



Daily Bullion Physical Market Report

Report as on Wednesday, December 12, 2018

	Important Resistance for MCX Gold Where Physical Player can look to fix his Sell Price	32087 32145	Important Support for MCX Gold Where Physical Player can look to fix his Buying Price	31783 31725
	Important Resistance for Rupee Where Exporter can look to book his today's receivable	72.68 72.87	Important Support for Rupee Where Importer can look to book his today's payment	72.02 71.86

Gold Spot 995			Gold Spot 999		
Exch.	Descr.	LTP*	Exch.	Descr.	LTP*
CMDTY	Gold 995 - Ahmedabad	32600.00	CMDTY	Gold 999 - Ahmedabad	32730
CMDTY	Gold 995 - Bangalore	32580.00	CMDTY	Gold 999 - Bangalore	32730
CMDTY	Gold 995 - Chennai	32570.00	CMDTY	Gold 999 - Chennai	32720
CMDTY	Gold 995 - Cochin	32575.00	CMDTY	Gold 999 - Cochin	32725
CMDTY	Gold 995 - Delhi	32570.00	CMDTY	Gold 999 - Delhi	32720
CMDTY	Gold 995 - Hyderabad	32590.00	CMDTY	Gold 999 - Hyderabad	32740
CMDTY	Gold 995 - Jaipur	32575.00	CMDTY	Gold 999 - Jaipur	32695
CMDTY	Gold 995 - Mumbai	32570.00	CMDTY	Gold 999 - Mumbai	32720

* Rates including GST

Silver Spot 999	
Descr.	LTP*
Silver 999 - Ahmedabad	38500.00
Silver 999 - Bangalore	38560.00
Silver 999 - Chennai	38525.00
Silver 999 - Delhi	38560.00
Silver 999 - Hyderabad	38545.00
Silver 999 - Jaipur	38550.00
Silver 999 - Kolkata	38720.00
Silver 999 - Mumbai	38580.00

* Rates including GST

Gold Ratios
Gold Silver Ratio
83.31
Gold Crude Ratio
8.51

Bullion Futures on DGCX		
Exch.	Descr.	LTP
DGCX	GOLD 29JAN2019	1250.10
DGCX	GOLD QUANTO 30JAN2019	32015.00
DGCX	SILVER 26FEB2019	14.81
DGCX	0	0.00
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*
11 Dec 2018 (Tuesday)	31740.00	37400.00
10 Dec 2018 (Monday)	31550.00	36985.00
07 Dec 2018 (Friday)	31215.00	36640.00

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

11 Dec 2018 (Tuesday)

Gold Market Update



Market View	
Open	31949.00
High	31988.00
Low	31740.00
Close	31935.00
Value Change	-93.00
% Change	-0.29
Apr-Feb	154.00
Jun-Apr	159.00
Volume	9649
Open Interest	15279
Cng in OI (%)	0.46

Today's View & Outlook
 SELL GOLD FEB 2019 @ 32000 SL 32160 TGT 31820-31680.MCX
 Gold price returns to provide negative trades and approaches 1238.30 level, and the price needs to hold above this level to keep the bullish trend valid for the upcoming period, which gets continuous support by the EMA50, reminding you that our next main target is located at 1262.51.

Gold prices steadied as expectations that the U.S. Federal Reserve may slow its interest rate hike trajectory next year weighed on the dollar and stoked interest in bullion. The dollar held near a one-month high supported by a rebound in U.S. yields and weakness of the pound as its battering from uncertainty about Brexit continued. China has agreed to cut tariffs on U.S.-built cars and auto parts to 15 percent from the current 40 percent, a Trump administration official said on Tuesday, setting the stage for new talks aimed at easing the bitter trade war between the world's two largest economies. U.S. producer prices unexpectedly rose in November as increases in the costs for services offset a sharp decline for energy products, but the overall momentum in wholesale inflation appears to be slowing. The U.S. Federal Reserve is widely expected to raise rates at its Dec. 18-19 meeting, but the market is focusing on how much further it might raise rates next year. Based on prices of Fed fund futures, traders now see a 73 percent chance of a rate hike next week, and just a 49 percent chance of a further rate hike by the end of next year. Meanwhile, investors also kept a close eye on developments surrounding Britain's departure from the European Union after Britain's prime minister postponed a vote on her deal. Meanwhile, hedge funds and money managers trimmed their net short positions in Comex gold contracts in the week to Dec. 4, data showed. Technically now Gold is getting support at 31788 and below same could see a test of 31640 level, And resistance is now likely to be seen at 32036, a move above could see prices testing 32136.

Silver Market Update



Market View	
Open	38340.00
High	38660.00
Low	38079.00
Close	38331.00
Value Change	-38.00
% Change	-0.10
May-Mar	559.00
Jul-May	596.00
Volume	15977
Open Interest	19779
Cng in OI (%)	-0.20

Today's View & Outlook
 SELL SILVER MAR 2019 @ 38500 SL 38900 TGT 38050-37750.MCX
 Silver price provides slight positive trades since morning but it's still below 14.73, to keep the bearish trend scenario active until now, supported by stochastic head towards the overbought areas, waiting to rebound bearishly to head towards 13.93 that represents our next main station. Expected trading range for today is between 14.30 support and 14.73 resistance.

