



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 09th June 2021

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	49047	49031
Gold	995	48851	48835
Gold	916	44927	44912
Gold	750	36785	36773
Gold	585	28692	28683
Silver	999	71294	71331

* Rates are exclusive of GST as of 08th June 2021
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
08 th June 2021	49031	49031
07 th June 2021	48806	70750
04 th June 2021	48578	70167
03 rd June 2021	49002	71240

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

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	Aug	1894.40	-4.40	-0.23
Silver(\$/oz)	July	27.73	-0.29	-1.02

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	28 th July 2021	1895
Gold Quanto	27 th July 2021	49147
Silver (\$/oz)	28 th June 2021	27.75

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,037.33	0.00
iShares Silver	17,953.80	-7.21

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1892.05
Gold London PM Fix(\$/oz)	1893.15
Silver London Fix(\$/oz)	27.72

Weekly CFTC Positions

	Long	Short	Net
Gold	1,02,986	3,51,161	34,474
Silver	52,300	1,23,782	-71,482

Gold Ratio

Gold Silver Ratio	68.31
Gold Crude Ratio	27.04

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
09 th June 07:30 PM	United States	Final Wholesale Inventories m/m	0.8%	0.8%	Low

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	15229.26	-39.70	-0.26%



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Nirmal Bang Securities - Daily Bullion News and Summary

- Gold gave up early gains as some investors booked profits ahead of a key U.S. inflation report due later this week that could shed light on when the Federal Reserve may talk about reducing its bond purchases. The precious metal fell as much as 0.8%, reversing an earlier gain of 0.2%. A stronger dollar hurts demand for bullion as it's priced in the greenback. Investor holdings in bullion-backed exchange-traded funds, a main pillar in gold's stellar run last year, also fell in three out of the past four sessions, according to Bloomberg data. The U.S. Consumer Price Index report on Thursday will be one of the last major economic indicators before the Fed's policy meeting next week. A higher-than-expected figure could reignite discussions on whether monetary stimulus should be tapered early, which could hurt gold.
- The economist who helped change the way the Federal Reserve assesses long-run inflation expectations says their current level means the central bank needs to start laying the groundwork for shrinking its massive bond-buying program. As head of monetary and financial market analysis at the Fed Board of Governors almost two decades ago, Brian Sack worked with his colleagues to champion the use of a forward measure of inflation expectations to help guide policy. Now director of global economics at hedge fund D.E. Shaw & Co., he says the so-called five-year, five-year forward breakeven inflation rate has climbed to a level where further increases would be problematic for the central bank. The rate, which looks past some of the short-term noise that affects consumer prices, reached a seven-year high last month of 2.55%. That level translates into an average of over 2% annually during the half decade beginning in 2026 on the price measure the Fed actually targets. So the central bank is effectively on course to achieve its average 2% inflation goal in the eyes of investors. The rebound from ultra-depressed levels seen during the pandemic's initial onslaught is beneficial, Sack says. But advancing much further risks pushing inflation expectations to levels that would make it harder for the Fed to meet its twin objectives of stable prices and maximum employment.
- Exchange-traded funds cut 212,551 troy ounces of gold from their holdings in the last trading session, bringing this year's net sales to 6.23 million ounces, according to data compiled by Bloomberg. This was the biggest one-day decrease since May 6. ETFs also cut 646,862 troy ounces of silver from their holdings in the last trading session, bringing this year's net purchases to 50.6 million ounces.

Fundamental Outlook: Gold and silver prices are trading flat on international bourses. We expect precious metals prices on Indian bourses to trade range-bound to higher for the day. We recommend buy on dips for intra-day trading session as investors await Thursday's U.S. inflation report for further clues on when the Federal Reserve is likely to start discussing tapering asset purchases.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	June	1810	1840	1865	1910	1935	1954
Silver – COMEX	July	27.00	27.40	27.60	28.00	28.30	28.50
Gold – MCX	June	48630	48800	49000	49250	49450	49600
Silver - MCX	July	70000	70700	71200	71600	72200	72750



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
90.08	0.13	0.14

Bond Yield

10 YR Bonds	LTP	Change
United States	1.5331	-0.0357
Europe	-0.2250	-0.0260
Japan	0.0780	-0.0050
India	6.0060	-0.0160

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.0342	-0.0117
South Korea Won	1114.2	1.4000
Russia Ruble	72.2934	-0.5285
Chinese Yuan	6.4005	0.0031
Vietnam Dong	22964	-62
Mexican Peso	19.7086	-0.0964

NSE Currency Market Watch

Currency	LTP	Change
NDF	73.22	-0.03
USDINR	73.025	0.05
JPYINR	66.7375	0.02
GBPINR	103.2925	-0.0025
EURINR	88.955	0.195
USDJPY	109.36	-0.05
GBPUSD	1.4143	-0.0008
EURUSD	1.2176	0.0015

