



## Daily Bullion Physical Market Report

Report as on Monday, December 9, 2019



Important Resistance for MCX  
Gold Where Physical Player  
can look to fix his Sell Price

37983

38092

Important Support for MCX  
Gold Where Physical Player  
can look to fix his Buying Price

37415

37306



Important Resistance for  
Rupee Where Exporter can  
look to book his today's  
receivable

71.50

71.65

Important Support for Rupee  
Where Importer can look to  
book his today's payment

71.24

71.10

### Gold Spot 995

### Gold Spot 999

Exch.	Descr.	LTP*
CMDTY	Gold 995 - Ahmedabad	38895.00
CMDTY	Gold 995 - Bangalore	38880.00
CMDTY	Gold 995 - Chennai	38910.00
CMDTY	Gold 995 - Cochin	38915.00
CMDTY	Gold 995 - Delhi	38870.00
CMDTY	Gold 995 - Hyderabad	38910.00
CMDTY	Gold 995 - Jaipur	38865.00
CMDTY	Gold 995 - Mumbai	38845.00

\* Rates including GST

Exch.	Descr.	LTP*
CMDTY	Gold 999 - Ahmedabad	39025
CMDTY	Gold 999 - Bangalore	39030
CMDTY	Gold 999 - Chennai	39060
CMDTY	Gold 999 - Cochin	39065
CMDTY	Gold 999 - Delhi	39020
CMDTY	Gold 999 - Hyderabad	39060
CMDTY	Gold 999 - Jaipur	38985
CMDTY	Gold 999 - Mumbai	38995

### Silver Spot 999

Descr.	LTP*
Silver 999 - Ahmedabad	44430.00
Silver 999 - Bangalore	44490.00
Silver 999 - Chennai	44480.00
Silver 999 - Delhi	44415.00
Silver 999 - Hyderabad	44600.00
Silver 999 - Jaipur	44405.00
Silver 999 - Kolkata	44580.00
Silver 999 - Mumbai	44425.00

\* Rates including GST

### Gold Ratios

Gold Silver Ratio

86.57

Gold Crude Ratio

8.96

### Bullion Futures on DGCX

Exch.	Descr.	LTP
DGCX	GOLD 29JAN2020	1464.60
DGCX	GOLD QUANTO 30JAN2020	38326.00
DGCX	SILVER 26FEB2020	16.56

### Gold and Silver Fix

Descr.	LTP
Gold London AM FIX	1474.85
Gold London PM FIX	1459.65
Silver London FIX	16.57

Date	Gold*	Silver*
05 Dec 2019 (Thursday)	38181.00	43980.00
03 Dec 2019 (Tuesday)	38265.00	44560.00
02 Dec 2019 (Monday)	37979.00	44200.00

# The above rate are IBJA PM rates \* Rates are exclusive of GST

05 Dec 2019 (Thursday)

## Gold Market Update



Market View	
Open	38011.00
High	38119.00
Low	37655.00
Close	37699.00
Value Change	-386.00
% Change	-1.01
Apr-Feb	17.00
Jun-Apr	18.00
Volume	12241
Open Interest	16428
Cng in OI (%)	-2.30

BUY GOLD FEB 2020 @ 37600 SL 37480 TGT 37780-37900.MCX

### Today's View & Outlook

Gold price resumed its negative trading clearly to approach our waited target at 1447.00, to keep the bearish trend active for the upcoming period, reminding you that surpassing the mentioned level will extend the bearish wave to reach 1413.10, while the expected decline will remain valid unless breaching 1489.00 and holding above it.

