



## MKS PAMP GROUP

### Europe / US Market Update

17<sup>th</sup> May 2019

Range Europe / US Markets  
(from Globex open)

16-May-19	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1296.25	1296.75	14.7750	14.7950	845.20	847.20	1330.30	1340.30
HIGH	1298.65	1299.15	14.8100	14.8300	849.70	851.70	1343.00	1353.00
LOW	1283.75	1284.25	14.5000	14.5200	830.50	832.50	1324.00	1334.00
CLOSE	1286.35	1286.85	14.5400	14.5600	832.70	834.70	1330.30	1340.30
EFP	0.15	0.65	(0.0050)	0.0150	0.50	2.50	(14.00)	(4.00)
LBMA Prices	AM	PM	14.7950		AM	PM	AM	PM
	1295.55	1291.70			848.00	842.00	1337.00	1335.00
Active Contract	GCM9 Comdty		SIN9 Comdty		PLN9 Comdty		PAM9 Comdty	

#### MACRO

- Risk continued to push higher, with the US equities bouncing impressively. The S&P500 is now only 2% shy of its record high.
- The Dow Jones rallied 214.66, the S&P500 climbed 25.35 points whilst the Nasdaq gained 75.90 points.
- European shares were also bid. The Euro STOXX firmed 1.6%, the German Dax rose 1.7% whilst the UK FTSE jumped 0.8%.
- The VIX gauge slid 7.0% lower to 15.00.
- US treasury yields were higher. The 2 year yield advanced 3.5 bps to 2.192% whilst the 10 year yield rose 2.8% to 2.393%.
- Oil prices were firmer. WTI gained 1.1% to \$63.08 whilst Brent rallied 0.9% to \$72.77.
- Base metals were higher with zinc leading the charge, up 0.4% to 2637.
- The CRB index rallied 0.9% to 182.32.
- The Philadelphia Fed came in better than expected, at 16.6 in May (last 8.5).
- The March euro area trade surplus narrowed to EUR17.9 billion from EUR20.6 in February

#### PRECIOUS

- A soft day for the precious, with gold falling around \$15 on the back of the firm equities and recovering US treasury yields.
- Asia trade was a non event with gold trading sideways for the most part.
- Some light demand in London saw XAU test the days highs at 1284 but from that moment onward's the metal was hit with wave after wave of selling.
- Stop loss orders triggered on the break of 1290 pressured the metal down to a low of 1284.25.
- Offers remained for the rest of the session, closing the day at a very soft 1286.00.
- Silver was also hammered, losing about 30 cents on the day to a low of 14.52.
- The PGM's weren't immune to the sell off. Platinum dropped about \$20 whilst palladium retreated down to a low of 1334.
- The Philadelphia gold and silver index eased 1.27%.
- The SPDR gold trust holdings were unchanged at 733.23 metric tons.



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## **PRE-ASIA COMMENTS**

- Gold trades lifelessly in early trade, following the ugly sell off overnight.
- Asian equities open higher following Wall Street's lead.
- Ahead today: Euro zone CPI, US U. of Mich Sentiment

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