



MKS PAMP
GROUP

Europe/US Market Update - 4th June 2020



Europe/US Markets (from Globex open)

3-Jun-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1724.80	1725.80	17.8750	17.8950	840.50	842.50	1992.00	2022.00
HIGH	1725.20	1726.20	17.9900	18.0100	845.00	847.00	1993.00	2023.00
LOW	1690.10	1691.10	17.4850	17.5050	829.50	831.50	1945.50	1975.50
CLOSE	1698.10	1699.10	17.7325	17.7525	835.00	837.00	1946.50	1976.50
EFP	1.50	5.50	0.2000	0.3000	19.00	29.00	-25.00	25.00
Active Contract	GCQ0 Comdty		SIN0 Comdty		PLN0 Comdty		PAU0 Comdty	

MACRO

- US equities continues their incredible rally despite the pandemic and now the US riots.
- The Dow Jones rose 527 points, the S&P500 gained 42 points whilst the Nasdaq climbed 74 points.
- European shares were also much higher. The Euro STOXX rallied 3.5%, the German Dax jumped 3.9% whilst the UK FTSE advanced 2.6%.
- The VIX gauge lost 4.4% to 26.00
- The DXY index continued its recent descent, closing the day down 0.37% at 97.32.
- US treasury yields were firmer. The 2 year yield rose 2.2 bps to 0.188% whilst the 10 year yield gained 4.6 bps to 0.744%
- Oil prices were softer. WTI fell 3.4% to \$36.75 whilst Brent declined 2.7% to \$39.31.
- Base metals were mixed. Aluminium was the best performer, up 1.4% whilst copper declined 0.1%.
- The CRB index rose 0.7% to 135.01.

- PMI data was a little firmer than expected across geographies, but it's a long way from normality.
- The ISM non-manufacturing index rose to 45.8 from 41.8.
- The ADP job losses were much less than expected in May. Jobs fell 2.76m compared with expectations of 9m.

PRECIOUS

- A soft day for the precious with gold sinking below 1700.
- Asia trade was soft with the yellow metal easing about \$10 down to a low of 1720 before staging a dead cat bounce leading into London.
- European trade was lethargic but on the soft side with XAU drifting lower.
- A sharp sweep higher on the NY open to 1725 proved to be the sessions high, and the market traded one way from that point on, dropping about \$35.
- Offers capped the market for the remainder of the session with further losses looking likely.
- Silver also traded heavily dropping 50 cents on the day.
- The PGM's had little fanfare with both metals trading slightly lower on the day.
- The Philadelphia gold and silver index declined 2.93% to 115.32.

PRE-ASIA COMMENTS

- Gold trades sideways in early trade.
- Asian equities open higher following Wall Street's lead.
- Ahead today: UK-EU Brexit talks; EU retail sales; ECB rate decision; Canada balance of trade; US initial jobless claims

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