



MKS PAMP GROUP
Europe / US Market Update
28th August 2017

Range Europe / US Markets
(from Globex open)

25 th August 2017	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1286.50	1287.00	16.9650	16.9950	977.10	980.10	935.00	940.00
HIGH	1295.70	1296.20	17.1750	17.2050	983.50	986.50	940.75	945.75
LOW	1276.00	1276.50	16.7300	16.7600	966.90	969.90	926.00	931.00
CLOSE	1290.90	1291.40	17.0600	17.0900	972.60	975.60	927.40	932.40
EFP	5.00	5.50	-0.0350	-0.0050	1.50	4.50	-2.00	3.00
LBMA Prices	AM 1287.05	PM 1285.30	17.02		AM 979.00	PM 975.00	AM 939.00	PM 930.00
Active Contract	GCZY Comdty		SIU7 Comdty		PLV7 Comdty		PAU7 Comdty	

MACRO

- Neither Fed Chair Yellen or ECB President Draghi offered any real clues regarding future monetary policy at the Jackson Hole Symposium.
- Both warned of the danger of dismantling the regulatory framework put in place after the financial crisis.
- US equities were mostly higher Friday following the meeting.
- The Dow added 30.27 points to 21,813.67, the S&P 500 gained 4.08 points to 2,443.05, while the Nasdaq sold off 5.68 points to 6,265.644.
- There were wins for telecoms (+0.78%) and energy (+0.52%) while healthcare (-0.12%) and tech (-0.11%) were the only laggards.
- The US dollar index fell 0.9% to 92.49, the EUR traded up to 1.1962, while USD/JPY traded down to 109.18.
- US treasury yields were mixed, 2 year yields firmed 0.2 bps to 1.33%, while 10 year yields slipped 2.2 bps to 2.17%.
- European shares were lower, the EuroSTOXX 600 declined 0.18%, the German DAX retreated 0.11%, while the UK FTSE edged lower 0.08%.
- Oil prices were higher as the Gulf of Mexico braced for Hurricane Harvey, WTI gained 0.2% to \$47.87.
- Base metals were broadly lower, with nickel (-2.2%) leading the decline.
- In US economic data, durable goods orders fell 6.8% in July following a 6.4% gain in June, the biggest drop since August 2014.
- Core capital goods orders rose 1% in July.

PRECIOUS

- Volatility in the precious markets during NY hours ahead of the meeting in Jackson Hole.
- Gold was very quiet during Asian hours, trading between \$1285-87.
- The SGE premium was \$5-6 over loco London.
- The action began during the NY AM with gold spiking to \$1292 before a sell off of +2mio oz saw the market drop almost \$20 in a matter of minutes.



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- The bounce was almost as swift with the yellow metal printing the days high of \$1295 at 11am local time.
 - The market stabilised from here, holding on to close above \$1290.
 - Silver saw the same wild swing in NY before finishing higher at \$17.05.
 - Palladium traded briefly at \$940 before succumbing to profit taking.
 - The Philadelphia gold and silver index lost 0.56%.
- Gold ETFs bought 182koz on Friday.

PRE-ASIA COMMENTS

- Gold edging higher in early Asian trade.
- Ahead today:

US Advance Trade in Goods

EU M3 Money Supply

EU Loan Growth

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