

## Daily Bullion Physical Market Report

Date: 14<sup>th</sup> October 2024

### Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	75600	75623
Gold	995	75297	75320
Gold	916	69250	69271
Gold	750	56700	56717
Gold	585	44226	44240
Silver	999	89917	89963

Rate as exclusive of GST as of 11<sup>th</sup> October 2024 Gold is Rs/10 Gm & Silver in Rs/Kg

### Gold and Silver 999 Watch

Date	GOLD*	SILVER*
11 <sup>th</sup> October 2024	75623	88353
10 <sup>th</sup> October 2024	74838	88353
09 <sup>th</sup> October 2024	75009	88661
08 <sup>th</sup> October 2024	75726	90412

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

### COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	DEC 24	2676.30	13.30	0.51
Silver(\$/oz)	DEC 24	31.76	0.57	1.86

### ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	876.26	0.00
iShares Silver	14,634.81	-28.37

### Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2637.05
Gold London PM Fix(\$/oz)	2648.80
Silver London Fix(\$/oz)	31.20

### Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	DEC 24	2673.4
Gold Quanto	DEC 24	76327
Silver(\$/oz)	DEC 24	31.77

### Gold Ratio

Description	LTP
Gold Silver Ratio	84.28
Gold Crude Ratio	35.42

### Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	244756	18473	226283
Silver	48044	13300	34744

### MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	18710.65	266.42	1.42 %

### Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
14 <sup>th</sup> October 06:00 PM	United States	Holiday – In observance of Columbus Day	-	-	Low
14 <sup>th</sup> October 06:30 PM	United States	FOMC Member Kashkari Speaks	-	-	Low
15 <sup>th</sup> October 12:30 AM	United States	FOMC Member Waller Speaks	-	-	Medium
15 <sup>th</sup> October 02:30 AM	United States	FOMC Member Kashkari Speaks	-	-	Low

## Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold erased a weekly decline on Friday as traders assessed the latest US data and their bets on the size of the Federal Reserve's expected interest rate cuts for the rest of the year. A measure of prices paid to US producers was unchanged in September, restrained by declines in gasoline, suggesting further progress toward tamer inflation. Consumer sentiment unexpectedly fell for the first time in three months as lingering frustration with a high cost of living offset more sanguine views of the job market. The readings added to a batch of mixed US economic data this week, with bond traders becoming less convinced that the US central bank will need to deploy further monetary easing this year. Traders are pricing in roughly 20% odds that the Fed holds rates steady in either November or December. Lower interest rates typically benefit gold, as the metal doesn't pay interest. However, Fed policymakers John Williams, Austan Goolsbee and Thomas Barkin were unfazed by a higher-than-forecast September inflation report on Thursday, suggesting officials can continue lowering rates. The precious metal is up more than 25% this year, with rate-cut optimism fueling recent gains. Strong central bank purchases and heightened geopolitical tensions have also supported gold. Hostilities in the Middle East have intensified, stoking haven demand, with investors on edge as Israel plans its retaliation against Iran.

□ Money managers have decreased their bullish gold bets by 22,677 net-long positions to 226,283, weekly CFTC data on futures and options show. The net-long position was the least bullish in eight weeks. Long-only positions fell 22,721 lots to 244,756 in the week ending Oct. 8. The long-only total was the lowest in five weeks. Short-only positions fell 44 lots to 18,473. The short-only total was the lowest in five weeks. Money managers have decreased their bullish silver bets by 3,635 net-long positions to 34,744, weekly CFTC data on futures and options show. The net-long position was the least bullish in four weeks. Long-only positions fell 5,044 lots to 48,044 in the week ending Oct. 8. The long-only total was the lowest in four weeks. Short-only positions fell 1,409 lots to 13,300.

□ Exchange-traded funds cut 87,060 troy ounces of gold from their holdings in the last trading session, bringing this year's net sales to 2.15 million ounces, according to data compiled by Bloomberg. This was the third straight day of declines. The sales were equivalent to \$228.9 million at yesterday's spot price. Total gold held by ETFs fell 2.5 percent this year to 83.4 million ounces. Gold advanced 27 percent this year to \$2,629.74 an ounce and by 0.8 percent in the latest session. State Street's SPDR Gold Shares, the biggest precious-metals ETF, maintained its holdings in the last session. The fund's total of 28.2 million ounces has a market value of \$74.1 billion. ETFs also cut 528,570 troy ounces of silver from their holdings in the last trading session, bringing this year's net purchases to 28.9 million ounces.

