



MKS PAMP GROUP

Europe / US Market Update

8th September 2017

Range Europe / US Markets
(from Globex open)

Ranges: Europe/US Markets:

| 6-Sep-2017 | GOLD | | SILVER | | PLATINUM | | PALLADIUM | |
|-----------------|-------------|---------|-------------|---------|-------------|---------|-------------|--------|
| | Bid | Offer | Bid | Offer | Bid | Offer | Bid | Offer |
| OPEN | 1334.60 | 1335.10 | 17.8400 | 17.8700 | 1002.30 | 1005.30 | 938.80 | 943.80 |
| HIGH | 1349.40 | 1349.90 | 18.1250 | 18.1550 | 1017.70 | 1020.70 | 957.85 | 962.85 |
| LOW | 1333.90 | 1334.40 | 17.7925 | 17.8225 | 999.70 | 1002.70 | 935.30 | 940.30 |
| CLOSE | 1348.10 | 1348.60 | 18.0900 | 18.1200 | 1015.50 | 1018.50 | 955.25 | 960.25 |
| FFP | 4.80 | 4.90 | 0.0600 | 0.0700 | 2.00 | 3.00 | -8.00 | -4.00 |
| LBMA Prices | AM | PM | 17.7900 | | AM | PM | AM | PM |
| | 1340.45 | 1343.50 | | | 1005.00 | 1007.00 | 942.00 | 945.00 |
| Active Contract | GCZ7 Comdty | | SIZ7 Comdty | | PLV7 Comdty | | PAZ7 Comdty | |

MACRO:

- US equities were softer overnight with banking stocks weighing on the market.
- The Dow Jones lost 22.86 points, the S&P500 dropped 0.44 points whilst the Nasdaq posted a gain of 4.55 points.
- The best performing sector was healthcare (+1.09%) whilst telcos dragged down the market (-2.08%).
- European shares were higher. The Euro STOXX climbed 0.4%, the German Dax rose 0.7% whilst the UK FTSE gained 0.2%.
- The VIX gauge lost 0.69% to 11.55.
- The dollar index fell 0.87% to 91.485. The EUR/USD surged to a high of 1.2060 following the ECB whilst the USDJPY traded down to 108.05.
- Bitcoin fell 0.43% to \$4,606.94 whilst Ethereum eased 1.34% to \$333.45.
- Base metals were mixed. Zinc rose 0.9% to 3,134 whilst Nickel fell 0.5% to 12,185.
- Oil prices were flat to higher. WTI was unchanged at \$49.08 whilst Brent gained 0.8% to \$54.46.
- The CRB index fell 0.1% to 182.87.
- US treasury yields were lower. The two year yield fell 2.8 bps to 1.266% whilst the 10 year yield lost 4.3 bps 2.049%.
- The ECB left rates unchanged which gave EUR a bid.
- Euro area Q2 GDP was the highest annual growth rate since Q1 2011.
- US jobless claims spiked due to Hurricane Harvey.

PRECIOUS:

- Gold trades to new recent highs on broad USD weakness.
- Asia opens to some light selling, but held around 1332/33 for the AM session.
- China were on the bid with the SGE premium sitting around \$6/7.



- Further NK headlines gave the metal a bid in early London as XAU popped up to 1338.00.
- Europe retained its bid over the course of the session leading into NY open.
- Following the release of the initial jobless claims (298k vs 245k), the metal surged higher trading up to 1348 in one sweep.
- Silver also popped higher, breaking psychological resistance at 18 trading up to a high of 18.125.
- PGM's were also bid, with platinum closing towards the highs at 1017.
- The Philadelphia gold and silver index gained 1.91%.
- The SPDR gold trust holdings fell 0.03% to 836.87 metric tons.

PRE-ASIA COMMENTS:

- Gold remains bid in early trade.
- Asian equities open higher following Wall Street's lead.
- Ahead today:
 - US Federal Reserve Dudley Speech
 - Japan CA Balance/GDP
 - Federal Reserve George Speech
 - Australia Home Loans
 - Australia RBA DeBelle Speech
 - Switzerland Unemployment
 - Germany Trade Balance
 - France IP/Mfg Prod
 - Turkey IP
 - Thailand Foreign Reserves
 - UK IP/Mfg Production/Trade Balance
 - Australia RBA Lowe Speech
 - Canada Payrolls
 - US Federal Reserve Harker Speech
 - US Wholesale Inventories

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