

## Precious Metals Investment Weekly

Date: 14 June 2010

Topic: CFTC, Tocom in week to 8 June 2010, ETF data to 11 June 2010

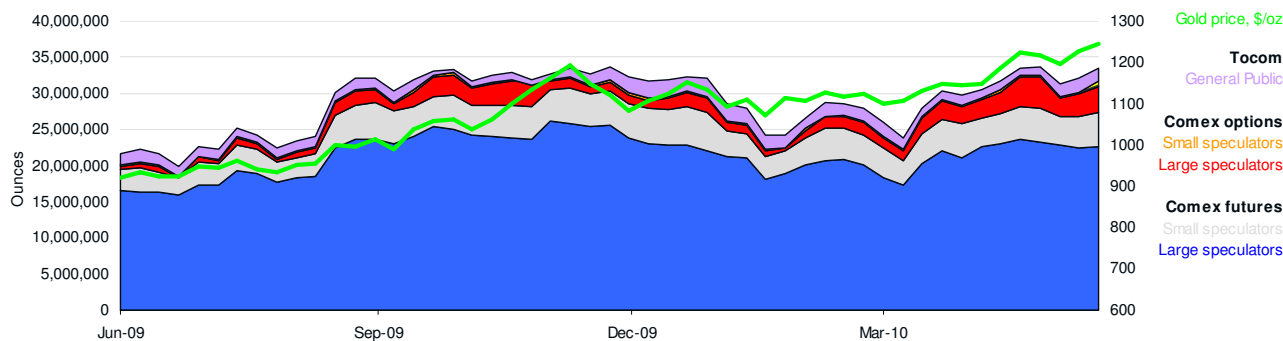
Nutshell: PGMs slip as gold gains on risk aversion

### Gold investment (ounces)

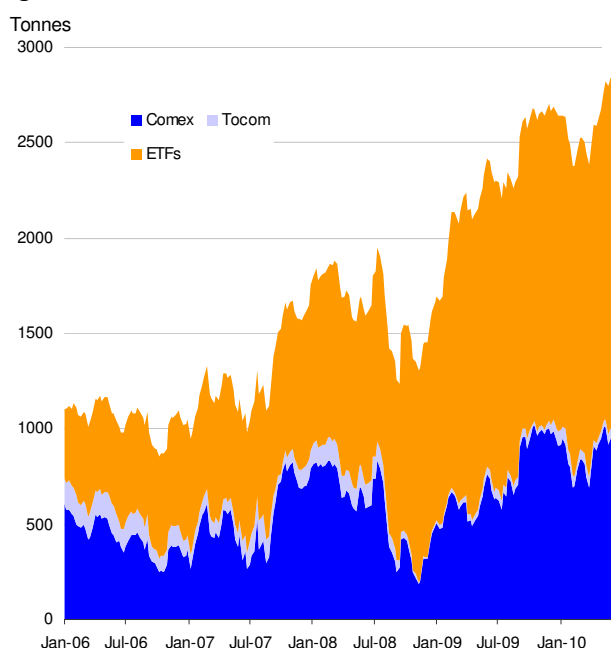
Futures	Comex net long Futures		Options		Total	Tocom General Public	Total futures	Gold price \$/oz
	Large Specs	Small Specs	Large Specs	Small Specs				
01-Jun-10	22,454,600	4,307,700	3,164,900	219,700	30,146,900	1,879,983	32,026,883	1228
08-Jun-10	22,739,800	4,617,900	3,607,000	145,600	31,110,300	1,730,877	32,841,177	1246
<b>Change</b>	<b>285,200</b>	<b>310,200</b>	<b>442,100</b>	<b>-74,100</b>	<b>963,400</b>	<b>-149,106</b>	<b>814,294</b>	<b>18</b>

ETFs	SPDR	US (BGI, ETFS)	UK (GBS, ETFS)	Australia	S.Africa	Swiss (ZKB, JB)	Total ETFs	Global total investment
04-Jun-10	41,357,741	3,125,600	8,147,580	476,052	1,463,200	7,763,825	62,333,998	94,360,881
11-Jun-10	41,993,616	3,175,037	8,256,520	476,017	1,545,240	7,811,087	63,257,516	96,098,694
<b>Change</b>	<b>635,875</b>	<b>49,437</b>	<b>108,940</b>	<b>-36</b>	<b>82,040</b>	<b>47,262</b>	<b>923,518</b>	<b>1,737,812</b>