Gold on MCX settled down -1.01% at 37699 as traders went for riskier assets such as equities thanks to upbeat U.S. monthly jobs data and rising optimism about a phase one U.S.-China trade deal. Pressure also seen after China's announcement to waive import tariffs on some American goods. U.S. President Donald Trump also said that the trade talks were "moving right along" but some in the market remained cautious. China's finance ministry said that import tariffs for some pork and soybeans from the United States will be waived, indicating a positive move to de-escalate the trade war ahead of U.S. tariffs on Chinese goods effective from Dec. 15. In trade news, a phase one-trade deal between the U.S. and China was still in the works and a partial resolution would be completed before another set of China tariffs kick in on December 15. U.S. President Donald Trump said an agreement might have to wait until after the U.S. presidential election in November 2020. U.S. Commerce Secretary Wilbur Ross had said in an interview that planned tariffs on Chinese imports would be imposed on December 15 as scheduled unless there is substantive progress in trade talks. Demand for physical gold was moderate in India due to lower than usual wedding season buying, while top consumer China saw increased activity as wholesalers cleared out inventories into the year-end. Technically market is under long liquidation as market has witnessed drop in open interest by -2.3% to settled at 16428 while prices down -386 rupees, now Gold is getting support at 37529 and below same could see a test of 37360 level, and resistance is now likely to be seen at 37993, a move above could see prices testing 38288.

## Silver Market Update



Market View	
Open	44599.00
High	44714.00
Low	43470.00
Close	43545.00
Value Change	-1065.00
% Change	-2.39
May-Mar	505.00
Jul-May	488.00
Volume	24469
Open Interest	13996
Cng in OI (%)	18.74

BUY SILVER MAR 2020 @ 43300 SL 43000 TGT 43650-43850.MCX

### Today's View & Outlook

Silver price provides new negative trades and attempts to press on the minor bullish channel's support line, getting negative signal through stochastic, waiting for more decline for the rest of the day, supported by the negative pressure formed by the EMA50, waiting to visit 16.33 level as a next target, reminding you that the continuation of the expected decline depends on the price stability below 1489.00. The expected trading range for today is between 16.70 support and 17.10 resistance.

Silver on MCX settled down -2.39% at 43545 as strong U.S. jobs data renewed bets the Federal Reserve would stand pat on interest rates and also boosted demand for riskier assets. In a positive gesture, China said it will waive import tariffs for some soybeans and pork shipments from the United States. U.S. job growth increased by the most in 10 months in November as former striking workers returned to General Motors' payrolls and the healthcare industry stepped up hiring, confirming that the economy remained on a moderate expansion path despite a prolonged manufacturing slump. The Labor Department's closely watched monthly employment report showed steady wage gains and the unemployment rate falling back to 3.5%. In U.S. economic news, a report from the Commerce Department showed U.S. trade deficit narrowed in the month of October. The report said trade deficit narrowed to \$47.2 billion in October from a revised \$51.1 billion in September. New orders for U.S. manufactured goods increased in line with economist estimates in the month of October, according to a report released by the Commerce Department. The Commerce Department said factory orders rose by 0.3 percent in October after falling by a revised 0.8 percent in September. The Labor Department released a report showing an expected decrease in first-time claims for U.S. unemployment benefits in the week ended November 30th. Technically market is under fresh selling as market has witnessed gain in open interest by 18.74% to settled at 13996 while prices down -1065 rupees, now Silver is getting support at 43106 and below same could see a test of 42666 level, and resistance is now likely to be seen at 44350, a move above could see prices testing 45154.

## USDINR Update



SELL USDINR DEC 2019 @ 71.45 SL 71.60 TGT 71.30-71.20. NSE

## Market View

Open	71.4000
High	71.5600
Low	71.3075
Close	71.3700
Value Change	-0.0775
% Change	-0.11
Jan-Dec	0.19
Feb-Jan	0.22
Volume	1980814
Open Interest	2018763
Cng in OI (%)	0.99

## Today's View &amp; Outlook

Rupee ended with gains amid recent optimistic news over likely progress in US-China talks. China's trade negotiations with the US remain on track, Beijing said, offering official reassurance on the trade front. China's Commerce Ministry said, the negotiating teams from both sides have maintained close communication. Also, US-China trade talks are "moving right along," US President Donald Trump said. Technically market is under fresh selling as market has witnessed gain in open interest by 2.29% to settled at 2044898 while prices down -0.13 rupees, now USDINR is getting support at 71.24 and below same could see a test of 71.1475 level, and resistance is now likely to be seen at 71.4925, a move above could see prices testing 71.6525.