Market Summary and News

- The pound led declines among Group of 10 currencies as concerns over whether the U.K. will be able to fully reopen the economy weighed on sterling. U.K. Health Secretary Matt Hancock has said it's too early to say whether a planned easing of coronavirus restrictions on June 21 can go ahead, as ministers continue to weigh the threat of a potential fresh wave of the pandemic. Pound is under some pressure as questions linger ahead of the planned reopening of the U.K. economy following Hancock's interview. There is also some cautiousness ahead of the U.S. CPI on Thursday, which could prove quite momentous as we expect the core CPI to hit its highest level in 30 years. To the extent that this also boosts the UST yields and weighs on risk sentiment, the latest correction lower in GBP/USD may have further to go.
- RBI Governor Shaktikanta Das while announcing the Monetary Policy on Friday said that India's forex reserves may have exceeded \$600 billion mark. The Reserve Bank of India (RBI) actively engages in both purchases and sales in the foreign exchange market and its various segments, he said. "The success of these efforts is reflected in the stability and orderliness in market conditions and in the exchange rate in spite of large global spillovers. In the process, strength is imparted to the country's balance sheet by the accumulation of reserves," Das added. The country's foreign exchange reserves rose by \$2.865 billion to a record high of \$592.894 billion for the week ended May 21, boosted by gold and currency assets, RBI data showed on Friday. RBI data shows the central bank's long dollar positions in forwards, stood at 73 billion dollars as of end-March 2021 from a short position of about USD 5 billion dollars a year ago. Also, RBI has been paying high premiums of over 5.25 percent for one year forward dollars for the past few months, although one-year T-bills (Treasury bills or government securities) yields are 3.7-3.8 percent. Last week these premia fell from 5.25 percent to 4.3 percent.
- As the global economic recovery from the coronavirus gathers momentum, Japan looks to be standing still, while its currency goes backward. The yen has already slumped almost 6% against the dollar this year, the worst performance among Group-of-10 currencies, as global markets prepare for interest rates to begin creeping higher almost everywhere except Japan. A return to normal for most countries will mean growth and the dialing back of extreme monetary settings. In Japan though, deflation and crisis settings were already the norm and will remain so. As the gap with the outside world widens again, Japanese investors are set to extend their search for yields abroad while companies seek expansion in mergers and acquisitions overseas, adding to pressure on the currency. Japan is stuck and is just not responding economically nearly as quickly as the United States or Europe in getting over the pandemic which is why weakness is so apparent in Yen and it might continue to do so. In addition to this, Japan has a fundamental problem of low inflation and lack of expectations for prices to rise that won't be resolved anytime soon. This will continue to exert downward pressure on the yen into next year with it weakening to 112 per dollar this year and to 115 by the end of 2022

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	72.4000	72.5800	72.7400	72.9400	73.0900	73.2500



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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	49146
High	49350
Low	48932
Close	49127
Value Change	-16
% Change	-0.03
Spread Near-Next	0
Volume (Lots)	6269
Open Interest	11746
Change in OI (%)	-1.30%

Gold - Outlook for the Day

Gold prices witnessed a sharp uptick. We are recommending going long for a target of 1920-1925. We believe that the commodity can see support at lower levels and bounce back.

SELL GOLD AUG (MCX) AT 49250 SL 49450 TARGET 48950/48800

Silver Market Update



Market View

Open	71606
High	71799
Low	70980
Close	71231
Value Change	-586
% Change	-0.82
Spread Near-Next	1200
Volume (Lots)	14390
Open Interest	11241
Change in OI (%)	0.47%

Silver - Outlook for the Day

Silver too saw a great upside sharply till 28.20-30. We are recommending going long bet 27.80-85 for the target of 28.30-28.40, commodity can see some support around 27.70-80.

SELL SILVER JULY (MCX) AT 71600 SL 72500 TARGET 70700/70200



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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	72.9975
High	73.065
Low	72.9025
Close	73.025
Value Change	0.05
% Change	0.07
Spread Near-Next	0.2375
Volume	1488501
Open Interest	2417011
Change in OI (%)	-1.52%

USDINR - Outlook for the Day

USDINR witnessed a positive open at 72.99 and remained non-volatile for rest of the session followed by flat closure in green at 73.02. The pair has formed a flat green candle with sideways consolidation closure indicating indecisiveness in the pair. USDINR has given closure below all the important moving averages on the daily chart indicating weakness in the pair. USDINR if opens below 72.90 will witness the bearish momentum to test the lows of 72.68 – 72.55. However, an open above 73.09 could continue with the momentum towards 73.32 – 73.46. The daily strength indicator RSI and momentum oscillator both are attempting to move towards positive zone but still lacking strength and volume to support it.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR June	72.6000	72.7800	72.9000	73.1800	73.3600	73.5500



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