

Goldletter INTERNATIONAL

the international independent information and advice bulletin for gold and related investments

World Gold Supply and Demand (in tonnes)

SUPPLY	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Mine production	2,407	2,473	2,486	2,551	2,493	2,620	2,612	2,645	2,620	2,603
Official sector sales	279	485	370	674	469	617	547	520	479	477
Old gold scrap	1,146	977	1,129	886	849	944	841	713	616	615
Net producer hedging	-	-	-	-	-	-	-	-	-	506
Implied net disinvestment	-	-	-	-	34	-	-	16	303	-
Total supply	3,832	3,935	3,985	4,111	3,845	4,181	4,000	3,894	4,018	4,201
DEMAND										
Fabrication:										
Jewellery	2,138	2,401	2,285	2,707	2,614	2,482	2,660	3,008	3,204	3,139
Industrial & Dental	430	461	459	575	552	213	481	474	557	592
Total Fabrication	2,568	2,862	2,744	3,282	3,166	2,695	3,141	3,482	3,761	3,731
Bar hoarding	378	236	235	263	257	180	264	261	242	269
Net producer de-hedging	363	447	410	86	422	255	412	151	15	-
Implied net investment	523	390	596	480	-	751	184	-	-	200
Total demand	3,832	3,935	3,985	4,111	3,845	3,881	4,001	3,894	4,018	4,200
<i>Gold price (London PM, US\$/oz)</i>	<i>872</i>	<i>695</i>	<i>604</i>	<i>444</i>	<i>409</i>	<i>363</i>	<i>310</i>	<i>271</i>	<i>279</i>	<i>279</i>

source: GFMS

World Gold Supply and Demand (in tonnes)

SUPPLY	Q108	Q107
Mine production	593	591
Official sector sales	78	72
Old gold scrap	314	242
Total supply	985	905
DEMAND		
Jewellery	462	586
Other	110	116
Total Fabrication	572	702
Bar hoarding	73	125
Net producer dehedging	128	94
Net retail investment	73	111
ETF's	73	36
Balance implied net investment	66	-163
Total demand	985	905

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