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Bullion will add value to portfolios

The sustained lack of trust in the world's paper currencies should ensure that the going could remain good for gold and silver say these experts...



Silver could better gold
Gold should be firm for the first six months in the New Year. As far as the next six months are concerned the price of Gold will depend upon the recovery of the US economy. Europe is still unsettled. We can anticipate a correction in the gold prices if there is an increase in American rates that in turn would depend upon the extent of economic recovery US will have in the coming year. The price for Gold may hover between \$ 1400-1500 per ounce globally. Silver is more likely to gain with respect to pricing. We may witness 15%-20% growth in Silver prices.
Mehul Choksi, Chairman & MD, Gitanjali Gems & Jewellery



Gold upside at Rs 22,000
If the prices go on the higher side, possibilities of Scrap selling and Profit booking will increase. If there is a correction in the market, volumes of approximately 600 tonnes in gold can be expected. Gold on the higher side could touch Rs 21,200 - 22000 and on the lower side could fall to Rs 20,200 - 19500. Silver on the higher side could touch Rs 48,000 - 52000 and on the lower side fall to Rs 42,500 - 40000
Prithviraj Kothari, President, Bombay Bullion Association

Bullish on short term
I am very bullish on short term. Gold may touch level of Rs 1550 in next 12 months. If the prices of gold have to remain static there has to be daily investment in dollars in gold. If it does not happen rates would be moving southwards
Paul Walker, Chief Executive Officer, GFMS Ltd.

