



# India Bullion and Jewellers Association Ltd.

## Since 1919

**beyond**

powered by

**NIRMAL BANG**  
a relationship beyond broking



Daily Bullion Physical Market Report

Date: 29<sup>th</sup> October 2020

### Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	51235	50989
Gold	995	51030	50785
Gold	916	46931	46706
Gold	750	38426	38242
Gold	585	29972	29829
Silver	999	62104	61430

\* Rates are exclusive of GST as of 28<sup>th</sup> October 2020  
Gold in Rs/10 Gm & Silver in Rs/Kg

### Gold and Silver 999 Watch

Date	Gold*	Silver*
28 <sup>th</sup> October 2020	50989	61430
27 <sup>th</sup> October 2020	51043	61991
26 <sup>th</sup> October 2020	51238	61706
23 <sup>rd</sup> October 2020	51223	62545

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

### COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	December	1879.20	-32.70	-1.71
Silver(\$/oz)	December	23.36	-1.21	-4.93

### Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	25 November 2020	1879
Gold Quanto	25 November 2020	50515
Silver (\$/oz)	25 November 2020	23.32

### ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,258.25	-8.47
iShares Silver	17,440.62	72.33

### Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1896.85
Gold London PM Fix(\$/oz)	1869.95
Silver London Fix(\$/oz)	23.93

### Weekly CFTC Positions

	Long	Short	Net
Gold	1,85,578.00	50,267.00	1,35,311.00
Silver	61,927.00	21,862.00	40,065.00

### Gold Ratio

Gold Silver Ratio	80.45
Gold Crude Ratio	50.26

### Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
29 <sup>th</sup> October 6:00PM	United States	Advance GDP q/q	32.0%	-31.4%	High
29 <sup>th</sup> October 6:00PM	United States	Advance GDP Price Index q/q	2.9%	-1.8%	Medium
29 <sup>th</sup> October 6:00PM	United States	Unemployment Claims	773K	787K	Medium
29 <sup>th</sup> October 6:15PM	Europe	Main Refinancing Rate	0.00%	0.00%	High
29 <sup>th</sup> October 6:15PM	Europe	Monetary Policy Statement	-	-	High
29 <sup>th</sup> October 7:30PM	United States	Pending Home Sales m/m	3.1%	8.8%	Medium

### MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	15631.66	-233.67	-1.49%



# India Bullion and Jewellers Association Ltd. Since 1919



**beyond**

powered by

**NIRMAL BANG**  
a relationship beyond broking

## Nirmal Bang Securities - Daily Bullion News and Summary

- Gold fell to a three-week low as the dollar rose on haven demand amid escalating concern that the European spike in coronavirus infections will roil the economy. The Bloomberg Dollar Spot Index headed for the biggest gain in five weeks. Chancellor Angela Merkel will impose the toughest restrictions on Germany since a national lockdown in the spring, closing bars and restaurants in Europe's largest economy. Investors awaited the result of U.S. elections with a sweep of the White House and Senate by Democrats expected to support gold. Based on the options market, gold may face a major correction if Republicans retain the upper chamber.
- Demand for gold loans in India is set to increase, especially from individuals needing to meet urgent financial requirements and from small businesses seeking capital to restart operations as coronavirus curbs are lifted, Crisil Ltd., the local unit of S&P Global, said in a report. Gold loans would also be preferred because of tighter underwriting norms for other types of loans. Large gold-loan financiers have also consistently raised funds, including through bonds, and their liquidity profile is adequate with sufficient surpluses to cover debt obligations and operating expenditure.
- New coronavirus lockdowns by the euro zone's biggest economies are boosting the chance of preemptive monetary stimulus by the European Central Bank this week. Germany and France are following Italy and Spain with restrictions echoing those that triggered an unprecedented slump earlier this year. While most economists and investors still think the ECB will wait until December to expand its bond-buying program, the dramatic shift in risks has put them increasingly on guard for surprise action on Thursday.
- Exchange-traded funds added 139,789 troy ounces of gold to their holdings in the last trading session, bringing this year's net purchases to 28.3 million ounces, according to data compiled by Bloomberg. This was the third straight day of growth. State Street's SPDR Gold Shares, the biggest precious-metals ETF, boosted its holdings by 93,855 ounces in the last session. ETFs cut 800,304 troy ounces of silver from their holdings in the last trading session, bringing this year's net purchases to 280.5 million ounces.

**Fundamental Outlook:** Gold and silver prices dropped and are now steady due to surge in coronavirus infections and losses in global equities boosted the dollar, undercutting the metal's appeal as a haven asset. Volatility is expected to continue for intraday, buying bullions at lower levels is recommended.

### Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	1840	1850	1870	1900	1930	1955
Silver – COMEX	December	22.40	22.70	23.00	23.70	24.30	24.75
Gold – MCX	December	49900	50100	50300	50470	50630	50850
Silver - MCX	December	58500	59100	59800	60600	61400	62000



# India Bullion and Jewellers Association Ltd.

## Since 1919

**beyond**

powered by

**NIRMAL BANG**  
a relationship beyond broking



### Nirmal Bang Securities - Daily Currency Market Update

#### Dollar index

LTP/Close	Change	% Change
93.41	0.47	0.50

#### Bond Yield

10 YR Bonds	LTP	Change
United States	0.7710	0.0034
Europe	-0.6270	-0.0110
Japan	0.0250	-0.0060
India	5.8580	0.0100

#### Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.7491	0.0429
South Korea Won	1130.6	5.1500
Russia Ruble	79.2239	1.9333
Chinese Yuan	6.729	0.0235
Vietnam Dong	23167	-10
Mexican Peso	21.2883	0.2754

#### NSE Currency Market Watch

Currency	LTP	Change
NDF	74.45	-0.11
USDINR	74.075	0.205
JPYINR	71.0925	0.535
GBPINR	96.085	-0.1625
EURINR	86.98	-0.31
USDJPY	104.2	-0.48
GBPUSD	1.2972	-0.0058
EURUSD	1.174	-0.0077

#### Market Summary and News

- The U.S. is about to report the fastest quarterly growth on record after businesses reopened following pandemic shutdowns and consumers proved resilient. But the headline number, like the record contraction preceding it, obscures key parts of the outlook. Data due Thursday are forecast to show U.S. gross domestic product surged an annualized 32% in the third quarter, almost double the previous high. That figure will reflect activity switching back on across the country after Covid-19 fears and government stay-at-home orders ground the economy to a halt in April. The eye-popping number, though, fails to capture the fact that the pace of growth has moderated significantly since early in the recovery.
- Overall economic activity will likely remain below its pre-pandemic level for some time, even though some sectors such as retail sales and housing have made comebacks. In addition, the economy currently faces tough challenges including a fresh surge in new Covid-19 cases, rising long-term unemployment and a lack of additional government stimulus. The report comes out five days before Election Day. While it's unclear how much it will help President Donald Trump, especially since more than 69 million Americans have already voted, there's a good chance Trump and his surrogates will highlight the GDP number as evidence of the president's economic stewardship.
- Indian sovereign bonds fell as traders took profit ahead of the central bank's open market bond purchases on Thursday as rupee declines. RBI plans to buy 200b rupees (\$2.7b) of government bonds via open market operations on Thursday. India's GDP growth is expected to be negative or near zero for the financial year ending March, Finance Minister Nirmala Sitharaman said Tuesday.
- The dollar headed for the biggest gain in a month and the yen rose as investors sought havens amid rising coronavirus cases and shutdowns in Europe days before U.S. elections. The Dollar Spot Index advanced 0.5%, poised for the biggest daily advance since Sept. 23, as U.S. stocks fell the most since early September. The risk aversion is nothing new but a caution ahead of the US election, the failure to agree on fiscal relief which now gets punted to some indeterminate time after next Tuesday and renewed concerns that restrictions being imposed to combat the virus second wave in Europe mainly will slow growth.
- European Union and U.K. negotiators made progress this week toward resolving some of the biggest disagreements that have long bedeviled the Brexit talks, raising hopes that a deal could be reached by early November. The U.K. and EU have also moved closer to deciding essential aspects of how any accord will be enforced. While the differences between the two sides are still substantial -- particularly on the level playing field, enforcement and fishing -- the progress on the text is a sign they are a step closer to breaking the deadlock after seven months of negotiations. The pound pared its declines against the euro and the dollar, trading down 0.5% at \$1.2995 by 4:08 p.m. in London, as traders wait for concrete signs of progress.

#### Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	73.7000	73.8800	74.0500	74.3500	74.5000	74.6500



# India Bullion and Jewellers Association Ltd.

## Since 1919

beyond

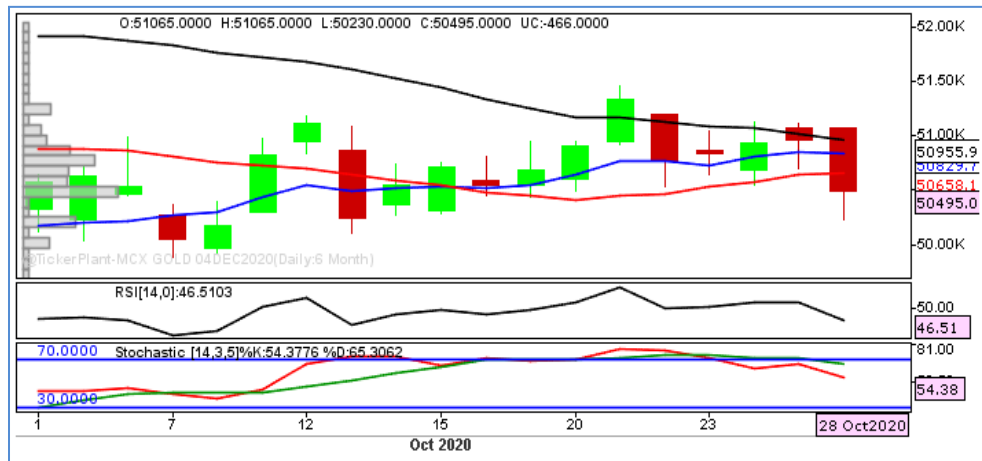
powered by

**NIRMAL BANG**  
a relationship beyond broking



### Nirmal Bang Securities - Bullion Technical Market Update

#### Gold Market Update



#### Market View

Open	51065
High	51065
Low	50230
Close	50495
Value Change	-466
% Change	-0.91
Spread Near-Next	99
Volume (Lots)	14730
Open Interest	13197
Change in OI (%)	-0.29%

