



**Daily Bullion Physical Market Report**

Report as on Thursday, December 12, 2019

	<b>Important Resistance for MCX Gold Where Physical Player can look to fix his Sell Price</b>	<b>37832</b>  <b>37884</b>	<b>Important Support for MCX Gold Where Physical Player can look to fix his Buying Price</b>	<b>37566</b>  <b>37514</b>
	<b>Important Resistance for Rupee Where Exporter can look to book his today's receivable</b>	<b>70.81</b>  <b>70.92</b>	<b>Important Support for Rupee Where Importer can look to book his today's payment</b>	<b>70.57</b>  <b>70.46</b>

Gold Spot 995			Gold Spot 999		
Exch.	Descr.	LTP*	Exch.	Descr.	LTP*
CMDTY	Gold 995 - Ahmedabad	38780.00	CMDTY	Gold 999 - Ahmedabad	38910
CMDTY	Gold 995 - Bangalore	38770.00	CMDTY	Gold 999 - Bangalore	38920
CMDTY	Gold 995 - Chennai	38820.00	CMDTY	Gold 999 - Chennai	38970
CMDTY	Gold 995 - Cochin	38825.00	CMDTY	Gold 999 - Cochin	38975
CMDTY	Gold 995 - Delhi	38775.00	CMDTY	Gold 999 - Delhi	38925
CMDTY	Gold 995 - Hyderabad	38770.00	CMDTY	Gold 999 - Hyderabad	38920
CMDTY	Gold 995 - Jaipur	38775.00	CMDTY	Gold 999 - Jaipur	38895
CMDTY	Gold 995 - Mumbai	38755.00	CMDTY	Gold 999 - Mumbai	38905

\* Rates including GST

Silver Spot 999	
Descr.	LTP*
Silver 999 - Ahmedabad	44610.00
Silver 999 - Bangalore	44550.00
Silver 999 - Chennai	44545.00
Silver 999 - Delhi	44670.00
Silver 999 - Hyderabad	44520.00
Silver 999 - Jaipur	44720.00
Silver 999 - Kolkata	44665.00
Silver 999 - Mumbai	44550.00

\* Rates including GST

Gold Ratios
Gold Silver Ratio
85.75
Gold Crude Ratio
9.07

Bullion Futures on DGCX		
Exch.	Descr.	LTP
DGCX	GOLD 29JAN2020	1482.00
DGCX	GOLD QUANTO 30JAN2020	38326.00
DGCX	SILVER 26FEB2020	16.89
Gold and Silver Fix		
Descr.		LTP
Gold London AM FIX		1468.05
Gold London PM FIX		1466.8
Silver London FIX		16.57

Date	Gold*	Silver*
<b>10 Dec 2019 (Tuesday)</b>	37766.00	43275.00
<b>06 Dec 2019 (Friday)</b>	38175.00	44115.00
<b>05 Dec 2019 (Thursday)</b>	38181.00	43980.00

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

10 Dec 2019 (Tuesday)

### Gold Market Update



Market View		
Open		37580.00
High		37738.00
Low		37520.00
Close		37699.00
Value Change		128.00
% Change		0.34
Apr-Feb		85.00
Jun-Apr		92.00
Volume		9226
Open Interest		15738
Cng in OI (%)		-1.64

BUY GOLD FEB 2020 @ 37650 SL 37520 TGT 37800-37900.MCX

**Today's View & Outlook**

Gold price shows more rise to surpass 1467.00 level, which hints the price head to achieve intraday gains that might reach 1489.00 before turning back to decline again. Therefore, the bullish bias will be suggested in the upcoming sessions in case the price got a daily close above 1467.00.

Gold on MCX settled up 0.34% at 37699 with market activity largely subdued ahead of the U.S. central bank's economic policy statement and a fast-approaching tariffs deadline. After three consecutive interest rate cuts, the Federal Reserve announced its widely expected decision to leave rates unchanged. The Fed said its Federal Open Market Committee decided to maintain the target range for the federal funds rate at 1-1/2 to 1-3/4 percent on the heels of three straight quarter-point reductions. China said that it hoped to make a trade deal with the United States as soon as possible, while President Donald Trump said Washington is doing well in hammering out a trade agreement with Beijing, ahead of possible new tariffs on \$156 billion worth of Chinese imports. Investors remains on edge ahead of a looming tariff deadline, the UK election and upcoming central bank meetings in Europe and the United States. U.S. consumers' inflation expectations rose slightly in November, bringing the outlook for near and medium-term inflation up from a five-year low in a New York Federal Reserve survey. Goldman Sachs has kept its 3, 6 and 12 month forecast for gold at \$1,600 per troy ounces, saying investment demand will be supported by fears of recession and political uncertainty. China's consumer inflation climbed to nearly eight-year peaks in November as pork prices doubled, but factory-gate prices remained in the red, adding to uncertainty over whether the manufacturing sector is bottoming out as trade risks persist. Technically market is under short covering as market has witnessed drop in open interest by -1.64% to settled at 15738, now Gold is getting support at 37566 and below same could see a test of 37434 levels, and resistance is now likely to be seen at 37784, a move above could see prices testing 37870.

### Silver Market Update



Market View		
Open		43501.00
High		43964.00
Low		43406.00
Close		43825.00
Value Change		318.00
% Change		0.73
May-Mar		503.00
Jul-May		486.00
Volume		16358
Open Interest		12821
Cng in OI (%)		-6.46

BUY SILVER MAR 2020 @ 43700 SL 43350 TGT 44150-44400.MCX

**Today's View & Outlook**

Silver price didn't show any strong move since morning, to keep moving in tight range, therefore, there is no change on our bearish trend expectations that depend on the stability below 16.96 level, reminding you that our main target is located at 16.33. The expected trading range for today is between 16.33 support and 16.75 resistance.

