



India Bullion and Jewellers Association Ltd.

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Daily Bullion Physical Market Report

Date: 12th May 2021

Daily India Spot Market Rates

Description	Purity	AM	PM
Gold	999	47807	47789
Gold	995	47616	47598
Gold	916	43791	43775
Gold	750	35855	35842
Gold	585	27967	27957
Silver	999	70807	70969

* Rates are exclusive of GST as of 11th May 2021
Gold in Rs/10 Gm & Silver in Rs/Kg

Gold and Silver 999 Watch

Date	Gold*	Silver*
11 th May 2021	47789	70969
10 th May 2021	47788	71696
07 th May 2021	47484	70835
06 th May 2021	46804	69300

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

COMEX Futures Watch

Description	Contract	Close	Change	% Chg
Gold(\$/oz)	June	1836.10	-1.50	-0.08
Silver(\$/oz)	May	27.67	0.18	0.64

Bullion Futures DGCX

Description	Contract	LTP
Gold (\$/oz)	26 th May 2021	1838
Gold Quanto	27 th May 2021	47653
Silver (\$/oz)	28 th June 2021	27.73

ETF Holdings as on Previous Close

ETF	In Tons	Net Change
SPDR Gold	1,025.15	0.00
iShares Silver	17,538.38	-51.94

Gold and Silver Fix

Description	LTP
Gold London AM Fix(\$/oz)	1837.15
Gold London PM Fix(\$/oz)	1829.10
Silver London Fix(\$/oz)	27.48

Weekly CFTC Positions

	Long	Short	Net
Gold	1,30,153.00	64,020.00	66,133.00
Silver	67,535.00	24,109.00	43426.00

Gold Ratio

Gold Silver Ratio	66.36
Gold Crude Ratio	28.13

Macro-Economic Indicators

Time	Country	Event	Forecast	Previous	Impact
12 th May 6:00 PM	United States	CPI m/m	0.2%	0.6%	High
12 th May 6:00 PM	United States	Core CPI m/m	0.3%	0.3%	High

MCX Indices

Index	Close	Net Change	% Change
MCX iCOMDEX Bullion	15061.49	-46.81	-0.31%



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Nirmal Bang Securities - Daily Bullion News and Summary

- Gold erased gains, heading for its first loss in five days as bond yields inched up and the dollar pared losses. The yield on the 10-year Treasuries pushed higher as investors remained on edge over the threat of inflation. Rising yields hurt demand for non-interest-bearing bullion. Ebbing losses in the dollar reduced the appeal of bullion as an alternative asset. The drop comes as bullion has been recouping early 2021 losses, posting its biggest weekly gain since November last week after a surprise slowdown in U.S. job growth supported the case for continued economic stimulus and low interest rates. While rising inflation expectations could eventually boost demand for gold as a hedge, the rebound in yields is damping investor interest for now, analysts said.
- Gold has pared losses, but it's still heading for its first loss in five days. Profit-taking kicked in as yields rose but it seems gold may be putting up a fight at the \$1,820/oz level. The metal saw a dearth of buyers after the 10-year Treasury yield ticked up above 1.6% in the last couple of days. Rising rates make non-interest-bearing bullion less appealing. Higher yields also tend to prop up the dollar, further reducing gold's appeal. Bullion rebounded in April after a poor start to the year, when it came under pressure from gains in the dollar and bond yields. Should those dual pressures coming into force again today, it's worth watching how gold bulls react. Last week's poor jobs data supports the case for continued economic stimulus, low interest rates and negative real yields. Those are positives for gold.
- Federal Reserve Governor Lael Brainard said policy makers must show continued patience as distortions in the post-pandemic boom sort themselves out while the economy is still far from the central bank's objectives. "The outlook is bright, but risks remain, and we are far from our goals," she said Tuesday in remarks prepared for delivery to a virtual event hosted by the Society for Advancing Business Editing and Writing. "It will be important to remain patiently focused on achieving the maximum-employment and inflation outcomes in our guidance." U.S. central bankers are trying to assess how the economy is proceeding toward their goals of maximum employment and sustainable 2% inflation, at a time when the post-pandemic boom has made it harder to gauge the underlying trends in U.S. growth.
- Federal Reserve Bank of Atlanta President Raphael Bostic says the U.S. labor market is still 8 million jobs short of its pre-pandemic levels and the economy therefore requires ongoing Fed support. The U.S. is firmly on the road to recovery but "there is a long way to go," Bostic tells the Rotary Club of Alexandria, Louisiana, speaking via video conference. Says policy should remain accommodative while labor market remains so far from full employment. Price pressures may rise, in part due to base effects, but "any spikes we see in inflation are likely to be temporary": Bostic. "If it seems like the economy may be overheating" Bostic says he will make the case to adjust policy, "but that is all in the future. I think policy is in a pretty good place".

