were on the dovish Fed, which pushed share prices higher, continued softness in the greenback and a new record low on the US 5 year yield.
- The major US equity markets all finished higher.
- The Dow Jones rallied 160 points, the S&P500 rose 40 points whilst the Nasdaq climbed 140 points
- European shares were generally lower. The Euro STOXX eased 0.1%, the German Dax lost 0.1% whilst the UK FTSE was unchanged.
- The VIX gauge lost 5.3% to 24.00.
- US treasury yields were softer. The 2 year yield fell 1 bps to 0.131% whilst the 10 year yield lost 0.3 bps to 0.576%.
- Oil prices were higher. WTI rose 0.5% to \$41.29 whilst Brent advanced 1.1% to \$43.80.
- Base metals were mixed. Copper was flat whilst zinc rose 2.2%.
- The CRB index rose 0.6% to 144.30.

- US June exports rose a record 13.9% m/m.
- US June wholesale inventories fell 2% m/m
- The Fed committed to keep rates near zero

PRECIOUS

- A mixed day for the precious.
- Asia trade was rangebound oscillating between 1950-1960 for the most part.
- London trade was also reasonably quiet ahead of the FOMC.
- NY came in on the offer, pressuring the yellow metal down to the days lows of 1943.
- Bargain hunters were sitting on the bid and the metal rocketed back up to 1960 prior to the Fed.
- Whippy price action following the release of the FOMC saw the yellow metal shoot up to 1980, only to be met by a wave of supply hammering the market back down to 1952.
- XAU managed to recoup some of the losses into the close, finishing the session at 1965.
- Silver's prices action was brutal yet again.
- The grey metal surged towards 25 following the Fed, only to collapse \$1.50 in the following minutes.
- The PGM's gave up some of their recent gains with palladium losing close to \$150 on the day whilst platinum retreated back down to the 920's.
- The Philadelphia gold and silver index fell 1%.

PRE-ASIA COMMENTS

- Gold edges marginally higher in early trade.
- Asian equities open higher following Wall Street's lead.
- Ahead today: German unemployment; German GDP; German Inflation rate; US GDP

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