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## Bullion News

# Gold prices drifted lower as traders went for riskier assets such as equities thanks to upbeat U.S. monthly jobs data and rising optimism about a phase one U.S.-China trade deal. In trade news, China said it would waive import tariffs for some soybeans and pork shipments from the United States. The tariff waivers were based on applications by individual firms for U.S. soybeans and pork imports, the finance ministry said in a statement, but didn't specify the quantities involved. The waiver of 25% tariffs comes two weeks before a critical decision on the fate of the December 15 tariff increases.

# India sees only modest demand from weddings, slight uptick in China - Demand for physical gold was moderate in India this week due to lower than usual wedding season buying, while top consumer China saw increased activity as wholesalers cleared out inventories into the year-end. Dealers were charging a premium of up to \$1 an ounce over official domestic prices this week, compared with a premium of \$1.5 last week. Retail demand for weddings is lower than usual due to the higher prices, said a Mumbai-based dealer with a private bullion importing bank. However, India's gold imports in November jumped 78% from a month earlier to the highest level in five months as jewellers restocked after a fall in prices. Premiums in Hong Kong edged higher to \$0.30-\$0.55 an ounce from \$0.10-\$0.30 in the prior week, although ongoing protests in the Asian financial hub deterred consumers and tourists from buying gold.

# Shanghai Gold Exchange Mulls Entry to India's Gold Import Market- The Shanghai Gold Exchange is reportedly mulling ways to enter India's gold import market. Incidentally, the country is second largest gold importer in the world after China. The senior officials of the Exchange recently held detailed discussions with stakeholders of the Indian bullion industry. The participants of the meeting included representatives from the exchange, banks, India Bullion and Jewellers Association (IBJA) and the World Gold Council (WGC). As India allows gold imports only by banks on consignment basis, there needs to be an intermediary for the exchange to import gold it. The exchange is said to have explored the possibilities for gold to be routed through the exchange to banks that have presence in both the countries. Other issues including delivery standards, tax on imports and potential legal barriers were also discussed in the meeting.

# Central bank gold demand has surpassed 2018's 50-year record- Central bank gold demand officially hit a new multi-decade record and although purchases have slowed recently, one market analysts expects that demand to continue. In a report published Monday, independent commodity analyst Matthew Turner, noted that central bank gold purchases totaled 550 tons as of October, up 17 tons from total purchases in 2018, which saw the biggest gold buying spree in 50 years. Turner noted that the gold market benefited from a frenzy of central bank activity at the start of the year as 390 tons were purchased in the first half of 2019. In the second half, the pace has fallen to 160 tons so far. Slowing purchases out of Russia and China have impacted the global numbers, Turner noted. The Russian central bank has been reducing its gold purchases in an attempt to encourage domestic producers to export their gold, he added.

# 75% Of Indian Investors Trust Gold Over Currencies: World Gold Council- Around 75 per cent of investors in India trust gold more than currencies, compared to 69 per cent in China, World Gold Council's (WGC) consumer reach report stated. The WGC launched its new consumer research report highlighting opportunities for gold for those working in both retail investment and jewellery markets. The research, with an 18,000-sample, looks at a range of markets including China, India, North America, Germany and Russia, and highlights unique insights into attitudes towards and perceptions of gold; how and why people buy gold, and also their reasons for not buying. The new piece of research reveals gold is a mainstream choice - the third most consistently bought investment, with 46 per cent of global retail investors choosing gold products, which is just behind saving accounts (78 per cent) and life insurance (54 per cent).

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**Kedia Stocks & Commodities Research Pvt Ltd.**

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