Fundamental Outlook: Gold and silver prices are trading slightly lower on international bourses. We expect precious metals prices on Indian bourses to trade sideways to lower for the day. We recommend selling on rise for intra-day trading session in precious metals after Federal Reserve policy makers said the U.S. economy is on the road to recovery despite still facing risks, while traders await consumer price data later Wednesday amid jitters over inflation.

Key Market Levels for the Day

	Month	S3	S2	S1	R1	R2	R3
Gold – COMEX	June	1745	1770	1800	1845	1870	1900
Silver – COMEX	May	26.65	26.90	27.10	27.60	27.80	28.00
Gold – MCX	June	47150	47400	47570	47750	47930	48100
Silver - MCX	May	70250	70900	71700	72000	72700	73200



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Nirmal Bang Securities - Daily Currency Market Update

Dollar index

LTP/Close	Change	% Change
90.14	-0.07	-0.08

Bond Yield

10 YR Bonds	LTP	Change
United States	1.6217	0.0197
Europe	-0.1620	0.0510
Japan	0.0780	-0.0090
India	6.0080	-0.0040

Emerging Market Currency

Currency	LTP	Change
Brazil Real	5.2207	-0.0071
South Korea Won	1119.65	5.9000
Russia Ruble	74.123	-0.2329
Chinese Yuan	6.4292	0.0127
Vietnam Dong	23050	-6
Mexican Peso	19.9603	0.0152

NSE Currency Market Watch

Currency	LTP	Change
NDF	73.75	0.04
USDINR	73.5375	-0.01
JPYINR	67.68	0.06
GBPINR	103.94	0.23
EURINR	89.49	-0.0125
USDJPY	108.64	-0.11
GBPUSD	1.4142	0.0049
EURUSD	1.217	0.0002

Market Summary and News

- Sterling has rallied to its highest level against the dollar since February after the UK Conservative party tightened its grip on power and the prospects of a referendum in the near future on independence for Scotland dimmed. The pound jumped 1.3 per cent against the dollar on Monday afternoon to trade as high as \$1.4147, while the euro slipped 1.1 per cent against sterling to trade at £0.8601. The UK currency has enjoyed a strong run since the end of April, gaining 2.4 per cent against its US peer. Prime Minister Boris Johnson and his party secured a series of election victories in the UK's midterm elections held at the end of last week, propelled by the successful Covid-19 vaccine rollout in the country. At the same time, the Scottish National party's failure to win an overall majority in last week's election has led a lot of people to conclude that there won't be a referendum in this particular parliament and in addition to that, the uncertainty about whether or when a referendum would take place had allowed traders to focus elsewhere as with the independence risk so far in the future, the expectation of developments to materially alter the outlook for the pound looks slim and thus will likely continue to trade at stronger levels this year. The prospect of a break-up of the UK, at a time when the country is still grappling with the fallout from Brexit, would knock confidence in the currency as there are so many complex ramifications of Scottish independence, that anything that makes a referendum seem a little less likely is bound to be greeted with some relief in markets. The long positions have been building up in pound in anticipation of the government lifting restrictions on May 17, which is expected to boost the economy.
- The Indian rupee appreciated amid weakness in dollar and rise in risk appetite in the global markets. Market's sentiments improved on speculation that US Federal Reserve will maintain its ultra-low-interest rates for quite some time. Foreign institutional investors were net sellers in the capital market on Friday as they offloaded shares worth Rs 1,142.75 crore, as per exchange data. The rupee may slip on concern that rising COVID-19 cases in India and lockdown restriction in some states may hurt economic recovery. Traders fear that worsening situation in India may put pressure on central government to announce nationwide lockdown for few days to curb outbreak, Mukadam said. After recording over four lakh fresh cases for four consecutive days, India witnessed a single-day rise of 3,66,161 COVID-19 cases on Monday, which pushed its tally to 2,26,62,575, according to the health ministry. Thus, the rupee appreciated against the US dollar on Monday tracking the weaker dollar as weaker-than-expected US jobs data elevated hopes that the Federal Reserve could maintain its current level of bond purchases for an extended period of time.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR Spot	72.8500	73.1000	73.2500	73.4500	73.6500	73.8500