### Exchange gold investment, past 12 months, oz



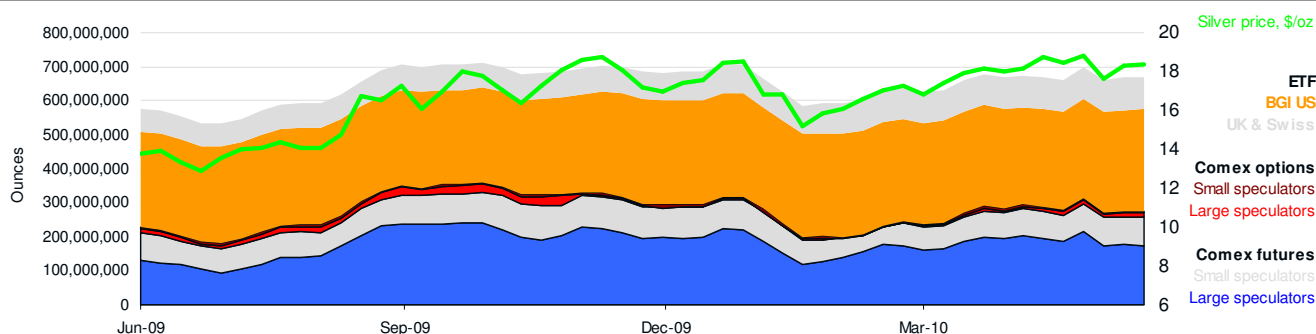
### All gold investment, Jan 2006-June 2010, tonnes



- Comex net longs rose for the second consecutive week in the week ending 8 June. Gains were fairly even, apart from the fall in non-reportable options. Large specs rose by 0.29 Moz, small specs by 0.31 Moz and large specs' options by 0.44 Moz. Overall there was a net rise in longs of 1.3 Moz and a 0.35 Moz rise in shorts, taking net longs above 31.1 Moz.
- Tocom net futures however fell, for the first time in five weeks, to 1.73 Moz, down 149,106 oz week-on-week. But by 11 June net longs had added 115,405 oz.
- ETF holdings rose for the twelfth consecutive week, adding more than 0.92 Moz to take the global total (of products we measure) to a new record of more than 63.26 Moz. Gains in the SPDR ETF accounted for about two-thirds of the inflow – its eight consecutive weekly rise. Since late March 2010 a total of almost 8.3 Moz of gold has now been added to holdings.
- The gold price rose \$18/oz, to \$1,246/oz in the week to 8 June (it hit a record nominal intraday high of \$1,251.2/oz that same day). Gold fixed at \$1,229.50/oz on the morning of 14 June.

### Silver investment (ounces)

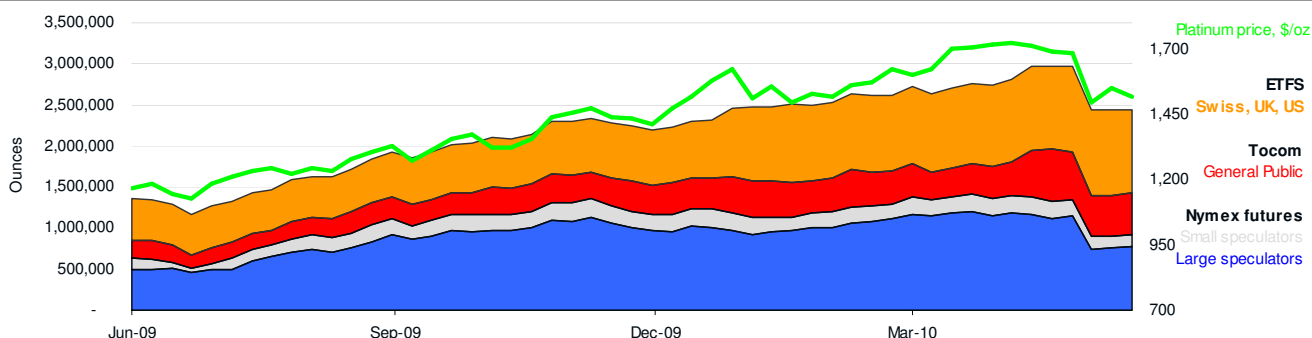
Date	Comex					US iShares & ETFs UK ETF Swiss ZKB and JB 21-28 May	Global investment total	Price \$/oz
	Open	Futures		Options	Total			
		Large Specs	Small Specs					
01-Jun-10	781,855,000	179,425,000	80,350,000	16,060,000	275,835,000	406,989,485	682,824,485	18.30
08-Jun-10	784,570,000	175,015,000	85,205,000	16,425,000	276,645,000	407,621,747	684,266,747	18.34
Change	2,715,000	-4,410,000	4,855,000	365,000	810,000	632,262	1,442,262	0.04



- Comex silver investment is still some way off April and May levels, with just 0.81 Moz added to the net long position in the week to 8 June. The large specs' net long position fell by more than 4.4 Moz. The total net long position remains sharply down from mid-May's record 313 Moz, suggesting investors remain cautious as to silver industrial demand prospects, in the light of the current macroeconomic climate.
- ETF holdings rose marginally, with just 0.63 Moz added. These were in the US and UK ETFs products, with no change in the iShares ETF or Julius Baer (no data yet for the Swiss ZKB).
- The silver price rose by \$0.04/oz, to \$18.34/oz on 8 June, which is in line with recent trends in investment demand.

