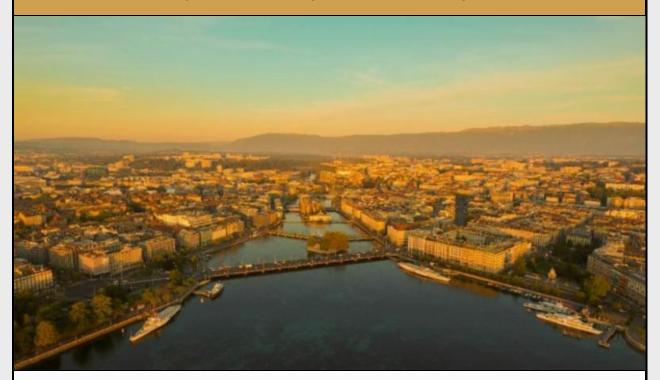


Europe/US Market Update - 23rd January 2020



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 | GCG0 Comdty | | SIH0 Comdty | | PLI0 Comdty | | PAH0 Comdty | |
| | | | | | | | | |

Download Europe/US Table

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 safehaven 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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