



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 13th October 2020

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	51225	51156
Gold	995	51020	50951
Gold	916	46922	46859
Gold	750	38419	38367
Gold	585	29967	29926
Silver	999	63628	62606

* Rates are exclusive of GST as of 12th October 2020
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
12 th October 2020	51156	62606
09 th October 2020	50878	61106
08 th October 2020	50369	60334
07 th October 2020	50287	58872

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

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	December	1928.90	2.70	0.14
Silver(\$/oz)	December	25.27	0.16	0.65

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	25 November 2020	1928
Gold Quanto	25 November 2020	51127
Silver (\$/oz)	25 November 2020	25.24

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,271.52	0.00
iShares Silver	17,382.74	0.00

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1919.80
Gold London PM Fix(\$/oz)	1925.50
Silver London Fix(\$/oz)	25.06

Weekly CFTC Positions

	Long	Short	Net
Gold	1,75,165.00	44,156.00	1,31,009.00
Silver	60,203.00	24,575.00	35,628.00

Gold Ratio

Gold Silver Ratio	76.33
Gold Crude Ratio	48.92

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
13 th October 6:00PM	United States	CPI m/m	0.2%	0.4%	Medium
13 th October 6:00PM	United States	Core CPI m/m	0.2%	0.4%	Medium

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	15632.41	80.85	0.52



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Nirmal Bang Securities - Daily Bullion News and Summary

- Gold steadied as investors weighed uncertainty surrounding U.S. stimulus, together with the presidential election and outlook for the dollar. Prospects for a quick end to the stalemate over a new stimulus package faded Monday, with House members being told not to expect any action this week and many Senate Republicans rejecting the White House proposal for a deal. The U.S. currency was steady on Tuesday for a second day following back-to-back weekly losses.
- Gold imports by India slumped in September after a short-lived rebound as high prices prompted buyers to defer purchases. Inbound shipments into the world's second-biggest bullion consumer fell 38% in September from a year earlier to 8.4 tons, according to a person familiar with the data, who asked not to be identified as the information isn't public. Imports were down from 35.5 tons in August. Imports had risen in July and August as jewelers readied stocks ahead of festivals. But demand has cooled as buyers hold off on purchases in a bet that prices will further decline from an all-time high. Consumption may also pick up ahead of Diwali, which falls in November.
- Prospects for a quick end to the stalemate over a new stimulus faded Monday with members of the House being told not to expect any action this week and many Senate Republicans rejecting the White House proposal for a deal. House Speaker Nancy Pelosi and Treasury Secretary Steven Mnuchin are expected to talk more this week as they attempt to bridge the gap between the Democrat's \$2.2 trillion proposal and the administration's \$1.8 trillion counteroffer. However, neither side has announced any schedule. Even if they manage to strike a deal, there's almost no chance of getting legislation written and passed by Congress before the Nov. 3 election, in which control of the White House and the Senate is at stake.
- Exchange-traded funds added 52,664 troy ounces of gold to their holdings in the last trading session, bringing this year's net purchases to 28.2 million ounces, according to data compiled by Bloomberg. This was the third straight day of growth. ETFs cut 1.21 million troy ounces of silver from their holdings in the last trading session, bringing this year's net purchases to 281.7 million ounces.

Fundamental Outlook: Gold and silver price view remains bullish, as investors weighed uncertainty surrounding U.S. stimulus, together with the presidential election and outlook for the dollar. Inflow in ETFs and weaker dollar will continue to keep the precious metals prices higher. We also continue to maintain our bullish view for medium to longer term outlook on precious metals.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	1855	1870	1900	1945	1965	1980
Silver – COMEX	December	24.00	24.40	24.70	25.30	25.65	25.88
Gold – MCX	December	50500	50650	50800	51000	51200	51450
Silver - MCX	December	61200	61700	62500	62850	63500	64300



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
93.07	0.01	0.01

Bond Yield

10 YR Bonds	LTP	Change
United States	0.7737	0.0000
Europe	-0.5460	-0.0170
Japan	0.0320	-0.0040
India	5.8980	-0.0390

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.5327	-0.0683
South Korea Won	1147	-6.4000
Russia Ruble	77.13	0.35
Chinese Yuan	6.7459	0.0512
Vietnam Dong	23179	4
Mexican Peso	21.2033	0.0646

NSE Currency Market Watch

Currency	LTP	Change
NDF	73.57	0.02
USDINR	73.41	0.1625
JPYINR	69.6075	0.39
GBPINR	95.555	0.75
EURINR	86.5775	0.14
USDJPY	105.49	-0.43
GBPUSD	1.3012	0.0069
EURUSD	1.1792	-0.0008

