



**Daily Bullion Physical Market Report**

Report as on Tuesday, May 14, 2019

	<b>Important Resistance for MCX Gold Where Physical Player can look to fix his Sell Price</b>	<b>32912</b>	<b>Important Support for MCX Gold Where Physical Player can look to fix his Buying Price</b>	<b>32084</b>
		<b>33071</b>		<b>31925</b>
	<b>Important Resistance for Rupee Where Exporter can look to book his today's receivable</b>	<b>70.71</b>	<b>Important Support for Rupee Where Importer can look to book his today's payment</b>	<b>70.18</b>
		<b>70.99</b>		<b>69.90</b>

Gold Spot 995			Gold Spot 999		
Exch.	Descr.	LTP*	Exch.	Descr.	LTP*
CMDTY	Gold 995 - Ahmedabad	32935.00	CMDTY	Gold 999 - Ahmedabad	33065
CMDTY	Gold 995 - Bangalore	32930.00	CMDTY	Gold 999 - Bangalore	33080
CMDTY	Gold 995 - Chennai	32960.00	CMDTY	Gold 999 - Chennai	33110
CMDTY	Gold 995 - Cochin	32965.00	CMDTY	Gold 999 - Cochin	33115
CMDTY	Gold 995 - Delhi	32985.00	CMDTY	Gold 999 - Delhi	33135
CMDTY	Gold 995 - Hyderabad	32930.00	CMDTY	Gold 999 - Hyderabad	33080
CMDTY	Gold 995 - Jaipur	32950.00	CMDTY	Gold 999 - Jaipur	33070
CMDTY	Gold 995 - Mumbai	32930.00	CMDTY	Gold 999 - Mumbai	33080

\* Rates including GST

Silver Spot 999	
Descr.	LTP*
Silver 999 - Ahmedabad	38230.00
Silver 999 - Bangalore	38110.00
Silver 999 - Chennai	38030.00
Silver 999 - Delhi	38145.00
Silver 999 - Hyderabad	38115.00
Silver 999 - Jaipur	38035.00
Silver 999 - Kolkata	38300.00
Silver 999 - Mumbai	38130.00

\* Rates including GST

Gold Ratios
Gold Silver Ratio
86.17

Gold Crude Ratio
7.51

Bullion Futures on DGCX		
Exch.	Descr.	LTP
DGCX	GOLD 29MAY2019	1299.30
DGCX	GOLD QUANTO 30MAY2019	32489.00
DGCX	SILVER 26JUN2019	14.81

Gold and Silver Fix		
Descr.	LTP	
Gold London AM FIX	1285.4	
Gold London PM FIX	1287.1	
Silver London FIX	14.9	

Date	Gold*	Silver*
<b>10 May 2019 (Friday)</b>	31916.00	37095.00
<b>09 May 2019 (Thursday)</b>	31872.00	37100.00
<b>08 May 2019 (Wednesday)</b>	31908.00	37235.00

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

10 May 2019 (Friday)

Gold Market Update



Market View	
Open	31987.00
High	32538.00
Low	31862.00
Close	32498.00
Value Change	0.00
% Change	-100.00
Aug-Jun	202.00
Oct-Aug	-325.00
Volume	16390
Open Interest	9589
Cng in OI (%)	9.60

Today's View & Outlook

BUY GOLD JUN 2019 @ 32300 SL 32100 TGT 32550-32800.MCX

Gold price succeeded to reach 1302.60 level and settles near it now, accompanied by stochastic entering the overbought areas, which might press on the price to provide negative trades in the upcoming sessions, while we notice that the EMA50 supports the price from below, which makes us prefer staying aside until we get clearer signal for the next trend, through breaching the mentioned resistance or breaking 1288.00 support. Note that breaching 1302.60 resistance will open the way to extend Gold price gains and regain the main bullish trend again, as the next target is located at