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Nirmal Bang Securities - Bullion Technical Market Update

Gold Market Update



Market View

Open	47952
High	48013
Low	47325
Close	47633
Value Change	-318
% Change	-0.66
Spread Near-Next	-555
Volume (Lots)	9708
Open Interest	7887
Change in OI (%)	-20.22%

Gold - Outlook for the Day

Gold prices shot up sharply it seems that the prices are going north for some more days try to buy on dips for the target of 1780-90. Its Taking support around 1780-70 zone we believe that the prices are likely to spike up till 1840-60 soon. Buy for targeting 1845-60.

BUY GOLD JUNE (MCX) AT 47400 SL 47150 TARGET 47750/47850

Silver Market Update



Market View

Open	71319
High	71978
Low	70866
Close	71929
Value Change	385
% Change	0.54
Spread Near-Next	-7429
Volume (Lots)	16257
Open Interest	10356
Change in OI (%)	2.23%

Silver - Outlook for the Day

Silver prices shot up sharply and seems to be positive for the coming days. The immediate support us 26.70-80. it seems that the commodity can take a bounce up till 27.65-80, buy on dips should be used as an opportunity around 26.70-80 for the target of 27.65-75.

SELL SILVER JULY (MCX) AT 71900 SL 72750 TARGET 70900/70500



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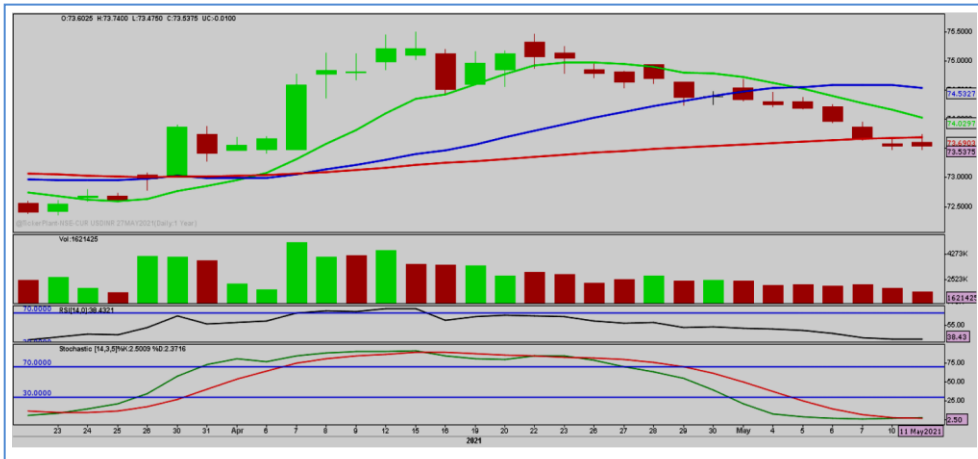


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Nirmal Bang Securities - Currency Technical Market Update

USDINR Market Update



Market View

Open	73.6025
High	73.74
Low	73.475
Close	73.5375
Value Change	-0.01
% Change	-0.01
Spread Near-Next	-1.2452
Volume	1621425
Open Interest	2537613
Change in OI (%)	1.55%

USDINR - Outlook for the Day

USDINR had a flat open at 73.60 followed by a zig zag momentum with a closure in red at 73.53. The pair has formed a red candle with flat closure in red with sideways consolidation phase. The candle is accompanied by an upper shadow indicating selling pressure in the pair. USDINR has given closure below the short-term moving average, medium term moving average and long-term moving averages supporting the negative bias. USDINR if opens below 73.48 will continue with the bearish momentum to test the lows of 73.20 – 73.05. However, an open above 73.62 could lead to retrace the momentum towards 73.85– 74. The daily strength indicator RSI and momentum oscillator both have started to turnaround from the positive zone indicating weakness ahead.

Key Market Levels for the Day

	S3	S2	S1	R1	R2	R3
USDINR May	73.1000	73.2500	73.4000	73.6700	73.8500	74.0500



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