



## MKS PAMP GROUP

### Europe / US Market Update

#### 26<sup>th</sup> September 2017

Range Europe / US Markets  
(from Globex open)

25 <sup>th</sup> August 2017	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
<b>OPEN</b>	1293.40	1293.90	16.9175	16.9475	932.75	935.75	924.50	928.50
<b>HIGH</b>	1311.40	1311.90	17.1525	17.1825	940.05	943.05	925.25	929.25
<b>LOW</b>	1290.50	1291.00	16.8325	16.8625	924.05	927.05	908.50	912.50
<b>CLOSE</b>	1311.00	1311.50	17.1475	17.1775	939.35	942.35	911.70	915.70
<b>EFP</b>	2.80	3.30	0.0175	0.0475	-1.25	1.75	-5.50	-1.50
<b>LBMA Prices</b>	AM 1295.50	PM 1293.30	16.95		AM 931.00	PM 927.00	AM 920.00	PM 917.00
<b>Active Contract</b>	GCZY Comdty		SI27 Comdty		PLV7 Comdty		PAZ7 Comdty	

#### MACRO

- Risk off overnight as North Korea's Foreign Minister said Trump's recent comments were a declaration of war.
- The Dow Jones lost 53.5 points, the S&P500 dropped 5.56 points whilst the Nasdaq eased 56.23 points.
- The best performing sector was energy (+1.47%) whilst Tech stocks were the worst, down 1.42%.
- European shares were mixed. The Euro Stoxx fell 0.1%, the German Dax was flat whilst the UK FTSE retreated 0.1%.
- The VIX gauge surged 6.47% to 10.21.
- The dollar index rallied 0.53% to 92.656. The EUR touched a low of 1.1832 whilst the GBP traded down to 1.3430.
- Oil prices rallied overnight. WTI surged 3.1% to \$52.12 whilst Brent jumped 4.0% to \$59.07.
- The CRB index rose 0.6% to 184.61.
- Base metals were mixed. Aluminium fell 0.3% whilst zinc rose 2.8%
- US treasury yields were lower. The 2 year yield lost 1.2 bps to 1.423% whilst the 10 year yield fell 2.7 bps to 2.22%.
- Bitcoin rallied 7.53% to \$3,937.87 whilst Ethereum jumped 4.55% to \$295.22.
- The German IFO business survey eased to 115.2 from 115.9.
- There was no major US data.

#### PRECIOUS

- Gold rallies overnight following further threats from NK.
- Asia opened to heavy selling in line with the firm greenback and soft close to the week on Friday.
- XAU dropped \$8 in the first hour of trade and sat idly for the remainder of the day around the 1293 level.
- China were light buyers with the SGE premium around \$7 over loco London.
- London were light buyers, but resting offers at 1295 capped any further advance.
- NY trade was initially quiet, but when NK's Foreign Minister Ri spoke to the media, the yellow metal soared higher, jumping back above 1300.
- The market didn't look back rallying up to 1311.40.



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- Silver also recouped some ground trading back above 17 to a high of 17.1525.
- The Philadelphia Gold and Silver index rose 1.58%.
- SPDR gold trust holdings unchanged at 856.08 metric tons

#### **PRE-ASIA COMMENTS**

- Asian equities open lower following Wall Street's lead.
- Gold retains its bid following the comments from NK Foreign Minister.
- Ahead today:
  - US S&P/Case Shiller composite
  - US new home sales
  - US consumer confidence
  - Yellen speaks on inflation and monetary policy

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