

Wednesday, October 10, 2018

PRECIOUS METALS REPORT

MARKET COMMENT

US equities were slammed today, the S&P fell to a seven-week low, the DJIA was down more than 400 points and the Nasdaq fell 2.5%. Some of the hardest hit included Boeing and Caterpillar which fell at least 3.3%. A risk-off approach has gripped the equity markets.

Oil fell from \$75 a barrel even as a major hurricane heads for the Florida panhandle. It is worth noting the effect of natural disaster on this scale can have on employment and economic conditions in a region.

Metals had an inside low volume day as the focus was clearly on equities. The minors are slipping lower, no flushout but there are offers around.

CPI is coming out tomorrow but as inflationary pressures appears to be leveling out there's little impetus for the Fed to raise expectations going into year-end. CME fed watch tool has about an 80% chance of a 25bps December rate hike.

TRADING RANGE (COMEX/NYMEX Far East and early European ranges)

	Gold	Silver	Platinum	Palladium	Euro/USD
Open	1192.70	14.420	827.30	1063.90	1.1491
Low	1189.50	14.340	822.60	1063.90	1.1480
High	1194.80	14.455	831.40	1074.00	1.1515

LONDON BENCHMARKS / ECB-EXCHANGE RATE

	Gold	Silver	Platinum	Palladium	Euro/USD
AM	1186.40	14.375	820	1073	1.15
PM	1188.60		820	1075	

TRADING RANGE (COMEX/NYMEX)

	Gold	Silver	Platinum	Palladium	Euro/USD
Low	1188.50	14.255	822.60	1055.20	1.1480
High	1194.80	14.455	831.40	1074.00	1.1545
Close	1193.40	14.326	827.30	1067.20	1.1534

SUPPORT / RESISTANCE (USD/toz)

	Gold	Silver	Platinum	Palladium	Euro/USD
Support	1180	14.16	815	1063	1.1470
Resistance	1201	14.45	834	1080	1.1570

MINOR PGM METALS

<u>Rh</u>	<u>2510-2560</u>	<u>Ir</u>	<u>1440-1480</u>	<u>Ru</u>	<u>230-270</u>
-----------	------------------	-----------	------------------	-----------	----------------

U.S. ECONOMIC CALENDAR

	Survey	Prior
CPI 10/11	0.2%	0.1%
Initial Claims 10/11	+209K	207K

For any comment, question or other inquiry please call us:

South Plainfield (US) +1 908 222 + (extension)

Stephan Marczinkowski (5001), Tom O'Keeffe (5002), David Lee (5003), Rosanne Rapier (5004)

Hanau (DE) +49 6181 59 + (extension)

Paola Castellano-Weisser (6294), Oliver Stoehr (6291), Stephan Henkel (6292), Sascha Hasenmaier (6297)

