



Daily Market Update

Report as on Friday, October 12, 2018

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Gold prices surged to the highest in more than two months, with the metal's haven status in full force and attracting investment interest amid a sharp retreat for US stocks that has infected foreign indexes. Gold gained as global stock markets suffered from broad declines. Major stock indexes headed lower, as well, failing to recover from Wednesday's plunge. The dollar weakened against its currency rivals, however, U.S. Treasury bonds — chief among culprits influencing rickety stock trading of late — drew their own fresh demand Thursday, halting for now the rise in yields that spooked stock investors. Bond prices and yields move inversely.

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India's gold imports slump 14% - India's gold imports in September dropped more than 14% from a year ago as a rally in local prices due to a depreciating rupee reduced demand in the world's second-biggest consumer of bullion, provisional data from precious metals consultancy GFMS shows. The drop in demand from Indian importers could weigh on global prices, which have dropped 8.8% so far in 2018. But lower imports could help the south Asian country reduce its trade deficit and support the rupee, which hit a record low this week. "In August demand was good but it fell in September due to higher prices," said Asher O, the MD of the India operations at Malabar Gold and Diamonds, a leading jeweller.

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ETF Gold Holdings Rise By 8 Tonnes - Gold-backed global exchange-traded funds posted a large inflow Wednesday, says Commerzbank. This came as the U.S. Dow Jones Industrial Average fell by more than 800 points. Meanwhile, "the gold ETFs tracked by Bloomberg registered an inflow of around eight tonnes yesterday," Commerzbank says. "This is attributable to the SPDR Gold Trust in the U.S. and was the first daily inflow into this ETF since July." Gold ETFs track the price of the commodity, with metal put into storage to back the shares. They give investors exposure to the price of gold without costs such as assaying and storage.

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India's Sept gold imports drop 14 pct on weak rupee-GFMS - India's gold imports in September dropped more than 14 percent from a year ago as a rally in local prices due to a depreciating rupee reduced demand in the world's second-biggest consumer of bullion, provisional data from precious metals consultancy GFMS. The drop in demand from Indian importers could weigh on global prices, which have dropped 8.8 percent so far this year. But lower imports could help the South Asian country reduce its trade deficit and support the rupee, which hit a record low this week.

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Moscow Exchange launches gold futures with physical delivery - Moscow Exchange (MOEX) has just informed that it will begin trading of deliverable gold futures on its Derivatives Market on 11 October 2018. The new contract will link Moscow Exchange's Precious Metals to the Derivatives Markets as gold will be delivered via the Precious Metals Market spot section. The contract will be quoted in rubles per gram. It will expire monthly. The contract size is ten grams. The contract's short name is GLD (ticker symbol GO). At launch, the contract series with expiration in November and December 2018 and January 2019 will be introduced. Currently, Moscow Exchange offers trading in precious metals (gold and silver) as well as cash-settled futures on precious metals (gold, silver, platinum and palladium).

Date	Gold*	Silver*
11 Oct 2018 (Thursday)	31475.00	37985.00
10 Oct 2018 (Wednesday)	31205.00	38015.00
09 Oct 2018 (Tuesday)	31205.00	37860.00

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

11 Oct 2018 (Thursday)

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Outlook: Gold prices jumped as tumbling global stock markets sent investors rushing to the safe-haven asset. For the day prices a drop towards 31900-31850 will look to buy with a stoploss of below 31780 expecting prices to jump towards 32050-32180 level.

MCX GOLD

Market View	Daily Levels	
Open	31447.00	Resistance
High	32014.00	32776.00
Low	31431.00	32395.00
Close	31991.00	32193.00
Value Change	610.00	31610.00
% Change	1.94	31229.00
Margin	5.00	31027.00
Margin (Rs.)	159955	Support
Volume	14875.00	
Open Interest	14759.00	Spread
Cng in OI (%)	16.69	FEB - DEC
Prev Value(Mln)	47157.49	218.00
52 Week High	32014.00	APR - FEB
52 Week Low	29500.00	207.00

