



MKS PAMP GROUP
Europe / US Market Update
31st October 2018

Range Europe / US Markets
(from Globex open)

30-Oct-2018	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1226.05	1226.55	14.450	14.470	833.30	835.30	1069.00	1074.00
HIGH	1228.30	1228.80	14.490	14.510	839.00	841.00	1092.00	1097.00
LOW	1219.90	1220.40	14.370	14.390	831.00	833.00	1069.00	1074.00
CLOSE	1223.45	1223.95	14.450	14.470	834.30	836.30	1071.60	1076.60
EFP	1.60	1.80	0.0050	0.0150	1.50	2.50	-17.00	-11.00
LBMA Prices	AM	PM	14.425		AM	PM	AM	PM
	1220.00	1225.40			833.00	836.00	1086.00	1082.00
Active Contract	GCZ8 Comdty		SIZ8 Comdty		PLF9 Comdty		PAZ8 Comdty	

MACRO

- US equities finished higher overnight on the back of hopes the U.S. and China can reach a deal on trade.
- The DJIA jumped +1.77% to 24,874.64 points, the S&P 500 added 1.57% to 2,682.63 points, while the Nasdaq gained +1.58% to 7,161.648 points.
- Materials (+2.26%) and energy (+2.3%) led each of the 11 S&P 500 components higher.
- The VIX gauge declined -5.47% to 23.35 points
- The greenback built upon the previous session gains to end +0.36% higher, firming against the yen (+0.62%), while the euro (-0.25%) remained under pressure.
- U.S. treasury yields rose on the back of optimism over a U.S. - China trade deal, seeing the 10-year yield +2.8bps higher to 3.12%
- European shares ended lower on Tuesday as disappointing earnings results and softer than expected Eurozone GDP hit sentiment. The Stoxx Europe 600 ended flat on the session, while the German Dax fell -0.42% and the French CAC declined -0.22%
- Eurozone GDP increased just +0.2% QoQ during 3Q to see the annualised print at +1.7%
- German CPI increased +0.2% MoM during October and +2.5% YoY.
- U.S. Conference Board consumer confidence improved to 137.9 from 135.3 previously.

PRECIOUS

- Further weakness across the precious complex on Tuesday, notably under pressure in Europe.
- USD \$1,230 provided resistance for the metal during early Asian trade.
- The SGE on-shore premium eased toward USD \$6.50 in Asia with little Chinese demand.
- The dollar firmed in Europe to weigh upon gold, slipping under USD \$1,225 and then testing USD \$1,220
- Price action in the U.S. was relatively stable, initially recovering back above USD \$1,225, however unable to hold the figure into the close.
- Silver tested briefly underneath USD \$14.40 before recovering in New York.
- Platinum remains buoyant above USD \$830 and outperformed on Tuesday
- Palladium shed -1.33% to break toward USD \$1,070



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PRE-ASIA COMMENTS

- Gold flat in early Asian trade and will look to hold USD \$1,220
- U.S. - China trade developments are the key to price action over the near-term.
- Ahead today:
 - Germany retail sales
 - France CPI
 - U.S. MBA mortgage applications
 - U.S. ADP employment

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