



## MKS PAMP GROUP

### Europe / US Market Update

3<sup>rd</sup> October 2017

Range Europe / US Markets  
(from Globex open)

2 <sup>nd</sup> October 2017	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
<b>OPEN</b>	1274.10	1274.60	16.5700	16.6000	908.50	911.50	932.75	935.75
<b>HIGH</b>	1276.70	1297.20	16.7075	16.7375	916.25	919.25	938.50	941.50
<b>LOW</b>	1270.60	1271.10	16.5300	16.5600	905.55	908.55	908.05	911.05
<b>CLOSE</b>	1270.70	1271.20	16.5425	16.5725	908.50	911.50	909.75	912.75
<b>EFP</b>	2.80	3.30	0.0175	0.0475	-1.25	1.75	-5.50	-1.50
<b>LBMA Prices</b>	AM 1273.10	PM 1273.70	16.58		AM 913.00	PM 912.00	AM 939.00	PM 935.00
<b>Active Contract</b>	GCZY Comdty		SI27 Comdty		PLV7 Comdty		PAZ7 Comdty	

#### MACRO

- A lone gunman has killed at least 59 people in a mass shooting that is being described as the worst in US history.
- US equities surged ahead with the three major bourses all posting record highs.
- The Dow added 147.68 points to 22,552.77, the S&P 500 rose 7.55 points to 2,507.04, while the Nasdaq climbed 20.76 points to 6,516.718.
- There were wins for materials (+1.09%), healthcare (+0.95) and financials (+0.89%), as REITs (-0.41%) led the laggards.
- The VIX gauge added 0.21%.
- The US dollar index firmed 0.58%, the EUR traded down to 1.1730, while USD/JPY traded up to 113.00.
- US treasury yields were higher, 2 year yields advanced 0.41 bps to 1.4868%, while 10 year yields put on 0.72 bps to 2.3408%.
- European shares were higher, the EuroSTOXX 600 gained 0.51%, the German DAX ticked up 0.58%, while the UK FTSE surged 0.90%.
- Oil prices were lower as data showed a decline in OPEC's September compliance with the production cut agreement.
- Brent slipped 1.25% to \$56.08 while WTI fell 2.21% to \$50.53.
- In US economic data, the Markit Manufacturing PMI rose to 53.1 in Sep from 52.8 in Aug.
- The ISM manufacturing index climbed to 60.8 in Sep from 58.8 in Aug, the highest level since 2004.
- Construction spending increased 0.5% in Aug following 2 straight monthly declines.

#### PRECIOUS

- Weaker session for the precious has gold prints a 6 week low.
- Gold opened at \$1279 in Asia and drifted steadily lower through a quiet session due to the Chinese holiday.



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- The market hit a 6 week low of \$1271 during the London AM session.
- The yellow metal rebounded to \$1276 during early NY trading as the EUR bounced of the low.
- Gold fell away during the NY afternoon as equities surged, finally closing at the days low of \$1270.
- Silver gave back all the early NY gains to close near the lows at \$16.54 despite trading as high as \$16.72.
- Palladium fell back to earth, taking a \$30 hammering to finish at \$909.
- The Philadelphia gold and silver index rose 0.44%.
- Gold ETF holdings remained unchanged.

#### **PRECIOUS**

- Gold flat in early Asian trade
- Ahead today:
  - US Motor Vehicle Sales
  - EU PPI

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