



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

Range Europe / US Markets
(from Globex open)

27-Sep-17	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1293.70	1294.20	16.8225	16.8525	926.65	929.65	913.35	917.35
HIGH	1295.20	1295.70	16.8825	16.9125	927.75	930.75	934.00	938.00
LOW	1281.00	1281.50	16.7125	16.7425	915.25	918.25	910.05	914.05
CLOSE	1282.80	1283.30	16.7425	16.7725	918.35	921.35	928.55	932.55
EFP	2.80	3.30	0.0175	0.0475	-1.25	1.75	-5.50	-1.50
LBMA Prices	AM	PM	16.89		AM	PM	AM	PM
	1291.30	1282.55			920.00	917.00	916.00	917.00
Active Contract	GCZ7 Comdty		SIZ7 Comdty		PLV7 Comdty		PAZ7 Comdty	

MACRO

- Congressional Republicans released their plan for an overhaul of the US tax system.
- The number of individual tax brackets would be reduced to 3 from 7, with rates of 12%, 25%, and 35%.
- The plan would cut the corporate tax rate to 20% from the current 35%.
- President Trump said the plan would provide "historic tax relief to the American people"
- US equities were higher on the news of potential tax cuts.
- The Dow added 56.39 points to 22,340.71, the S&P 500 rose 10.2 points to 2,507.04, while the Nasdaq climbed 73.1 points to 6,453.263.
- There were big wins for financials (+1.30%) and tech (+1.14%), while utilities (-1.34%) led the laggards.
- The VIX gauge lost 2.95% to 9.87.
- The US dollar index firmed 0.50% to 93.434, the EUR traded down to 1.1719, the USD/JPY traded up to 113.18.
- US treasury yields were higher, 2 year yields advanced 3.71 bps to 1.4727%, while 10 year yields put on 7.28 bps to 2.3085%.
- European shares were higher, the EuroSTOXX 600 gained 0.41%, the German DAX ticked up 0.41%, while the UK FTSE added 0.21%.
- Oil prices were mixed, Brent slipped -1.28% to \$5769, while WTI firmed 0.31% to \$52.04.
- Base metals were mixed, with nickel (-2.29%) the biggest mover.
- In US economic data, durable goods orders rose 1.7% in August, ahead of the 1% market consensus.
- Core capital-goods orders rose 0.9% in August, following a 1.1% increase in July.
- The Pending Home Sale index fell 2.6% to 106.3 in August.

PRECIOUS

- More pain for the precious following some impressive US economic data and a strong performance in the equities markets.
- Gold opened at \$1293 in Asia and recovered from an early dip to trade around \$1294-95 for most of the day.
- The SGE premium was higher at \$10-11 over loco London.
- USD/JPY started to tick up and gold weakened into the London open to trade below the \$1290 level.
- Stronger than expected durable goods orders released after NY open saw the yellow metal sold to a September low \$1282.



- The market rebounded to \$1288 on a fairly sharp drop in the greenback but couldn't sustain the rally, slipping to close on the low at \$1280.
- Silver's price action was relatively subdued in comparison, the grey metal losing 5c for the session to close at \$16.74.
- Palladium was the big winner on the day, surging \$21 to a high of \$933 and trading higher than platinum for the first time in 16 years.
- The Philadelphia gold and silver index lost 1.30%.
- Gold ETFs bought 29kozs overnight.

PRE-ASIA COMMENTS

- Gold creeping higher in early Asian trade.
- Asian markets open higher on Wall St's lead.
- Ahead today:

US Weekly jobless claims

US GDP

US Active Trade in Goods

EU Consumer Confidence

EU Business Confidence

EU Industrial Sentiment

EU Services Sentiment

EU Economic Sentiment

EU Consumer Inflation Expectations

Germany GfK Consumer Confidence

Germany Inflation Rate

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