

Daily Bullion Physical Market Report

Date: 29th October 2024

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	78505	78245
Gold	995	78191	77932
Gold	916	71911	71672
Gold	750	58879	58684
Gold	585	45925	45773
Silver	999	96552	96086

Rate as exclusive of GST as of 28th October 2024 Gold is Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	GOLD*	SILVER*
28 th October 2024	78245	96086
25 th October 2024	78015	95800
24 th October 2024	78246	97493
23 rd October 2024	78692	98862

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

COMEX Futures Watch

Description	Contract	Close	Change	%Chg
Gold(\$/oz)	DEC 24	2755.90	1.30	0.05
Silver(\$/oz)	DEC 24	34.00	0.22	0.66

ETF Holdings as on Previous Close

ETFs	In Tonnes	Net Change
SPDR Gold	889.78	-4.02
iShares Silver	14,873.07	-63.81

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	2730.40
Gold London PM Fix(\$/oz)	2741.80
Silver London Fix(\$/oz)	33.39

Bullion Futures DGCX

Description	Contract	LTP
Gold(\$/oz)	DEC 24	2754.7
Gold Quanto	DEC 24	78586
Silver(\$/oz)	DEC 24	33.72

Gold Ratio

Description	LTP
Gold Silver Ratio	81.05
Gold Crude Ratio	40.90

Weekly CFTC Positions

	Long	Short	Net
Gold(\$/oz)	257959	15870	242089
Silver	56726	9366	47360

MCX Indices

Index	Close	Net Change	% Chg
MCX iCOMDEX Bullion	19682.15	15.27	0.08 %

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
29th October 06:00 PM	United States	Goods Trade Balance	-96.1 B	-94.3 B	Low
29th October 06:00 PM	United States	Prelim Wholesale Inventories m/m	0.2%	0.1%	Low
29th October 06:30 PM	United States	S&P/CS Composite-20 HPI y/y	4.6%	5.9%	Medium
29th October 06:30 PM	United States	HPI m/m	0.2%	0.1%	Low
29th October 07:30 PM	United States	CB Consumer Confidence	99.2	98.7	High
29th October 07:30 PM	United States	JOLTS Job Openings	7.92 M	8.04 M	High

Nirmal Bang Securities - Daily Bullion News and Summary

□ Gold fell from near record highs on Monday after Israel's retaliatory strikes on Iran were more restrained than many expected, easing geopolitical risks that stoke demand for the haven asset. Israel's long-awaited assault on Iran avoided hitting the country's oil facilities, easing perceived risks and thereby pressuring demand for gold. US 10-year Treasury yields rose; a move that's often seen as bearish for gold, which doesn't pay interest. US inflation and payroll figures later this week should offer clues on the path forward for widely anticipated rate cuts by the Federal Reserve. There will also be focus on earnings reports by miners of precious metals, including No. 3 producer Agnico Eagle Mines Ltd. on Wednesday. Meanwhile, the countdown to the US presidential election continues. Gold has surged by more than 30% this year, peaking at an all-time high of \$2,758.49 last week. Expectations of Fed rate cuts, robust central bank buying and safe-haven demand amid ongoing conflicts in the Middle East and Ukraine have supported the metal. Money managers have also played their part, by raising net-long positions, and investors have been adding to exchange-traded fund holdings.

□ Exchange-traded funds added 3,631 troy ounces of gold to their holdings in the last trading session, bringing this year's net sales to 1.48 million ounces, according to data compiled by Bloomberg. The purchases were equivalent to \$9.98 million at the previous spot price. Total gold held by ETFs fell 1.7 percent this year to 84.1 million ounces. Gold advanced 33 percent this year to \$2,747.56 an ounce and by 0.4 percent in the latest session. State Street's SPDR Gold Shares, the biggest precious-metals ETF, pared its holdings by 129,320 ounces in the last session. The fund's total of 28.6 million ounces has a market value of \$78.6 billion. ETFs also added 2.6 million troy ounces of silver to their holdings in the last trading session, bringing this year's net purchases to 42.9 million ounces.

□ Money managers have increased their bullish gold bets by 6,805 net-long positions to 242,089, weekly CFTC data on futures and options show. The net-long position was the most bullish in three weeks. Long-only positions rose 4,319 lots to 257,959 in the week ending Oct. 22. The long-only total was the highest in three weeks. Short-only positions fell 2,486 lots to 15,870. The short-only total was the lowest in eight weeks. Money managers have increased their bullish silver bets by 11,828 net-long positions to 47,360, weekly CFTC data on futures and options show. The net-long position was the most bullish in more than two years. Long-only positions rose 8,668 lots to 56,726 in the week ending Oct. 22. The long-only total was the highest in four weeks. Short-only positions fell 3,160 lots to 9,366. The short-only total was the lowest in more than two months.

