

Daily Bullion Physical Market Report

Date: 5th November 2024

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	78445	78518
Gold	995	78131	78204
Gold	916	71856	71923
Gold	750	58834	58889
Gold	585	45890	45933
Silver	999	94435	94482

Rate as exclusive of GST as of 04th November 2024 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
04 th November 2024	78518	94482
02 nd November 2024	78425	93501
31 st October 2024	79557	96670
30 th October 2024	79581	98040

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	DEC 24	2746.20	-3.00	-0.11
Silver(\$/oz)	DEC 24	32.61	-0.07	-0.22

ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	888.63	-3.16
iShares Silver	14,949.64	-17.02

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2741.35
Gold London PM Fix(\$/oz)	2742.60
Silver London Fix(\$/oz)	32.84

Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	DEC 24	2747.9
Gold Quanto	DEC 24	78442
Silver(\$/oz)	DEC 24	32.48

Gold Ratio

Description	LTP
Gold Silver Ratio	84.22
Gold Crude Ratio	38.42

Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	257521	20446	237075
Silver	54826	13657	41169

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	19648.76	-155.65	-0.79 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
05 th November 07:00 PM	United States	Trade Balance	-75.3B	-70.4B	Low
05 th November 08:30 PM	United States	ISM Services PMI	53.4	54.9	High

Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold was steady on Monday as traders prepare for a week that will see a US presidential election and a Federal Reserve rate decision. Bullion hovered around \$2,740 an ounce, just shy of the latest all-time high hit last week. A flurry of polls released Sunday show Vice President Kamala Harris and former President Donald Trump remain poised for a photo finish. Meanwhile, the Federal Reserve and many rich-world peers are widely expected to lower interest rates again in the coming week. Lower rates are often seen as supportive for gold, which doesn't pay interest. Gold has surged by more than 30% so far this year, supported by expectations of Fed rate cuts, central-bank buying and haven demand amid conflicts in the Middle East and Ukraine. Uncertainty around the tight US presidential race has also supported the yellow metal.

□ Exchange-traded funds cut 28,465 troy ounces of gold from their holdings in the last trading session, bringing this year's net sales to 1.62 million ounces, according to data compiled by Bloomberg. The sales were equivalent to \$77.9 million at the previous spot price. Total gold held by ETFs fell 1.9 percent this year to 84 million ounces. Gold advanced 33 percent this year to \$2,736.53 an ounce and fell by 0.3 percent in the latest session. State Street's SPDR Gold Shares, the biggest precious-metals ETF, pared its holdings by 101,610 ounces in the last session. The fund's total of 28.6 million ounces has a market value of \$78.2 billion. ETFs added 114,846 troy ounces of silver to their holdings in the last trading session, bringing this year's net purchases to 44.1 million ounces. This was the third straight day of growth.

□ Zimbabwe's gold-backed currency posted its first gain in more than two weeks, suggesting that tighter monetary policy is working the central bank said. The ZiG, short for Zimbabwe Gold, strengthened 2.4% to 27.9986 per dollar, according to data posted Monday by the central bank, the first advance since Oct. 17. It remained at a discount of 35 to 40 per dollar on the unofficial market, a slight improvement from previous levels of 40 to 50 per dollar. A bank customer displays a ten ZiG banknote in a street in Harare, Zimbabwe, on Tuesday, April 30, 2024. "The tightness in the market is on account of recent measures taken by the MPC," said Persistence Gwanyanya, a member of the Reserve Bank of Zimbabwe's monetary policy committee. "The natural expectation was for the ZiG to firm up and this is what we are seeing," he said Monday in a telephone interview. The central bank devalued the ZiG by 43% against the dollar on Sept. 27 and accompanied that move with a sharp hike in interest rates to 35% from 20%. The ZiG is the southern African nation's sixth attempt in 15 years at a stable local currency that would replace the US dollar as the main unit of exchange. Finance Minister Mthuli Ncube may announce fresh steps in his budget later this month to lift demand, by requiring utilities, duties and local council payments to be made in ZiG, said Gwanyanya. "Super-demand for ZiG is going to complement the monetary measures and result in permanent stability," he said.

