



Daily Bullion Physical Market Report

Date: 22nd March 2023

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	59487	59188
Gold	995	59249	58951
Gold	916	54490	54216
Gold	750	44615	44391
Gold	585	34800	34625
Silver	999	68409	68499

*Rate as exclusive of GST as of 21st March 2023 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
21 st March 2023	59188	68499
20 th March 2023	59479	68472
17 th March 2023	58220	66773
16 th March 2023	58341	67311

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	JUN 23	1958.30	-41.40	-2.07
Silver(\$/oz)	MAY 23	22.43	-0.22	-0.98

ETF Holdings as on Previous Close

ETFs	Long	Short
SPDR Gold	921.08	6.36
iShares Silver	14,263.00	-24.30

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1965.95
Gold London PM Fix(\$/oz)	1952.50
Silver London Fix(\$/oz)	22.47

Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	APR. 23	1942
Gold Quanto	APR. 23	58599
Silver(\$/oz)	MAY. 23	22.48

Gold Ratio

Description	LTP
Gold Silver Ratio	87.33
Gold Crude Ratio	28.11

Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	140846	55484	85362
Silver	32134	35896	-3762

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	16096.72	-214.48	-1.33 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
21 st March 12:30 PM	Britain	CPI y/y	-	-	High
21 st March 06:00 PM	Europe	ECB President Lagarde Speaks	-	-	Medium
21 st March 11:30 PM	United States	FOMC Economic Projections	-	-	High
21 st March 11:30 PM	United States	FOMC Statement	-	-	High
21 st March 11:30 PM	United States	Federal Funds Rate	5.00 %	4.75 %	High
22 nd March 12:00 AM	United States	FOMC Press Conference	-	-	High



Nirmal Bang Securities - Daily Bullion News and Summary

❖ Gold dropped the most in six weeks while copper advanced as fears of a full-blown banking meltdown eased and attention turned to a Federal Reserve rate decision on Wednesday. Risk-on mood lifted US equities and sent bonds down with the yield on two-year Treasuries jumping after plunging last week. This weighed on non-interest yield bullion, which slid as much as 1.7% as traders unwound haven bids. With assurances from authorities about the stability of the financial system in the US, investors are now expecting Fed officials to warn that the inflation fight is far from done and further tightening is looming. The market sees a roughly 80% chance of a 25 basis point increase at the US bank's meeting this week. The woes at Credit Suisse Group AG and several regional US lenders has likely taken a bigger hike off the table and even spurred speculation the Fed may halt increases.

❖ Gold shipments from Europe's key refining hub rose to 183 tons last month from 138.8 tons in January as sales to China boomed, according to data on the website of Swiss Federal Customs Administration. Shipments to China climbed 122% to 58 tons Sales to Turkey declined 25% to 43.9 tons. Exports to India rose from 3.2 tons to 25.6 tons. Exports to the UK fell 18% to 3.4 tons. Sales to US more than doubled to 1.7 tons. Exports to Hong Kong fell 6.2% to 25.3 tons. Swiss gold imports slid 18% to 180.7 tons. Imports of Russian gold were 18.9 tons.

❖ The former head of the JPMorgan Chase & Co. precious-metals business and his top gold trader should get multiyear prison terms after they were convicted of spoofing the market for years, the US government said in a court filing. Michael Nowak, who ran the precious-metals desk, should get five years, and Gregg Smith, the top trader, should get six years, prosecutors said Tuesday in a sentencing memo to the federal judge in Chicago who presided over their trial. The recommendation was for longer terms than traders at other banks convicted of spoofing. Gregg Smith departs from federal court in Chicago in July 2022. The government said significant sentences are warranted because the two had spoofed for years and knew what they were doing was prohibited. At trial, prosecutors presented evidence that included detailed trading records, chat logs and testimony by former co-workers who "pulled back the curtain" on how Nowak and Smith moved precious-metals prices up and down for profit from 2008 to 2016. Both men "abused their senior positions on the desk to normalize their market manipulation and indoctrinate younger traders," prosecutors said. Nowak coached one young trader "to lie to JPMorgan's Compliance Department after" he'd been flagged for spoofing, and Nowak later pressured him "not to plead guilty and cooperate with the government's investigation," the government said.

