



MKS PAMP
GROUP

Europe/US Market Update - 3rd October 2019



Europe/US Markets (from Globex open)

2-Oct-2019	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1477.35	1477.85	17.225	17.245	871.00	873.00	1642.00	1648.00
HIGH	1504.75	1505.25	17.660	17.680	891.00	893.00	1693.00	1699.00
LOW	1474.50	1475.00	17.200	17.220	871.00	873.00	1639.00	1645.00
CLOSE	1499.05	1499.55	17.560	17.580	886.50	888.50	1686.00	1692.00
EFP	5.90	6.10	0.0450	0.0550	4.50	5.50	-32.00	-22.00
Active Contract	GCZ9 Comdty		SIZ9 Comdty		PLFO Comdty		PAZ9 Comdty	

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MACRO

- US equities closed sharply lower on the back of a softer than expected jobs report and fresh global growth concerns.
- The DJIA ended down -1.86% to 26,078.62 points, the S&P 500 declined -1.79% to 2,887.61 points, while the Nasdaq Composite fell -1.56% to 7,785.246 points.
- Financials (-2.1%) and energy (-2.61%) led the laggards.
- The VIX gauge spiked +10.78% to 20.56
- The greenback slumped in New York to reverse early session gains, finishing the session down a modest -0.15%, however underneath the important 99.00 level for the DXY as participants moved into safe haven assets such as the yen (USD/JPY -0.54%).
- Treasury yields in the U.S. traded lower to see the 10-year fall 5bps to 1.60%, while the two-year declined 6bps to 1.484%.
- European equities were hammered on Wednesday on the back of global growth concerns.
- The Stoxx Europe plummeted -2.70% to 377.582 points, the German Dax collapsed -2.76% to 11,925.25 points, while in London the U.K. FTSE 100 cratered -3.23% to 7,122.54 points to mark

the worst single-session result in over 3 years.

- U.S. ADP employment saw 135k jobs added during September (exp: 140k), while August saw a downwards revision to 157k from 195k previously.

PRECIOUS

- Gold took a leg higher on Wednesday as the ADP report and the previous session's ISM print stoked growth fears.
- The yellow metal inched sideways in Asia amid low volumes with China still on leave, finding a base around USD \$1,475 leading into European trade.
- Weaker European stocks saw the metal test toward USD \$1,490, before Interest out of New York sent the metal through USD \$1,500.
- Late session interest saw the metal hold around the key psychological USD \$1,500 figure.
- The 50 DMA at USD \$1,498 coupled with the psychological USD \$1,500 will act as the first layers of support, while key top-side targets extend broadly through USD \$1,530 - \$1,535.
- Silver remained firm above USD \$17 yesterday after recapturing the figure on Tuesday.
- The grey metal pushed above the USD \$17.40 - \$17.50 pivot area to touch a USD \$17.66 session high.

PRE-ASIA COMMENTS

- Gold holds around USD \$1,500 in early Asian trade.
- Ahead today:
- Markit services/composite PMI prints from Italy, France, Germany, the Eurozone, the U.K. and the U.S.
- U.S. initial jobless claims
- Bloomberg U.S. consumer confidence
- U.S. ISM non-manufacturing PMI
- U.S. factory orders
- U.S. durable goods orders

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