

Daily Bullion Physical Market Report

Date: 25th October 2024

Daily India Spot Market Rates

| Description | Purity | AM | PM |
|-------------|--------|-------|-------|
| Gold | 999 | 78161 | 78246 |
| Gold | 995 | 77848 | 77933 |
| Gold | 916 | 71596 | 71673 |
| Gold | 750 | 58621 | 58685 |
| Gold | 585 | 45724 | 45774 |
| Silver | 999 | 97420 | 97493 |

Rate as exclusive of GST as of 24th October 2024 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

| Date | GOLD* | SILVER* |
|-------------------------------|-------|---------|
| 24 th October 2024 | 78246 | 97493 |
| 23 rd October 2024 | 78692 | 98862 |
| 22 nd October 2024 | 78251 | 98372 |
| 21 st October 2024 | 78214 | 97254 |

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

COMEX Futures Watch

| Description | Contract | Close | Change | %Chg |
|---------------|----------|---------|--------|-------|
| Gold(\$/oz) | DEC 24 | 2748.90 | 19.50 | 0.71 |
| Silver(\$/oz) | DEC 24 | 33.80 | -0.04 | -0.13 |

ETF Holdings as on Previous Close

| ETFs | In Tonnes | Net Change |
|----------------|-----------|------------|
| SPDR Gold | 893.80 | -1.44 |
| iShares Silver | 14,841.87 | -21.27 |

Gold and Silver Fix

| Description | LTP |
|---------------------------|---------|
| Gold London AM Fix(\$/oz) | 2740.00 |
| Gold London PM Fix(\$/oz) | 2732.00 |
| Silver London Fix(\$/oz) | 34.14 |

Bullion Futures DGCX

| Description | Contract | LTP |
|---------------|----------|--------|
| Gold(\$/oz) | DEC 24 | 2748.4 |
| Gold Quanto | DEC 24 | 78347 |
| Silver(\$/oz) | DEC 24 | 33.82 |

Gold Ratio

| Description | LTP |
|-------------------|-------|
| Gold Silver Ratio | 81.34 |
| Gold Crude Ratio | 39.16 |

Weekly CFTC Positions

| | Long | Short | Net |
|-------------|--------|-------|--------|
| Gold(\$/oz) | 253640 | 18356 | 235284 |
| Silver | 48058 | 12526 | 35532 |

MCX Indices

| Index | Close | Net Change | % Chg |
|---------------------|----------|------------|--------|
| MCX iCOMDEX Bullion | 19542.42 | 97.21 | 0.50 % |

Macro-Economic Indicators

| Time | Country | Event | Forecast | Previous | Impact |
|-----------------------|---------------|------------------------------------|----------|----------|--------|
| 25th October 06:00 PM | United States | Core Durable Goods Orders m/m | -0.1% | 0.5% | Medium |
| 25th October 06:00 PM | United States | Durable Goods Orders m/m | -1.1% | 0.0% | Medium |
| 25th October 07:30 PM | United States | Revised UoM Consumer Sentiment | 69.2 | 68.9 | Medium |
| 25th October 07:30 PM | United States | Revised UoM Inflation Expectations | - | 2.9% | Low |
| 25th October 08:30 PM | United States | FOMC Member Collins Speaks | - | - | Low |

Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold pared gains after latest data pointed to economic resilience in the US, reinforcing bets that the Federal Reserve may take a measured approach to monetary easing. Rising yields and higher borrowing costs tend to weigh on gold, as the metal doesn't pay interest. Gold gained 0.3% at \$2,723.98 after earlier rising by as much as 1%. The Bloomberg Dollar Spot Index was down 0.1%. Silver slid while platinum advanced and Palladium surged as much as 9.5% after the US asked the Group of Seven allies to consider sanctions on Russian exports of the precious metal. The Biden administration floated the potential restrictions at a meeting of G-7 finance officials in Washington this week as it mulls fresh ways to squeeze President Vladimir Putin's war efforts.

