



Daily Bullion Physical Market Report

Report as on Thursday, January 03, 2019

	Important Resistance for MCX Gold Where Physical Player can look to fix his Sell Price	31815 31894	Important Support for MCX Gold Where Physical Player can look to fix his Buying Price	31405 31326
	Important Resistance for Rupee Where Exporter can look to book his today's receivable	70.74 70.91	Important Support for Rupee Where Importer can look to book his today's payment	69.84 69.67

Gold Spot 995			Gold Spot 999		
Exch.	Descr.	LTP*	Exch.	Descr.	LTP*
CMDTY	Gold 995 - Ahmedabad	32750.00	CMDTY	Gold 999 - Ahmedabad	32880
CMDTY	Gold 995 - Bangalore	32740.00	CMDTY	Gold 999 - Bangalore	32890
CMDTY	Gold 995 - Chennai	32760.00	CMDTY	Gold 999 - Chennai	32910
CMDTY	Gold 995 - Cochin	32770.00	CMDTY	Gold 999 - Cochin	32920
CMDTY	Gold 995 - Delhi	32765.00	CMDTY	Gold 999 - Delhi	32915
CMDTY	Gold 995 - Hyderabad	32720.00	CMDTY	Gold 999 - Hyderabad	32870
CMDTY	Gold 995 - Jaipur	32750.00	CMDTY	Gold 999 - Jaipur	32870
CMDTY	Gold 995 - Mumbai	32755.00	CMDTY	Gold 999 - Mumbai	32905

* Rates including GST

Silver Spot 999	
Descr.	LTP*
Silver 999 - Ahmedabad	39490.00
Silver 999 - Bangalore	39530.00
Silver 999 - Chennai	39525.00
Silver 999 - Delhi	39520.00
Silver 999 - Hyderabad	39525.00
Silver 999 - Jaipur	39535.00
Silver 999 - Kolkata	39650.00
Silver 999 - Mumbai	39550.00

* Rates including GST

Gold Ratios
Gold Silver Ratio
81.01

Gold Crude Ratio
9.85

Bullion Futures on DGCX		
Exch.	Descr.	LTP
DGCX	GOLD 29JAN2019	1290.00
DGCX	GOLD QUANTO 30JAN2019	31628.00
DGCX	SILVER 26FEB2019	15.53

Gold and Silver Fix	
Descr.	LTP
Gold London AM FIX	1341.05
Gold London PM FIX	1341.05
Silver London FIX	16.45

Date	Gold*	Silver*
02 Jan 2019 (Wednesday)	31935.00	38495.00
01 Jan 2019 (Tuesday)	31660.00	38240.00
31 Dec 2018 (Monday)	31710.00	38245.00

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

02 Jan 2019 (Wednesday)

Gold Market Update



Market View	
Open	31421.00
High	31704.00
Low	31369.00
Close	31610.00
Value Change	188.00
% Change	0.60
Apr-Feb	119.00
Jun-Apr	178.00
Volume	10087
Open Interest	13204
Cng in OI (%)	4.78

Today's View & Outlook
 BUY GOLD FEB 2019 @ 31600 SL 31450 TGT 31780-31900.MCX
 Gold price finds difficulty to confirm breaching 1286.70 level, to show some bearish bias now and approaches testing the breached resistance of the bullish channel, and as long as the price is above 1262.50, our bullish overview will remain active for the upcoming period, supported by the EMA50, reminding you that our next main target reaches 1316.65.

Gold on MCX settled up 0.6% at 31610 on demand for safer investments amid falling equity markets and concerns over the outlook for global economic growth. More disappointing economic data from China, the world's second-largest economy, darkened the mood and erased early gains in U.S. stock futures. U.S. President Donald Trump said that he had a "long and very good call" with his Chinese counterpart Xi Jinping and that a possible trade deal between the United States and China was progressing well. History shows that cooperation is the best choice for both China and the United States, Chinese President Xi Jinping told Trump in a congratulatory message to mark 40 years since the establishment of diplomatic relations. North Korean leader Kim Jong Un said he is ready to meet Trump again anytime to achieve their common goal of denuclearizing the Korean Peninsula, but warned he may have to take an alternative path if U.S. sanctions and pressure against the country continued. Markets were looking for views from Federal Reserve Chairman Jerome Powell on the U.S. economic outlook and hints about rate hikes in 2019 when he participates in a joint discussion with former Fed chairs Janet Yellen and Ben Bernanke. Also looming are a closely-watched survey on U.S. manufacturing due on Thursday, followed by the December payrolls report on Friday. There are expectations that a three-year rate-hiking cycle in the United States has come to a close. Markets currently expect no rate hikes next year. Technically market is under fresh buying as market has witnessed gain in open interest by 4.78% to settled at 13204, now Gold is getting support at 31418 and below same could see a test of 31226 level. And resistance is now likely to be seen at 31753, a move above could see prices testing 31896.

