



MKS PAMP
GROUP

Europe/US Market Update - 9th January 2020



Europe/US Markets (from Globex open)

8-Jan-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1593.20	1593.70	18.5825	18.6025	972.00	975.00	2070.00	2073.00
HIGH	1593.50	1594.00	18.5825	18.6025	974.50	977.50	2109.50	2112.50
LOW	1552.80	1553.30	18.0650	18.0850	953.00	956.00	2069.00	2072.00
CLOSE	1553.80	1554.30	18.0700	18.0900	953.50	956.50	2103.00	2106.00
EFP	1.20	1.30	0.0200	0.0300	4.50	5.50	-46.00	-36.00
Active Contract	GCGO Comdty		SIHO Comdty		PLFO Comdty		PAHO Comdty	

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MACRO

- Iran launched more than a dozen missiles at Iraqi airbases hosting US soldiers.
- US equities rallied as Trump indicated he would not pursue further military action following this attack.
- The Dow added 161.41 points to 28,745.09, the S&P 500 rose 15.87 points to 3,253.05, while the Nasdaq gained 60.66 points to 9,129.24.
- There were wins for tech (+1.03%) and communications (+0.68%) while energy (-1.74%) suffered the only loss.
- The VIX gauge fell 2.47% to 13.45.
- The US dollar index firmed 0.34% to 97.31, the EUR was down at 1.1105, while USD/JPY traded up to 109.19.
- US treasury yields were lower, the 2 year yield slipped 1.6 bps to 1.530% while the 10 year yield eased 1.9 bps to 1.807%.
- European shares were higher, the EuroSTOXX rose 0.17%, the German DAX advanced 0.71%, while the UK FTSE crept up 0.01%.

- Oil prices were sharply lower, Brent dropped 4.2% to \$65.44 while WTI sold off 4.9% to \$59.61.
- In US economic data, the private sector added 202k jobs in December according to ADP.
- Consumer credit rose by \$12.5 billion in November.

PRECIOUS

- Wild session for the precious sparked by Iran's attack.
- Gold surged \$35 to a 7 year high of \$1610 as the news broke.
- Selling interest above \$1600 saw the metal retrace to \$1590 fairly quickly after the rise.
- Gold was sold steadily through the London AM session to \$1570 as NY came in.
- The metal came off further on Trumps comments that indicated there would be no further military action on either side.
- The yellow metal finished up at \$1554, a massive \$65 off the intraday high.
- Silver dumped over 4% off the high to close at \$18.07.
- Palladium was the star, surging to a record close at \$2103.
- The Philadelphia gold and silver index fell 4.09% to 101.87.

PRE-ASIA COMMENTS

- Gold flat in early Asian trading.
- Ahead today:
- US Weekly Jobless Claims
- US Philly Fed Annual Revision
- EU Unemployment Rate

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