□ Gold prices are at record highs. But disappointing results at the world's largest miner of the yellow metal signals companies may be struggling to capitalize on sizzling demand. Newmont Corp. shares plunged the most in more than 25 years, tumbling 15% after the Denver-based company posted earnings, revenue and profit margins that fell short of analysts' estimates in the third quarter, dragged down by higher costs for labor, diesel and other operating expenses. Top rivals Barrick Gold Corp. and Agnico Eagle Mines Ltd. also saw their shares drop. Analysts had high hopes for the industry, with gold among the best-performing commodities this year, surging more than 30% on the outlook for lower interest rates and geopolitical turmoil. But Newmont's results revealed that big gold producers are still wrestling with inflationary pressures, especially regarding labor costs, that have lasted longer than expected. "There's a potential read-through here, assuming Newmont's takeaways are accurate, that this is a risk factor for the industry," said Josh Wolfson, a mining analyst with Royal Bank of Canada. Newmont earned 80 cents a share, well short of the average estimate of 89 cents among analysts surveyed by Bloomberg. Revenue of \$4.61 billion also trailed estimates, as did its gross profit margin, which slipped below 50%. The company said it spent more to dig up the precious metal at its mines in Australia, Canada, Peru and Papua New Guinea than in the previous quarter. Capital expenses rose 10% due to expansion projects in Australia and Argentina, while some of the company's highest expenses came from major assets it picked up through last year's \$15 billion takeover of Newcrest Mining Ltd. Some of those cost issues are specific to the company, and not necessarily indicative of a broader industry trend. Newmont is undertaking costly maintenance work at its Lihir mine in Papua New Guinea — a notoriously complex operation in a remote region — and it spent more to re-start its Cerro Negro mine in Argentina after operations were paused due to the deaths of two workers in April. But the company's growing costs for workers could signal trouble across the industry.

□ Federal Reserve Bank of Cleveland President Beth Hammack said that while progress on lowering inflation had resumed in recent months, officials aren't yet ready to declare their mission accomplished. "We have made good progress, but inflation is still running above the FOMC's 2% objective," Hammack said Thursday, referring to the rate-setting Federal Open Market Committee. "The pandemic and its aftermath have been a reminder that differing movements across the components of inflation can have important implications for the path of aggregate inflation." Speaking at a conference hosted by the Cleveland Fed's Center for Inflation Research, Hammack delivered her first extended public remarks on the economy since becoming a policymaker in August. She pointed to several factors that could continue to put upward pressure on prices. Geopolitical events could cause energy prices, which had recently declined, to "rapidly reverse course," she said. Hammack also said that while housing services inflation had come down, research from the Cleveland Fed suggests it could remain elevated as existing tenants face gradual rent increases. The Cleveland Fed president said that while the central bank's progress on inflation had not moved in a "straight line," officials have been able to cool price growth while maintaining notable strength in the labor market and the economy overall. Hammack didn't comment on how quickly or how far the Fed should lower interest rates. Policymakers cut interest rates by a larger-than-usual half percentage point at their meeting last month, lowering rates for the first time since the onset of the pandemic, as the labor market showed signs of weakness and inflation approached the Fed's 2% goal. Several policymakers have recently indicated they favor slower or more gradual rate cuts in the coming months.