□ Gold demand in China — the world's biggest consumer — plunged by more than a fifth in the third quarter as record prices and a sluggish economy dented consumption, especially for jewelry. Total demand fell by 22% to 218 tons in the three months to September, according to Bloomberg calculations based on data from the China Gold Council on Monday. Jewelry consumption tumbled 29% to 130 tons, while for bars and coins there was a 9% drop to 69 tons. Gold prices have rallied by about a third this year, hitting a fresh peak last week, on increased purchases by central banks, as well as sustained haven demand from investors. That surge has made jewelry purchases much more expensive at a time when many Chinese consumers are already feeling the strain from a prolonged slowdown in the economy. Over the first three quarters, gold consumption fell by 11% to 742 tons, according to the council. Last month, non-monetary imports dropped to 97 tons, down 22% from a year ago, although they rose from August.

□ Gold will continue to rally if Donald Trump wins the White House, but it will retreat if Kamala Harris takes over, according to the latest MLIV Pulse survey. Gold is seen as a Trump trade to hedge against bear steepening, fellow blogger Edward Harrison pointed out last week. The precious metal was also picked as the best haven play in case of a Trump win in an earlier Pulse survey, outnumbering the US dollar two to one. On the other side of the equilibrium, respondents said Harris would put pressure on gold prices. Other results from the survey suggest she is seen as less inflationary. Survey-takers said a Big Mac would cost \$6.03 at the end of her term, compared to \$6.24 at the end of Trump's. Meanwhile, they see the 30-year mortgage rate declining more under a Harris administration than under Trump's. Strategist Simon White argued recently that it was the rising fear of ballooning fiscal deficits in developed markets that has been driving gold lately. Per Bloomberg Economics, Harris is seen as less of a fiscal risk than Trump.

Fundamental Outlook: Gold and silver prices are trading higher today on the international bourses. We expect gold and silver prices to trade higher for the day; as gold prices advanced toward a record as traders prepared for key data that will help to set the stage for the next Federal Reserve policy decision, while the countdown to the US presidential election continued.

Key Market Levels for the Day

Bullion	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	December	2710	2740	2760	2775	2800	2820
Silver – COMEX	December	33.45	33.75	34.00	34.30	34.55	34.80
Gold – MCX	December	78000	78200	78500	78800	79000	79300
Silver – MCX	December	95800	96500	97200	98000	98800	99500

Nirmal Bang Securities - Daily Currency Market Update

Dollar Index

LTP/Close	Change	% Change
104.32	0.06	0.06

Bond Yield

10 YR Bonds	LTP	Change
United States	4.2821	0.0422
Europe	2.2850	-0.0050
Japan	0.9810	0.0250
India	6.8650	0.0160

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.709	0.0012
South Korea Won	1384.15	-5.9500
Russia Rubble	97.7001	0.4500
Chinese Yuan	7.1293	0.0078
Vietnam Dong	25357	-19.0000
Mexican Peso	20.0444	0.0577

NSE Currency Market Watch

Currency	LTP	Change
NDF	84.17	0.0000
USDINR	84.075	-0.0150
JPYINR	54.57	-0.7800
GBPINR	109.135	-0.0325
EURINR	90.94	-0.0450
USDJPY	152.59	0.7400
GBPUSD	1.2989	0.0027
EURUSD	1.0833	0.0008

Market Summary and News

□ For all the weakness in the yen this year, history shows that Japan's currency is still in the running to be a surprise haven for investors seeking shelter from the US presidential election. Japan's currency has beaten the greenback, Swiss franc, gold, Treasuries and euro — among the most popular safe assets — ahead of past elections, data compiled by Bloomberg show. In the run-up to the Nov. 5 vote, the yen is again the top performer during periods of extreme market stress, according to a Bloomberg analysis of moves in haven assets and implied volatility of US stocks. The propensity of traders to turn to the yen when markets fluctuate wildly comes despite its status as the worst performing Group-of-10 currency this year. Former president Donald Trump has edged ahead of Democratic nominee Kamala Harris in betting markets, putting pressure on investors to game plan what a second Trump presidency would spell for assets everywhere. A clear outcome might not be reached until well after Election Day, a scenario that risks amplifying swings in every corner of markets and driving a search for safety. "The yen is the best haven out there into the US election," said Ales Koutny, the London-based head of international rates at Vanguard, the world's second-largest money manager. He sees potential for the yen to rise against the Swiss franc "as the rhetoric with tariffs in Europe is much higher than versus some of the friendly Asian countries." That's despite the uncertainty following Japan's own election on Oct. 27. The yen dropped as much as 1% after the country's ruling coalition failed to win a majority in parliament. The possibility of weeks of political wrangling before a new government is formed added to the intense selling pressure on the yen from the country's wide interest-rate differential with other major economies. Still, the yen has key strengths, investors say. Japan's record ¥3.02 trillion (\$20 billion) current-account surplus, deep yen liquidity and relatively low inflation all help make the world's third-most traded currency attractive as a store of value.