□ Visible gold demand could rise 2.5-3% in 2025 as ETFs continue to attract inflows and jewelry demand recovers with improved consumer sentiment in China after high prices sapped demand. However less-transparent over-the-counter demand could also increase by 8-10% in 2025, mopping up the additional supply likely to reach the market. Rising over-the-counter demand, as momentum and positive fundamentals likely support gold in 2024 and 2025, may comfortably absorb 3.5-4% growth in supply in each year. Visible demand may fall 1-2% in 2024, based on our scenario analysis. Lackluster jewelry demand and weaker bar and coin purchases, offset by positive ETF inflows, may require the OTC market to absorb more as a result. Visible demand could jump 3-5% in 2025 as ETF flows remain positive, jewelry demand rebounds and robust albeit moderating central bank demand. However the OTC market may still account for slightly higher gold demand in 2025 in the face of additional supply. The OTC market accounted for just over 500 tons of gold demand surplus so far in 2024, World Gold Council data shows, while 2023 accounted for 312 tons over the same period.

□ Gold ETF flows turned positive in 3Q and could offset weaker retail demand in the form of lower coin sales, lifting physical demand to 1.2 million tons. Western-listed ETF outflows reversed as rate cuts commenced, boosting inflows to Asia-listed funds. The rate of inflows in 2H could more than offset 1H outflows and sets up a positive demand picture for 2025. Bar and coin buying lost momentum in China as the yuan appreciated in response to strong stimulus initiatives. Improving sentiment and continued currency strength may continue to weigh on demand into 2025. The net result could see investment demand (excluding over-the-counter purchases) rising modestly at 3% to just over 1,200 tons in 2025, up by 180 tons vs. 2024. Physical demand for bars and coins is down 2%, year to date, according to the World Gold Council.

Fundamental Outlook: Gold and silver prices are trading marginally lower today on the international bourses. We expect gold and silver prices to trade range-bound to slightly lower for the day; as gold prices are steady as the market braced for a tight US election, and a Federal Reserve rate decision later in the week.

Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	2685	2710	2730	2745	2760	2785
Silver – COMEX	December	32.00	32.20	32.40	32.55	32.70	32.85
Gold – MCX	December	77800	78000	78200	78350	78650	78800
Silver – MCX	December	92300	93000	93700	94100	94800	95300

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
103.89	-0.40	-0.38

Bond Yield

10 YR Bonds	LTP	Change
United States	4.2847	-0.0989
Europe	2.3920	-0.0120
Japan	0.9510	0.0000
India	6.8310	-0.0160

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.784	-0.0863
South Korea Won	1375.95	-2.6000
Russia Rubble	98.8718	0.8718
Chinese Yuan	7.1009	-0.0281
Vietnam Dong	25320	20.0000
Mexican Peso	20.1055	-0.1786

NSE Currency Market Watch

Currency	LTP	Change
NDF	84.25	0.0000
USDINR	84.18	0.0400
JPYINR	55.7	0.3775
GBPINR	109.0675	0.0500
EURINR	91.8075	0.3025
USDJPY	151.61	-0.1500
GBPUSD	1.2955	0.0003
EURUSD	1.0896	0.0012

Market Summary and News

□ The Indian rupee may make an attempt at a fresh low amid record outflows from local equities. USD/INR little changed at 84.1138 on Monday; rose to a record 84.1237 yesterday. Implied opening from forwards suggest spot may start trading around 84.14. 10-year yields fell 2bps to 6.83% on Monday. Morgan Stanley says it holds on to 10-year g-secs FX-hedged going into US elections, analysts Gek Teng Khoo and Nimish Prabhune write in note. The fundamental story remains intact, with the curve anchored by passive inflows from GBI-EM index inclusion and the RBI opening the door to easing but remaining cautious. India rates are also less sensitive to US rates and foreign investors have reduced positioning in October. The reduction in investor positioning in G-Secs in October was mainly in the 2024 and 2033 bonds; investors continued to add to longs in the 2034 notes. The 2034 bonds have been one of the favored tenors by foreign investor's post-GBI-EM index inclusion. Coupled with overall foreign ownership of the bond remaining relatively low at 6.2%, we are comfortable holding on to the trade. India will sell 70 billion rupees (\$832 million) of 7.02% 2027 bonds and 150 billion rupees of 7.34% 2064 bonds via multiple price method auctions on Nov. 8, according to a finance ministry statement. Global Funds Sell Net 43.3B Rupees of Indian Stocks Nov. 4: NSE. They bought 5.48 billion rupees of sovereign bonds under limits available to foreign investors, and withdrew 3.68 billion rupees of corporate debt. State-run banks bought 26.6 billion rupees of sovereign bonds on Nov. 4: CCIL data. Foreign banks sold 9.28 billion rupees of bonds.

