



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 10th August 2020

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	56254	56126
Gold	995	56029	55901
Gold	916	51529	51411
Gold	750	42191	42095
Gold	585	32909	32834
Silver	999	76008	75013

* Rates are exclusive of GST as of 07th August 2020
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
7 th August 2020	56126	75013
6 th August 2020	55914	73617
5 th August 2020	55448	71200
4 th August 2020	54004	64735

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

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	December	2028.00	20.10	0.98
Silver(\$/oz)	September	27.54	1.51	5.62

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	28 September 2020	2026.3
Gold Quanto	23 September 2020	54809
Silver (\$/oz)	27 August 2020	28.21

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,262.12	-5.84
iShares Silver	17,823.22	-43.45

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2061.50
Gold London PM Fix(\$/oz)	2031.15
Silver London Fix(\$/oz)	28.33

Weekly CFTC Positions

	Long	Short	Net
Gold	2,15,216.00	41,743.00	1,73,473.00
Silver	58,065.00	26,526.00	31,539.00

Gold Ratio

Gold Silver Ratio	73.64
Gold Crude Ratio	49.20

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
11 th August 6:00PM	United States	Core PPI m/m	0.1%	-0.3%	Medium
11 th August 6:00PM	United States	PPI m/m	0.3%	-0.2%	Medium

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	17765.64	-363.15	-2.04%



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Nirmal Bang Securities - Daily Bullion News and Summary

Market Summary and News

- Gold fell from a record as better-than-expected U.S. jobs data signaled the economic rebound is still making headway. Selling was also exacerbated as traders fixed the London gold price lower and the dollar curbed the metal's haven appeal. Payrolls rose by 1.76 million in July, beating estimates for a 1.48 million gain, according to data Friday, while the unemployment rate fell more than expected. Prices also weakened as the LBMA gold price was set about \$14 lower in the afternoon auction. The dollar headed for its first gain in four sessions amid a deepening rift between Washington and Beijing.
- Bullion fell as much as 2.3%, the most since June, but it's still up more than 33% this year, putting it on track for the biggest annual gain in over four decades. It's also poised for the longest stretch of weekly gains since 2006 as the health crisis, negative real rates and geopolitical risks spark a flight to precious metals. Further gains are predicted Bank of America Corp. reiterated its forecast that gold may reach \$3,000 an ounce in 18 months and said its "feasible" that silver could hit \$35 in 2021.
- President Donald Trump signed a pair of executive orders prohibiting U.S. residents from doing business with the Chinese-owned TikTok and WeChat apps beginning 45 days from now. The Treasury Department said Friday the U.S. is placing sanctions on 11 Chinese officials and their allies in Hong Kong. Elsewhere, negotiations on a virus relief package ended with the White House and Democrats making no headway on resolving their biggest difference, bringing the talks to the brink of collapse. With no deal immediately in the offing, Trump said Thursday he is ready to sign orders extending enhanced unemployment benefits for the jobless and imposing a payroll tax holiday for employers and workers.
- Rising real yields are throwing cold water on the rally their historic plunge stoked. Real interest rates which strip out the effects of inflation rose by the most in a month Friday after a stronger-than-forecast July jobs report. The lurch higher from record-low negative levels helped send technology shares and gold lower, while the Bloomberg Dollar Spot Index rose in its best day since June. A persistent slide lower in real yields has driven investors into gold in recent weeks buoying bullion to an all-time high as massive Federal Reserve stimulus was seen as suppressing any nudge higher in yields. That slide has also helped justify rising equity market valuations, allowing already-expensive technology stocks to climb ever higher as investors sought positive returns.
- Some signs of a recovery in the biggest gold markets should help the precious metal extend its blistering rally. Overseas purchases by India jumped by a quarter y/y in July and almost double from June as lockdowns to fight the Covid-19 were slowly eased. Local consumers' pent-up demand could further emerge during the peak season later this year. This comes after China saw the declines for non-monetary gold imports stalling. The latest bullion rally has been driven mostly by investment demand while retail demand from the top markets has slumped. Gold-backed ETF holdings have jumped to record highs as investors piled into the yellow metal thanks to a combination of haven demand, a weaker dollar and negative real yields.

Fundamental Outlook: Gold prices are expected to remain higher as the tension in the South China Sea has been escalated as Beijing mobilizes invasion craft along the coast, and as optimism about an economic rebound was tempered by concerns about a prolonged and uneven path to recovery.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	1980	2000	2025	2045	2060	2100
Silver – COMEX	September	27.40	27.70	28.10	29.00	29.30	29.55
Gold – MCX	October	53500	53800	54400	54850	55100	55450
Silver - MCX	September	70000	72000	73200	73800	75000	76400



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
93.44	-0.08	-0.09

Bond Yield

10 YR Bonds	LTP	Change
United States	0.5640	0.0278
Europe	-0.5100	0.0220
Japan	0.0120	-0.0080
India	5.8390	0.0300

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.4384	0.1059
South Korea Won	1184.75	1.1500
Russia Ruble	73.723	0.4378
Chinese Yuan	6.968	0.0145
Vietnam Dong	23167	2
Mexican Peso	22.3747	-0.0242

NSE Currency Market Watch

Currency	LTP	Change
NDF	75.25	0.12
USDINR	75.1125	-0.0075
JPYINR	71.085	-0.1025
GBPINR	98.215	-0.7025
EURINR	88.76	-0.1725
USDJPY	105.55	0.01
GBPUSD	1.3081	-0.0089
EURUSD	1.1819	-0.002

