



MKS PAMP GROUP

Europe / US Market Update

18th October 2017

Range Europe / US Markets
(from Globex open)

Ranges: Europe/US Markets:

17-Oct-17	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1292.80	1293.30	17.1875	17.2075	931.60	933.60	980.10	984.10
HIGH	1292.80	1293.30	17.1875	17.2075	934.15	936.15	990.00	994.00
LOW	1281.70	1282.20	16.9775	16.9975	925.40	927.40	979.30	983.30
CLOSE	1288.40	1288.90	17.0750	17.0950	934.15	936.15	979.30	983.30
FFP	1.80	1.90	0.0175	0.0275	2.00	3.00	-8.00	-4.00
LBMA Prices AM/PM	1289.70	1284.75	17.11		928.00	928.00	986.00	985.00
Active Contract	<u>GCZ7 Comdty</u>		<u>SIZ7 Comdty</u>		<u>PLF8 Comdty</u>		<u>PAZ7 Comdty</u>	

MACRO:

- US equities traded up to record highs with the Dow trading above 23,000 for the first time.
- The Dow Jones climbed 40.48 points, the S&P500 rose 1.72 points whilst the Nasdaq fell 0.348 of a point.
- The best performing sector was healthcare (+1.31%) whilst the worst was financials (-0.55%).
- European shares were mixed. Euro STOXX was flat, the German Dax fell 0.1% whilst the UK FTSE eased 0.1%.
- The VIX gauge rallied 3.13% to 10.22.
- The dollar index gained 0.22% to 93.513. The EURUSD touched a low of 1.1736 whilst the USDJPY traded up to 112.48.
- Oil prices were higher. WTI rallied 0.3% to \$51.95 whilst Brent jumped 0.4% to \$58.08.
- Base metals were mixed. Aluminium rallied 0.3% whilst zinc dropped 3.7%.
- The CRB index eased 0.2% to 184.24.
- US treasury yields were mixed. The 2 year yield rose 1.3 bps to 1.546%, whilst the 10 year yield fell 0.5 bps to 2.3%.
- UK inflation rose to 3%, with core at 2.7%.
- US industrial production rose 0.3% m/m

PRECIOUS:

- A weak session for the precious with gold trading down to 1282.20.
- Asia opened on the highs and drifted lower over the course of the session.
- China appeared to have little interest with the SGE premium sitting around \$8 over loco London.
- London were light sellers pushing the gold sub 1290.
- NY were also on the offer in line with the firm equities and greenback, pushing XAU down to the lows before staging a minor recovery into the close.
- Silver briefly traded under 17, before closing at 17.08.
- Palladium continues to trade buoyantly, trading up to a high of 990.
- The Philadelphia gold and silver index fell 0.44%.



- The SPDR gold trust holdings were flat at 853.13 metric tons.

PRE-ASIA COMMENTS:

- Asian equities open flat.
- Gold trades quietly in early trade.
- Ahead today:
 - Korea Payrolls
 - Australia Westpac Leading Index
 - South Africa CPI
 - EZ ECB Draghi Speech
 - UK Payrolls
 - US MBA Mortgage Applications
 - South Africa Retail Sales
 - EZ ECB Angeloni Speech
 - EZ ECB Praet Speech
 - US Federal Reserve Dudley/Kaplan Speech
 - Canada Mfg Sales
 - US Housing Starts/Building Permits
 - EZ ECB Coeure Speech

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