□ European Central Bank Governing Council member Pierre Wunsch said it's far too early to start considering a half-point interest-rate reduction in December. In an interview on Bloomberg Television's "Balance of Power" on Thursday, the Belgian central-bank-chief said that while the euro-zone is showing signs of weakening, officials must still await further inflation data and watch how the economy develops before coming to any conclusions. "I don't see why we should have discussion on a 50 basis point in December," Wunsch said. "I think really it's premature." Money-market trading earlier on Thursday went back and forth on whether to price in a half-point cut as policymakers wrangled over the pace and extent of easing amid a faster-than-expected inflation retreat and an economy that's flirting with recession. The Belgian has long been one of the ECB's more hawkish officials. Speaking at the sidelines of the International Monetary Fund annual meetings in Washington, he said that the slowdown consumer price-growth shouldn't be exaggerated. "I would not over-dramatize inflation falling to 1.8% or 1.7% honestly, we've been way above 2% for a while," Wunsch said. "To the extent that it would be imported inflation which is low, that's a completely different scenario than domestic inflation being close to or below target — which is not the case today." The tone of his comments chimed partly with those of ECB President Christine Lagarde, who said this week that the direction for rates is "clear" — down — but that the speed must be determined as new data come in.

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 higher for the day; as gold prices headed for a third weekly gain, buoyed by haven demand on the looming US election and hostilities in the Middle East.

Key Market Levels for the Day

| Bullion | Month | S3 | S2 | S1 | R1 | R2 | R3 |
|----------------|----------|-------|-------|-------|-------|-------|-------|
| Gold – COMEX | December | 2680 | 2710 | 2730 | 2755 | 2775 | 2800 |
| Silver – COMEX | December | 33.25 | 33.45 | 33.70 | 34.00 | 34.35 | 34.50 |
| Gold – MCX | December | 77700 | 77900 | 78200 | 78400 | 78650 | 78850 |
| Silver – MCX | December | 94500 | 95500 | 96200 | 97000 | 97800 | 98800 |

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

| LTP/Close | Change | % Change |
|-----------|--------|----------|
| 104.06 | -0.37 | -0.36 |

Bond Yield

| 10 YR Bonds | LTP | Change |
|---------------|--------|---------|
| United States | 4.2118 | -0.0339 |
| Europe | 2.2650 | -0.0380 |
| Japan | 0.9640 | -0.0190 |
| India | 6.8200 | 0.0010 |

Emerging Market Currency

| Currency | LTP | Change |
|-----------------|---------|----------|
| Brazil Real | 5.6646 | -0.0238 |
| South Korea Won | 1380.55 | -1.7500 |
| Russia Rubble | 96.1875 | 0.1625 |
| Chinese Yuan | 7.1199 | -0.0103 |
| Vietnam Dong | 25398 | -12.0000 |
| Mexican Peso | 19.8092 | -0.0387 |

NSE Currency Market Watch

| Currency | LTP | Change |
|----------|----------|---------|
| NDF | 84.18 | 0.0000 |
| USDINR | 84.0825 | -0.0100 |
| JPYINR | 55.215 | 0.0200 |
| GBPINR | 109.1125 | 0.0275 |
| EURINR | 90.925 | 0.1475 |
| USDJPY | 151.82 | -0.9900 |
| GBPUSD | 1.2995 | 0.0026 |
| EURUSD | 1.0798 | 0.0017 |

Market Summary and News

□ Indian bonds that are eligible for index inclusion are headed for a third week of outflows. The rupee is little changed. Fully accessible route bonds have seen nearly 40b rupees of outflows so far this week, as per Clearing Corp of India data. USD/INR little changed at 84.0762; 10-year yields steady at 6.82%. India's rate-setters remain vigilant on inflation as risks from geopolitical tensions and volatile food prices continue to linger, the minutes showed Wednesday. India's economic activity regained momentum in October, driven by an uptick in manufacturing and services sectors, a flash survey by HSBC Holdings Plc showed. The manufacturing purchasing managers' index improved to 57.4 in October from 56.5 in the previous month, the first jump since June. The services purchasing managers' index rose to 57.9 from 57.7 in the previous month, while the composite index grew to 58.6 from 58.3 in September. Minutes indicate MPC remains constructive on domestic growth and is waiting inflation to fall sustainably to 4% CPI target, according to Rahul Bajoria, Indian and ASEAN economist at BofA Securities. Among the new members, Kumar was dovish; Bhattacharya was neutral, while Singh was hawkish. Remain inclined to expect a rate cut in December, subject to volatile price shocks beginning to ease.

