



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 16th September 2020

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	51793	51893
Gold	995	51586	51685
Gold	916	47442	47534
Gold	750	38845	38920
Gold	585	30299	30357
Silver	999	66669	66758

* Rates are exclusive of GST as of 15th September 2020
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
15 th September 2020	51893	66758
14 th September 2020	51441	65424
11 th September 2020	51441	65424
10 th September 2020	51476	66091

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

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	December	1966.20	2.50	0.13
Silver(\$/oz)	December	27.46	0.11	0.40

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	28 September 2020	1952.1
Gold Quanto	23 September 2020	51789
Silver (\$/oz)	25 November 2020	27.37

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,247.57	-0.43
iShares Silver	17,379.04	86.85

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1963.55
Gold London PM Fix(\$/oz)	1949.35
Silver London Fix(\$/oz)	27.55

Weekly CFTC Positions

	Long	Short	Net
Gold	1,93,812.00	39,183.00	1,54,629.00
Silver	59,874.00	24,132.00	35,742.00

Gold Ratio

Gold Silver Ratio	71.59
Gold Crude Ratio	51.36

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
16 th September 6:00PM	United States	Core Retail Sales m/m	1.0%	1.9%	High
16 th September 6:00PM	United States	Retail Sales m/m	1.1%	1.2%	Medium
16 th September 11:30PM	United States	FOMC Economic Projections	-	-	High
16 th September 11:30PM	United States	FOMC Statement	-	-	High

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	16199.52	19.51	0.12%



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Nirmal Bang Securities - Daily Bullion News and Summary

- Spot gold slipped as dollar losses ebbed and reports showed the global economic outlook improving. An index of the dollar was little changed, paring earlier losses and reducing demand for gold as an alternative asset. Gold has traded in a narrowing range as investors await clues on U.S. monetary policy. The Federal Reserve's two-day gathering ends Wednesday, and markets are looking for guidance after Fed Chair Jerome Powell said last month that the central bank will let inflation overshoot its 2% target and not tighten rates when unemployment falls.
- The world's largest gold exchange-traded fund is seeing withdrawals after a ferocious run. Traders pulled cash from the \$79 billion SPDR Gold Shares for a third straight week, following eight consecutive months of inflows, according to data compiled by Bloomberg. After luring almost \$20 billion this year, GLD still ranks second among ETFs and is up about 30%.
- India's trade deficit widened in August from the previous month as purchases of gold from abroad boosted the nation's import bill, while exports remained subdued. Exports fell 12.7% to \$22.7 billion from a year earlier, while imports dropped 26% to \$29.5 billion, resulting in a trade gap of \$6.8 billion, according to data released by the Commerce Ministry Tuesday.
- Exchange-traded funds added 58,435 troy ounces of gold to their holdings in the last trading session, bringing this year's net purchases to 26.7 million ounces, according to data compiled by Bloomberg. ETFs cut 2.37 million troy ounces of silver from their holdings in the last trading session, bringing this year's net purchases to 269.6 million ounces. This was the eighth straight day of declines.

Fundamental Outlook: Gold and silver prices are steady as the market awaits the outcome from the key Federal Reserve meeting later in the day where all eyes on the outcome of the meeting would be if the central bank will extend the support to bolster the economic recovery and also on the clues as to how the policy makers will approach their new target of delivering average inflation. Bullions are expected to trade range-bound for the day, and we also continue to maintain our bullish outlook on bullions for medium to longer term.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	1900	1920	1935	1968	1982	2010
Silver – COMEX	December	26.15	26.50	26.88	27.40	27.70	28.00
Gold – MCX	October	51000	51300	51600	51850	52150	52400
Silver - MCX	September	66700	67500	68400	69350	70000	70700



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
93.05	0.00	0.00

Bond Yield

10 YR Bonds	LTP	Change
United States	0.6789	0.0066
Europe	-0.4800	0.0010
Japan	0.0210	0.0000
India	6.0300	-0.0030

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.2769	0.0054
South Korea Won	1178.95	-4.6500
Russia Ruble	75.009	-0.2489
Chinese Yuan	6.7826	-0.0279
Vietnam Dong	23167	1
Mexican Peso	21.1287	0.0243

NSE Currency Market Watch

Currency	LTP	Change
NDF	73.84	0
USDINR	73.71	0.125
JPYINR	69.8425	0.38
GBPINR	95.2275	0.4625
EURINR	87.6825	0.29
USDJPY	105.58	-0.37
GBPUSD	1.2917	0.0038
EURUSD	1.1896	0.0017

