



Daily Bullion Physical Market Report

Report as on Wednesday, December 11, 2019

	Important Resistance for MCX Gold Where Physical Player can look to fix his Sell Price	37673 37712	Important Support for MCX Gold Where Physical Player can look to fix his Buying Price	37469 37430
	Important Resistance for Rupee Where Exporter can look to book his today's receivable	71.01 71.12	Important Support for Rupee Where Importer can look to book his today's payment	70.77 70.66

Gold Spot 995			Gold Spot 999		
Exch.	Descr.	LTP*	Exch.	Descr.	LTP*
CMDTY	Gold 995 - Ahmedabad	38800.00	CMDTY	Gold 999 - Ahmedabad	38930
CMDTY	Gold 995 - Bangalore	38800.00	CMDTY	Gold 999 - Bangalore	38950
CMDTY	Gold 995 - Chennai	38900.00	CMDTY	Gold 999 - Chennai	38995
CMDTY	Gold 995 - Cochin	38850.00	CMDTY	Gold 999 - Cochin	39000
CMDTY	Gold 995 - Delhi	38785.00	CMDTY	Gold 999 - Delhi	38935
CMDTY	Gold 995 - Hyderabad	38790.00	CMDTY	Gold 999 - Hyderabad	38940
CMDTY	Gold 995 - Jaipur	38785.00	CMDTY	Gold 999 - Jaipur	38905
CMDTY	Gold 995 - Mumbai	38765.00	CMDTY	Gold 999 - Mumbai	38915

* Rates including GST

Silver Spot 999	
Descr.	LTP*
Silver 999 - Ahmedabad	44615.00
Silver 999 - Bangalore	44585.00
Silver 999 - Chennai	44545.00
Silver 999 - Delhi	44680.00
Silver 999 - Hyderabad	44610.00
Silver 999 - Jaipur	44700.00
Silver 999 - Kolkata	44800.00
Silver 999 - Mumbai	44560.00

* Rates including GST

Gold Ratios
Gold Silver Ratio
86.36

Gold Crude Ratio
9.00

Bullion Futures on DGCX		
Exch.	Descr.	LTP
DGCX	GOLD 29JAN2020	1467.30
DGCX	GOLD QUANTO 30JAN2020	38326.00
DGCX	SILVER 26FEB2020	16.63

Gold and Silver Fix	
Descr.	LTP
Gold London AM FIX	1464.45
Gold London PM FIX	1464.95
Silver London FIX	16.57

Date	Gold*	Silver*
06 Dec 2019 (Friday)	38175.00	44115.00
04 Dec 2019 (Wednesday)	38338.00	44700.00
03 Dec 2019 (Tuesday)	38265.00	44560.00

The above rate are IBSA PM rates * Rates are exclusive of GST

06 Dec 2019 (Friday)

Gold Market Update



Market View	
Open	37677.00
High	37700.00
Low	37534.00
Close	37571.00
Value Change	-12.00
% Change	-0.03
Apr-Feb	87.00
Jun-Apr	94.00
Volume	10369
Open Interest	16001
Cng in OI (%)	-1.37

BUY GOLD FEB 2020 @ 37500 SL 37380 TGT 38680-37800.MCX

Today's View & Outlook

Gold price tests the EMA50 and still below it, noticing that stochastic begins to lose the positive momentum gradually, waiting to motivate the price to resume the bearish bias to break the minor bullish channel's support line followed by achieving our negative targets that begin at 1447.00 and extend to 1413.10 after breaking the previous level. Therefore, we will keep our bearish overview for today, noting that holding below 1467.00 represents initial condition to continue the expected decline. The expected trading range for today is between 1445.00 support and 1470.00 resistance.

Gold traded in a tight range ahead of a two-day rate-setting meeting by the U.S. central bank, with investors awaiting clarity on whether a next round of U.S. tariffs on Chinese goods will come into effect this weekend. Both the United States and China have adopted a reconciliatory tone, with China saying it hoped to make a deal as soon as possible. President Donald Trump has said he was working with Beijing on an agreement ahead of new tariffs on \$156 billion worth of Chinese imports on Dec.15. The impact of a prolonged trade war on economic growth has led the U.S. Federal Reserve to cut rates three times this year. Beijing wants Washington to agree to roll back the previously imposed tariffs on China goods. Washington has demanded that China agreed to purchase a specific minimum amount of U.S. agricultural goods. Most Fed policymakers have stressed on keeping the interest rates steady unless the economic outlook deteriorates. The Fed is widely expected keep interest rates on hold in the range of 1.50% to 1.75%. China's gold reserves stood at 62.64 million ounces at the end of November, central bank data showed. The gold reserves, valued at around 68.62 billion U.S. dollars, remained unchanged from that at the end of October, according to data from the People's Bank of China. Technically market is under long liquidation as market has witnessed drop in open interest by -1.37% to settled at 16001 while prices down -12 rupees, now Gold is getting support at 37504 and below same could see a test of 37436 levels, and resistance is now likely to be seen at 37670, a move above could see prices testing 37768.

