



MKS PAMP
GROUP

Europe/US Market Update - 23rd January 2020



Europe/US Markets (from Globex open)

22-Jan-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1552.20	1552.70	17.7575	17.7775	1002.50	1004.50	2443.50	2483.50
HIGH	1559.00	1559.50	17.9200	17.9400	1019.00	1021.00	2468.00	2508.00
LOW	1551.70	1552.20	17.7550	17.7750	998.50	1000.50	2397.00	2437.00
CLOSE	1556.70	1557.20	17.8200	17.8400	1014.50	1016.50	2468.00	2508.00
EFP	-0.30	-0.20	-0.0100	0.0000	3.00	4.00	-150.00	-110.00
Active Contract	GCGO Comdty		SIHO Comdty		PLJO Comdty		PAHO Comdty	

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MACRO

- US equities finished mixed as global markets are affected by an escalation in the spread of the coronavirus in China.
- The DJIA ended just -0.03% lower at 29,186.27 points, the S&P 500 added +0.03% to 33,21.75 points, while the Nasdaq Composite gained +0.14% to 9,383.77 points.
- Technology (+0.37%) and financials (+0.27%) led advances, while energy (-0.89%) was the main laggard.
- The VIX gauge rose 0.47% to 12.91.
- The dollar index ended the session modestly lower (DXY -0.14%) as the Japanese Yen saw safe-haven inflows to hold underneath 110.00, while the British Pound surged +0.76% on firmer CBI manufacturing survey data.
- U.S. treasuries finished lower to see the two-year at 1bp to 1.526% and the 10-year declined 1.4bps to 1.767%.
- European stocks finished lower on Wednesday, retracing early session gains as participants struggle to quantify the impacts of the coronavirus.

- The Stoxx Europe 600 ended trade -0.08% lower at 423.04 points, the German Dax declined -0.30% to 13,515.75 points, while in London the FTSE 100 slumped -0.51% to 7,571.92 points.
- House prices in the U.S. increased +0.2% MoM during November (exp: +0.3%) from an upwardly revised +0.4% during October.
- U.S. existing home sales increased +3.6% MoM during December (+1.5%) from a -1.7% decline previously.

PRECIOUS

- Gold ended the session relatively unchanged on Wednesday, bouncing off a USD \$1,550 low in Asia to end the session toward USD \$1,560.
- We saw Chinese interest in Asia drag the yellow metal lower as longs liquidated heading into the New Year break.
- The recent support toward USD \$1,550 was tested in early Shanghai trade, however underlying demand restricted any further declines.
- London hours saw a modest bid as equities tailed off, while New York held a narrow range between USD \$1,555 - \$1,560.
- Silver price action saw an early offered tone reversed, seeing demand toward USD \$17.70, however unable to re-test a move to USD \$18.
- Platinum consolidated above USD \$1,000 to finish +1.4% higher, running into offers toward USD \$1,020.
- Palladium outperformed once again, gaining +3.3% to push back toward USD \$2,500

PRE-ASIA COMMENTS

- Gold has found an early session bid to move above USD \$1,560, breaking above the previous session high.
- Ahead today:
- ECB meeting
- U.S. initial jobless claims
- Bloomberg U.S. consumer confidence
- The U.S. leading index

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