



**INDIA BULLION AND JEWELLERS
ASSOCIATION LTD.**
Since 1919



Daily Market Update

Report as on Friday, November 16, 2018

Gold prices rose as investors sought safe haven assets amid fears of a chaotic departure for Britain from the European Union. A “really strong” U.S. economy is likely to continue growing, but softness in housing and high levels of corporate debt have caught the Federal Reserve’s eye, Chairman Jerome Powell said. U.S. retail sales rebounded sharply in October as purchases of motor vehicles and building materials surged, but data for the prior two months was revised lower and the underlying trend suggested that consumer spending was probably slowing down.

Weaker gold prices boosted investment demand during the third quarter, but gains were capped by a sell-off in gold-backed exchange-traded funds (ETFs). Holdings of gold-backed ETFs declined nearly 4 percent to 2,221 tonnes at the end of the third quarter from 2,312 tonnes in the prior quarter. Net outflows at the end of the third quarter totaled \$3.5 billion. Global physical demand rose nearly 8 percent to 1,010 tonnes, the highest on a quarterly basis since the fourth quarter of 2017. Global retail investment, including coin and bar demand, was mixed. Coin demand increased nearly 20 percent to 73 tonnes from the second to third quarter and rose 16 percent year over year. Bar prices edged down to 175 tonnes in the third quarter from 176 tonnes in the second quarter, GFMS data showed.

Demand for physical gold gathered steam during a key festival week, shrugging off a recent downtrend going into the traditional busy wedding season, while other major Asian hubs saw limited activity. India, the second biggest bullion consumer after China, celebrated the Dhanteras and Diwali festivals this week, when buying gold is considered auspicious. The price rise gave confidence to consumers that gold will provide better returns than other asset classes in coming years and prompted them to increase purchases. Dealers in India were offering discounts of up to \$3 an ounce, the lowest in six weeks, over official domestic prices compared with the \$7 discounts last week. Physical demand in China slowed a little as some wholesalers had already restocked their inventories in the last two weeks.

After raising rates by a quarter point at its previous meeting, the Federal Reserve announced its widely anticipated decision to leave interest rates unchanged. The Fed decided to maintain the target range for the federal funds rate at 2 to 2.25 percent, citing realized and expected labor market conditions and inflation. The central bank reiterated that it expects further gradual increase in interest rates will be consistent with sustained expansion of economic activity, strong labor market conditions, and inflation near its 2 percent objective over the medium term.

Hedge funds and money managers cut their net short positions in Comex gold and silver contracts in the week to Nov. 6, the U.S. Commodity Futures Trading Commission (CFTC) said. Hedge funds and money managers cut their net short position in gold by 8,136 contracts to 37,486 contracts, CFTC said. Speculators trimmed their net short position in silver by 4,243 lots to 20,334 lots, CFTC data showed. This was the weakest net short position in 12 weeks.

Date	Gold*	Silver*
15 Nov 2018 (Thursday)	31020.00	36540.00
14 Nov 2018 (Wednesday)	30920.00	36260.00
13 Nov 2018 (Tuesday)	31050.00	36545.00

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

IBJA Daily Market Update



Outlook: Gold gained as investors sought cover from market turmoil after Britain's long-awaited draft agreement to leave the European Union was thrown into chaos, helping the metal hold its ground against a rising dollar. For the day prices a drop towards 30780-30740 will look to buy with a stoploss of below 30650 expecting prices to jump towards 30900-31020 level.

MCX GOLD

Market View	Value	Daily Levels
Open	30924.00	Resistance
High	30937.00	31149.00
Low	30720.00	31043.00
Close	30821.00	30932.00
Value Change	-1.00	30715.00
% Change	0.00	30609.00
Margin	5.00	30498.00
Margin (Rs.)	154105	Support
Volume	7283.00	
Open Interest	8817.00	Spread
Cng in OI (%)	0.25	FEB - DEC
Prev Value(Mln)	22463.15	256.00
52 Week High	32311.00	APR - FEB
52 Week Low	29500.00	243.00

