

## ABSTRACT

The present research principally aims to investigate macroeconomic factors significantly affect to the movement of gold value, and to explore how factors correlate with it. The movement of gold value was represented by Percentage change of London PM gold fix. Its causality were explored through five macroeconomic factors :- inflation rate, percentage growth of money expansion , percentage growth rate of real GDP, real interest rate change, and percentage change of US dollar index. The justified answers were sought by an analysis of Ordinary Least Square method and correlation analysis.

The result of research significantly found that while inflation rate is rising and US dollar index is expected to depreciate, gold value moves in a positive way which infers that macroeconomic factors significantly affected to the movement of gold value.