Silver Market Update



Market View	
Open	43485.00
High	43700.00
Low	43410.00
Close	43507.00
Value Change	5.00
% Change	0.01
May-Mar	518.00
Jul-May	501.00
Volume	13568
Open Interest	13706
Cng in OI (%)	-0.54

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

Today's View & Outlook

Silver price shows slight bullish bias now, but as long as the price is below 16.96, our bearish overview will remain valid, supported by the negative pressure formed by the EMA50, reminding you that our main waited target is located at 16.33. The expected trading range for today is between 16.33 support and 16.75 resistance.

Silver steadied as dollar seen supported boosted by the stronger-than-expected US jobs data, although worries about US-China trade talks kept gains in check, with less than a week to go before Washington is set to impose a new wave tariffs on Chinese goods. Investors also looked ahead to US Federal Reserve and European Central Bank policy meetings later this week. German exports unexpectedly rose 1.2% in October from September in adjusted terms, while imports remained flat on the month, according to Germany's official statistics body Destatis. Investor confidence in the eurozone improved sharply in December, the latest data published by the Sentix research group showed. The gauge jumped rose to 0.7 in December, from -4.5 in November. Ahead of the Dec. 15 deadline – when the U.S. is slated to impose tariffs on another \$156 billion on Chinese goods – China said that it hoped to make a trade deal as soon as possible. The phase one trade deal has been held back as both the U.S. and China have been unwilling to give into each other's' demands. Beijing wants Washington to agree to roll back the previously imposed tariffs on China goods. Washington has demanded that China agreed to purchase a specific minimum amount of U.S. agricultural goods. Technically market is under short covering as market has witnessed drop in open interest by -0.54% to settled at 13706 while prices up 5 rupees, now Silver is getting support at 43378 and below same could see a test of 43249 levels, and resistance is now likely to be seen at 43668, a move above could see prices testing 43829.

USDINR Update



Market View		
Open		71.1400
High		71.1650
Low		70.9650
Close		71.0250
Value Change		-0.1550
% Change		-0.22
Jan-Dec		0.20
Feb-Jan		0.20
Volume		1693698
Open Interest		1797456
Cng in OI (%)		-4.87

SELL USDINR DEC 2019 @ 71.05 SL 71.18 TGT 70.90-70.76. NSE

Today's View & Outlook

Rupee ended with gains on selling by foreign banks amid likely corporate inflows. Rupee gained aided by optimism around likely progress in US-China trade talks amid continuous corporate flows supporting demand for local currency. China said that it hoped to make a trade deal with the US as soon as possible, amid intense discussions before fresh US tariffs on Chinese imports are due to kick in on Dec 15. Investors now await the upcoming Federal Open Market Committee Dec monetary policy statement release due later this week. Technically market is under long liquidation as market has witnessed drop in open interest by -3.16% to settled at 1829758, now USDINR is getting support at 71.035 and below same could see a test of 70.9 level, and resistance is now likely to be seen at 71.235, a move above could see prices testing 71.3.

Rupee ended with gains on selling by foreign banks amid likely corporate inflows. Rupee gained aided by optimism around likely progress in US-China trade talks amid continuous corporate flows supporting demand for local currency. China said that it hoped to make a trade deal with the US as soon as possible, amid intense discussions before fresh US tariffs on Chinese imports are due to kick in on Dec 15. Investors now await the upcoming Federal Open Market Committee Dec monetary policy statement release due later this week. India's services sector activity recovered in November amid a rise in new business intakes and job creation, survey results from IHS Markit showed. The services Purchasing Managers' Index, or PMI, rose to 52.7 in November from 49.2 in October. Attention shifted to U.S. Federal Reserve and European Central Bank policy meetings this week, while a deadline looms for the next wave of U.S. tariffs on Chinese goods to kick in. Top White House economic adviser Larry Kudlow said on Friday that a Dec. 15 deadline is still in place to impose a new round of U.S. tariffs on Chinese consumer goods, but President Donald Trump likes where trade talks with China are going. Data meanwhile showing China's exports shrank for the fourth consecutive month in November, underscored persistent pressures on manufacturers from the Sino-U.S. trade war. Technically market is under long liquidation as market has witnessed drop in open interest by -3.16% to settled at 1829758, now USDINR is getting support at 71.035 and below same could see a test of 70.9 level, and resistance is now likely to be seen at 71.235, a move above could see prices testing 71.3.

