



Daily Bullion Physical Market Report

Report as on Tuesday, January 21, 2020



Important Resistance for MCX
Gold Where Physical Player
can look to fix his Sell Price

40020

40049

Important Support for MCX
Gold Where Physical Player
can look to fix his Buying Price

39874

39845



Important Resistance for
Rupee Where Exporter can
look to book his today's
receivable

71.28

71.42

Important Support for Rupee
Where Importer can look to
book his today's payment

71.06

70.88

Gold Spot 995			Gold Spot 999		
Exch.	Descr.	LTP*	Exch.	Descr.	LTP*
CMDTY	Gold 995 - Ahmedabad	41195.00	CMDTY	Gold 999 - Ahmedabad	41325
CMDTY	Gold 995 - Bangalore	41180.00	CMDTY	Gold 999 - Bangalore	41330
CMDTY	Gold 995 - Chennai	41220.00	CMDTY	Gold 999 - Chennai	41370
CMDTY	Gold 995 - Cochin	41225.00	CMDTY	Gold 999 - Cochin	41375
CMDTY	Gold 995 - Delhi	41175.00	CMDTY	Gold 999 - Delhi	41325
CMDTY	Gold 995 - Hyderabad	41200.00	CMDTY	Gold 999 - Hyderabad	41350
CMDTY	Gold 995 - Jaipur	41145.00	CMDTY	Gold 999 - Jaipur	41265
CMDTY	Gold 995 - Mumbai	41130.00	CMDTY	Gold 999 - Mumbai	41280

* Rates including GST

Silver Spot 999	
Descr.	LTP*
Silver 999 - Ahmedabad	48070.00
Silver 999 - Bangalore	48015.00
Silver 999 - Chennai	47990.00
Silver 999 - Delhi	48000.00
Silver 999 - Hyderabad	48075.00
Silver 999 - Jaipur	47970.00
Silver 999 - Kolkata	48065.00
Silver 999 - Mumbai	48020.00

* Rates including GST

Gold Ratios
Gold Silver Ratio
85.54

Gold Crude Ratio
9.55

Bullion Futures on DGCX		
Exch.	Descr.	LTP
DGCX	GOLD 29JAN2020	1560.20
DGCX	GOLD QUANTO 30JAN2020	39942.00
DGCX	SILVER 26FEB2020	18.12
Gold and Silver Fix		
Descr.		LTP
Gold London AM FIX		1559.25
Gold London PM FIX		1560.15
Silver London FIX		17.95

Date	Gold*	Silver*
17 Jan 2020 (Friday)	39969.00	46555.00
15 Jan 2020 (Wednesday)	39813.00	45960.00
14 Jan 2020 (Tuesday)	39634.00	45835.00

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

17 Jan 2020 (Friday)

Gold Market Update



Market View

Open	39900.00
High	40000.00
Low	39880.00
Close	39947.00
Value Change	1.00
% Change	0.00
Apr-Feb	114.00
Jun-Apr	165.00
Volume	7123
Open Interest	10852
Cng in OI (%)	-5.05

BUY GOLD FEB 2020 @ 39800 SL 39650 TGT 39980-40100.MCX

Today's View & Outlook

Gold price keeps its stability above 1554.10 level, to keep the bullish trend scenario active for today, which gets positive support by the EMA50, waiting to visit 1575.90 level initially, reminding you that it is important to hold above 1554.10 to continue the suggested bullish wave. The expected trading range for today is between 1550.00 support and 1575.00 resistance.

Gold traded in a narrow range as strong U.S. economic data encouraged investment in riskier assets while limited risk hedging supported the metal. Gold was also supported as the U.S. Federal Reserve is expected to keep interest rates on hold at its first policy meeting of the year later this month. The Fed cut interest rates three times last year before deciding in December to stand pat and signal borrowing costs will not change anytime soon. U.S. homebuilding surged to a 13-year high last month as activity increased across the board, while production at factories increased for a second straight month, data showed. Speculators cut their bullish positions in COMEX gold contracts in the week to Jan. 14, data showed. Holdings of the world's largest gold-backed exchange-traded fund SPDR Gold Trust rose 2.20% to 898.82 tonnes on Friday, their highest since Nov. 11. Physical gold purchases gathered steam ahead of the Lunar New Year celebrations in China and Singapore, while demand in India dwindled, encouraging retailers to offer more discounts. The Chinese Lunar New Year falls during the last week of January and gold demand is usually boosted during the period. Demand was fragile in India, the world's second largest gold consumer, where dealers were offering a discount of up to \$11 an ounce over official domestic prices, compared with a discount of \$7 last week. Technically market is under long liquidation as market has witnessed drop in open interest by -5.05% to settled at 10852 while prices remain unchanged 1 rupees, now Gold is getting support at 39884 and below same could see a test of 39822 levels, and resistance is now likely to be seen at 40004, a move above could see prices testing 40062.

Silver Market Update



Market View

Open	46708.00
High	46880.00
Low	46549.00
Close	46701.00
Value Change	-55.00
% Change	-0.12
May-Mar	468.00
Jul-May	452.00
Volume	12972
Open Interest	9620
Cng in OI (%)	-0.07

BUY SILVER MAR 2020 @ 46500 SL 46200 TGT 47100-47400.MCX

Today's View & Outlook

Silver price did not show any strong move since morning, to keep the bullish trend scenario valid without any change for today, which depends on the price stability above 17.90, while our main target is located at 18.38. The expected trading range for today is between 17.90 support and 18.30 resistance.