Gold prices inched up as the dollar slipped following reports that China delivered a written response to U.S. trade demand, and that the two nations resumed talks earlier in the week to diffuse their trade disputes. Federal Reserve chairman Jerome Powell said in Dallas that the U.S. economy is "in such a good place right now" and that markets should be prepared that the central bank could raise rates at any time starting in 2019. Powell reiterated the central bank is independent and would continue to do what is best for the U.S. economy. His comments came after Trump accused the Fed of raising rates too fast during his administration. U.S. retail sales rebounded sharply in October as purchases of motor vehicles and building materials surged, likely driven by recovery efforts in areas devastated by Hurricane Florence. The report from the Commerce Department also showed broad gains in sales ahead of the holiday shopping season, which bodes well for consumer spending and the overall economy as the fourth quarter gets under way. Retail sales increased 0.8 percent last month after a downwardly revised 0.1 percent dip in September. The lowest unemployment rate in nearly 49 years is boosting wages, with annual wage growth recording its biggest increase in 9-1/2 years in October. Jobs market strength was underscored by a separate report from the Labor Department on Thursday showing a marginal increase in the number of Americans filing for unemployment benefits last week. Technically market is under fresh selling as market has witnessed gain in open interest by 0.25% to settled at 8817, now Gold is getting support at 30715 and below same could see a test of 30609 level, And resistance is now likely to be seen at 30932, a move above could see prices testing 31043.

IBJA Daily Market Update



INT. GOLD\$		
Market View		Daily Levels
Open	1210.78	Resistance
High	1215.56	1223.56
Low	1208.17	1219.56
Close	1212.78	1216.17
Value Change	2.00	1208.78
% Change	0.00	1204.78
		1201.39
		Support
		1180.00

Outlook: Gold price shows new attempts to breach 1212.00 level, as it moves above it now, which urges caution from the upcoming trading, noting that closing the daily candlestick above this level will push the price to turn to rise and target 1238.30 level initially, while trading below it will keep the bearish trend scenario valid, which its next main target located at 1180.00.

Gold prices inched up as the dollar slipped following reports that China delivered a written response to U.S. trade demand, and that the two nations resumed talks earlier in the week to diffuse their trade disputes. Federal Reserve chairman Jerome Powell said in Dallas that the U.S. economy is “in such a good place right now” and that markets should be prepared that the central bank could raise rates at any time starting in 2019. Powell reiterated the central bank is independent and would continue to do what is best for the U.S. economy. His comments came after Trump accused the Fed of raising rates too fast during his administration. U.S. retail sales rebounded sharply in October as purchases of motor vehicles and building materials surged, likely driven by recovery efforts in areas devastated by Hurricane Florence. The report from the Commerce Department also showed broad gains in sales ahead of the holiday shopping season, which bodes well for consumer spending and the overall economy as the fourth quarter gets under way. Retail sales increased 0.8 percent last month after a downwardly revised 0.1 percent dip in September. The lowest unemployment rate in nearly 49 years is boosting wages, with annual wage growth recording its biggest increase in 9-1/2 years in October. Jobs market strength was underscored by a separate report from the Labor Department on Thursday showing a marginal increase in the number of Americans filing for unemployment benefits last week. Technically now Gold is getting support at 1210.20 and below same could see a test of 1204.80 level, And resistance is now likely to be seen at 1221.60, a move above could see prices testing 1226.80.

IBJA Daily Market Update



Rupee ended with gains due to fall in dollar amid likely inflows into local stocks. Technically now USDINR is getting support at 71.94 and below same could see a test of 71.77 level, And resistance is now likely to be seen at 72.27, a move above could see prices testing 72.43.

USDINR		
Market View	Daily Levels	
Open	72.2475	Resistance
High	72.2600	72.56
Low	71.9300	72.41
Close	72.0500	72.23
Value Change	-0.3625	71.90
% Change	-0.50	71.75
Margin	2.51	71.57
Margin (Rs.)	1808	Support
Volume	2301738	
Open Interest	1618056	Spread
Cng in OI (%)	-4.94	DEC - NOV
Prev Value(Mln)	165995.47	0.2350
52 Week High	74.9800	JAN - DEC
52 Week Low	64.7000	0.2150

