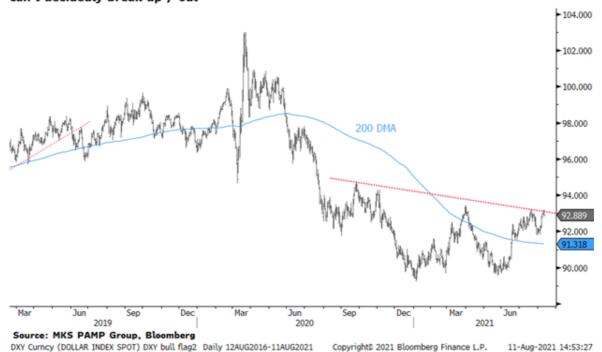
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US/European Wrap

DXY - compressed despite outsized moves in other mkts can't decidedly break up / out



- Risk-on sentiment prevailed with taper talk still center-stage, which helped the S&P and DJIA set another record high. The market digested a CPI report which, in the end was pretty much spot on; the overall rate was expected (0.5% MoM, 5.4% YoY), while the core was only slightly lower (0.4%, 4.3%).
- The "inflation isn't transitory" camp will point to the fact that this is the 3rd print above 5% with annual rates remaining sticky at 13yr highs, while the "transitory" camp highlighted that certain items (airfares, used car sales) retreated. Overall, the market has been guided by recent Fed speak to give more credence to the labor market as the main goalposts for a 2021 taper, vs inflation metrics.
- Still, the kneejerk reaction to the CPI was enough for US\$ to fail again at triple top (DXY at 93-93.50) and weaken which allowed for gold to float up toward and through \$1750. This is counterintuitive as there was nothing in the CPI/inflation report to really delay any taper message into 2021.
- Platinum was the intraday winner, bottoming out sub \$1000 and sourcing physical supporters; the explosion earlier this week at an Eskom power plant was cited but power issues have not been a key driver of price action for years now (unless platinum is about to break up/out).
 Silver seems to be enticing in producer selling as it remains relatively suppressed vs Gold, below \$24, while Palladium remains contained above \$2600.
- WTI rebounded and is almost back up through \$70/bbl, ironically just as the White House (and Biden) urged urges OPEC+ to pump more oil (above the current 400k b/d monthly hikes the cartel is already implementing) as high gasoline prices are perhaps the one (only?) headwind US consumers are facing...

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METALS	GC7	1. Coundity	SIU	1 Comeliy	PLW	1 Cornelity	PAU	J1 Countility	HGI	U1 Coundity
Active contract	Gold - GCZ1 (\$/oz)		Silver - SIU1 (\$/oz)		Platinum - PLV1 (\$/oz)		Palladium - PAU1 (\$/oz)		HG Copper (\$/lbs)	
Open	\$	1,730.40	\$	23.33	\$	990.00	\$	2,647.00	\$	4.35
High	\$	1,756.70	\$	23.57	\$	1,018.30	\$	2,660.00	\$	4.38
Low	\$	1,724.60	\$	23.19	\$	990.00	\$	2,610.00	\$	4.32
Settlement	\$	1,753.30	\$	23.49	\$	1,015.60	\$	2,632.80	\$	4.37
Price range	\$	32.10	\$	0.38	\$	28.30	\$	50.00	\$	0.06
1day net change	\$	23.40	\$	0.16	\$	29.80	\$	(17.00)	\$	1.70
1day % change	1.4%		0.7%		3.0%		-0.6%			0.4%
5 day % change		-3.3%		-7.5%		-0.4%		-0.7%		0.9%

MACRO	SPX	DXY	EUR	10yr yields	WTI
Last Price	4443.49	92.89	1.17	1.33	69.21
1day % change	0.2%	-0.2%	0.2%	-1.8%	1.3%
5 day % change	0.9%	0.7%	-0.8%	12.1%	1.6%

PRECIOUS FLOWS	ETF HC	DLDINGS & FLOWS	6 (oz)	FUTURES HOLDINGS & FLOWS (# of contracts)			
Flows (oz)	Lastest ETF	1day change	5day change	Aggregate Open	1 day O.I change	Aggregate	
	Holdings	Tuay Change	Juay Change	Interest	in active	Futures Volume	
Gold	100,338,940	(38,992)	(185,787)	477,232	(2,070)	187,378	
Silver	917,667,237	(24,936)	(2,399,706)	154,491	(2,504)	80,239	
Platinum	3,901,043	(947)	(591)	64,271	(594)	12,253	
Palladium	536,914	(41)	(9,844)	10,452	(510)	2,119	

Source: Bloomberg, CME, MKS PAMP Group

Last Updated: 3PM ET

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