



MKS PAMP GROUP
Europe / US Market Update
31st October 2017

Range Europe / US Markets
(from Globex open)

30-Oct-17	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1270.90	1271.40	16.7425	16.7725	915.00	918.00	968.50	974.50
HIGH	1278.60	1279.10	16.8725	16.9025	920.50	923.50	973.80	979.80
LOW	1268.90	1269.40	16.6825	16.7125	913.00	916.00	961.80	967.80
CLOSE	1276.40	1276.90	16.8275	16.8575	918.00	921.00	964.35	970.35
EFP	0.60	1.10	-0.0125	0.0175	0.50	3.50	-8.00	-2.00
LBMA Prices	AM	PM	16.74		AM	PM	AM	PM
	1272.75	1272.00			919.00	918.00	965.00	968.00
Active Contract	GCZ7 Comdty		SIZ7 Comdty		PLF8 Comdty		PAZ7 Comdty	

MACRO

- US equities were lower on report that the Republican's planned corporate tax cut could be gradual, with the rate reaching 20% by 2022.
- The Dow lost 85.45 points to 23,348.74, the S&P 500 fell 7.00 points to 2,574.07, while the Nasdaq gave back 2.30 points to 6,698.965.
- There were wins for REITs (+0.58%) and tech (+0.40%), while telecoms (-1.41%) and healthcare (-1.08%) led the laggards.
- The VIX gauge added 5.71% to 10.36.
- The US dollar index sold 0.50% to 94.44, the EUR traded up to 1.1656 while USD/JPY was as low as 113.05.
- US treasury yields were lower, 2 year yields fell 1.58 bps to 1.5717%, while 10 year yields decreased by 4.16 bps to 2.3648%.
- European shares were mixed, the EuroSTOXX 600 rose 0.12%, the German DAX gained 0.09%, while the UK FTSE retreated 0.23%.
- Oil prices were higher, Brent firmed 0.71% to \$60.87 while WTI added 0.46% to \$54.15.
- Base metals were mostly higher, with zinc (1.15%) leading the gains.
- In US economic data, consumer spending jumped 1% in Sep following a 0.1% rise in Aug.
- Personal income rose 0.4% in Sep following a 0.2% gain in Aug.
- The PCE index rose 0.4% in Sep, core inflation increased by 0.1%.

PRECIOUS

- Positive session for the precious as the USD and treasury yields track lower.
- Gold opened at \$1273 in Asia and drifted to \$1270 as the \$8 SGE premium prompted little action out of China.
- Low of \$1268 was reached just prior to London open and they were happy to buy the metal back up to opening levels.
- NY were on the bid early as the dollar and yields came off on the tax cut news.
- The yellow metal printed a high of \$1278 before settling to \$1275 at the close.
- Silver pared early losses to finish slightly ahead at \$16.84.
- Palladium posted a week-high \$974 before a sharp sell off in NY saw the metal close around the lows at \$964.
- The Philadelphia gold and silver index added 0.99%.
- Gold ETFs sold 109koz overnight.



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PRE-ASIA COMMENTS

- Gold flat in early Asian trade.
- Ahead today:
US Employment Cost Index
US Case-Shiller Home Prices
US Chicago PMI
US Consumer Confidence Index
EU GDP Growth
EU Inflation Rate
EU Unemployment Rate

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