Market Summary and News

- Shorter Indian bonds extended declines following higher-than-expected yield cut-off on a 2025 bond at Friday's auction. The yield on the most traded 5.79% 2030 bond rose 2bps to 5.89%, while that on 5.22% 2025 note climbed 8bps to 5.11%. Cut-off yield on the 5.22% 2025 bond was 5.1241% vs 5.08% estimated in a Bloomberg survey; RBI sold 120b rupees of that note as planned but lifted the issue size of the remaining two papers by 20b rupees each to raise a total of 340b rupees via the issuance. Bonds came under pressure since Thursday after the RBI kept interest rates on hold and refrained from announcing measures to ease the market's debt supply burden amid record government sales.
- The dollar advanced Friday and is poised for the first weekly rise in six after U.S. jobs data for July beat analysts' estimates, signalling a measured economic pickup. The greenback also strengthened on haven demand as President Donald Trump signed executive orders to limit relations with select Chinese-owned enterprises and sanctioned officials including Hong Kong chief executive Carrie Lam over crackdown on protesters. The Bloomberg Dollar Spot Index +0.6%; move also fuelled by short covering against most currencies ahead of the weekend as U.S.-China tensions flare; the currency is heading for the biggest gain since June on a closing basis.
- Emerging-market stocks rose, spurred by stimulus bets and better-than-expected data from the world's largest economy. Currencies fell as Turkey's lira dropped to a record. MSCI Inc.'s emerging-market stock index rose for a third day, lifted by data that showed U.S. weekly jobless claims fell to the lowest since the pandemic began. The lira led declines amid concern about an aggressive easing cycle.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	74.45	74.70	74.85	75.10	75.25	75.40



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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



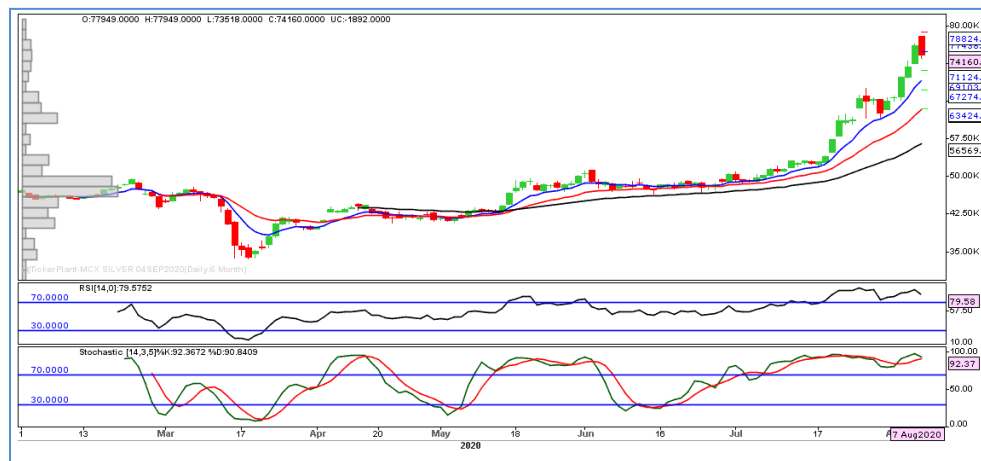
Market View	
Open	55965
High	56191
Low	54690
Close	54789
Value Change	-1056
% Change	-1.89
Spread Near-Next	155
Volume (Lots)	18313
Open Interest	16056
Change in OI (%)	-0.56%

Gold - Outlook for the Day

Comex Gold has seen a sharp upside and likely to continue the rally if sustain above \$2000 It seems that the prices are likely to trade between \$2000-2040 For the day. Positive 9/21 MA shows that the positive momentum and recommend to buy on dips around \$2000-1995 for the target \$2030-45.

SELL GOLD OCT (MCX) AT 55100 SL 55450 TARGET 54400/53800.

Silver Market Update



Market View	
Open	77949
High	77949
Low	73518
Close	74160
Value Change	-1892
% Change	-2.49
Spread Near-Next	2095
Volume (Lots)	77930
Open Interest	14096
Change in OI(%)	2.11%

Silver - Outlook for the Day

In Comex Silver We are expecting prices to correct till \$27.38 for the day. It seems that the commodity can take upward momentum till \$28.50-29. Positive 9/21 MA shows positive momentum buy in dips around 27.5, silver can see some upside till \$29-30.

SELL SILVER SEPT (MCX) AT 75000 SL 76400 TARGET 72000/70000.



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Nirmal Bang Securities - Currency Technical Market Update

USDINRR Market Update



Market View	
Open	75.015
High	75.155
Low	74.92
Close	75.12
Value Change	0.105
% Change	0.14
Spread Near-Next	0.21
Volume	1627573
Open Interest	1577600
Change in OI (%)	-1.31%

USDINRR - Outlook for the Day

USDINR had a flat open at 75.12 and continued with the bearish momentum marking low at 75.04 first half of the session. However, second session witnessed momentum retracing the fall and giving close near open at 75.1125. On the daily chart, the pair has marked a flat bearish candle with shadows in either side indicating indecisiveness in the pair. USDINR has marked the closure below the short term (09), medium term (21) while holding resistance at long term (50) moving average, thus supporting the bearish sentiment. The strength index RSI has turned negative whereas momentum oscillator Stochastic is still above their reference line thus indicating weakness to consolidation momentum in the pair. USDINR if in today's session moves above 75.10 it will test 75.25 - 75.45 levels on the higher side. However an open below 74.95 will lead the pair to bearish zone again towards the range of 74.80 - 74.70.

Buy above 75.12 for the target of 75.25 - 75.40 with the stoploss at 74.95

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR September	74.55	74.70	74.85	75.15	75.35	75.55



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