Gold on MCX settled up 1.86% at 32498 as investors sought a safe haven from market turmoil triggered by China announcing that it will increase tariffs on U.S. imports, retaliating over levies imposed by the Trump administration. Gold price in yuan has risen fairly sharply since early May and Shanghai premiums are softening. The trade war between the world's two leading economies escalated, with the United States hiking tariffs on \$200 billion worth of Chinese goods after Trump said Beijing "broke the deal" by reneging on earlier commitments. China has vowed to retaliate, without giving details. The United States and China appeared at a deadlock over trade negotiations as Washington demanded promises of concrete changes to Chinese law and Beijing said it would not swallow any "bitter fruit" that harmed its interests. Hedge funds and money managers raised their net long positions in COMEX gold in the week to May 7, the U.S. Commodity Futures Trading Commission (CFTC) said. Gold demand jumped this week in India due to increased retail purchases for a key festival and weddings on price corrections, while premiums in China eased as buying slowed in the world's top consumer. Dealers were charging a premium of up to \$2.5 an ounce over official domestic prices this week, up from last week's \$2. India's gold demand is expected to rise in the June quarter from a year ago due to a higher number of auspicious days for weddings and a fall in local prices ahead of a key festival, the World Gold Council said. Technically now Gold is getting support at 32060 and below same could see a test of 31623 level, And resistance is now likely to be seen at 32736, a move above could see prices testing 32975.

Silver Market Update



Market View	
Open	37305.00
High	37722.00
Low	37192.00
Close	37650.00
Value Change	296.00
% Change	0.79
Sep-Jul	499.00
Dec-Sep	732.00
Volume	17808
Open Interest	21053
Cng in OI (%)	-6.87

Today's View & Outlook

BUY SILVER JUL 2019 @ 37400 SL 37200 TGT 37650-37850.MCX

Silver price returned to trade above 14.73 after attempting to break it yesterday, noticing that the EMA50 continues to press negatively on the price, which still stable inside the bearish channel that appears on the chart, which supports the chances of resuming the expected bearish trend on the intraday and short term basis, targeting 14.50 as a next station. Therefore, we continue to suggest the bearish trend in the upcoming sessions conditioned by the price stability below 14.85. The expected trading range for today is between 14.50 support and 14.85 resistance.

Silver on MCX settled up 0.79% at 37650 as traders rushed for the safe haven asset after global equities tumbled amid rising concerns over growth after China retaliated to U.S. tariffs on its goods by announcing higher levies on about \$60 billion worth of U.S. goods. Boston Federal Reserve President Eric Rosengren on Monday tried to calm investor fears over the escalation in the US-China trade dispute, but acknowledged that "the longer it goes on, the more uncertain it becomes". Rosengren said the Fed would monitor the situation. "If it only for a few weeks, it is not going to have its much impact at all," he said. "If it starts to be a situation where we expect tariffs to be high for a long period of time, it does start to disrupt trade patterns," he said. The US dollar weakened as market participants worked through newly-released consumer price data. US consumer prices rose moderately in April and underlying inflation remained muted, supporting the Federal Reserve's projection of no further interest rates increases this year. US and China trade representatives wrapped up two days of what the US President Trump called "candid and constructive" talks but failed to reach an agreement. The Trump administration raised the stakes for future negotiations by raising tariffs on \$200 billion worth of Chinese imports. Hedge funds and money managers increased their net short position in silver in the week to May 7, the U.S. Commodity Futures Trading Commission (CFTC) said. Technically market is under short covering as market has witnessed drop in open interest by -6.87% to settled at 21053, now Silver is getting support at 37320 and below same could see a test of 36991 level, And resistance is now likely to be seen at 37850, a move above could see prices testing 38051.

USDINR Update



Market View	
Open	70.4975
High	70.6775
Low	70.1300
Close	70.6350
Value Change	0.5925
% Change	0.85
Jun-May	0.26
Jul-Jun	0.27
Volume	2694457
Open Interest	2155727
Cng in OI (%)	13.28

Today's View & Outlook

BUY USDINR MAY 2019 @ 70.50 SL 70.35 TGT 70.75-70.95. NSE

USDINR settled up 0.85% at 70.635 gained in the line of expectation as Indian shares succumbing to heavy selling pressure following late selling in pharma, banking and auto stocks. The U.S. dollar was markedly lower against its major opponents in the European session on Friday, as the nation's consumer inflation improved less than forecast in April, supporting hopes for the Fed keeping the rate on hold for the foreseeable future. Now technically market is under fresh buying and getting support at 70.28 and below same could see a test of 69.93 level, And resistance is now likely to be seen at 70.83, a move above could see prices testing 71.02.