□ The dollar dropped against all of its major peers, while Treasury yields declined sharply, as traders pared bets on Republican Donald Trump prevailing in the US presidential election. The greenback continues to be volatile. The yen and Swiss franc were among the best performers in the Group of 10. The Bloomberg Dollar Spot Index drops as much as 0.7%, the most since August, before trimming declines. Among a flurry of polls, a survey by the Des Moines Register pointed to a lead for Vice President Kamala Harris in Iowa — a state that former President Trump has won in both of his previous instances. The survey could be an outlier, but points to the ever-shifting race dynamics. "The Iowa poll is making people dial back the so-called Trump trades," meaning betting on a stronger dollar and high Treasury yields as hedges against high spending and increased tariffs, said Helen Given, a foreign-exchange trader at Monex. "We won't see a lot of more substantial weakness without any actual results." "In line with polls shifting in Harris' favor, the dollar is under pressure," said Skylar Montgomery Koning, a currency strategist at Barclays Plc. in New York. "I would caution that both candidates are far from fully priced in FX, so on either outcome of this binary event we will likely see sizeable FX moves with the dollar appreciating on a Trump win and depreciating on a Harris win." "The market was quick to put on Trump trades in October but is now unwinding some of that," said Daniel Tobon, strategist at Citigroup. "The market had lean more into these Trump trades and is now reducing risk," he said. "The election is finally upon us and yet the outcome seems as uncertain as ever," said Win Thin, global head of markets strategy at Brown Brothers Harriman. "Looking through the noise, I still like the dollar higher on the US economic outperformance story." USD/JPY fell 0.6% to 151.14. If Trump wins, "we expect USD/JPY upside to be limited at 160 due to intervention warning," said Maximilian Lin, strategist at Canadian Imperial Bank of Commerce. "Amid local holidays in Japan, USD/JPY continued to reflect external risks," he said. "The BOJ will continue to have to offset increasing fiscal stimulus, favoring higher rates and a stronger JPY," strategists from TD Securities wrote in a note. They like long JPY vs GBP as "markets didn't like the UK budget, suspicious of whether the economy can generate enough growth to cover the spending," they wrote. GBP/USD rose 0.2% to 1.2953; the pound was lagging behind many peers in the advances against the US dollar. EUR/USD rallied 0.4% to 1.0879. USD/CHF dropped 0.7% to 0.8638.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	84.0350	84.0625	83.0875	84.1025	84.1325	84.1775

Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View	
Open	78541
High	78669
Low	78238
Close	78422
Value Change	-445
% Change	-0.56
Spread Near-Next	562
Volume (Lots)	3581
Open Interest	13139
Change in OI (%)	-3.26%

Gold - Outlook for the Day

SELL GOLD DEC (MCX) AT 78350 SL 78700 TARGET 78000/77800

Silver Market Update



Market View	
Open	94791
High	95184
Low	93751
Close	94284
Value Change	-1199
% Change	-1.26
Spread Near-Next	2455
Volume (Lots)	12415
Open Interest	24189
Change in OI (%)	2.97%

Silver - Outlook for the Day

SELL SILVER DEC (MCX) AT 94100 SL 94800 TARGET 93300/93000

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View	
Open	84.1425
High	84.1925
Low	84.1350
Close	84.1800
Value Change	0.0400
% Change	0.0475
Spread Near-Next	-0.8530
Volume (Lots)	260194
Open Interest	3280012
Change in OI (%)	-1.50%

USDINR - Outlook for the Day

The USDINR future witnessed flat opening at 84.14, which was followed by a session where price shows minimal buying lower level with candle enclosure near low. A small green candle has been formed by the USDINR price closed short-term moving averages. Price given break-down of its consolidating range. On the daily chart, the MACD showed a negative crossover above zero-line, while the momentum indicator, RSI trailing between 50-54 levels indicating negative impact. We are anticipating that the price of USDINR futures will fluctuate today between 84.16 and 84.20.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR NOV	84.0775	84.1050	84.1325	84.1850	84.2075	84.2250

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