Market Summary and News

- The offshore Chinese yuan tumbled the most in almost seven months after China's central bank took steps to restrain the currency's rally. The exchange rate slumped as much as 1.03% against the dollar in late Hong Kong trade on Monday. Declines steepened without an obvious trigger just before the 4:30 p.m. official close of the onshore rate, which helps determine the next day's reference rate. The drop may mark the start of a period of consolidation after recent gains, strategists said. The People's Bank of China on Saturday scrapped a two-year rule that made it expensive to bet against the yuan after the currency surged to its highest in 18 months. The PBOC had in recent weeks refrained from sending clear signals on the yuan, reinforcing speculation that policy makers looking to boost consumption at home wanted a stronger yuan. But as gains accelerated, it appears officials grew concerned the currency risked becoming a one-way bet.
- The dollar may tumble to its lows of 90 – 89 implying a slide of more than 4% on the rising likelihood of Joe Biden winning the U.S. election and progress on a coronavirus vaccine, according to Goldman Sachs Group Inc. The risks are skewed toward dollar weakness, and we see relatively low odds of the most dollar-positive outcome, a win by Mr. Trump combined with a meaningful vaccine delay. A 'blue wave' U.S. election and favorable news on the vaccine timeline could return the trade-weighted dollar and DXY index to their 2018 lows. The ICE U.S. Dollar Index has fallen more than 3% so far this year, trading just over the 93 level on Monday, as investors reacted to unprecedented pandemic-related monetary stimulus from the Federal Reserve and rock-bottom interest rates.
- European Central Bank top officials amplified their call on governments to keep supporting euro-area economies as they recover from the coronavirus slump, warning against prematurely removing aid. Speaking on Monday, President Christine Lagarde said her biggest concern right now is that measures such as debt moratoria, state guarantees and furlough schemes are phased out too abruptly. Executive Board member Isabel Schnabel argued separately that European governments shouldn't start worrying about rising debt levels. Their appeal comes as countries impose new restrictions to curb a surge in infections that risks scuppering the region's nascent recovery and may raise the need for more stimulus.
- "Clearly what we hope, policy makers will understand and will determine, is that those supports have to be continued for a period of time, even as the recovery takes hold. Those measures should stay in place "even as the pandemic gradually phases out so that there is a smooth transition into a full-fledged recovery," Lagarde said in an online discussion on the sidelines of the annual meetings of the International Monetary Fund. The ECB has bought large amounts of debt issued by governments to finance their aid packages through its 1.35 trillion-euro (\$1.6 trillion) emergency bond-buying program.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	72.7000	72.9000	73.1000	73.5000	73.6500	73.8500



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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	50940
High	51184
Low	50830
Close	51107
Value Change	290
% Change	0.57
Spread Near-Next	134
Volume (Lots)	8535
Open Interest	14811
Change in OI (%)	-1.05%

Gold - Outlook for the Day

Gold prices are likely to trade positive for the day as long as holding above \$1880 seems to be more positive for the prices can test \$1950-60. Positive crossover in 9/21 MA goes supportive for the decision to buy on dips around 1900-1890 can test 1950.

BUY GOLD DEC (MCX) AT 50800 SL 50550 TARGET 51150/51200.

Silver Market Update



Market View

Open	63839
High	64122
Low	62429
Close	63098
Value Change	214
% Change	0.34
Spread Near-Next	2143
Volume (Lots)	24611
Open Interest	15914
Change in OI(%)	-4.01%

Silver - Outlook for the Day

Comex silver is likely to trade positive for target 25.50-70. Positive 9/21 MA shows strength momentum buy silver on dips \$24.70-60 for target 25.50-70.

SELL SILVER DEC (MCX) AT 63500 SL 64300 TARGET 62300/61700.



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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	73.74
High	73.74
Low	73.1225
Close	73.2475
Value Change	-0.1225
% Change	-0.17
Spread Near-Next	0.2075
Volume	2564649
Open Interest	1818757
Change in OI (%)	7.95%

USDINRR - Outlook for the Day

USDINR had an open red at 73.21 but reversed its momentum and traded in green for rest of the session towards 73.50 with closure at 73.41. On the daily chart, the pair has formed a green candle but is still maintaining the support zone of 73 – 72.90. USDINR has continued to trade below the short term moving average, medium term moving averages and the long term moving averages. USDINR if opens on a positive note or trades above 73.35 and maintains the same as support, it can move towards 73.50 – 73.65 on the higher side. However, a breach of 73.28 will lead the pair towards 73.10 – 72.90 on the lower side. The daily strength indicator RSI from the highs and momentum oscillator Stochastic is still in the weaker zone

Buy USDINR above 73.35 for the target of 73.50 – 73.60 with stoploss at 73.18

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR October	72.9000	73.1000	73.2500	73.5500	73.7000	73.9000



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