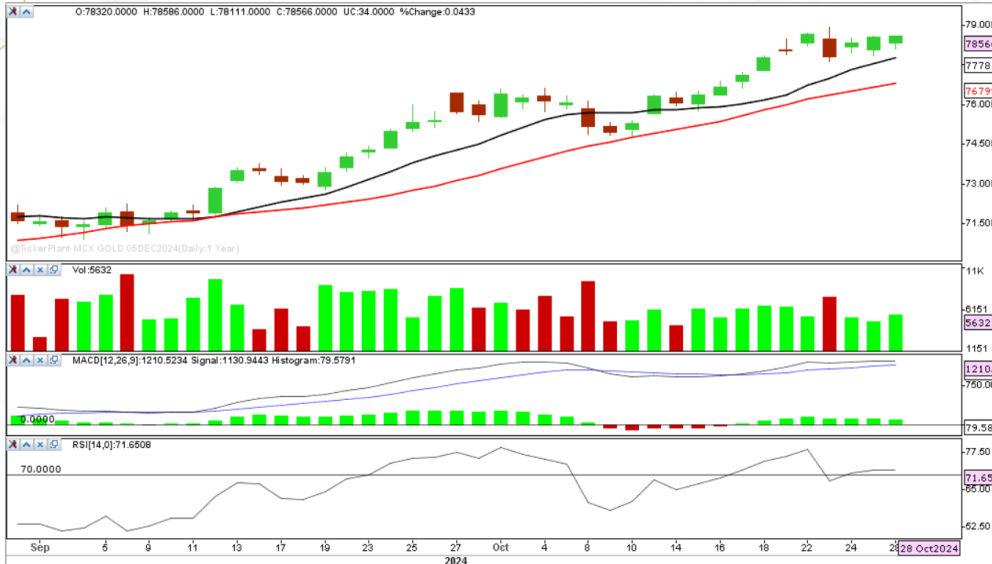
□ Indian bond yields rose with US Treasury yields on Monday, overlooking a slump in oil prices which helps ease inflationary pressure on the net fuel-importing nation. 10-year yields rise 1bp to 6.86%; 5-year yield also up 1bp to 6.78%; "The volatility in the Indian bond market is due to geopolitical tensions and global factors," says Umesh Tulsyan, managing director at Sovereign Global Markets in Delhi. However, the underlying fundamentals are bullish for sovereign debt, like demand outweighing supply for the papers going ahead. "Investors should stay invested in long-duration bonds of 20-years and above on the reason that interest rates will go down. The stance change by the RBI to neutral is a big indication that easing is coming." Do not see the RBI cutting rates in December, February is more likely. Foreigners have sold 28.4 billion rupees (\$338 million) of fully accessible route bonds in October, according to CCIL data as on Oct. 25. "We see the selloff pressure and volatility being sustained in the near-term with the US elections closing in, geopolitical tensions in West Asia and reallocation of funds amid China's stimulus measures," Morgan Stanley analysts Nimish Prabhune, Gek Teng Khoo write in a note. "Over the course of October, FPIs primarily reduced their stakes in the 2030/2033 FAR bonds while they increased positions modestly in the 2029/2034 bonds, indicating that the 5- to 10-year band remains favored in FPIs' investment strategies." USD/INR little changed at 84.0762. Expect USD/INR to resume its gradual move higher, after trading within a tight range following the break of 84, according to a Barclays note. The RBI has likely defended the topside, amid broader dollar strength, heavy foreign equity and debt outflows. Since early this month, the central bank's FX reserves have fallen to \$690b.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR SPOT	84.0350	84.0625	83.0975	84.0825	84.1125	84.1475

Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View	
Open	78320
High	78586
Low	78111
Close	78566
Value Change	34
% Change	0.04
Spread Near-Next	409
Volume (Lots)	5632
Open Interest	14197
Change in OI (%)	-3.28%

Gold - Outlook for the Day

BUY GOLD DEC (MCX) AT 78500 SL 78200 TARGET 78800/79000

Silver Market Update



Market View	
Open	96666
High	97920
Low	96100
Close	97424
Value Change	290
% Change	0.3
Spread Near-Next	2386
Volume (Lots)	16487
Open Interest	22744
Change in OI (%)	-1.39%

Silver - Outlook for the Day

BUY SILVER DEC (MCX) AT 97200 SL 96500 TARGET 98200/98800

Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View	
Open	84.0850
High	84.0850
Low	84.0700
Close	84.0750
Value Change	-0.0150
% Change	-0.0178
Spread Near-Next	-0.7480
Volume (Lots)	886374
Open Interest	1628247
Change in OI (%)	-19.86%

USDINR - Outlook for the Day

The USDINR future witnessed flat opening at 84.18, which was followed by a session where price shows consolidation with negative buyer with candle enclosure near open. A doji candle has been formed by the USDINR price closed around 10-days moving average placed at 83.18 levels. Price was consolidating in small range for last one week. On the daily chart, the MACD showed a positive crossover below zero-line, while the momentum indicator, RSI trailing between 53-56 levels shows positive indication. We are anticipating that the price of USDINR futures will fluctuate today between 84.15 and 84.23.

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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