Rupee ended with gains due to fall in dollar amid likely inflows into local stocks. India's government and its central bank are getting close to ironing out some of their policy differences, said two sources familiar with the discussions, as they seek to defuse worsening tensions that had threatened to unnerve investors. While the rift is far from healed, the sources said enough progress had been made to avoid acrimony at a board meeting of the Reserve Bank of India (RBI) next Monday. However, the greenback pared losses as euro and pound fell after UK Brexit Secretary Dominic Raab resigned on disagreement over Brexit terms. India's retail inflation rate dropped sharply in October, giving the central bank leeway to allow easier lending policies, but plunging farm prices sent a stark warning to Prime Minister Narendra Modi about the challenges he faces in rural areas in next year's general election. The rate, which includes food and energy prices, dropped in October to 3.31 percent on a year-on-year basis, the slowest pace in 13 months and remains below the Reserve Bank of India's (RBI) medium-term target of 4 percent for a third straight month. The September inflation rate was a revised 3.70 percent. Inflation risks have ebbed after a fall in global crude oil prices by about 20 percent since early October to around \$71 a barrel. Technically now USDINR is getting support at 71.94 and below same could see a test of 71.77 level, And resistance is now likely to be seen at 72.27, a move above could see prices testing 72.43.

IBJA Daily Market Update

Gold Spot 995

Exch.	Descr.	Last*
CMDTY	Gold 995 - Ahmedabad	31820.00
CMDTY	Gold 995 - Bangalore	31825.00
CMDTY	Gold 995 - Chennai	31820.00
CMDTY	Gold 995 - Cochin	31820.00
CMDTY	Gold 995 - Delhi	31805.00
CMDTY	Gold 995 - Hyderabad	31815.00
CMDTY	Gold 995 - Jaipur	31800.00
CMDTY	Gold 995 - Kolkata	31835.00
CMDTY	Gold 995 - Mumbai	31800.00

* Rates including GST

Silver Spot 999

Exch.	Descr.	Last*
CMDTY	Silver 999 - Ahmedabad	37500.00
CMDTY	Silver 999 - Bangalore	37615.00
CMDTY	Silver 999 - Chennai	37605.00
CMDTY	Silver 999 - Delhi	37535.00
CMDTY	Silver 999 - Hyderabad	37655.00
CMDTY	Silver 999 - Jaipur	37530.00
CMDTY	Silver 999 - Kolkata	37750.00
CMDTY	Silver 999 - Mumbai	37600.00

* Rates including GST

Bullion Futures on DGCX

Exch.	Descr.	Last
DGCX	GOLD 28NOV2018	1215.00
DGCX	GOLD 29JAN2019	1219.00
DGCX	GOLD QUANTO 29NOV2018	30879.00
DGCX	GOLD QUANTO 30JAN2019	31056.00
DGCX	SILVER 28NOV2018	14.30
DGCX	SILVER 26FEB2019	14.35
DGCX	SILVER QUANTO 29NOV2018	41189.00

Gold Spot 999

Exch.	Descr.	Last*
CMDTY	Gold 999 - Ahmedabad	31950.00
CMDTY	Gold 999 - Bangalore	31975.00
CMDTY	Gold 999 - Chennai	31970.00
CMDTY	Gold 999 - Cochin	31970.00
CMDTY	Gold 999 - Delhi	31955.00
CMDTY	Gold 999 - Hyderabad	31965.00
CMDTY	Gold 999 - Jaipur	31920.00
CMDTY	Gold 999 - Mumbai	31950.00

* Rates including GST

Bullion Futures on MCX

Exch.	Descr.	Last
MCX	GOLD 04AUG2017	30821.00
MCX	GOLD 05OCT2017	31077.00
MCX	GOLD 05DEC2017	31320.00
MCX	SILVER 05JUL2017	36691.00
MCX	SILVER 05SEP2017	37548.00
MCX	SILVER 05DEC2017	38109.00

Gold and Silver Fix

Exch.	Descr.	Last
CMDTY	Gold London AM FIX	1341.05
CMDTY	Gold London PM FIX	1341.05
CMDTY	Silver London FIX	16.45

Gold / Silver Ratio

Exch.	Descr.	Last
INTL. SPOT	GOLD SILVER RATIO	84.93
MCX	MCX GOLD SILVER RATIO	84.00

IBJA Daily Market Update

Report is prepared for information purposes only.

Kedia Stocks & Commodities Research Pvt Ltd.

Mumbai. INDIA. Mobile: 9320096333 / 9619551030 Email: info@kediacommodity.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.