❖ Gold is the best-performing major commodity this year and today's FOMC is unlikely to derail its ascent in the weeks ahead. The precious metal has been a beneficiary of the notion that the Fed is nearing an end to its hiking cycle, and more recently, the turmoil triggered by the banking sector's troubles. Central-bank purchasing, especially from Asia, has helped too. A steady-as-it goes hike of 25bps (the most likely outcome) coupled with softer language in the statement on the need for further increases would be a reasonably good outcome for bullion. A pause (not so likely despite the demise of SVB and others) would be awesome.

❖ The former owner of Silicon Valley Bank, seized earlier this month by regulators, will need to wait, possibly for several months, to know if it can get back about \$2 billion in cash it would need to repay bondholders and other creditors. SVB Financial Group won provisional court approval Tuesday to spend only a fraction of the cash the company claims federal regulators must return. What happens with the rest of the money will need to be decided in the coming months, with lawyers for bondholders owed more than \$3.3 billion saying they are concerned that the Federal Deposit Insurance Corp. will try to keep the cash. The FDIC's decision to lock down the \$2 billion "creates jeopardy" in the bankruptcy case, said Tom Lauria, a lawyer representing a large bondholder, Appaloosa LP. "It seems to be a more urgent issue than a latent one in the context of this case," Lauria told US Bankruptcy Judge Martin Glenn during a hearing in federal court in Manhattan. Under FDIC receivership rules it can take months for the agency to decide whether the money will be returned and then years if that decision is appealed, lawyers said during the hearing. The claims process could be resolved "sometime in the next century," Glenn joked.

❖ **Fundamental Outlook:** Gold and silver prices are trading flat today on international bourses. We expect precious metals prices on Indian bourses to trade range-bound to slightly lower for the day. We recommend sell on rise in gold and silver in intra-day trading sessions, as gold prices steadied in Asia before a Federal Reserve rate decision after dropping 2.5% over the previous two sessions amid a return to risk assets as worries over banking crises eased.

Key Market Levels for the Day

Time	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	April	1875	1899	1920	1950	1975	2000
Silver – COMEX	May	21.75	22.00	22.20	22.40	22.60	22.85
Gold – MCX	April	58000	58200	58500	58650	58900	59200
Silver – MCX	May	67000	67500	68100	68800	69300	70000



Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
103.26	-0.03	-0.02

Bond Yield

10 YR Bonds	LTP	Change
United States	3.6094	0.1247
Europe	2.2880	0.1680
Japan	0.2500	0.0000
India	7.3340	0.0080

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.2431	0.0052
South Korea Won	1311.15	0.6500
Russia Rubble	77.2276	0.4937
Chinese Yuan	6.8793	0.0023
Vietnam Dong	23584	-3
Mexican Peso	18.5967	-0.241

NSE Currency Market Watch

Currency	LTP	Change
NDF	82.92	-0.03
USDINR	82.675	0.055
JPYINR	62.555	-0.4275
GBPINR	101.205	0.3175
EURINR	88.945	0.5675
USDJPY	132.16	0.96
GBPUSD	1.2242	0.0036
EURUSD	1.0762	0.0062

Market Summary and News

❖ A digital euro has a key role to play in safeguarding European payment autonomy, according to European Central Bank President Christine Lagarde. She warned that it's very unhealthy to rely on a single source for critical aspects of daily life. This was highlighted by Russia's decision to weaponize energy supply following its invasion of Ukraine. "When you look at your wallet and you look at your telephone and see the applications that you use for payments or the cards that you use for payment, you very soon realize that those means of payments are not necessarily European," she told a virtual panel on central-bank digital currencies hosted by the Bank for International Settlements. "So we just have to be careful," she added. "Some people will call it sovereign autonomy; I prefer to call it resilience because that's really what it is." The European Commission, the EU's executive arm, has said it will make proposals for a legal framework for a digital euro by the end of June. A final decision on whether to go ahead with it will come later.

❖ AUD/JPY is likely to have a downward bias in the reaction zone after the Fed decision later Wednesday. The Fed is walking a thin line, but it will be very tough to maintain a risk-positive mood in the aftermath of the policy decision. In that fallout zone, macro hedgers are likely to push for a weaker Aussie-yen. The Aussie will be undermined in the near term as the RBA has opened the door to a pause in its hiking cycle, which may soon turn into an easing posture if local inflation pressures continue to moderate. Meanwhile, the yen has yet to fully price in a tighter BOJ policy after the shunto wage settlement that could result in the fastest salary growth since the 1990s when the final increases are calculated. Option pricing is no hindrance to AUD/JPY bears as implied volatility has slipped back toward the middle of its 12-month range. The pivot line for AUD/JPY is 87.0, below which momentum Aussie longs built up since December may switch into capitulation mode.