Market Summary and News

- Yen advances as a decline in Japanese stocks prompts buying, with dollar weakness ahead of Wednesday's Fed meeting providing further support. Bonds underpinned after a liquidity-enhancing auction draws solid demand. USD/JPY fell as much as 0.1% to 105.61 after touching a two-week low of 105.55 on Monday. The dollar-yen continued to be under pressure after dropping rapidly from above 106 to near 105.50 overnight. Dollar-yen undermined as Japanese shares fell while strong Chinese data also broadly weighed on the greenback.
- Bets that the Bank of England will lower borrowing costs have spilled over into the interbank market. The number of contracts that pay out if three-month sterling Libor drops climbed to more than 1.5 million last week, the highest since the peak of the coronavirus panic in March. One bet will pay almost five times the initial outlay of 3.45 million pounds (\$4.4 million) if the rate falls below zero by the end of 2020, and slides further early next year. The rising prospect of the U.K. transitioning from the European Union without a trade deal at year-end has revived speculation that the BOE may cut its main policy rate below zero. Libor across most tenors tumbled to record lows, six-month Treasury bills sold at a negative average yield for the first time and money markets bet that the central bank will lower borrowing costs as early as February. There's a big risk of the U.K. leaving the EU on World Trade Organization terms if Britain sees the potential for a trade deal with the U.S., which is more likely if President Donald Trump wins the election in November.
- The post-FOMC meeting press conference will provide a good opportunity for Federal Reserve Chair Jerome Powell to clarify how the central bank plans to implement its new average-inflation targeting framework. The policy statement could also incorporate an update to one of the Fed's key policy tools -- forward guidance. Some policy makers remain skeptical about the urgency of revamping interest-rate guidance in the statement; no one expects the Fed to raise rates any time soon. But delaying details on how the central bank plans to adopt its new policy approach may stifle its intended effects. There is an expectation that the Fed to follow through with updated policy guidance after adopting its new inflation-targeting framework. The Fed's assessment of "considerable risks" surrounding the economic outlook over the medium term will likely remain in the statement, signaling that officials have not taken much comfort from recent better-than-expected activity and labor market data.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	72.9000	73.1000	73.4000	73.7000	73.8500	74.0000



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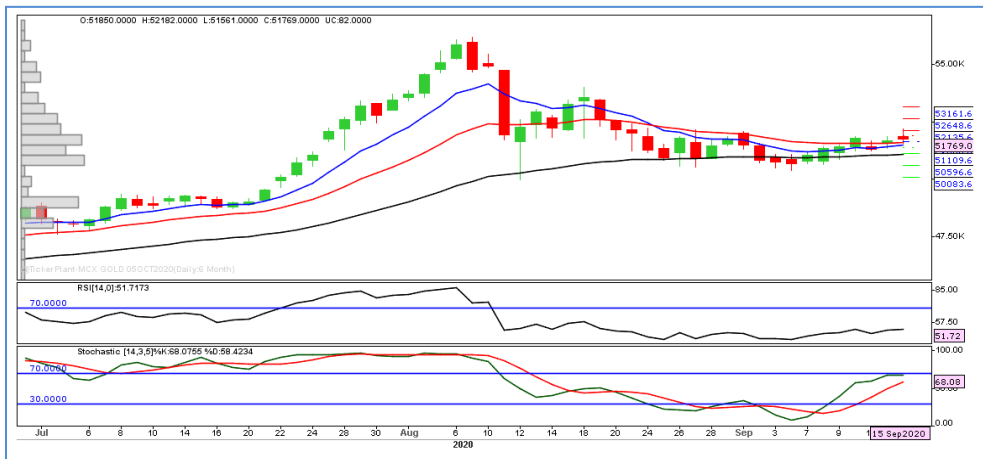


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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	51850
High	52182
Low	51561
Close	51769
Value Change	82
% Change	0.16
Spread Near-Next	148
Volume (Lots)	12375
Open Interest	10474
Change in OI (%)	-6.05%

Gold - Outlook for the Day

Comex Gold has seen some upside after a sharp fall in the previous session. It has upside resistance around \$1970-80 zone which can be used as a selling opportunity. The rally if sustain above 1950\$, then the prices are likely to trade positive for the day. Buy on dips around \$1940-50 for the target of 1970-1980 for the day. Positive 9/21 MA shows that the momentum is positive for the day.

BUY GOLD OCT (MCX) AT 51600 SL 51300 TARGET 51950/52150.

Silver Market Update



Market View

Open	69500
High	69887
Low	68199
Close	68967
Value Change	2
% Change	0
Spread Near-Next	2188
Volume (Lots)	21119
Open Interest	16592
Change in OI(%)	-0.27%

Silver - Outlook for the Day

In Comex Silver We are expecting prices to trade range bound bet \$26.50-27.80 for the day. Positive 9/21 MA shows buying momentum in silver try to buy on dips 26.50-26.20 for target \$27.50-27.80.

BUY SILVER DEC (MCX) AT 68400 SL 67500 TARGET 69500/70000.



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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	73.6425
High	74.1875
Low	73.3575
Close	73.585
Value Change	-0.065
% Change	-0.09
Spread Near-Next	0.2225
Volume	2006505
Open Interest	1300755
Change in OI (%)	0.45%

USDINRR - Outlook for the Day

USDINR had a weak open at 73.51 and after testing the lows of 73.40, the pair reversed its trend to trade in green for rest of the session marking the day's high at 73.83 and closure at 73.71. On the daily chart, the pair has formed a small green candle and has closed sideways thus indicating weakness to consolidation momentum. USDINR has gave closure above the short term moving average while still trading below the medium and long term moving averages on the daily chart. USDINR if opens on a positive note or trades above 73.75, it will move towards 73.95 – 74.15 on the higher side. However, a breach of 73.68 will lead the pair towards 73.50 – 73.30 on the lower side. The daily strength indicator RSI from the highs and momentum oscillator Stochastic are below the reference line representing negative bias in the pair.

Buy USDINR above 73.75 for the target of 73.95 – 74.10 with stoploss at 73.55

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR September	73.1000	73.4000	73.5500	73.8500	74.0000	74.1500



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