Silver on MCX settled up 0.73% at 43825 as investors sought safety from the threat of new U.S. tariffs on Chinese goods due to come into effect on Dec. 15 while also awaiting policy decisions from major central banks. U.S. President Donald Trump has days to decide whether to impose tariffs scheduled to take effect on Sunday on nearly \$160 billion worth of Chinese goods. The White House's top economic and trade advisers are expected to meet Trump in the coming days to discuss the issue. U.S. consumer prices increased solidly in November, which together with labor market strength could support the Federal Reserve's intention not to cut interest rates again in the near term after reducing borrowing costs three times this year. The report from the Labor Department also showed underlying inflation firming last month. It came as Fed officials were due to conclude a two-day policy meeting. The U.S. central bank is expected to keep rates on hold. It signaled a pause in October in the easing cycle that started in July when it cut rates for the first time since 2008. Growth of U.S. labor costs was not as robust as initially thought in the third quarter, suggesting inflation could remain tame in the near term. The sharp downward revision to labor costs, reported by the Labor Department, also pointed to some easing of the squeeze on profit margins. China's consumer inflation climbed to nearly eight-year peaks in November as pork prices doubled, but factory-gate prices remained in the red. Technically now Silver is getting support at 43500 and below same could see a test of 43174 levels, and resistance is now likely to be seen at 44058, a move above could see prices testing 44290.

USDINR Update



Market View	
Open	70.9700
High	71.0600
Low	70.8575
Close	70.9850
Value Change	-0.0400
% Change	-0.06
Jan-Dec	0.20
Feb-Jan	0.20
Volume	1730068
Open Interest	1629606
Cng in OI (%)	-9.34

SELL USDINR DEC 2019 @ 70.85 SL 70.95 TGT 70.72-70.60. NSE

Today's View & Outlook

Rupee ended with gains on buying by foreign banks amid likely corporate and overseas fund inflows. Investors awaited the outcome of the Federal Reserve meeting and drew some support from hopes that U.S. President Donald Trump will delay the imposition of tariffs on Chinese goods. Economic uncertainty stemming from the U.S.-China trade war has prompted the U.S. Federal Reserve to cut interest rates three times this year. Technically market is under long liquidation as market has witnessed drop in open interest by -7.27% to settled at 1666853, now USDINR is getting support at 70.94 and below same could see a test of 70.7975 level, and resistance is now likely to be seen at 71.1425, a move above could see prices testing 71.2025.

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## Bullion News

# Gold prices moved higher on Wednesday, gaining for a second straight session, ahead of the Federal Reserve's monetary policy announcement. Traders were also tracking the developments on the trade front, where it is being reported that the Trump administration is likely to delay imposing additional 15% tariffs on Chinese goods worth \$160 billion. A report released by the Labor Department showed consumer prices in the U.S. increased by slightly more than anticipated in the month of November, rising 0.3% in the month, after climbing 0.4% in October. However, White House economic adviser Larry Kudlow said the "tariffs are still on the table". Analysts say that a trade deal might have to wait until after the U.S. presidential election in November 2020.

# Perth Mint November Gold Bullion Sales Highest in Year - Australian bullion sales in November jumped sharply for gold coins and bars and remained steady for silver coins and bars, according to the latest figures from The Perth Mint of Australia. The Mint's gold sales were the highest in a year while its silver sales finished above 1 million ounces for a fourth month in a row after nine straight months of missing the mark. These sales happened against falling precious metals with LBMA prices in November sinking 3.4% for gold and 6% for silver. The Perth Mint sold 54,261 ounces in gold bullion products last month, rising 67.1% from October but sliding 15.6% from November 2018 when they reached an almost two-year high. Their year-to-date gold sales at 310,551 ounces are 16.7% lower than the 372,863 ounces sold through the first eleven months of last year.

# China's gold reserves at 62.64 mln ounces by end-November - 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. Official data also showed that China's foreign exchange reserves came in at 3.0956 trillion U.S. dollars at the end of last month, increasing by 22.9 billion dollars, or 0.7 percent from the beginning of 2019.

# Jewellery industry gearing up for mandatory hallmarking - With the government deciding to make hallmarking of jewellery and artefacts mandatory from January 2021, the jewellery sector expects the step to boost consumers' trust and bring in much-needed transparency in the sector. Hallmarking is a purity certification of precious metals and it is a voluntary process at present. Though the Bureau of Indian Standards has a hallmarking scheme for gold jewellery since April 2000, currently only 40 per cent of gold and silver jewellery are hallmarked. Consumer Affairs Minister Ram Vilas Paswan said hallmarking of gold jewellery and artefacts will be made mandatory across the country from January 15, 2021 to ensure the purity of precious metals.

# India's November gold imports jump to 5-month high as prices retreat - India's gold imports in November jumped 78% from a month earlier to the highest level in five months as jewellers in the world's second-biggest market for the metal restocked after a fall in prices, a government source said. Higher imports by the South Asian country could support global prices that have risen more than 12% so far in 2019, but could also widen India's trade deficit and put pressure on the rupee. India imported 71 tonnes of gold in November, compared with 40 tonnes in October, the source said on condition of anonymity as he was not authorised to speak to media.

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