Bullion News

Gold traded in a tight range ahead of a two-day rate-setting meeting by the U.S. central bank, with investors awaiting clarity on whether a next round of U.S. tariffs on Chinese goods will come into effect this weekend. Both the United States and China have adopted a reconciliatory tone, with China saying it hoped to make a deal as soon as possible. President Donald Trump has said he was working with Beijing on an agreement ahead of new tariffs on \$156 billion worth of Chinese imports on Dec.15. The impact of a prolonged trade war on economic growth has led the U.S. Federal Reserve to cut rates three times this year.

Chinese gold demand still trending downwards - Latest gold withdrawal figures for November from the Shanghai Gold Exchange (SGE) suggest that Chinese gold demand this year is still trending lower than in any year since 2013. This suggestion is supported by a recorded fall in Chinese gold imports from known exporters, and the apparent fall in the nation's growth performance. Perhaps U.S. trade tariffs are beginning to bite which will lead to President Trump feeling that his policies are in the ascendancy and he may well ramp up his trade pressures accordingly. However, China is a proud nation, and in Asian culture 'saving face' is an even more important attribute than in the West, so we wouldn't be too surprised to see attitudes in the 'trade war' harden, giving support the President Trump's latest suggestion that no positive outcome is likely until after the Presidential election in late 2020.

Gold bonds gather less than 1 per cent of total spend in four years - The Centre's ambitious sovereign gold bond (SGB) scheme, rolled out in 2015 with great expectations to cut the demand for physical gold and shift a part of the imported gold into financial savings, is almost a no-show. After 33 tranches in four years, just about 28.6 tonnes of gold has been bought by investors through the SGB scheme. The Centre had introduced SGB scheme in November 2015 in order to provide an alternative investment avenue for gold investors. Prime Minister Narendra Modi had launched the scheme, along with two other gold related schemes; the gold monetisation scheme aimed at unlocking 20,000 tonnes, or \$800 billion worth of gold lying idle in households and temples.

Gold ETFs Can Shine Brightly Again in 2020 – The SPDR Gold Shares, the largest gold ETF, and competing gold ETFs tumbled Friday on the back of a surprisingly strong November jobs report, but that doesn't mean these funds are about to turn bearish. In fact, some commodities market observers believe the yellow metal can continue delivering solid showings in 2020. Even with Friday's retreat, GLD remains higher by nearly 15% year-to-date as bullion has been one of 2019's best-performing commodities. Gold ETFs previously rallied amid increased expectations of a U.S. rate cut, even as some investors locked in profits from bullion's recent rally. Gold is believed by many investors to be inversely correlated with interest rates. Rising interest rates make bonds and other fixed-income investments more attractive so that the money will flow into higher-yielding investments, such as bonds and money market funds, and out of gold, which offers no yield at all during times of higher interest rates, and back into gold ETFs.

Gold Investment Demand to See Further Decline in India - The gold investment demand in India is likely to see further decline in Q4 this year, mainly on account of lack of gold purchases by rural Indian population. It must be noted that incessant and unexpected rains had led to heavy crop loss across the country. The rural gold demand usually gains momentum following kharif crop harvesting. However, the heavy crop loss has resulted in 50-60% decline in gold demand during the current year, in comparison with the prior year. The farmers in the country are seen buying gold only for wedding purposes. Incidentally, rural demand accounts for nearly 60% of the total gold demand in the country. The Indian gold investment demand had dropped significantly by 35% in Q3 this year to around 22.3 tonnes.

Report is prepared for information purposes only.

Kedia Stocks & Commodities Research Pvt Ltd.

Mumbai, INDIA. Mobile: 9320096333 / 9619551030 Email: info@kediacapital.com URL: www.kediaadvisory.com

General Disclaimers: This Report is prepared and distributed by Kedia Stocks & Commodities Research Pvt Ltd. for information purposes only. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale through KSCRPL nor any solicitation or offering of any investment /trading opportuni. These information / opinions / views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by KSCRPL to be reliable. IBJA and KSCRPL or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of IBJA and KSCRPL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information / opinions / views contained in this Report. The possession, circulation and/or distribution of this Report may be restricted or regulated in certain jurisdictions by appropriate laws. No action has been or will be taken by KSCRPL in any jurisdiction (other than India), where any action for such purpose(s) is required. Accordingly, this Report shall not be possessed, circulated and/ or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. KSCRPL requires such recipient to inform himself about and to observe any restrictions at his own expense, without any liability to KSCRPL. Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in India.