Silver remained in range as strong US economic data reduced fears about an impending slowdown. US homebuilding surged to a 13-year high in December as activity increased across the board, suggesting the housing market recovery was back on track amid low mortgage rates. That came after data showed that US retail sales increased for a third straight month in December, while a gauge of manufacturing activity in the US Mid-Atlantic region rebounded in January to its highest level in eight months. China said its economy grew by 6.1% in 2019, its slowest in 29 years but meeting expectations even amid the protracted trade war with the US, which reached a truce last week after Washington and Beijing signed an initial "phase one" trade deal. In Q4 2019, China's gross domestic product (GDP) grew 6% year on year, unchanged from the growth pace in Q3, according to the National Bureau of Statistics (NBS). Eurozone inflation picked up slightly in December, with headline inflation coming in at 1.3% from 1% in November, showed data. Although well below the European Central Bank's 2% target, the marginal upward momentum may decrease the possibility of further monetary policy easing from the central bank in the immediate future. Technically market is under long liquidation as market has witnessed drop in open interest by -0.07% to settled at 9620 while prices down -55 rupees, now Silver is getting support at 46540 and below same could see a test of 46379 levels, and resistance is now likely to be seen at 46871, a move above could see prices testing 47041.

USDINR Update



SELL USDINR JAN 2020 @ 71.15 SL 71.25 TGT 71.05-70.96. NSE

Market View

Open	71.1650
High	71.2100
Low	71.0800
Close	71.1775
Value Change	0.0325
% Change	0.05
Feb-Jan	0.19
Mar-Feb	0.23
Volume	992052
Open Interest	1749702
Cng in OI (%)	-1.53

Today's View & Outlook

Rupee remained in range as dollar held near a one-month high after last week's run of data confirmed that the United States economy is holding up well. Figures showed U.S. homebuilding surged to a 13-year high in December, with retail sales also on the rise and a gauge of manufacturing activity rebounding to its highest in eight months. The country foreign exchange reserves rose by \$58 million to reach a life-time high of \$461.21 billion in the week to Jan. 10, according to the Reserve Bank of India data. Technically market is under short covering as market has witnessed drop in open interest by -0.49% to settled at 1768111 while prices up 0.025 rupees, now USDINR is getting support at 71.19 and below same could see a test of 71.07 level, and resistance is now likely to be seen at 71.32, a move above could see prices testing 71.33.

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Bullion News

Gold traded in a narrow range as strong U.S. economic data encouraged investment in riskier assets while limited risk hedging supported the metal. Gold was also supported as the U.S. Federal Reserve is expected to keep interest rates on hold at its first policy meeting of the year later this month. The Fed cut interest rates three times last year before deciding in December to stand pat and signal borrowing costs will not change anytime soon. U.S. homebuilding surged to a 13-year high last month as activity increased across the board, while production at factories increased for a second straight month, data showed.

Asia Gold: China sees brisk festive purchases; Indian demand tame - Physical gold purchases gathered steam ahead of the Lunar New Year celebrations in China and Singapore, while demand in India dwindled this week, encouraging retailers to offer more discounts. The Chinese Lunar New Year falls during the last week of January and gold demand is usually boosted during the period. Demand was fragile in India, the world's second largest gold consumer, where dealers were offering a discount of up to \$11 an ounce over official domestic prices, compared with a discount of \$7 last week.

BIS notifies good delivery norms for gold, silver and 31 other items - The Bureau of Indian standard (BIS) on Wednesday notified standards for delivery of 32 items, including gold and silver. This implies that all commodities on the list, including bullion, will be treated on a par for delivery in India. Indian standards for gold and silver have been made applicable from 28 December 2019. The standards for the two precious metals are the most debated, as India depends heavily on imports to meet its gold demand, and to a large extent silver demand, too. Earlier, the Indian stock exchanges where gold and silver derivatives are traded — MCX, for example — accepted gold that met the London Bullion Market Association standards. Only imported gold met that standard. About 280 tonnes of gold processed by over 30 Indian gold refineries annually (refined from imported dore or unrefined gold) was not considered good delivery when sold on stock exchanges. However, with Indian standards for gold and silver defined, these will also become good delivery.

Gold jewellery below 2 gram exempted from mandatory hallmarking - The government on Wednesday exempted gold jewellery, artefacts below 2 gram from mandatory hallmarking. In a gazette notification issued by the Ministry of Consumer Affairs, Food and Public Distribution, mandatory hallmarking has been made applicable from January 15, 2021 across the country. Silver jewellery and articles have been kept out of mandatory hallmarking as of now. All jewellers who want to sale gold jewellery have to take BIS registration. As of now, 28,849 jewellers have registered with BIS. Of these, nearly 3000 jewellers took registration in last three months on expectation of hallmarking becoming mandatory. However, total number of jewellers are several times higher. Jewellers holding jewellery which is not hallmarked have to clear that stock in a one year time. Only 14, 18 and 22 karat jewellery can be sold. Other pure gold jewellery, even if hallmarked, cannot be sold.

Paswan to release gold jewellery, artefact hallmarking notification - Union Minister of Consumer Affairs Ram Vilas Paswan announced via a tweet that notification to make hallmarking of gold jewellery and artefacts mandatory. The announcement was made a month ago but the industry was waiting for the notification. As per announcement, one year will be given to jewellers to clear jewellery stock which is not hallmarked and from January 2020 any jewellery sold in the country has to be hallmarked and in 14 (585 purity), 18 (750) and 22 (916) carat gold. As on 31 December, 892 hallmarking centres have been approved by the Bureau of Indian Standards (BIS). However, once mandatory hallmarking comes into effect, jewellers have to get license from BIS without which they will not be able to sell gold jewellery.

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