Gold on MCX settled up 1.94% at 31991 as tumbling global stock markets sent investors rushing to the safe-haven asset. Wall Street extended its slide to a sixth session on Thursday after European stocks slumped to a 21-month low, pointing to growing risk aversion across global markets. Meanwhile, U.S. President Donald Trump, for a second day, criticized the Federal Reserve, calling its interest rate increases a “ridiculous” policy that was making it more expensive for his administration to finance its growing deficits. The Fed increased rates last month for the third time this year and is widely expected to raise them again in December. Worries about the economic impact of the Sino-U.S. trade war, a spike in U.S. bond yields this week and caution ahead of earnings seasons have all been cited as potential reasons behind the selloff, the biggest market rout since February. U.S. President Donald Trump launched a second day of criticism against the Fed on Thursday, calling its interest rate increases a “ridiculous” policy that was making it more expensive for his administration to finance its escalating deficits. U.S. consumer prices rose less than expected in September, held back by a slower increase in the cost of rent and falling energy prices, as underlying inflation pressures appeared to cool slightly. Investors searching for perpetrators and victims in this week’s U.S. stock market selloff pointed to a familiar source: number-crunching fund managers and machines. Technically market is under fresh buying as market has witnessed gain in open interest by 16.69% to settled at 14759 while prices up 610 rupees, now Gold is getting support at 31610 and below same could see a test of 31229 level, And resistance is now likely to be seen at 32193, a move above could see prices testing 32395.

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INT. GOLD\$		
Market View		Daily Levels
Open	1194.31	Resistance
High	1225.38	1270.53
Low	1191.21	1247.96
Close	1224.77	1236.36
Value Change	30.43	1202.19
% Change	0.03	1179.62
		1168.02
		Support

Outlook: Gold price rallied upwards strongly to breach 1208.40 level and moves above 1220.00 barrier now, which stops the recently suggested negative scenario and pushes the price to rise in the upcoming period, targeting testing 1238.31 level as a next main station, noting that holding above 1208.40 will keep the bullish bias valid.

Gold settled up as tumbling global stock markets sent investors rushing to the safe-haven asset. Wall Street extended its slide to a sixth session on Thursday after European stocks slumped to a 21-month low, pointing to growing risk aversion across global markets. Meanwhile, U.S. President Donald Trump, for a second day, criticized the Federal Reserve, calling its interest rate increases a “ridiculous” policy that was making it more expensive for his administration to finance its growing deficits. The Fed increased rates last month for the third time this year and is widely expected to raise them again in December. Worries about the economic impact of the Sino-U.S. trade war, a spike in U.S. bond yields this week and caution ahead of earnings seasons have all been cited as potential reasons behind the selloff, the biggest market rout since February. U.S. President Donald Trump launched a second day of criticism against the Fed on Thursday, calling its interest rate increases a “ridiculous” policy that was making it more expensive for his administration to finance its escalating deficits. U.S. consumer prices rose less than expected in September, held back by a slower increase in the cost of rent and falling energy prices, as underlying inflation pressures appeared to cool slightly. Investors searching for perpetrators and victims in this week’s U.S. stock market selloff pointed to a familiar source: number-crunching fund managers and machines. Technically now Gold is getting support at 1220.20 and below same could see a test of 1215.60 level, And resistance is now likely to be seen at 1232.20, a move above could see prices testing 1238.00.

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repeated record lows against the dollar this year in its worst run since the financial crisis. It is down over 16 percent so far this year, tracking a deep selloff in emerging markets driven by a resurgent dollar and the ongoing U.S.-China trade war. Technically market is getting support at 74.1125 and below same could see a test of 73.8625 level, And resistance is now likely to be seen at 74.65, a move above could see prices testing 74.93

USDINR		
Market View		Daily Levels
Open	74.4850	Resistance
High	74.6875	75.09
Low	74.1500	74.89
Close	74.2175	74.55
Value Change	-0.1650	74.02
% Change	-0.22	73.81
Margin	2.51	73.48
Margin (Rs.)	1863	Support
Volume	3005148	
Open Interest	3517808	Spread
Cng in OI (%)	-1.63	NOV - OCT
Prev Value(Mln)	223500.57	0.2800
52 Week High	74.6875	DEC - NOV
52 Week Low	64.6000	0.2750