□ A Bloomberg gauge of the US dollar fell alongside Treasury yields, paring gains seen over the previous three sessions. The euro extended an advance seen after a slate of mixed PMI figures while the yen led Group-of-10 gains. Bloomberg Dollar Spot Index down 0.2% following a 0.2% rise on Wednesday. US 10-year yield falls around 5.8bp to 4.19%. Earlier, report showed jobless claims unexpectedly dropped; Cleveland Fed's Beth Hammack said officials have more work to do on inflation. The euro advanced after conflicting German and French economic data; EUR/USD rises 0.4% to 1.0820. German PMI data beat estimates; French manufacturing confidence unexpectedly plummeted to a four-year low. The spread between implied and realized volatility over the two-week tenor, which captures the US election, hasn't been this high since April 2017; "The EUR is breathing a sigh of relief but it would take more evidence that the recovery is not faltering to shake the market's gloomy outlook," said Valentin Marinov, head of G-10 FX strategy at Credit Agricole CIB. USD/JPY drops 0.7% to 151.68, extending move seen after Japanese Finance Minister Katsunobu Kato warned over "one-sided, rapid moves" in FX after a G-20 meeting in Washington. It pares a more than 2% advance in the past three sessions; one-week risk reversals trade at 68 basis points, puts over calls, richer by some 17 basis points on the day. GBP/USD rises 0.4% to 1.2971, breaking above 100-DMA at 1.2966. Gilt yields rise on report Chancellor Rachel Reeves will give herself an extra £53 billion of borrowing headroom in next week's budget. Loonie underperforms G-10 peers; USD/CAD gains 0.1% to 1.3853 following Bank of Canada's half-point cut on Wednesday. "While data dependent, optionality remains open for another 50bp cut in December if inflation and growth are inline or lower (vs BOC forecasts)," wrote Phil Mesman, a portfolio manager and co-head fixed income at Picton Mahoney Asset Management, after the decision. "No reason to reduce to 25bps unless data comes in hot."

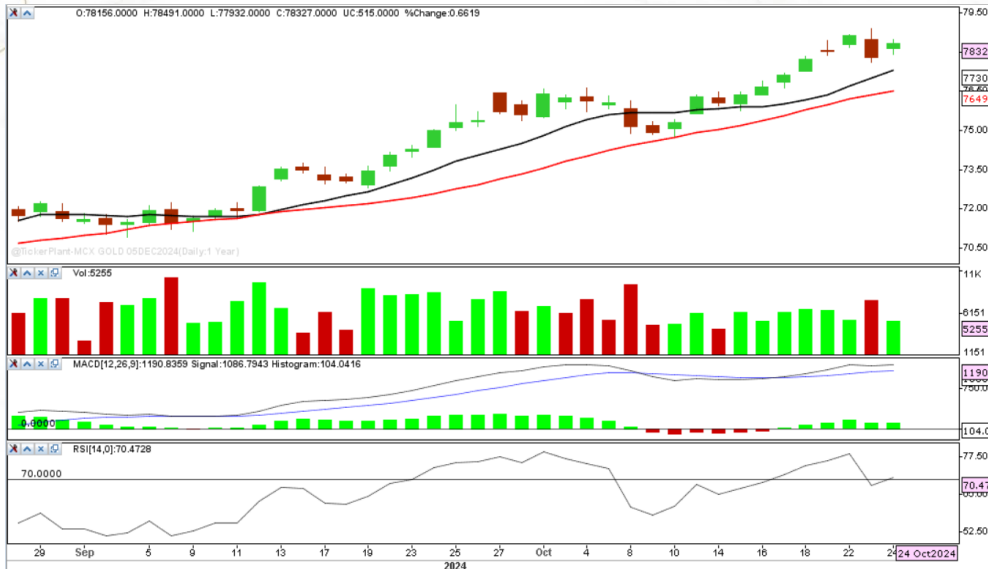
□ An index tracking emerging-market currencies rose for the first time this week, led by the South African rand and the Czech koruna. MSCI's EM FX index was up as much 0.2% as the dollar weakened and investors continued to calibrate US election bets. The dollar fell alongside Treasury yields, paring gains seen over the previous three sessions. Rand jumped as much as 0.8% to the dollar, outperforming EM peers together with the Czech koruna. The Thai baht posted the biggest loss in EM markets, down 0.5% against the greenback, after an automobile industry group said annual car production is expected to miss the 1.7 million targets. In Latin America, the Colombian peso was leading gains after slumping on Wednesday on fears around a new bill that would increase government transfers to the regions, risking fiscal sustainability. A prominent lawmaker behind the bill said congress is discussing ways to limit its fiscal cost. Brazil's real reversed losses after Finance Minister Fernando Haddad pledged fiscal responsibility. New applications for US unemployment benefits declined for a second week. The MSCI Emerging Markets Index was down for a fourth day, posting the longest losing streak in six weeks, as Chinese shares remained under pressure from concerns over whether stimulus measures will be enough to spur consumption and revive growth.