#### Gold - Outlook for the Day

Gold prices are likely to trade negative for the day as long as holding below \$1900 seems to be more negative for the prices can test \$1860-50. Negative crossover in 9/21 MA goes supportive for the decision to sell on rise around 1890-1900 can test 1860-50.

**SELL GOLD DEC (MCX) AT 50630 SL 50850 TARGET 50200/50000.**

#### Silver Market Update



#### Market View

Open	62060
High	62500
Low	59100
Close	60138
Value Change	-2143
% Change	-3.44
Spread Near-Next	1619
Volume (Lots)	38872
Open Interest	14288
Change in OI(%)	-1.71%

#### Silver - Outlook for the Day

In Comex Silver We are expecting prices to correct till \$22.70-23.00 for the day. It seems that the commodity can take upward momentum till 23.60-70 should be used selling opportunity for the target of 23.50-23.30. Negative 9/21 MA shows weak momentum sell silver on rise 24.30-40 for target \$23-22.70.

**SELL SILVER DEC (MCX) AT 60600 SL 61400 TARGET 59800/59100.**



# India Bullion and Jewellers Association Ltd.

## Since 1919

**beyond**

powered by

**NIRMAL BANG**  
a relationship beyond broking



### Nirmal Bang Securities - Currency Technical Market Update

#### USDINR Market Update



#### Market View

Open	74.085
High	74.2125
Low	73.85
Close	73.87
Value Change	-0.315
% Change	-0.42
Spread Near-Next	0
Volume	2581758
Open Interest	1379577
Change in OI (%)	26.55%

#### USDINRR - Outlook for the Day

USDINR had a flat open at 73.87 followed by a bullish momentum towards 74.0975 with closure at 74.07. On the daily chart, the pair has formed a small green candle but has closed sideways. USDINR is trading above the short term moving and medium term moving averages while holding resistance at long term moving averages. USDINR if opens on a positive note or trades above 74.05, the bullish momentum will continue towards 74.20 – 74.35. However, an open below 73.98 will lead the pair to witness profit taking towards 73.85 – 73.70. The daily strength indicator RSI from the highs and momentum oscillator Stochastic are starting to turnaround from the positive zone indicating early signs of reversal.

**Buy USDINR above 74.05 with target of 74.20/74.35 with stoploss at 73.90**

#### Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR November	73.4500	73.6000	73.7700	74.1000	74.2500	74.4000



# India Bullion and Jewellers Association Ltd. Since 1919



**beyond**

powered by

**NIRMAL BANG**  
a relationship beyond broking

## Nirmal Bang Securities – Commodity Research Team

Name	Designation	E-mail
Kunal Shah	Head of Research	<a href="mailto:kunal.shah@nirmalbang.com">kunal.shah@nirmalbang.com</a>
Devidas Rajadhikary	AVP Commodity Research	<a href="mailto:devidas.rajadhikary@nirmalbang.com">devidas.rajadhikary@nirmalbang.com</a>
Harshal Mehta	AVP Commodity Research	<a href="mailto:harshal.mehta@nirmalbang.com">harshal.mehta@nirmalbang.com</a>
Ravi D'souza	Sr. Research Analyst	<a href="mailto:ravi.dsouza@nirmalbang.com">ravi.dsouza@nirmalbang.com</a>
Smit Bhayani	Research Associate	<a href="mailto:smit.bhayani@nirmalbang.com">smit.bhayani@nirmalbang.com</a>
Riya Singh	Currency Research Analyst	<a href="mailto:riya.singh@nirmalbang.com">riya.singh@nirmalbang.com</a>

**Disclaimer:** This Document has been prepared by Nirmal Bang Securities Pvt. Ltd). The information, analysis and estimates contained herein are based on Nirmal Bang Research assessment and have been obtained from sources believed to be reliable. This document is meant for the use of the intended recipient only. This document, at best, represents Nirmal Bang Research opinion and is meant for general information only. Nirmal Bang Securities Pvt Ltd, its directors, officers or employees shall not in any way be responsible for the contents stated herein. Nirmal Bang Research expressly disclaims any and all liabilities that may arise from information, errors or omissions in this connection. This document is not to be considered as an offer to sell or a solicitation to buy any securities. Nirmal Bang Research, its affiliates and their employees may from time to time hold positions in securities referred to herein.

**Address: Nirmal Bang Securities Pvt. Ltd., B2, 301 / 302, 3rd Floor, Marathon Innova, Opp. Peninsula Corporate Park, Ganpatrao Kadam Marg, Lower Parel (W), Mumbai - 400 013, India**