Rupee dropped on likely FII outflows from the local stocks and concerns over escalating trade tension between the US and China. The US and China remained deadlocked after trade negotiations in Washington as the US demanded promises of concrete changes to Chinese law and China said it would not swallow any "bitter fruit" that harmed its interests. The trade conflict escalated on Friday, with the US raising tariffs on \$200 billion worth of Chinese goods. India's industrial production decreased unexpectedly in March, preliminary data from the statistics ministry showed. The index of industrial production fell 0.1 percent year-on-year, erasing a similar size gain in February. In March, manufacturing output decreased 0.4 percent, while output in the mining and electricity sectors grew 0.8 percent and 2.2 percent, respectively. India's services sector expanded at its slowest pace in seven months in April as some businesses postponed decisions and expansion plans until seeing results of the general election currently under way, a private survey showed. The Nikkei/IHS Markit Services Purchasing Managers' Index slipped to 51.0 in April, the lowest since September, down from 52.0 the previous month. It remained above the 50 mark, the threshold separating growth from contraction, for an 11th consecutive month. Although foreign demand grew at the quickest pace in 10 months, a sub-index tracking new business slipped to a 7-month low of 51.2 in April from March's 52.3 as firms raised prices slightly more sharply - although still modestly. Technically now USDINR is getting support at 70.3225 and below same could see a test of 69.9525 level, And resistance is now likely to be seen at 70.87, a move above could see prices testing 71.0475.

**Bullion News**

# Gold prices advanced to over 1-month high on Monday, as traders rushed for the safe haven asset after global equities tumbled amid rising concerns over growth after China retaliated to U.S. tariffs on its goods by announcing higher levies on about \$60 billion worth of U.S. goods. Gold prices edged lower early on in the session after the Chinese currency yuan dropped to its lowest level in about five months against the greenback as trader concerns weighed. However, the yellow metal rebounded after equities plunged and the dollar weakened on trade jitters. The dollar index dropped to a low of 97.03, before forcing its way up to around 97.30, near its previous close.

# Drop in demand for gold jewellery - Gold jewellery manufacturing in the world declined 4% year-on-year to 2 129 tonnes in 2018, according to the recently released Refinitiv GFMS Gold Survey 2019. Weakness across Europe, following turbulent internal politics and cooling trade, saw gold jewellery demand across the region slide 6% y/y to a record low, driven lower by a precipitous decline in Turkey following the collapse of the local currency, and a fall in Italian offtake, according to the survey. Counterbalancing this weakness was a strong performance from North American gold jewellery manufacturing, which jumped by 8% in light of a stronger dollar and improving economy, with demand from the US 10% stronger on a y/y basis. Gold jewellery manufacturing demand in Asia, which as a bloc dominates demand at over 80% of the global total, was weaker last year, retreating 5% from 2017 volumes.

# Gold Surges Back Above \$1300 On Huge Volume As Trade Tensions Escalate - With China's retaliatory threats coming just minutes after Trump warned them not to, and including a closet threat to dump USTs, precious metals are aggressively bid this morning with Gold surging above its 50DMA and breaking \$1300 once again. Gold spiked on extremely heavy volume, breaking above \$1300 and its 50DMA once again. Additionally, gold is surging in value against the yuan.

# Hong Kong Gold Exchange Launches Goldzip Tokens Backed By \$300 Million Reserve - A new digital token backed by \$300 million worth of gold guaranteed by the Chinese Gold and Silver Exchange (CGSE) has just been released in Hong Kong. Similar to other cryptocurrencies, the new Goldzip tokens will be utilizing highly secure blockchain technology. The new instrument will be used to trade gold, which is much safer than actually using the precious metal. Blockchain technology is currently tamper-proof and each transaction is "seen" by all the parties involved through a public ledger. This helps minimize fraud and digital hacks. The \$300 million worth of gold was audited by participating members. Once that was completed, the gold inventory was stored inside a vault at the local gold exchange. The auditing process is necessary prior to issue the Goldzip digital tokens, as each piece will directly be linked to one gram of gold on the reserve.

# China Adds Gold For 5th Month, Demand Surges During Important Indian Holiday - China's central bank added gold to its reserves for the fifth month in a row in April, the latest emerging market central bank to stock up on the yellow metal. Since it started buying gold in December after a 25-month pause, China has built up its gold holdings by almost 60 tonnes, according to analysts at Commerzbank. Emerging market central banks have become some of the largest buyers in the gold market as they look to diversify their reserves away from the dollar. Last year central banks, led by Russia, bought more gold last year than at any time since America decided to move off the gold standard in 1971, with around \$27bn worth of purchases. The desire to buy the precious metal was driven by "economic uncertainty caused by trade tensions, sluggish growth and a low/negative interest rate environment" among other reasons, the WSG noted.

**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. IBA 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 IBA 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.