□ Federal Reserve Bank of Dallas President Lorie Logan stuck by her view; that interest rates should move at a slow pace to a more normal level. While she described the economy as "strong and stable," Logan also pointed to "meaningful" risks ahead. "It's really important to look ahead as we chart this path toward neutral, and that we do so in a very gradual way to balance the risks that we have," she said Friday at a conference hosted by the Federal Home Loan Bank of Dallas. Policymakers last month lowered rates by a larger-than-normal 50 basis points amid signs of weakening in the labor market and as inflation cooled toward the Fed's 2% target. The neutral level is one where interest rates neither weigh on nor stimulate the economy. Logan's remarks on the economy and monetary policy echo ones earlier in the week, when she said there are still upside risks to inflation. Data released Thursday showed underlying inflation rose more than forecast in September. The so-called core consumer price index — which excludes food and energy costs — increased 0.3% for a second month, disrupting a string of lower readings. The three-month annualized rate advanced 3.1%, the most since May, according to Bloomberg calculations. "The recent data that we've been seeing on inflation has been very welcome," Logan said, referring to the longer-run trend. "The progress has been very broad based." A handful of Fed officials, including New York Fed President John Williams, mostly shrugged off the CPI data and signaled they support continued rate reductions. Atlanta Fed President Raphael Bostic, however, said he'd be open to skipping a cut at one of the Fed's two remaining meetings this year. On Friday, Logan also said banks should make sure they have diverse sources of funding and emphasized that the Fed's emergency lending facility, the discount window, should be part of that.

**Fundamental Outlook:** Gold and silver prices are trading slightly lower today on the international bourses. We expect gold and silver prices to trade range-bound to marginally lower for the day; as gold prices slipped, with traders assessing an increasingly uncertain outlook for the Federal Reserve's interest-rate cutting path following a week of choppy US economic data.

### Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	2620	2655	2680	2700	2725	2740
Silver – COMEX	December	31.00	31.20	31.45	31.65	32.00	32.20
Gold – MCX	December	75500	75700	76000	76300	76650	76850
Silver – MCX	December	88700	89200	91000	91850	92300	93000



## Nirmal Bang Securities - Daily Currency Market Update

### Dollar Index

LTP/Close	Change	% Change
102.89	0.06	0.06

### Bond Yield

10 YR Bonds	LTP	Change
United States	4.1003	0.0394
Europe	2.2650	0.0090
Japan	0.9520	-0.0080
India	6.7920	0.0150

### Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.611	0.0275
South Korea Won	1350.95	-3.0500
Russia Rubble	95.8044	-1.0206
Chinese Yuan	7.0668	-0.0097
Vietnam Dong	24815	-30.0000
Mexican Peso	19.2802	-0.1800

### NSE Currency Market Watch

Currency	LTP	Change
NDF	84.24	0.1500
USDINR	84.1475	0.1100
JPYINR	56.5975	0.0575
GBPINR	109.9	0.0475
EURINR	92.095	0.0850
USDJPY	148.48	-0.1800
GBPUSD	1.3071	-0.0010
EURUSD	1.0931	-0.0039

### Market Summary and News

□ The Indian rupee fell past 84 per dollar level for the first time amid foreign outflows from stocks and bonds, and as a less hawkish central bank piled pressure on the currency. USD/INR rose 0.1% to close at 84.0712 after climbing to as high as 84.0975 intraday. Offshore investors have sold \$5.7 billion from stocks in the month, while bonds have seen \$125 million of outflows, according to data compiled by Bloomberg. The continuous foreign outflows from Indian markets has intensified as capital shifts toward China in response to their recent stimulus announcements, says Amit Pabari, managing director at CR Forex. "However, with the RBI's intervention anticipated, backed by record-high reserves and the 84.10 level serving as a strong resistance, a pullback below 84 could materialize once FII outflows subside." "Notably, USDINR forward premiums have also declined as Fed rate-cut expectations diminish, even though the spot rate has risen." 10-year yields rose 2bps to 6.79%, down 4bps on the week, the most since the Sept. 14 week. The RBI changed its monetary policy stance to neutral this week. India Sold INR200M in Secondary Market in Oct. 6 Week: RBI.