### Platinum investment (ounces)

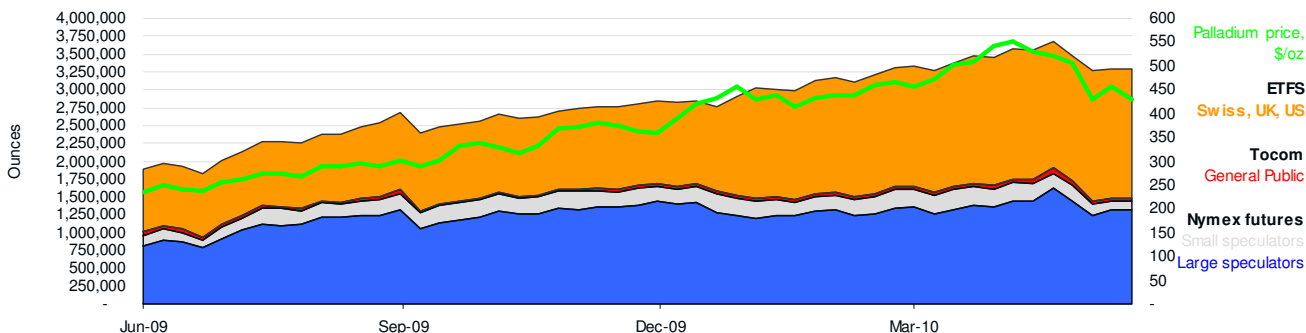
Date	Nymex				Tocom GP net long	Swiss ZKB and JB UK & US ETFs 21-28 May	Global investment total	Price \$/oz
	Open	Futures		Total				
		Large Specs	Small Specs					
01-Jun-10	1,514,650	758,150	134,950	893,100	507,598	1,022,346	2,423,044	1,550
08-Jun-10	1,486,400	773,700	140,850	914,550	510,016	1,022,754	2,447,320	1,516
Change	-28,250	15,550	5,900	21,450	2,418	408	24,276	-34



- Nymex platinum saw the largest rise in the net long position since late April in the week ending 8 June. The non-commercial position (large specs) rose 15,550 oz and non-reportables (small specs) by 5,900 oz. However the platinum price fell by \$34/oz, to \$1,516/oz – which is not at odds with recent movements in price against total global investment in 2010 (it is the fifth time this year that total global investment has risen while the price has fallen).
- The UK ETFs product added a modest 408 oz, while the other ETF products we follow remained unchanged (no data yet for ZKB). Tocom added 2,418 oz, to take the net futures position there to 510,016 oz – still well short of its early to mid-May level.
- The platinum price fixed in London at \$1,555/oz in the morning of 14 June.

### Palladium investment (ounces)

Date	Nymex Futures				Tocom GP net long	Swiss ZKB and JB UK & US ETFS 21-28 May	Global investment total	Price \$/oz
	Open Interest	Large Specs Net long	Small Specs Net long	Total				
01-Jun-10	2,127,100	1,327,200	112,800	1,440,000	42,664	1,816,887	3,299,551	457
08-Jun-10	2,114,500	1,319,700	125,300	1,445,000	38,099	1,802,135	3,285,234	428
<b>Change</b>	<b>-12,600</b>	<b>-7,500</b>	<b>12,500</b>	<b>5,000</b>	<b>-4,565</b>	<b>-14,752</b>	<b>-14,317</b>	<b>-29</b>



- Nymex palladium also rose in the week under review, although the net long position rose only by a limp 5,000 oz, the second successive modest weekly rise; even so, the current net long position is far short of early to mid-May levels of 1.67 Moz-1.83 Moz.
- Tocom futures' investment however fell by 4,565 oz, to 38,099 oz, the lowest level since early March 2010.
- ETFS also saw outflows, with 14,752 oz lost from the UK ETFS product. There was no change in the US ETFS product or Swiss Julius Baer (no data yet for Swiss ZKB).
- The palladium price fell \$29/oz, to \$428/oz in the week to 8 June, exactly wiping out gains the previous week. It fixed at \$458/oz in London on the morning of 14 June.

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