



MKS PAMP GROUP Precious Metals Price Forecast

Year 2019

MKS PAMP GROUP - 2018 Precious Metals Forecast Review

MKS PAMP GROUP - 2018 Forecast vs. London Fixing						
2018	FCST Low MKS USD/Oz	FCST High MKS USD/Oz	FCST Average MKS USD/Oz	Low Fix USD/Oz	High Fix USD/Oz	Average FIX USD/Oz
XAU	1220.00	1440.00	1365.00	1176.70	1360.25	1268.41
XAG	16.2000	20.2000	18.6000	13.9700	17.5200	15.7100
XPT	920.00	1100.00	1008.00	772.00	1020.00	879.70
XPD	950.00	1420.00	1230.00	849.00	1274.00	1029.19

2018 Precious Metals Performance						
2018	Fixing 02 Jan 2018 USD/Oz	Fixing 31 Dec 2018 USD/Oz	2018 Performance %	Low Fix USD/Oz	High Fix USD/Oz	Average Fix USD/Oz
XAU	1312.80	1281.65	-2.37	1176.70	1360.25	1268.41
XAG	17.0600	15.4650	-9.35	13.9700	17.5200	15.7100
XPT	937.00	794.00	-15.26	772.00	1020.00	879.70
XPD	1071.00	1263.00	17.93	849.00	1274.00	1029.19

MKS PAMP GROUP - 2019 Precious Metals Forecast Summary

MKS PAMP GROUP – 2019 Precious Metals FCST Summary				
2019	Fixing 02 Jan-2019 USD/Oz	Low Fixing MKS USD/Oz	High Fixing MKS USD/Oz	Average Fixing MKS USD/Oz
XAU	1287.20	1240.00	1460.00	1335.00
XAG	15.4400	15.0000	17.5000	16.6250
XPT	796.00	750.00	900.00	855.00
XPD	1263.00	1250.00	1420.00	1360.00



MKS PAMP GROUP - Gold Forecast 2019

Low 2019	High 2019	Average 2019
1240.00 USD/ Ounce	1460.00 USD/ Ounce	1335.00 USD/ Ounce

In 2018 gold declined slightly ending the year around 2.4% lower. Despite sound fundamentals, gold did not manage to respond favorably to bullish factors as a strong USD prevented any rally.

2019 could be a different story. We do expect the FED to be on a wait and see stance and to take a slower pace in hiking interest rates. In such a scenario the USD might not strengthen much further, especially in the second half of the year. This combined with the ongoing US-China trade debates, geopolitical tensions, political turmoil and additional stock market downside corrections, will be supportive for gold.

More volatility in stock markets shall trigger safe haven gold buying. We view 2019 as a year of assets rebalancing and fresh money to flow into gold. The official sector shall continue to be a net buyer.

We see gold averaging 1335.00 USD/Ounce in 2019.

MKS PAMP GROUP - Silver Forecast 2019

Low 2019	High 2019	Average 2019
15.0000 USD/ Ounce	17.5000 USD/ Ounce	16.6250 USD/ Ounce

In 2018 silver again underperformed gold declining over 9%. In 2019, despite the growing silver market surplus, we expect silver to recover and trade higher. The gold-silver ratio at over 80 points, is at the highest in over two decades. We expect silver to trade in the shadow of gold and to rise along with it based on the same underlying factors. This should trigger interest and considering the poor performance in 2018, silver has a decent chance to recover. More volatility shall trigger speculative interest in silver resulting in erratic trading sessions. We expect silver to average at 16.6250 and to peak at 17.5000 USD/Ounce.

MKS PAMP GROUP - Platinum Forecast 2019

Low 2019	High 2019	Average 2019
750.00 USD/ Ounce	900.00 USD/ Ounce	855.00 USD/ Ounce

Platinum's sharp decline by over 15% in 2018 came as a surprise!

In 2019 the supply surplus shall decrease from the previous year but will remain significant.

Less demand from the automotive catalyst sector is likely as the interest for diesel cars, mainly in Europe, is fading. On the other hand, the physical investment demand for bars and coins, the jewelry and industrial sectors, is set to remain sound and support the metal. Platinum underperformed the 3 other metals in the complex and might be considered inexpensive and possibly trigger speculative and investment buying. We see platinum recovering from last year's lows and to average 855.00 USD/Ounce and to peak at 900.00 USD/Ounce in 2019.



MKS PAMP GROUP – Palladium Forecast 2019

Low 2019	High 2019	Average 2019
1250.00 USD/ Ounce	1420.00 USD/ Ounce	1360.00 USD/ Ounce

Palladium was again the top performer in 2018, closing the year over 17% higher, doubling its price in 2 years. We expect the show to go on in 2019. Palladium has been in a supply deficit for several years and so is it set to remain in 2019. The mining output is not facing any increase. We don't see a shift from palladium to platinum catalyst materializing over the short term. A possible moderate decrease in automotive demand in China would likely not affect palladium over the short term as its fundamentals remain very strong. The supply deficit and high borrowing rates are set to persist. Palladium could possibly suffer from a temporary sell-off on the back of profit taking, but this would remain short lived and followed by more price strength. Palladium is our favorite metal in 2019 and we expect the year average to be 1360 USD/Ounce with a high at around 1420 USD/Ounce.

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