



MKS PAMP GROUP

Europe / US Market Update

10th December 2018

Range Europe / US Markets
(from Globex open)

7-Dec-2018	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1239.20	1239.70	14.440	14.470	787.00	790.00	1200.00	1210.00
HIGH	1249.80	1250.30	14.640	14.670	795.00	798.00	1225.00	1235.00
LOW	1237.80	1238.30	14.420	14.450	783.00	786.00	1188.00	1198.00
CLOSE	1248.50	1249.00	14.620	14.650	793.00	796.00	1222.00	1232.00
EFP	5.50	5.60	0.0750	0.0850	0.00	1.00	-60.00	-50.00
LBMA Prices	AM	PM	14.490		AM	PM	AM	PM
	1241.20	1243.30			789.00	789.00	1211.00	1208.00
Active Contract	GCG9 Comdty		SIH9 Comdty		PLF9 Comdty		PAH9 Comdty	

MACRO

- US equities were sold off on Friday as NFP came in weaker than expected.
- The Dow lost 558.72 points to 24,388.95, the S&P 500 fell 62.87 points to 2,633.08, while the Nasdaq shed 219.01 points to 6,969.25.
- Tech (-3.53%) and consumer discretionary (--3.08%) led a near broad decline in the markets.
- The VIX gauge added 9.6% to 23.23.
- The US dollar index eased 0.30% to 96.705, the EUR traded up to 1.1421, while USD/JPY traded down to 112.54.
- US treasury yields were lower, the 2 year yield slipped 4.9 bps to 2.711% while the 10 year yield lost 4.3 bps to 2.845%.
- European shares were mostly higher, the EuroSTOXX added 0.62%, the German DAX fell 0.21%, while the UK FTSE rose 1.10%.
- Oil prices were higher, Brent climbed 3.4% to \$61.67 while WTI firmed 2.7% to \$52.61.
- Base metals were mostly higher, with copper (+1.2) leading the gains.
- In US economic data, non-farm payrolls came in at 155k in November, falling short of the expected 190k.
- The unemployment rate remained unchanged at 3.7% in November.
- Average hourly earnings rose 6c to \$27.35 in November.
- The University of Michigan consumer sentiment index was unchanged at 97.5 in December.

PRECIOUS

- Strong session for the precious as the markets turn risk-off.
- Gold opened at the day's low of \$1237 in Asia.
- Price action fairly muted through Asian hours despite a firmer SGE premium of \$7-8.
- The market reached \$1242 during the London AM session.
- Lower than expected NFP numbers sent the metal on an upward trajectory during NY hours.
- The market consolidated around \$1245-46 before pushing higher again through the afternoon.



- The yellow metal posted a fresh 5 month high of \$1249 before closing at \$1247.
- Silver traded to a high of \$14.64.
- PGMs posted modest gains.
- The Philadelphia gold and silver index rose 2.40%.
- SPDR Gold Trust holdings up 0.20% to 759.73mt.

PRE-ASIA COMMENTS

- Gold edging higher in early Asian trading.
- Ahead today:
- US Job Openings

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.