



MKS PAMP GROUP

Europe / US Market Update

31st January 2019

Range Europe / US Markets
(from Globex open)

30-Jan-19	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1311.72	1311.72	15.8370	15.8670	814.20	817.20	1343.34	1346.34
HIGH	1317.77	1317.77	16.0324	16.0624	821.30	824.30	1359.17	1362.17
LOW	1309.10	1309.10	15.8236	15.8536	812.60	815.60	1337.99	1340.99
CLOSE	1316.94	1316.94	15.9940	16.0240	818.78	821.78	1358.31	1361.31
EFP	4.75	4.85	-0.0050	0.0050	1.50	2.50	-50.00	-35.00
LBMA Prices	AM 1312.95	PM 1310.70	15.915		AM 816.00	PM 812.00	AM 1344.00	PM 1344.00
Active Contract	GCJ9 Comdty		SIH9 Comdty		PLJ9 Comdty		PAH9 Comdty	

MACRO

- The Fed struck a dovish tone, emphasising flexibility and patience in its policy setting.
- US equities rocketed higher closing near the session highs.
- The Dow Jones surged 434.90 points, the S&P500 rallied 41.05 points whilst the Nasdaq was up 154.79 points.
- European shares were mixed. The Euro Stoxx gained 0.3%, the German Dax retreated 0.3% whilst the UK FTSE advanced 1.6%.
- The VIX gauge fell 6.5% to 17.89.
- US treasury yields were lower. The 2 year yield dropped 5.2 bps to 2.524% whilst the 10 year yield lost 2.5 bps to 2.694%.
- Oil prices were higher. WTI rallied 1.3% to \$54.25 whilst Brent rose 0.1% to \$61.25.
- Base metals were firmer led by nickel which was up 1.9%.
- The CRB index rose 0.5% to 180.11.
- US ADP jobs rose a solid 213k.
- Euro area economic confidence fell to 106.2 vs 107.4 in January.
- French GDP growth of 0.3% q/q was a little better than expected.

PRECIOUS

- A firm day for the precious with gold trading up to new cycle highs.
- Asia were light buyers pushing gold up to 1316 prior to London open.
- The Europeans were happy to sell into the strength but volumes and interest were on the low side ahead of the FOMC.
- NY were initial sellers. pressuring the yellow metal sub 1310.
- The precious metals took off following the FOMC with the yellow metal rocketing about \$14 higher.
- XAU managed to hold onto its gain closing towards the highs.
- Silver also propelled higher, popping through the psychological 16.00 barrier.
- Platinum continues to struggle despite the strength in other other precious metals.
- The Philadelphia gold and silver index rose 1.37%.
- SPDR gold trust holdings were unchanged at 823.87 metric tons.



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PRE-ASIA COMMENTS

- Gold retains its strength in early trade.
- Asian equities open high following Wall Street's stellar performance.
- Ahead today: China manufacturing data, German unemployment, Euro zone GDP, US PCE Core

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