



**MKS PAMP GROUP**  
**Europe / US Market Update**  
**27<sup>th</sup> September 2017**

Range Europe / US Markets  
(from Globex open)

| 26-Sep-2017     | GOLD        |         | SILVER      |         | PLATINUM    |        | PALLADIUM   |        |
|-----------------|-------------|---------|-------------|---------|-------------|--------|-------------|--------|
|                 | Bid         | Offer   | Bid         | Offer   | Bid         | Offer  | Bid         | Offer  |
| OPEN            | 1312.60     | 1313.10 | 17.2050     | 17.2350 | 942.70      | 945.70 | 912.60      | 916.60 |
| HIGH            | 1312.60     | 1313.10 | 17.2100     | 17.2400 | 943.80      | 946.80 | 916.65      | 920.65 |
| LOW             | 1293.35     | 1293.85 | 16.7700     | 16.8000 | 922.00      | 925.00 | 910.65      | 914.65 |
| CLOSE           | 1295.48     | 1295.98 | 16.8200     | 16.8500 | 923.60      | 926.60 | 915.50      | 919.50 |
| EFP             | 3.00        | 3.15    | 0.0300      | 0.0400  | -0.50       | 0.50   | -5.00       | -1.00  |
| LBMA Prices     | AM          | PM      | 17.010      |         | AM          | PM     | AM          | PM     |
|                 | 1306.90     | 1300.05 |             |         | 935.00      | 927.00 | 916.00      | 915.00 |
| Active Contract | GCZ7 Comdty |         | SI27 Comdty |         | PLV7 Comdty |        | PAZ7 Comdty |        |

**MACRO**

- US Fed Chair Janet Yellen defended the central bank's plan for a gradual path of rate increases over the next few years despite the recent soft inflation readings.
- US equities were narrowly mixed despite a rally in the tech sector.
- The Dow lost 11.77 points to 22,284.32, the S&P 500 inched up 0.18 points to 2,496.84.60, while the Nasdaq added 9.57 points to 6,380.164.
- Tech (+0.40%) was the best performer while telecoms (-0.85%) and materials (-0.40%) led the laggards.
- The VIX gauge lost 0.39% to 10.17.
- The US dollar index firmed 0.40% to 93.017, the EUR traded down to 1.1762, while USD/JPY traded up to 112.33.
- US treasury yields were higher, 2 year yields advanced 1.26 bps to 1.4356%, while 10 year yields put on 1.59 bps to 2.2357%.
- European shares were narrowly mixed, the EuroSTOXX 600 edged higher 0.03%, the German DAX crept up 0.08%, while the UK FTSE retreated 0.21%.
- Oil prices were lower, Brent slipped 0.69% to \$58.61 while WTI declined 0.13% to \$52.15.
- Base metals were mostly lower, with aluminium (-1.02%) leading the way.
- In US economic data, the Conference Board's consumer confidence index fell to 119.8 in Sep from a revised 120.4 in Aug.
- The Case-Shiller home price index rose a seasonally adjusted 5.9% in July compared to a year ago, an increase from the 5.65% in June.
- New home sales decreased 3.4% to a seasonally adjusted annual rate of 560k units in August, from 580k in July.

**PRECIOUS**

- Tough session for the precious as gold gives back the previous days gains.
- Gold opened at \$1309 in Asia and traded steadily higher to the peak at \$1312 with the SGE premium at \$7-8.
- The USD started it's climb higher in late Asian hours, sending gold lower.
- The decline continued through London AM session and NY open, with the yellow metal finally bottoming out at \$1293.
- Silver was hammered, the grey metal gave up 40c to close around the low at \$16.77
- Still some support around for palladium, the metal closing in positive territory to buck the trend.



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- The Philadelphia gold and silver index lost 1.78%.
- Gold ETFs bought 285kozs overnight.

**PRE-ASIA COMMENTS**

- Gold flat in early Asian trade.
- Ahead today:  
US Durable Goods Orders  
US Core Capital Goods Orders  
US Pending Home Sales  
US Survey of Consumer Finances  
EU M3 Money Supply  
EU Loan Growth

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