❖ The greenback fluctuated in a narrow range as a two-day Federal Reserve meeting began Tuesday with a policy decision Wednesday. The euro tracked gains in European bank stocks as industry health concerns eased, while higher yields weighed on the yen. The Bloomberg Dollar Spot Index was little changed, after rising and falling as much as 0.2%. Short-end Treasuries underperformed, with two-year yields rising 19 basis points to 4.17%. US data showed a 15% jump in home sales in February. Dollar movements come amid a jump in corporate activity and Swiss franc flows in the aftermath of an announced UBS purchase of Credit Suisse and as a Swiss National Bank meeting approaches. Gold fell 2.2%, most since Feb. 3. Treasury Secretary Janet Yellen said on Tuesday the US government could repeat the drastic actions it took recently to protect bank depositors if smaller lenders are threatened. Market calm was further restored by limited takeup in daily dollar funding operations from the European Central Bank and the Bank of England, introduced to ease strains in the global financial system. "The recent performance of the euro continues to remain tightly linked to European bank equities," MUFG currency analyst Lee Hardman wrote in a note to clients. "The euro could strengthen further against the US dollar in the week ahead if the Fed proves more sensitive to US banking sector strains and decides to delay further hikes until the situation calms down." Focus is on the outcome of the Fed's rate decision, with swaps pricing around an 80% chance of a 25-basis-point hike at Wednesday's meeting.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	82.2075	82.3075	82.4050	82.6025	82.7025	82.8550



Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View	
Open	59594
High	59705
Low	58534
Close	58579
Value Change	-927
% Change	-1.56
Spread Near-Next	542
Volume (Lots)	8269
Open Interest	7960
Change in OI (%)	-7.50%

Gold - Outlook for the Day

Gold prices has seen a sharp rally in the recent past and likely to witness some more profit takings; so try to sell on rise around \$ 1955-1965 for the target of \$ 1920-1910.

SELL GOLD APRIL (MCX) AT 58900 SL 59200 TARGET 58350/58200

Silver Market Update



Market View	
Open	69008
High	69260
Low	68127
Close	68394
Value Change	-444
% Change	-0.64
Spread Near-Next	946
Volume (Lots)	13875
Open Interest	12523
Change in OI (%)	-2.56%

Silver - Outlook for the Day

Silver facing strong resistance around \$ 22.80-22.90; try to sell around \$ 22.55-22.65 for target of \$ 22.10-19.95.

SELL SILVER MAY (MCX) AT 68800 SL 69300 TARGET 68000/67500



Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View	
Open	82.64
High	82.75
Low	82.4875
Close	82.62
Value Change	0.005
% Change	0.01
Spread Near-Next	0.205
Volume (Lots)	2490528
Open Interest	2276075
Change in OI (%)	-2.93%

USDINR - Outlook for the Day

The 20-day exponential moving average was sustain today by the USDINR March futures closing price. The USDINR price developed a doji candlestick pattern. The pair taken support of 20-days EMA placed at 82.59. The MACD has given crossover above zero-line. The momentum indicator RSI is trailing between 50 to 55 on the daily chart.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR March	82.3050	82.4025	82.5050	82.7575	82.8525	82.9550



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**India Bullion and
Jewellers Associations Ltd.
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Nirmal Bang Securities – Commodity Research Team

Name	Designation	Email
Kunal Shah	Head of Research	kunal.shah@nirmalbang.com
Devidas Rajadhikary	AVP Commodity Research	devidas.rajadhikary@nirmalbang.com
Harshal Mehta	AVP Commodity Research	harshal.mehta@nirmalbang.com
Ravi D'souza	Sr. Research Analyst	ravi.dsouza@nirmalbang.com
Smit Bhayani	Research Associate	smit.bhayani@nirmalbang.com
Utkarsh Dubey	Currency Research Associate	Utkarsh.dubey@nirmalbang.com

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**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**