Silver Market Update



Market View	
Open	38601.00
High	39215.00
Low	38601.00
Close	39127.00
Value Change	341.00
% Change	0.88
May-Mar	511.00
Jul-May	545.00
Volume	20225
Open Interest	17816
Cng in OI (%)	3.01

Today's View & Outlook
 BUY SILVER MAR 2019 @ 39000 SL 38700 TGT 39350-39600.MCX
 Silver price resumes its positive trading to head towards our waited target at 15.65, waiting for more rise for the rest of the day, motivated by the positive overlapping signal that stochastic begins to provide now, besides the positive support formed by the EMA50, reminding you that it is important to hold above 15.22 to continue the suggested rise. Expected trading range for today is between 15.20 support and 15.60 resistance.

Silver on MCX settled up 0.88% at 39127 as a decline in equities and worry over slowing economic growth and U.S. political tensions increased investor appetite for risk-averse assets. Risk sentiment improved when US President Donald Trump said that he held a "very good call" with China's President Xi Jinping to discuss trade and that "big progress" was being made. British Prime Minister Theresa May urged lawmakers to back her Brexit deal, promising that it would allow the country to "turn a corner" and let the government focus on solving domestic problems such as housing and a skill shortage. U.S. Mint sales of American Eagle gold and silver coins dropped to their lowest in 11 years during 2018, U.S. Mint data showed, as investors favored higher-yielding assets, despite global stock and bond market volatility late in the year. Investors positioned themselves for a global slowdown, with fewer rate hikes expected from the U.S. Federal Reserve, and as a steep sell-off in the global equities spurred demand for havens. The rise came even as President Donald Trump signaled the possibility of making a deal to end the partial U.S. government closure. While President Donald Trump invited top congressional leaders from both parties to a White House briefing, offering an opportunity to break the stalemate, risk aversion lingered as growth indicators faltered in other parts of the world. Technically market is under fresh buying as market has witnessed gain in open interest by 3.01% to settled at 17816 while prices up 341 rupees, now Silver is getting support at 38747 and below same could see a test of 38367 level. And resistance is now likely to be seen at 39361, a move above could see prices testing 39595.

USDINR Update



Market View		
Open		69.8000
High		70.4350
Low		69.7300
Close		70.3650
Value Change		0.6500
% Change		0.93
Feb-Jan		0.19
Mar-Feb		0.24
Volume		2167080
Open Interest		1427093
Cng in OI (%)		3.17

Today's View & Outlook BUY USDINR JAN 2019 @ 70.30 SL 70.10 TGT 70.48-70.60. NSE Rupee after appreciating for three consecutive sessions, yesterday dropped as gain in the dollar overseas and a selloff in domestic equity markets, leading to a 1 per cent fall in benchmark indices, hurt the rupee. Technically market is under fresh buying as market has witnessed gain in open interest by 3.17% to settled at 1427093 while prices up 0.65 rupees, now USDINR is getting support at 69.965 and below same could see a test of 69.495 level, And resistance is now likely to be seen at 70.67, a move above could see prices testing 70.905.