□ The dollar gauge heads into a second week of gains as traders are pricing in a slower pace of interest-rate cuts by the Federal Reserve. On the day, the yen was the worst performer followed by the Canadian dollar. Bloomberg Dollar Spot Index was trading 0.1% lower, following a flat reading of prices paid to US producers. Two-week gain for the index was about 2%. USD/CAD rose 0.2% to 1.3763 after Canada's unemployment rate unexpectedly fell as job gains beat expectations. This is bolstering the Bank of Canada's case for gradual rate cuts and raising hopes of a soft landing; policymakers meet Oct. 23 to decide on rates. "We think today's data points to a labor market that remains weak, which should continue to weigh on inflation over the coming months," analysts at Monex wrote in a note. "The strength of headline readings is also likely to rule out a 50bp move from the BOC in the immediate future, given the unfavorable optics." Investors are waiting for China's weekend fiscal briefing to get details on further stimulus measures. China may deploy as much as 2 trillion yuan (\$283 billion) in fresh fiscal stimulus, according to a Bloomberg survey. USD/JPY climbs 0.4% to 149.12. EUR/USD unchanged at 1.0939. France's new deficit target appears "too optimistic" and may lead to rating risks, though that seems to already be in bond prices, according to Citigroup. GBP/USD rose 0.1% to 1.3072; data showed the UK economy returned to growth in August. AUD/USD advanced 0.3% to 0.6757, on track for a weekly drop of 0.6%.

□ Emerging-market currencies edged up on Friday as traders look for signs of further China stimulus ahead of a highly anticipated briefing from Beijing tomorrow. Brazilian assets were crushed amid renewed fiscal worries. Developing-world assets posted weekly losses after optimism over measures to boost the Chinese economy waned. Chinese stocks witnessed the greatest volatility since their meltdown in 2015, capping almost \$500 billion of combined losses in mainland and Hong Kong markets, as investors demanded even more stimulus than authorities have already pledged. NOTE: Investors and analysts are expecting China to deploy as much as 2 trillion yuan (\$283 billion) in fresh fiscal stimulus on Saturday as it seeks to shore up the world's second-biggest economy and boost confidence. An index of EM currencies rose for the first time in nine days, ending its longest losing streak since April 2022. South African rand and Mexican peso were among the best performers, while Brazil's real slumped as much as 1.2% on further worries about the nation's fiscal policy. Brazilian President Luiz Inacio Lula da Silva said he wants to exempt workers with salaries up to 5,000 reais (\$893) from income taxes, and hinted at even higher exemptions in the future. EM stocks trimmed weekly declines. EM equities will be boosted by stimulus measures in China thanks to the country's large weightings in indexes and close economic ties with other developing countries, veteran investor Mark Mobius and Goldman Sachs strategists said.

### Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	83.9150	83.9625	84.0175	84.1225	84.1825	84.2275

**Nirmal Bang Securities - Bullion Technical Market Update**

**Gold Market Update**



Market View	
Open	75660
High	76350
Low	75660
Close	76307
Value Change	1010
% Change	1.34
Spread Near-Next	468
Volume (Lots)	6228
Open Interest	14566
Change in OI (%)	3.28%

**Gold - Outlook for the Day**

**BUY GOLD DEC (MCX) AT 76000 SL 75700 TARGET 76400/76650**

**Silver Market Update**



Market View	
Open	90592
High	91885
Low	90526
Close	91690
Value Change	1386
% Change	1.53
Spread Near-Next	2387
Volume (Lots)	15367
Open Interest	26873
Change in OI (%)	-4.22%

**Silver - Outlook for the Day**

**BUY SILVER DEC (MCX) AT 91000 SL 89200 TARGET 91850/92300**

**Nirmal Bang Securities - Currency Technical Market Update**

**USDINR Market Update**



Market View	
Open	84.0325
High	84.1700
Low	84.0225
Close	84.1475
Value Change	0.1100
% Change	0.1309
Spread Near-Next	-0.8205
Volume (Lots)	695075
Open Interest	2681077
Change in OI (%)	3.64%

**USDINR - Outlook for the Day**

The USDINR future witnessed flat opening at 84.01, which was followed by a session where price shows strong buying from lower level with candle enclosure near high. A long green candle has been formed by the USDINR price with positive cross-over of short-term moving averages. On the daily chart, the MACD showed a positive crossover below zero-line, while the momentum indicator, RSI crosses 60 levels shows positive indication. We are anticipating that the price of USDINR futures will fluctuate today between 84.09 and 84.22.

**Key Market Levels for the Day**

	S3	S2	S1	R1	R2	R3
USDINR OCT	84.0175	84.0550	84.1025	84.2050	84.2575	84.3050



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