



MKS PAMP
GROUP

Europe/US Market Update - 5th February 2020



Europe/US Markets (from Globex open)

| 4-Feb-20 | GOLD | | SILVER | | PLATINUM | | PALLADIUM | |
|-----------------|-------------|---------|-------------|---------|-------------|--------|-------------|---------|
| | Bid | Offer | Bid | Offer | Bid | Offer | Bid | Offer |
| OPEN | 1571.40 | 1571.90 | 17.7225 | 17.7425 | 976.50 | 978.50 | 2381.50 | 2421.50 |
| HIGH | 1574.70 | 1575.20 | 17.7800 | 17.8000 | 981.50 | 983.50 | 2432.50 | 2472.50 |
| LOW | 1549.10 | 1549.60 | 17.5300 | 17.5500 | 957.50 | 959.50 | 2370.50 | 2410.50 |
| CLOSE | 1551.20 | 1551.70 | 17.6025 | 17.6225 | 967.00 | 969.00 | 2432.00 | 2472.00 |
| EFP | 3.90 | 4.00 | -0.0200 | -0.0100 | 2.00 | 3.00 | -105.00 | -65.00 |
| Active Contract | GC10 Comdty | | SI10 Comdty | | PL10 Comdty | | PA10 Comdty | |

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MACRO

- US equities continued to rally as China's central bank injected liquidity into the economy to ease the economic burden of the coronavirus.
- The Dow added 407.82 points to 28,807.82, the S&P 500 rose 48.67 points to 3,297.59, while the Nasdaq gained 194.57 points to 9,467.97.
- Wins for tech (+2.60%) and industrials (+1.84%) led a near broad advance in the markets.
- The VIX gauge lost 10.68% to 16.05.
- The US dollar index firmed 0.11% to 97.93, the EUR was down to 1.1037, while USD/JPY climbed as high as 109.54.
- US treasury yields were sharply higher, the 2 year yield advanced 4.8 bps to 1.417% while the 10 year yield picked up 6.5 bps to 1.608%.
- European shares were higher, the EuroSTOXX put on 1.64%, the German DAX rose 1.81%, while the UK FTSE added 1.55%.
- Oil prices were lower, Brent shed 1.3% to \$54.06 while WTI lost 1.8% to \$49.68.
- Base metals were mostly higher, with copper (+1.70%) the best performer.

- In US economic data, factory orders rose 1.8% in December while durable goods orders climbed 2.4%.

PRECIOUS

- Another weaker session for the precious as the rebound in equities continues.
- Gold tested \$1580 in early Asian trading before drifting lower through the day.
- The market was down at \$1570 as London opened and traded sideways through AM session.
- NY were on the offer from the open, selling bullion down to a 3 week low of \$1549.
- The yellow metal closed out the session lower at \$ \$1551.
- Silver was sold off the \$17.78 high to finish lower at \$17.60.
- Palladium was the standout, surging to a close at the \$2432 high.
- The Philadelphia gold and silver index eased 1.21% to 101.71.

PRE-ASIA COMMENTS

- Gold flat in early Asian trading.
- Ahead today:
- US ADP Employment Report
- US Trade Deficit
- US ISM Non-manufacturing index
- EU Markit Services PMI
- EU Retail Sales

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