Rupee gained on selling by exporters, foreign banks amid Reserve Bank of India intervention. Also, comments from government official that it may not share the increased subsidy burden with upstream oil companies supported the rupee rally. India is likely to overshoot its fiscal deficit target for 2018/19 by a small margin following its decision to cut fuel excise duties, Moody's Investors Service said, describing the move as "credit negative". The government announced cuts in excise duty on gasoline and diesel last week, to soften the impact of sharp rise in global crude oil prices on consumers. The move came a few months before elections in three key states this year followed by national elections due by May. "These measures create material downside risks to the central government's fiscal deficit target of 3.3 percent of GDP for fiscal 2018," Moody's said, adding that it expected "the central government deficit target to slip modestly to 3.4 percent of GDP". Moody's said the duty cuts will reduce the government's revenue by 105 billion rupees (\$1.41 billion). It said the government could reduce capital expenditure to achieve the fiscal deficit target. Moody's upgraded India's credit rating to Baa2 from Baa3 last November accompanied by a 'stable' outlook. India's service sector expanded at a marginal rate in September amid reports of underwhelming market demand, survey results from IHS Markit showed. Technically now USDINR is getting support at 74.1125 and below same could see a test of 73.8625 level, And resistance is now likely to be seen at 74.65, a move above could see prices testing 74.9375.

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Gold Spot 995

Exch.	Descr.	Last*
CMDTY	Gold 995 - Ahmedabad	32300.00
CMDTY	Gold 995 - Bangalore	32300.00
CMDTY	Gold 995 - Chennai	32325.00
CMDTY	Gold 995 - Cochin	32325.00
CMDTY	Gold 995 - Delhi	32275.00
CMDTY	Gold 995 - Hyderabad	32280.00
CMDTY	Gold 995 - Jaipur	32285.00
CMDTY	Gold 995 - Kolkata	32300.00
CMDTY	Gold 995 - Mumbai	32290.00

* Rates including GST

Silver Spot 999

Exch.	Descr.	Last*
CMDTY	Silver 999 - Ahmedabad	39000.00
CMDTY	Silver 999 - Bangalore	39130.00
CMDTY	Silver 999 - Chennai	39100.00
CMDTY	Silver 999 - Delhi	39100.00
CMDTY	Silver 999 - Hyderabad	39150.00
CMDTY	Silver 999 - Jaipur	39100.00
CMDTY	Silver 999 - Kolkata	39250.00
CMDTY	Silver 999 - Mumbai	39140.00

* Rates including GST

Bullion Futures on DGCX

Exch.	Descr.	Last
DGCX	GOLD 28NOV2018	1224.80
DGCX	GOLD 29JAN2019	1194.50
DGCX	GOLD QUANTO 29NOV2018	31922.00
DGCX	GOLD QUANTO 30JAN2019	32099.00
DGCX	SILVER 28NOV2018	14.60
DGCX	SILVER 26FEB2019	14.64
DGCX	SILVER QUANTO 29NOV2018	41189.00

Gold Spot 999

Exch.	Descr.	Last*
CMDTY	Gold 999 - Ahmedabad	32430.00
CMDTY	Gold 999 - Bangalore	32450.00
CMDTY	Gold 999 - Chennai	32475.00
CMDTY	Gold 999 - Cochin	32475.00
CMDTY	Gold 999 - Delhi	32425.00
CMDTY	Gold 999 - Hyderabad	32430.00
CMDTY	Gold 999 - Jaipur	32405.00
CMDTY	Gold 999 - Mumbai	32440.00

* Rates including GST

Bullion Futures on MCX

Exch.	Descr.	Last
MCX	GOLD 04AUG2017	31991.00
MCX	GOLD 05OCT2017	32209.00
MCX	GOLD 05DEC2017	32416.00
MCX	SILVER 05JUL2017	38889.00
MCX	SILVER 05SEP2017	39650.00
MCX	SILVER 05DEC2017	40148.00

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	83.79
MCX	MCX GOLD SILVER RATIO	82.26

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