Rupee dropped on likely outflows from local stocks and on concerns over emerging geopolitical risks and global economic growth. Indian manufacturing activity expanded at a slower pace in December as growth in new orders and output waned, despite factories cutting their prices, a private survey showed. The Nikkei Manufacturing Purchasing Managers' Index, compiled by IHS Markit, declined to 53.2 in December, below November's 54.0 reading. But that was above the 50 mark, which separates growth from contraction, for a 17th month and manufacturing activity registered its strongest quarterly performance since late 2012. India's infrastructure output grew at 3.5 percent in November from a year earlier, government data showed, its slowest pace in 16 months. During April-November, the output growth was 5.1 percent from the year-earlier period, according to the data. India's finance ministry has exempted rupee payments made to the National Iranian Oil Co (NIOC) for crude oil imports from a steep withholding tax. The exemption, put in place December 28 but backdated to November 5, will allow Indian refiners to settle about \$1.5 billion of outstanding payments to NIOC. Those have been building up since Tehran was put under stringent U.S. sanctions in early November. The two countries on Nov. 2 signed a bilateral agreement to settle oil trades through an Indian government-owned bank, UCO Bank, in the Indian currency, which is not freely traded on international markets. Technically now USDINR is getting support at 69.965 and below same could see a test of 69.495 level, And resistance is now likely to be seen at 70.67, a move above could see prices testing 70.905.

Bullion News

Gold gained to closed above 31610 as traders chose to stay away from riskier assets due to rising concerns about the outlook for global economic growth. Worries about political uncertainty in the U.S. also contributed to the yellow metal's rise. Gold prices stood firm despite the dollar gaining in strength against most major currencies, after earlier weakness. The dollar rose to about 96.50, gaining about 0.8%, after staying a bit subdued early on in the session amid speculation the Federal Reserve might pause monetary tightening sometime soon. Looking ahead, Friday's U.S. December jobs report as well as the annual meeting of the American Economic Association, where Fed Chair Powell is interviewed with predecessors Janet Yellen and Ben Bernanke, may offer further clues on the outlook for U.S. interest rates.

Gem, jewellery exporters exempted from 3% IGST - In a major relief to the sector, the Union government has accepted the Gem and Jewelry Export Promotion Council's (GJEPC's) demand to grant IGST-related exemption on the supply of gold by nominated agencies to exporters of articles of gold. The GST Council recently announced that gem and jewellery exporters will no longer have to pay the 3 per cent Integrated Goods and Services Tax (IGST) to nominated agencies (banks) from January 1, 2019, said Pramod Kumar Agrawal, Chairman, GJEPC, on Wednesday. He said the GST Council found it necessary to exempt the intra-State supply of gold as per the First Schedule to the Customs Tariff Act, 1975 (51 of 1975), when supplied by the nominated agency under the scheme for "Export Against Supply by Nominated Agency".

Will gold finally glitter? - Though the stock and bond investors have their own reasons to frown at their investments, the surprise in the pack was gold. Investors in gold benefitted in 2018. Spot prices of gold prices moved up 8.5 percent over past one year on the back of rising global uncertainty, trade wars, rising oil prices and a weak US dollar. Many investors, though, had stayed away from gold on the back of poor returns that it had offered in the past five years. According to the Association of Mutual Funds in India, gold ETFs saw a net outflow of Rs 280 crore since April 1, 2018. Consumption of gold in India and China are also major drivers of gold. In India, since all the gold is imported, weak rupee accentuates gold prices. Given the expectations of an increase in geo-political tension in CY19, the gold prices are expected to remain firm.

Exports up 14.32% in July; trade deficit widens - India's rose by 14.32 per cent to \$25.77 billion in July compared to \$22.54 billion in the year-ago month mainly on account of better performance of gems and jewellery sector as well as petroleum products. The trade data released by the commerce ministry on Tuesday also revealed that merchandise imports during July were valued at \$43.79 billion, a growth of 28.81 per cent compared to \$33.99 billion in the year ago period. The sharp surge in imports led to worsening of to \$18.02 billion in the reporting month as against a deficit of \$11.45 billion during July 2017. Gold imports surged by 40.94 per cent in July to \$2.96 billion compared to \$2.102 billion in July 2017. As regards exports, the outward shipments of petroleum products surged from \$3 billion in

India's retaliatory tariffs to hit US exports worth \$900 million - India's proposed retaliatory tariffs against US agricultural products including apples, almonds and lentils will have an adverse impact on American exports worth nearly \$900 million, according to the latest Congressional report. India last year announced higher import duties on many US products like apples, almonds, walnuts, chickpeas and lentils in retaliation to President Donald Trump's decision to impose heavy tariffs on imported steel and aluminium items, a move that sparked fears of a global trade war. However, India is the only major country which has been continuously postponing the implementation of the retaliatory tariffs despite announcing it more than six months ago.

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