Silver steadied amid weaker U.S. dollar and growing expectations that the Federal Reserve will need to slow its pace of rate hikes next year. The Federal Reserve is widely expected to announce its fourth rate hike of 2018 next week, but investors are beginning to question how many increases it can implement next year. While policymakers have pointed to three increases in 2019, the market is starting to bet the U.S. central bank may halt its rate hikes altogether next year. Fed policymakers are still widely expected to raise interest rates again at their Dec. 18-19 meeting, but the market focus is on how many rate hikes will follow in 2019. Interest rate futures implied traders see no more than one rate increase from the Fed in 2019, compared with expectations a month earlier for possibly two rate hikes. Data showed the U.S. trade deficit jumped to a 10-year high in October as soybean exports dropped further and imports of consumer goods rose to a record high, suggesting the Trump administration's tariff-related measures to shrink the trade gap likely have been ineffective. U.S. producer prices unexpectedly rose in November as increases in the costs for services offset a sharp decline for energy products, but the overall momentum in wholesale inflation appears to be slowing. The Labor Department said its producer price index for final demand edged up 0.1 percent last month after jumping 0.6 percent in October. Technically market is under long liquidation as market has witnessed drop in open interest by -0.2% to settled at 19779 while prices down -38 rupees, now Silver is getting support at 38054 and below same could see a test of 37776 level, And resistance is now likely to be seen at 38635, a move above could see prices testing 38938.

USDINR Update



Market View	
Open	72.5025
High	72.6000
Low	71.8200
Close	72.0325
Value Change	0.5325
% Change	0.74
Jan-Dec	0.24
Feb-Jan	0.20
Volume	3154908
Open Interest	1442971
Cng in OI (%)	0.64

Today's View & Outlook
SELL USDINR DEC 2018 @ 72.25 SL 72.52 TGT 72.02-71.82. NSE
 Rupee was jolted after Reserve Bank of India Governor, Urjit Patel, resigned abruptly after a months-long tussle over policy with the government that has raised concerns about the bank's independence. Technically now USDINR is getting support at 71.6 and below same could see a test of 71.32 level. And resistance is now likely to be seen at 72.38, a move above could see prices testing 72.88.

Rupee was jolted after Reserve Bank of India Governor, Urjit Patel, resigned abruptly after a months-long tussle over policy with the government that has raised concerns about the bank's independence. However, the volatility in the markets is expected to continue in near term given the uneven global sentiments and the general elections nearing in the country. The greenback surged against major peers as risk-sentiments remain weary on simmering US-China trade tension and concerns around Brexit. UK Prime Minister Theresa May postponed a parliamentary vote on her Brexit deal to seek more concessions but the European Union refused to renegotiate and lawmakers doubted her chances of winning big changes. On the US-China trade front, a bail decision is due for the jailed chief financial officer of China's Huawei Technologies. Her arrest last week rocked global markets by raising worries over prospects of US-China talks. On the data front, US job openings rebounded in October, but hiring continued to lag, suggesting a recent slowdown in job growth. Also, the spike in spot price was attributed to likely overseas fund outflows in the early trades after the Reserve Bank of India's Governor Urjit Patel resigned on late evening Monday. Also, India's state election results showed a majority of the opposition part, Indian National Congress, in the four out of five states. The decline in the popularity of the ruling party, Bharatiya Janata Party, weighed on sentiments and then on the local currency demand. Technically now USDINR is getting support at 71.6 and below same could see a test of 71.32 level, And resistance is now likely to be seen at 72.38, a move above could see prices testing 72.88.

Bullion News

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Gold was sold at a discount in India for the first time in a month as a rebound in local prices prompted jewellers to postpone purchases, while demand improved in top consumer China due to seasonal buying. Dealers in India were offering a discount of up to \$1.5 an ounce over official domestic prices this week, compared to a premium of \$2 in the previous week. Gold is considered an essential part of weddings in India, the world's second-biggest consumer after China, and it is a popular gift for special occasions. Premiums of \$5-\$7.4 an ounce were charged in China against \$6-\$7 charged last week, while in Hong Kong premiums were quoted at \$0.60-\$1.50 against the previous week's \$0.90-\$1.50 range.

Hedge funds and money managers increased their net short position in Comex gold contracts in the week to Nov. 27, the U.S. Commodity Futures Trading Commission (CFTC) said. They also trimmed their net short position in silver and cut a net long position in copper contracts in the week, the data showed. Speculators increased their net short position in gold by 8,464 contracts to 51,828 contracts, according to CFTC data. Speculators trimmed their net short position in silver by 663 lots to 31,849 lots, the CFTC said.

Gold: value of call options (bullish bets) surges - Gold one-month 25 delta risk reversals rose to 0.75 – the highest level since Nov. 7 – up sharply from the previous day's print of 0.25. The positive number indicates the demand or implied volatility premium for gold calls is higher than that of puts. Simply put, the demand or value of the bullish bets increased sharply, validating the yellow metal's jump to a five-month high of \$1,244.

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