Key Market Levels for the Day

| | S3 | S2 | S1 | R1 | R2 | R3 |
|-------------|---------|---------|---------|---------|---------|---------|
| USDINR SPOT | 83.9950 | 84.0225 | 83.0575 | 84.0825 | 84.1225 | 84.1675 |

Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



| Market View | |
|------------------|-------|
| Open | 78156 |
| High | 78491 |
| Low | 77932 |
| Close | 78327 |
| Value Change | 515 |
| % Change | 0.66 |
| Spread Near-Next | 559 |
| Volume (Lots) | 5255 |
| Open Interest | 14709 |
| Change in OI (%) | 1.41% |

Gold - Outlook for the Day

BUY GOLD DEC (MCX) AT 77850 SL 77700 TARGET 78200/78350
SELL GOLD DEC (MCX) AT 78400 SL 78650 TARGET 78000/77800

Silver Market Update



| Market View | |
|------------------|--------|
| Open | 97451 |
| High | 98580 |
| Low | 96034 |
| Close | 97032 |
| Value Change | 72 |
| % Change | 0.07 |
| Spread Near-Next | 2456 |
| Volume (Lots) | 23596 |
| Open Interest | 23573 |
| Change in OI (%) | -2.31% |

Silver - Outlook for the Day

SELL SILVER DEC (MCX) AT 97800 SL 98800 TARGET 96700/96000
BUY SILVER DEC (MCX) AT 95500 SL 94500 TARGET 96500/97000

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



| Market View | |
|------------------|---------|
| Open | 84.0800 |
| High | 84.0850 |
| Low | 84.0700 |
| Close | 84.0825 |
| Value Change | -0.0100 |
| % Change | -0.0119 |
| Spread Near-Next | -0.7555 |
| Volume (Lots) | 457359 |
| Open Interest | 2037473 |
| Change in OI (%) | -4.28% |

USDINR - Outlook for the Day

The USDINR future witnessed flat opening at 84.18, which was followed by a session where price shows minimal buying from lower level with candle enclosure near high. A doji candle has been formed by the USDINR price closed around 10-days moving average placed at 83.18 levels. On the daily chart, the MACD showed a positive crossover below zero-line, while the momentum indicator, RSI trailing between 52-56 levels shows positive indication. We are anticipating that the price of USDINR futures will fluctuate today between 84.16 and 84.21.

Key Market Levels for the Day

| | S3 | S2 | S1 | R1 | R2 | R3 |
|------------|---------|---------|---------|---------|---------|---------|
| USDINR NOV | 84.1075 | 84.1350 | 84.1625 | 84.2050 | 84.2275 | 84.2450 |

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