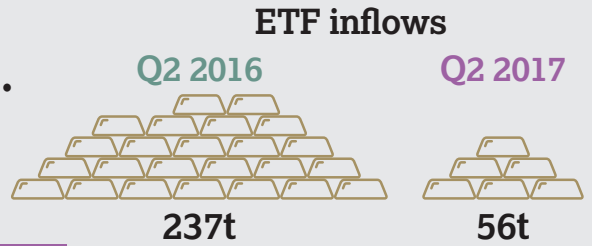


Gold Demand Trends

Q2 & H1 2017



A 10% drop in Q2 gold demand meant H1 gold demand was 14% lower year-on-year. The decline was almost exclusively due to lower ETF inflows.



H1 2017

Gold held in European-listed ETFs reached an all-time high



absorbing **76%** of global H1 net inflows

Jewellery recovered from poor 2016 but remained relatively weak

+5% ↗

India recovered from 2016's jewellery strike

Indian rural incomes strengthened

Bar and coin demand is up **11%** year-on-year



Chinese, Indian and Turkish investments led the way

Q2 Key Factors



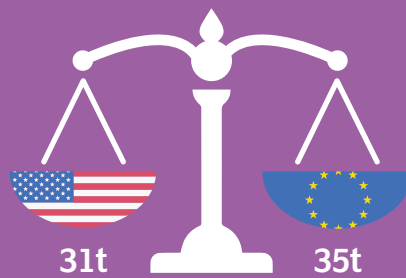
Bar and coin investment rebounded from very low levels

+13% ↗

India contributed to this recovery, having been particularly weak last year

ETFs

Inflows were shared between US and Europe



India was a key driver of jewellery growth

+26% ↗



Festival purchases over Akshaya Tritiya were an important factor



Technology demand up for a 3rd consecutive quarter

+2% ↗



LEDs extensively used in the auto sector



Central bank demand

+20% ↗

Net buying continued, but at a modest pace, especially when compared to a very slow Q2 2016



Turkey saw a strong jump in bar and coin demand, due to:



Economic recovery



Double-digit inflation



Relative currency stability